



Kansas Propane Education and Research Council, 501 SE Jefferson St., Suite 2000 Topeka, KS 66607
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March 29, 2010

**Attention: Propane Industry Members
Propane Suppliers and Transporters**

Subject: Increase of Kansas PERC Assessment Fee

The National Propane Education and Research Council voted to decrease the national assessment rate from .005 cents per gallon to .004 cents per gallon effective April 1, 2010. This decrease was due to the Department of Commerce ruling that the department's price analysis, which was conducted in August, 2009, found that the price of propane compared with a basket of other consumer energy prices exceeded the threshold established under the Propane Education and Research Act of 1996. As a result, the Council's activities are restricted to research and development, training and safety matters.

The Kansas Propane Education and Research Council voted March 24, 2010, to increase the state assessment collected in Kansas from .002 cents per gallon to .003 cents per gallon. This increase will take effect April 1, 2010. Funds generated due to this increase of assessment will be used in Kansas to enhance current and future safety and education programs offered to all state industry members and the customers they serve. By increasing the Kansas PERC assessment fee effective April 1, 2010, marketers will not be negatively impacted due to the decrease of the same amount at the national level.

The KanPERC Remittance Report and Worksheets have been updated to reflect this increase and can be accessed at www.propaneinkansas.org

Please contact me with any questions you have pertaining to this matter.

Respectfully,

Greg Noll
Director of KanPERC