

**2007 Regular Legislative Session**  
**FISCAL ANALYSIS OF PROPOSED LEGISLATION**  
**Prepared by the Oregon Legislative Fiscal Office**

**MEASURE NUMBER:** SB 105

**STATUS:** A-Engrossed

**SUBJECT:** Increases fees assessed on certain vessels and offshore and onshore facilities

**GOVERNMENT UNIT AFFECTED:** Department of Environmental Quality

**PREPARED BY:** Dawn Farr

**REVIEWED BY:** Paul Siebert

**DATE:** February 12, 2007

**EXPENDITURES:**

See Comments.

	<u>2007-2009</u>	<u>2009-2011</u>
<b>REVENUES:</b>		
Oil Spill Prevention Fees – Other Funds	\$ 244,865	\$ 253,076

**POSITIONS / FTE:**

See Comments.

**EFFECTIVE DATE:** On passage.

**GOVERNOR’S BUDGET:** This bill is anticipated by the Governor’s recommended budget.

**LOCAL GOVERNMENT MANDATE:** This bill does not affect local governments' service levels or shared revenues sufficient to trigger Section 15, Article XI of the Oregon Constitution.

**COMMENTS:** The bill increases fees assessed on covered vessels and offshore and onshore facilities to recover costs of oil spill prevention programs. The bill also specifies the fee for nonself-propelled tank vessels base on capacity.

The bill would increase DEQ’s Other Funds fee revenues by \$244,865 for 2007-2009, and \$253,076 for 2009-2011. Fee revenues are lower for the 2007-2009 biennium because DEQ assumes an operative date of August 1, 2007, which means all fee categories, except facilities, would be assessed current rates for 1 month of the biennium. The table that follows outlines estimated fee revenues by category.

Fee Category	Quantity	Existing		SB 105	
		Rate	Biennial Revenue	Rate	Biennial Revenue
Cargo vessels	1,600	\$48	\$153,600	\$70	\$224,000
Non-propelled barges	1,305	42	109,620	NA	NA
Barge, <25k barrels	525	NA	NA	60	63,000
Barge, 25k-100k	700	NA	NA	70	98,000
Barge, >=100k	80	NA	NA	100	16,000
Tankers, >=300 tons	80	836	133,760	1,200	192,000
Facilities	20	4,500	180,000	5,900	236,000
Dredge vessels	44	24	2,112	36	3,168
<b>Total Revenue</b>			<b>\$579,092</b>		<b>\$832,168</b>
<b>Incremental Revenue Increase</b>					<b>\$253,076</b>

Revenues generated will enable the restoration of 1 existing position (1.0 FTE) that would otherwise be eliminated because of program revenue shortfalls, and will help ensure adequate operating balances. Related expenditures are as follows for 2007-2009 and 2009-2011:

Personal Services:	\$ 186,781
Services and Supplies:	25,684
Agency Indirect Costs:	<u>37,431</u>
Total Other Fund Expenditures:	\$ 249,896