By: Representative Stevens

To: Insurance

HOUSE BILL NO. 884

1 AN ACT TO AMEND SECTION 75-57-101, MISSISSIPPI CODE OF 1972, 2 TO REVISE THE COMPOSITION OF THE STATE LIQUEFIED COMPRESSED GAS 3 BOARD; AND FOR RELATED PURPOSES.

BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF MISSISSIPPI:
SECTION 1. Section 75-57-101, Mississippi Code of 1972, is
amended as follows:

7 75-57-101. (1) The State Liquefied Compressed Gas Board is 8 hereby created and is vested with the power to regulate matters pertaining to liquefied compressed gas. All regulations by and 9 actions of the board are subject to the approval of the 10 commissioner. The board shall not exercise administrative and 11 enforcement duties. The Commissioner of Insurance shall retain 12 13 all administrative and enforcement duties related to liquefied compressed gas. The board is established within the Department of 14 15 Insurance and shall consist of seven (7) members appointed by the 16 Commissioner of Insurance as follows:

(a) Five (5) members, one (1) from each of the 17 18 congressional districts, to be selected from a list of at least 19 ten (10) individuals who are in the liquefied compressed gas 20 industry doing business in the State of Mississippi; the list 21 shall be submitted, within ten (10) days of the effective date of this act [Laws, 1995, Ch. 475, effective July 1, 1995], by 22 licensed liquefied compressed gas distributors doing business in 23 the state. 24

(b) Two (2) members from the state at large who have a
rational relationship to the liquefied compressed gas industry.

(c) At least <u>three (3)</u> members of the board must be
dealers who sell less than two million five hundred thousand
(2,500,000) gallons of propane per year.

30 (d) No two (2) members may be selected from the same31 company.

32 The members of the board as constituted on January (e) 1, 2004, whose terms have not expired shall continue to serve 33 until the expiration of their respective terms. As the terms of 34 35 the members expire, the members shall be appointed as follows: one (1) member from each of the four (4) Mississippi congressional 36 37 districts and three (3) members from the state at large. The appointments shall be made in the same manner and with the same 38 39 qualifications and restrictions as provided in this subsection 40 (1).

41 (2) The initial appointments to the board from the (a) congressional districts shall be made as follows: One (1) member 42 43 of the board shall be appointed for a term ending on June 30, 44 1996; one (1) for a term ending on June 30, 1997; one (1) for a term ending on June 30, 1998; one (1) for a term ending on June 45 46 30, 1999; and one (1) for a term ending June 30, 2000. After the expiration of such initial terms, all subsequent appointments 47 shall be made in the same manner as the original appointments were 48 49 made for terms of five (5) years.

50 (b) The <u>three (3)</u> members from the state at large shall 51 serve for terms concurrent with the term of the Commissioner of 52 Insurance.

(c) An appointment to fill a vacancy, other than by
expiration of a term of office, shall be made by the Commissioner
of Insurance for the balance of the unexpired term.

56 (3) There shall be a chairman of the board elected by and57 from the membership of the board.

58 (4) Board members shall receive per diem compensation 59 according to Section 25-3-69. The board members shall not be H. B. No. 884 *HRO3/R620* 04/HR03/R620 PAGE 2 (MS\LH) 60 compensated for more than twelve (12) meetings per year held at a 61 site within the state selected by the board. Any member who fails 62 to attend three (3) consecutive called meetings of the board may 63 be removed by the Commissioner of Insurance.

64 **SECTION 2.** This act shall take effect and be in force from 65 and after July 1, 2004.