Legislative Fiscal Office

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Joint Committee on Ways and Means

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Ken Rocco, Legislative Fiscal Officer
Paul Siebert, Deputy Legislative Fiscal Officer

To: Natural Resources Subcommittee

From: John Terpening, Legislative Fiscal Office

Date: May 18, 2019

Subject: SB 40 – Relating to heating oil tank regulatory program

Senate Bill 40 increases the annual license fee for businesses engaged in the heating oil tank service and for individuals employed by the business with supervisory responsibilities. The business fees are increased annually from \$750 to \$800 for 2020, up to \$900 for 2021, and \$1,000 for 2021. Individual license fees increase from \$75 to \$100. These fees have not been changed since HB 3107 (1999) established the heating oil tank program that monitors the decommissioning of and corrective action taken on heating oil tanks. Additionally, the measure increases the certification fee for corrective actions from \$200 to a tiered system, categorized as simple (\$250), indeterminate (\$350), and complex (\$450). The last time these certification fees were increased was 2007.

The current revenue is not sufficient to support the existing positions (4.00 FTE) within the program. The fee increases are expected to generate \$383,959 Other Funds revenue in the 2019-21 biennium which will allow the Department to fully fund the program. The Department's budget bill (HB 5017) assumes passage of this fee increase.

Final Subcommittee Action

MOTION: I move SB 40 to the Full Committee with a do pass recommendation. (VOTE)

<u>Carriers</u>	
Full Committee:	
House Floor:	
Senate Floor:	