

FISCAL NOTE

Bill #: HB0462

Title: Revise petroleum tank
compensation eligibility

**Primary
Sponsor:** John Witt

Status: As Introduced

Sponsor signature Date

Chuck Swysgood, Budget Director Date

Fiscal Summary

| | <u>FY2002 Difference</u> | <u>FY2003 Difference</u> |
|--|-------------------------------------|-------------------------------------|
| Expenditures: | | |
| State Special Revenue | 56,000 | 56,000 |
| Revenue: | | |
| State Special Revenue | 0 | 0 |
| Net Impact on General Fund Balance: | 0 | 0 |

| <u>Yes</u> | <u>No</u> | | <u>Yes</u> | <u>No</u> | |
|-------------------|------------------|----------------------------------|-------------------|------------------|-------------------------------|
| | X | Significant Local Gov. Impact | | X | Technical Concerns |
| X | | Included in the Executive Budget | X | | Significant Long-Term Impacts |
| | X | Dedicated Revenue Form Attached | X | | Family Impact Form Attached |

Fiscal Analysis

ASSUMPTIONS:

Department of Environmental Quality

1. Cleanup costs continue to be funded as described in the Petroleum Tank Release Compensation Act.
2. Cleanups occur over a 5-year period.
3. The average cost of a petroleum release cleanup is \$11,200, and therefore the annual costs are assumed to be \$56,000. ($11,200 \times 5 = 56,000$)
4. Average number of violation letters issued by department is five annually.

5. All facilities that receive violation letters will correct the violations in a timely manner and receive full restoration of eligibility. Thus all suspended and future claims will be reimbursed.

FISCAL IMPACT:

| | <u>FY2002</u> <u>Difference</u> | <u>FY2003</u> <u>Difference</u> |
|--|------------------------------------|------------------------------------|
| <u>Expenditures:</u> | | |
| Benefits | 56,000 | 56,000 |
| <u>Funding:</u> | | |
| State Special Revenue (02) | 56,000 | 56,000 |
| <u>Revenues:</u> | | |
| State Special Revenue (02) | 0 | 0 |
| <u>Net Impact to Fund Balance (Revenue minus Expenditure):</u> | | |
| State Special Revenue (02) | (56,000) | (56,000) |

LONG-RANGE IMPACTS:

The restoration of eligibility will result in a slightly greater use of the PTRC fund for cleanup of petroleum releases over the life of the program.