COMMITTEE ON LEGISLATIVE RESEARCH OVERSIGHT DIVISION

FISCAL NOTE

L.R. No.: 4693-02

Bill No.: SCS for SB 657
Subject: Liability; Motor Fuel

Type: Original

Date: January 22, 2016

Bill Summary: This proposal modifies provisions relating to liability for the use of

incompatible motor fuel.

FISCAL SUMMARY

ESTIMATED NET EFFECT ON GENERAL REVENUE FUND				
FUND AFFECTED	FY 2017	FY 2018	FY 2019	
Total Estimated Net Effect on General Revenue	\$0	\$0	\$0	

ESTIMATED NET EFFECT ON OTHER STATE FUNDS				
FUND AFFECTED	FY 2017	FY 2018	FY 2019	
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 2017	FY 2018	FY 2019	
Total Estimated Net Effect on All				
Federal Funds	\$0	\$0	\$0	

ESTIMATED NET EFFECT ON FULL TIME EQUIVALENT (FTE)				
FUND AFFECTED	FY 2017	FY 2018	FY 2019	
Total Estimated Net Effect on FTE	0	0	0	

Estimated Net Effect (expenditures or reduced revenues) expected to exceed \$100,000 in any of the three fiscal years after implementation of the act.

ESTIMATED NET EFFECT ON LOCAL FUNDS				
FUND AFFECTED	FY 2017	FY 2018	FY 2019	
Local Government	\$0	\$0	\$0	

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FISCAL ANALYSIS

ASSUMPTION

Officials at the **Department of Natural Resources (DNR)** assume this proposal would not have a fiscal impact on their organization.

DNR also stated the Missouri Petroleum Storage Tank Insurance Fund (PSTIF) Board of Trustees assume this proposal would not have a fiscal impact on their organization.

Officials at the Office of Administration - Facilities Management, Design and Construction, Department of Insurance, Financial Institutions and Professional Registration, Department of Agriculture, and Office of Attorney General each assume this proposal would not have an impact on their respective organizations.

FISCAL IMPACT - State Government	FY 2017 (10 Mo.)	FY 2018	FY 2019
	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>
FISCAL IMPACT - Local Government	FY 2017 (10 Mo.)	FY 2018	FY 2019
	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>

FISCAL IMPACT - Small Business

Small businesses fuel owners and operators could be affected by this proposal.

FISCAL DESCRIPTION

PETROLEUM STORAGE TANK INSURANCE FUND (Sections 319.114 & 414.036) - Under this act, an owner or operator shall not be denied benefits by the Petroleum Storage Tank Insurance Fund if their claim arises from a release of motor fuel or a regulated petroleum substance that is incompatible with the motor fuel underground or aboveground storage tank system, except in cases of fraud on the application for coverage.

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FISCAL DESCRIPTION (continued)

MOTOR FUEL LIABILITY (Section 414.255) - Under this act, a vendor of motor fuel shall not be liable for property damages related to a customer's purchase of fuel so long as the selection of motor fuel was made by the customer and the fuel meets motor fuel quality laws.

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

Office of Administration - Facilities Management, Design and Construction Department of Natural Resources Missouri Petroleum Storage Tank Insurance Fund Department of Insurance, Financial Institutions, and Professional Registration Department of Agriculture Office of Attorney General

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January 22, 2016

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