- 1 HB69
- 2 203358-2
- 3 By Representative Rich
- 4 RFD: Insurance
- 5 First Read: 04-FEB-20
- 6 PFD: 02/03/2020

203358-2:n:10/31/2019:FC/ma LSA2019-2853R1 1 2 3 4 5 6 7 Under existing law, the State Fire Marshal 8 SYNOPSIS: collects certain fees for issuing permits in the 9 10 regulation of the manufacturing, sale, and display 11 of fireworks and for the use of pyrotechnics before 12 a proximate audience. All fees collected are paid 13 into the State Fire Marshal's Fund for the 14 enforcement of those laws, and these fees are 15 subject to being increased according to changes in 16 the Consumer Price Index pursuant to Section 17 41-1-11, Code of Alabama 1975. This bill would increase the fees collected 18 by the State Fire Marshal for issuing permits in 19 20 the regulation of the manufacturing, sale, and 21 display of fireworks and for the use of 22 pyrotechnics before a proximate audience. 23 This bill would also provide for a 24 semi-annual transfer of five percent of the permit 25 fees collected by the State Fire Marshal in the 26 regulation of fireworks and pyrotechnics to the 27 Alabama Firefighters Annuity and Benefit Fund.

1	This bill would also specify that the fees
2	may be increased at certain intervals according to
3	increases in the Consumer Price Index.
4	
5	A BILL
6	TO BE ENTITLED
7	AN ACT
8	
9	Relating to the State Fire Marshal; to amend
10	Sections 8-17-211, 8-17-216.1, 8-17-237, 8-17-255, 34-33-11,
11	34-33A-12, and 36-19-29, Code of Alabama 1975; and to add
12	Section 36-19-31 to the Code of Alabama 1975; to increase the
13	fees collected by the State Fire Marshal for issuing permits
14	in the regulation of the manufacturing, sale, and display of
15	fireworks and for the use of pyrotechnics before a proximate
16	audience; to specify that the fees may be increased at certain
17	intervals according; to increases in the Consumer Price Index;
18	to further provide for the operation of the State Fire
19	Marshal's Fund and to provide for retroactive effect; and to
20	provide for a transfer of five percent of the permit fees
21	collected by the State Fire Marshal in the regulation of
22	fireworks and pyrotechnics to the Alabama Firefighters Annuity
23	and Benefit Fund.
24	BE IT ENACTED BY THE LEGISLATURE OF ALABAMA:
25	Section 1. Sections 8-17-211, 8-17-216.1, 8-17-237,
26	8-17-255, 34-33-11, 34-33A-12, and 36-19-29, Code of Alabama
27	1975, are amended to read as follows:

1

"§8-17-211.

2 "(a) It shall be unlawful for any person to manufacture, sell, offer for sale, or ship or cause to be 3 shipped into or within the State of Alabama, except as herein 4 5 provided, any item of fireworks or pyrotechnics for use before 6 a proximate audience, without first having secured the 7 required applicable permit, as a manufacturer, distributor, wholesaler, retailer, or seasonal retailer, from the State 8 9 Fire Marshal. Possession of a permit is a condition 10 prerequisite to manufacturing, selling, or offering for sale, or shipping or causing to be shipped any fireworks or 11 12 pyrotechnics for use before a proximate audience into or 13 within the State of Alabama, except as herein provided. This provision applies to nonresidents as well as residents of the 14 15 State of Alabama. Mail orders where consumers purchase any fireworks or pyrotechnics for use before a proximate audience 16 17 through the mail or receive any fireworks or pyrotechnics for 18 use before a proximate audience in Alabama by mail, parcel service, or other carrier are prohibited. A sales clerk must 19 20 be on duty to serve consumers at the time of purchase or 21 delivery. All fireworks or pyrotechnics for use before a 22 proximate audience sold and delivered to consumers within the 23 State of Alabama must take place within the State of Alabama 24 and be sold and delivered only by an individual, firm, 25 partnership, or corporation holding the proper Alabama permit 26 and all fireworks or pyrotechnics for use before a proximate audience coming into the state, manufactured, sold, or stored 27

within the state shall be under the supervision of the State
 Fire Marshal as provided for in this article.

