# The Florida Senate BILL ANALYSIS AND FISCAL IMPACT STATEMENT

(This document is based on the provisions contained in the legislation as of the latest date listed below.)

	Prepared	By: The P	rofessional Staff	of the Commerce ar	nd Tourism Committee
BILL:	CS/SB 960				
INTRODUCER:	Environmental Preservation and Conservation Committee and Senator Bennett				
SUBJECT:	Liquefied Petroleum Gas				
DATE:	: March 18,		REVISED:		
ANALYST . Wiggins		STAFF DIRECTOR Yeatman		REFERENCE EP	ACTION Fav/CS
. McCarthy		Cooper		CM	Favorable
				BC	
·					
					_
•					
	Please	see S	ection VIII.	for Addition	al Information:
A	A. COMMITTE	E SUBST	TITUTE X	Statement of Subs	stantial Changes
E	B. AMENDME	<u></u>		Technical amendments were recommended	
				Amendments were	
				Significant amend	ments were recommended

## I. Summary:

CS/SB 960 (the bill) requires the Department of Agriculture and Consumer Services (DACS) and other state agencies to enforce standards relating to the separation distance between liquefied petroleum gas (LP) containers and structures, property lines, and sources of ignition contained in the 2011 edition of the National Fire Protection Association (NFPA) 58, also known as the Liquefied Petroleum Gas Code. The bill also amends the definition of "propane" to reflect the national standard

The bill amends sections 527.06 and 527.21 of the Florida Statutes.

#### **II.** Present Situation:

#### The National Fire Protection Association (NFPA) 58, Liquefied Petroleum Gas Code

The National Fire Protection Association (NFPA) is an international nonprofit organization that was established in 1896 to reduce the risks and effects of fires by establishing building consensus

BILL: CS/SB 960 Page 2

codes.<sup>1</sup> The NFPA 58, also known as the Liquefied Petroleum Gas Code, applies to "the storage, handling, transportation, and use of LP-Gas[es]," which is defined by the code to mean "gasses at normal room temperature and atmospheric pressure [that] liquefy under moderate pressure and readily vaporize upon release of the pressure."<sup>2</sup>

The Department of Agriculture and Consumer Service's (department's) Bureau of Liquefied Petroleum Gas Inspection (bureau) is the primary agency charged with the regulation of liquefied petroleum (LP) gas wherever the product is stored, distributed, transported and used in Florida. The bureau also has statutory authority<sup>3</sup> over the licensing, inspection, enforcement, accident investigation and training of LP gas in the state. The department, the Department of Community Affairs' Florida Building Code Commission (FBC) and the Department of Financial Services' Office of the State Fire Marshal (OSFM) each adhere to fire safety codes put forth by the National Fire Prevention Association (NFPA)<sup>4</sup> regarding the regulation of LP gas.

Section 527.06(3), F.S., provides DACS with the authority to adopt rules that are in substantial conformity with NFPA's published safety standards. Subsection (3), specifically provides that:

Rules in substantial conformity with the published standards of the National Fire Protection Association shall be deemed to be in substantial conformity with the generally accepted standards of safety concerning the same subject matter.

Recently, the NFPA approved a 2011 version of the NFPA 58 LP gas code, which reduces the setback requirements for propane tanks<sup>5</sup> from 10 feet to 5 feet from a building, adjoining property line, other petroleum tank, or any source of ignition. Current department rules mandate a 10-foot setback for propane tanks. The department has started the rule-making process to implement the new national standards. However, as a result of Executive Order 11-01<sup>6</sup>, the FBC cannot commence with the rule making until the proposed rule is reviewed and approved by the Office of Fiscal Accountability and Regulatory Reform. Likewise, the OSFM has not yet initiated rule making.

Many cell phone companies in the state use backup electrical generators at their cell tower sites and switching stations. These generators are usually powered by LP gas with tanks in excess of 125 gallons, thus falling under the purview of the 2011 version of the NFPA 58 LP gas code.

# III. Effect of Proposed Changes:

**Section 1** amends 527.06, F.S., to require the department, the FBC, and the OSFM to enforce the same LP gas container separation distances as adopted in the 2011 version of the NFPA 58 gas code. By enacting this legislation, the footprint of cell phone towers and switching stations may

<sup>&</sup>lt;sup>1</sup> National Fire Protection Association Website, *Overview*, available online at <a href="http://www.nfpa.org/categoryList.asp?categoryID=495&URL=About%20NFPA/Overview">http://www.nfpa.org/categoryList.asp?categoryID=495&URL=About%20NFPA/Overview</a> (last visited on March 18, 2011).

<sup>&</sup>lt;sup>2</sup> National Fire Protection Association Website, *Document Scope of NFPA 58* available online at http://www.nfpa.org/aboutthecodes/AboutTheCodes.asp?DocNum=58 (last visited on March 18, 2011).

<sup>&</sup>lt;sup>3</sup> Chapter 527, F.S.

<sup>&</sup>lt;sup>4</sup> NFPA 1, NFPA 54, and NFPA 58

<sup>(</sup>http://www.nfpa.org/categoryList.asp?categoryID=124&URL=Codes%20&%20Standards)

<sup>&</sup>lt;sup>5</sup> The set back only applies to stationary engine containers with a fill valve that has an integral manual shutoff value.

<sup>6</sup> http://www.flgov.com/wp-content/uploads/2011/01/scott.eo\_.one\_.pdf

BILL: CS/SB 960 Page 3

be reduced, depending upon the tanks used to store the LP gas for the backup generators. The bill also provides for the statutory language regarding the 2011 version of the NFPA 58 gas code to expire once the department, the FBC, and the OSFM have adopted the 2011 version.

**Section 2** amends 527.21, F.S., to specify that the definition for propane is defined by the NFPA 58 Liquefied Petroleum Gas Code.

**Section 3** provides that this act shall take effect July 1, 2011.

### IV. Constitutional Issues:

A. Municipality/County Mandates Restrictions:

None.

B. Public Records/Open Meetings Issues:

None.

C. Trust Funds Restrictions:

None.

#### V. Fiscal Impact Statement:

A. Tax/Fee Issues:

None.

B. Private Sector Impact:

To the extent that the new code reduces set back requirements for propane tanks from buildings and sources of ignition, the private sector may save on construction costs.

C. Government Sector Impact:

DACS and other state agencies will be required to enforce the same NFPA 58 LP gas container separation requirements.

#### VI. Technical Deficiencies:

None.

BILL: CS/SB 960 Page 4

### VII. Related Issues:

# VIII. Additional Information:

A. Committee Substitute – Statement of Substantial Changes: (Summarizing differences between the Committee Substitute and the prior version of the bill.)

CS by Environmental Protection and Conservation Committee on March 10, 2011: The CS provides for repeal under certain circumstances.

B. Amendments:

None.

This Senate Bill Analysis does not reflect the intent or official position of the bill's introducer or the Florida Senate.