COMMITTEE ON LEGISLATIVE RESEARCH OVERSIGHT DIVISION

FISCAL NOTE

<u>L.R. No.</u>: 5041-02

Bill No.: Perfected SB 1020

Subject: Agriculture Dept.; Environmental Protection

<u>Type</u>: Original

<u>Date</u>: March 28, 2006

FISCAL SUMMARY

ESTIMATED NET EFFECT ON GENERAL REVENUE FUND				
FUND AFFECTED	FY 2007	FY 2008	FY 2009	
Total Estimated Net Effect on General Revenue				
Fund	\$0	\$0	\$0	

ESTIMATED NET EFFECT ON OTHER STATE FUNDS				
FUND AFFECTED	FY 2007	FY 2008	FY 2009	
Total Estimated Net Effect on <u>Other</u> State Funds	\$0	\$0	\$0	

Numbers within parentheses: () indicate costs or losses.

This fiscal note contains 4 pages.

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ESTIMATED NET EFFECT ON FEDERAL FUNDS				
FUND AFFECTED	FY 2007	FY 2008	FY 2009	
Total Estimated Net Effect on <u>All</u> Federal Funds	\$0	\$0	\$0	

ESTIMATED NET EFFECT ON LOCAL FUNDS				
FUND AFFECTED	FY 2007	FY 2008	FY 2009	
Local Government	\$0	\$0	\$0	

FISCAL ANALYSIS

ASSUMPTION

Officials from the **Department of Agriculture (AGR)** assume the Weights and Measurers Division has 130 companies registered that perform work on petroleum devices and associated equipment. This proposed legislation would require them to provide the AGR evidence of financial responsibility on an annual basis. Due to the low number of registrants, duties associated with collection of this information can be absorbed with current staff. The AGR will promulgate rules on acceptable forms of financial responsibility and documentation.

Officials from the **Department of Health and Senior Services** assume this proposal would not be expected to fiscally impact the operations of the department. If a fiscal impact were to result, funds to support the program would be sought through the appropriations process.

Officials from the **Department of Natural Resources** would not anticipate any significant direct fiscal impact from this proposal.

	\$0	<u>\$0</u>	<u>\$0</u>
FISCAL IMPACT - State Government	FY 2007 (10 Mo.)	FY 2008	FY 2009

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	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>
FISCAL IMPACT - Local Government	FY 2007 (10 Mo.)	FY 2008	FY 2009

FISCAL IMPACT - Small Business

This proposal would require small businesses that install, or repair fuel storage tanks or piping to maintain evidence of financial responsibility to cover the costs of corrective action directly related to releases caused by improper manufacture, installation, or repair of such tank or piping.

DESCRIPTION

The act requires anyone who manufactures, installs, or repairs fuel storage tanks or piping for such tanks to maintain evidence of financial responsibility of one million dollars per occurrence and two million dollars in the aggregate to cover the costs of corrective action after a fuel release. The evidence shall be presented annually to the Department of Agriculture.

This legislation is not federally mandated, would not duplicate any other program and would not require additional capital improvements or rental space.

SOURCES OF INFORMATION

Department of Agriculture Department of Natural Resources Department of Health and Senior Services

Mickey Wilson, CPA

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