"(b) Prior to engaging in the manufacture or sale 3 within the State of Alabama, or shipment into the State of 4 5 Alabama, of any fireworks or pyrotechnics for use before a 6 proximate audience, each person making shipment or delivery or 7 receiving any fireworks or pyrotechnics for use before a proximate audience into or within the State of Alabama, must 8 9 make application on forms secured from the State Fire Marshal 10 for a permit or permits required under this article for each location at which fireworks or pyrotechnics for use before a 11 proximate audience are to be offered for sale. 12

"(c) A manufacturer's permit issued under this article shall be subject to rules and regulations promulgated by the State Fire Marshal to govern the manufacture of fireworks or pyrotechnics for use before a proximate audience as in the judgment of the State Fire Marshal the public welfare may require.

"(d) The decision of the State Fire Marshal as to 19 20 what type of permit or permits shall be required of each 21 person shall be final. The State Fire Marshal may deny a 22 permit to an applicant or revoke a permit if the State Fire 23 Marshal has knowledge or reason to believe the safety 24 standards and conditions of this article are not or cannot be 25 met by the applicant. No permit shall be issued to a person 26 under the age of 18 years. All permits shall be for the calendar year or any fraction thereof and shall expire on 27

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1 December 31 of each year, two days of grace shall be allowed 2 holders of permits after expiration thereof. Only one seasonal retailer permit shall be required for a full calendar year and 3 it shall be valid for both fireworks seasons, provided that 4 5 the building is not moved from the location where it was 6 originally permitted and no substantial structural or 7 environmental changes have occurred. A seasonal retailer permit may be issued after July tenth for the remaining 8 9 fireworks season of that calendar year. All permits issued 10 must be displayed in their place of business. No permit provided for herein shall be transferable nor shall a person 11 12 be permitted to operate under a permit issued to any other 13 person or under a permit issued for another location, unless 14 transfer shall have been approved by the State Fire Marshal. 15 "(e) The State Fire Marshal shall charge for permits 16 issued as follows: 17 "(1) Manufacturer, two three thousand dollars (\$2,000) <u>(\$3,000)</u>. 18 "(2) Distributor, two three thousand dollars 19 20 <del>(\$2,000)</del> (\$3,000). 21 "(3) Wholesaler, seven hundred one thousand dollars 22 <del>(\$700)</del> (\$1,000). "(4) Retailer, two three hundred dollars \$200) 23

24 (\$300).

25 "(5) Seasonal Retailer, two three hundred dollars
26 (\$200) (\$300).

1 "(6) Seasonal Retailer after July 10, one hundred 2 fifty dollars (\$100) (\$150).

3 "(7) Display, fifty dollars (\$50) application filed
4 at least 10 business days before display date, seventy-five
5 dollars (\$75).

6 "(8) Display, application filed less than 10
7 business days before display date, one hundred fifty dollars
8 (\$150).

9 "(f) Only holders of a retailer or seasonal retailer 10 permit may engage in the retail sale of permitted items as 11 defined in Section 8-17-217 in any quantity, to consumers.

12 "(g) A holder of a manufacturer's permit is not 13 required to have any additional permit or permits in order to 14 sell to distributors, wholesalers, retailers, or seasonal 15 retailers.

"(h) A record of all sales by manufacturers, 16 17 distributors, or wholesalers must be kept showing the names 18 and addresses of purchasers. All fees collected for the 19 permits shall be paid into the State Fire Marshal Marshal's 20 Revolving Fund for the enforcement of this article. The State 21 Fire Marshal may designate a deputy fire marshal as the 22 "fireworks enforcement officer" who shall have the responsibility of directing enforcement of the state fireworks 23 24 laws.

"(i) The State Fire Marshal is charged with the
enforcement of this article and may call upon any state or
county or city peace officer for assistance in the enforcement

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of this article. The fire marshal is not authorized to
 promulgate rules or regulations in conflict with or that go
 beyond the scope or intent of this article.

