

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

**MEASURE NUMBER:** SB 105 **STATUS:** B-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:** April 16, 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 one 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 the 2007-2009 biennium:

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