"(j) Every five years, the State Fire Marshal may 4 5 increase the fees by the percentage increase in the Consumer Price Index for all urban consumers as published by the U.S. 6 7 Department of Labor, Bureau of Labor Statistics from the end of December 2020, to the end of the month preceding the month 8 9 in which the fee increase is to be effective, rounded down to 10 the nearest dollar. The increase may not exceed two percent 11 per year.

12

"§8-17-216.1.

13 "(a) The use of pyrotechnics before a proximate audience shall comply with the requirements set out in the 14 15 latest edition of the National Fire Protection Association's Standard for the Use of Pyrotechnics Before a Proximate 16 17 Audience (NFPA 1126) as shall be adopted by the State Fire 18 Marshal. For purposes of this article, the term "proximate audience" shall mean an indoor audience closer to pyrotechnic 19 20 devices than permitted by the National Fire Protection 21 Association's Code for Fireworks Display (NFPA 1123).

"(b) No person shall use pyrotechnics before a proximate audience without first obtaining a permit therefor from the State Fire Marshal. An application for a permit for the use of pyrotechnics at an event with a proximate audience shall be filed with the State Fire Marshal not less than 10 days prior to the planned date of the event. The State Fire Marshal may accept an application for a permit under this
 section less than 10 days before the planned date of the event
 if accompanied by a fee of double the amount otherwise
 required.

5 "(c) The request for a permit under subsection (b) 6 shall be in the form and manner prescribed by the State Fire 7 Marshal. The permit shall be in addition to any locally 8 required permit or approval.

9 "(d) A fee of one hundred <u>fifty</u> dollars <del>(\$100)</del>
10 <u>(\$150)</u> per event shall be submitted with each application.

"(e) Where more than one event is to take place at the same location during the same calendar date, a separate application shall be filed for each event. The application fee for the second and subsequent events on the same calendar date shall be <u>fifty seventy-five</u> dollars (\$50) (\$75) per event.

16 "(f) The State Fire Marshal may prescribe such other 17 and additional requirements associated with the use of 18 pyrotechnics before a proximate audience as are deemed 19 necessary for the safety of property and persons present at 20 the proximate event location.

"(g) All pyrotechnics found at an event with a proximate audience which does not have a permit shall be confiscated and destroyed by the State Fire Marshal or his or her designee.

"(h) All fees collected pursuant to this section
shall be paid into the <u>State</u> Fire <u>Marshal Marshal's</u> <del>Revolving</del>
Fund for the enforcement of this article.

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"(i) Every five years, the State Fire Marshal may 1 2 increase the fees by the percentage increase in the Consumer Price Index for all urban consumers as published by the U.S. 3 Department of Labor, Bureau of Labor Statistics from the end 4 5 of December 2020, to the end of the month preceding the month in which the fee increase is to be effective, rounded down to 6 7 the nearest dollar. The change may not exceed an increase of two percent per year. 8

9

"§8-17-237.

10 (a) A pyrotechnics display operator license or pyrotechnic special effects operator license issued under this 11 article authorizes the holder to act pursuant to that license 12 13 until the license is suspended, revoked, or not renewed. Upon the suspension or revocation of a license, or the failure to 14 15 renew a license, the licensee shall return the license to the 16 State Fire Marshal. Each license is valid for two years, 17 unless suspended or revoked.

(b) All fees collected pursuant to this article
shall be deposited in the State Treasury to the credit of the
State Fire Marshal's Fund authorized in Section 24-5-10
<u>36-19-31</u>. The State Fire Marshal may expend monies from the
State Fire Marshal's Fund for the administration and
enforcement of this article.

24 "§8-17-255.

"All sums received through the payment of fees, the
 recovery of civil penalties, grants, and appropriations by the
 Legislature shall be deposited in the State Treasury and

credited to the State Fire Marshal's Fund. This fund shall be 1 2 available to the State Fire Marshal for expenditure in the administration and enforcement of this article, training, and 3 research programs, and to support fire safety and prevention 4 5 programs. Provided, however, that no funds shall be withdrawn or expended except as budgeted and allocated according to 6 7 Sections 41-4-80 to 41-4-96 and Sections 41-19-1 to 41-19-12, 8 inclusive, and only in amounts as stipulated in the general 9 appropriations bills or other appropriations bills. Any 10 unencumbered and any unexpended balance of this fund remaining at the end of any fiscal year shall not lapse or revert to the 11 General Fund, but shall be carried forward for the purposes of 12 13 this article until expended.

14

"§34-33-11.

15 "All funds collected pursuant to this chapter shall be deposited in the State Treasury to the credit of the State 16 17 Fire Marshal's Fund authorized by Section 24-5-10 36-19-31. 18 The State Fire Marshal shall be authorized to expend moneys from the State Fire Marshal's Fund for the administration and 19 20 enforcement of this chapter. The State Fire Marshal shall be 21 allowed to receive grants and donations from associations, 22 firms, or individuals who are interested in the upgrading and 23 quality of fire protection sprinkler systems."

24

"§34-33A-12.

"All funds collected pursuant to this chapter shall
be deposited in the State Treasury to the credit of the State
Fire Marshal's Fund authorized in Section 24-5-10 36-19-31.

1 The State Fire Marshal may expend moneys from the State Fire 2 Marshal's Fund for <u>the operation of the State Fire Marshal's</u> 3 <u>office, includes the administration and enforcement of this</u> 4 chapter. The State Fire Marshal may receive grants and 5 donations from associations, firms, or individuals who are 6 interested in the upgrading and quality of fire alarm systems 7 in compliance with Alabama state ethics laws."

8

"§36-19-29.

9 All penalties<del>, fees</del> or forfeitures collected under 10 the provisions of this article, unless otherwise provided, 11 shall be placed in the General Fund of the State.

12 Section 2. Section 36-19-31 is added to the Code of 13 Alabama 1975, to read as follows:

14

§36-19-31.

15 (a) There is hereby established in the State 16 Treasury a special fund to be known as the State Fire 17 Marshal's Fund. All sums received by the State Fire Marshal's 18 Office through the payment of fees, the recovery of civil penalties, grants, and appropriations by the Legislature, 19 20 including funds received pursuant to Article 8, Article 8A, 21 Article 9, and Article 10 of Chapter 17 of Title 8, and 22 pursuant to Chapter 33 and Chapter 33A of Title 34, shall be deposited in the State Fire Marshal's Fund. 23

(b) The State Fire Marshal's Fund shall be expended
for the operation of the State Fire Marshal's Office,
including the administration and enforcement of Article 8,
Article 8A, Article 9, and Article 10 of Chapter 17 of Title

8, and of Chapter 33 and Chapter 33A of Title 34, for training
 and research programs, and to support fire safety and
 prevention programs.

(c) No funds shall be withdrawn or expended from the 4 5 State Fire Marshal's Fund except as budgeted and allotted according to Sections 41-4-80 to 41-4-96, inclusive, and 6 7 41-19-1 to 41-19-12, inclusive, and only in amounts as 8 stipulated in the general appropriations act, or other 9 appropriations act. Any unencumbered and unexpended balance of 10 the fund remaining at the end of any fiscal year shall not lapse or revert to the General Fund but shall be carried 11 forward to the next fiscal year. 12

13 Section 3. The deposit of any funds in the State 14 Fire Marshal's Fund and the expenditure of any funds from the 15 State Fire Marshal's Fund prior to the effective date of this 16 act are ratified and confirmed.

17 Section 4. Beginning six months following the 18 effective date of this act, and on a semi-annual basis thereafter, the State Fire Marshall shall cause to be 19 20 transferred from the Fire Marshal's Fund to the Alabama 21 Firefighters Annuity and Benefit Fund established pursuant to 22 Section 36-21-185 an amount equal to five percent of the fees 23 collected by the State Fire Marshal during the previous six 24 months pursuant to Sections 8-17-211 and 8-17-216.1, as 25 currently provided or as those fees may be hereafter adjusted. Section 5. This act shall become effective October
 1, 2020, upon its passage and approval by the Governor, or its
 otherwise becoming law.