COMMITTEE ON LEGISLATIVE RESEARCH
OVERSIGHT DIVISION

FISCAL NOTE

L.R. No.: 5261-01
Bill No.: SB 1040
Subject: Business and Commerce; Environmental Protection; Fees; Natural Resources Dept.; Waste - Hazardous
Type: Original
Date: April 13, 2010

Bill Summary: Extends the expiration date to August 28, 2022 for environmental laws relating to dry-cleaning facilities.

FISCAL SUMMARY

ESTIMATED NET EFFECT ON GENERAL REVENUE FUND			
FUND AFFECTED	FY 2011	FY 2012	FY 2013
Total Estimated Net Effect on General Revenue Fund	**$0**	**$0**	**$0**

ESTIMATED NET EFFECT ON OTHER STATE FUNDS			
FUND AFFECTED	FY 2011	FY 2012	FY 2013
Dry Cleaning Environmental Response Trust Fund	$0	$0	$0
Total Estimated Net Effect on Other State Funds	**$0**	**$0**	**$0**

Numbers within parentheses: ( ) indicate costs or losses.
This fiscal note contains 5 pages.

ESTIMATED NET EFFECT ON FEDERAL FUNDS			
FUND AFFECTED	FY 2011	FY 2012	FY 2013
Total Estimated Net Effect on All Federal Funds	**$0**	**$0**	**$0**

ESTIMATED NET EFFECT ON FULL TIME EQUIVALENT (FTE)			
FUND AFFECTED	FY 2011	FY 2012	FY 2013
Total Estimated Net Effect on FTE	**0**	**0**	**0**

☐ Estimated Total Net Effect on All funds expected to exceed $100,000 savings or (cost).

☐ Estimated Net Effect on General Revenue Fund expected to exceed $100,000 (cost).

ESTIMATED NET EFFECT ON LOCAL FUNDS			
FUND AFFECTED	FY 2011	FY 2012	FY 2013
Local Government	**$0**	**$0**	**$0**

FISCAL ANALYSIS

ASSUMPTION

Officials from the **Department of Natural Resources (DNR)** assume Senate Bill 577, passed by the 90th general assembly in 2000, established the Drycleaning Environmental Response Trust Fund in Section 260.900 to 260.960 RSMo to provide moneys for the investigation, assessment and remediation of releases of solvents from dry cleaning facilities. In 2005, Senate Bill 170 merged with Senate Bill 225 to add 260.965 RSMo which established a sunset clause of August 28, 2012.

This proposal would revise Section 260.965, RSMo by extending the sunset date from August 28, 2012 to August 28, 2022.

Current law directs the department to administer the Drycleaning Environmental Response Trust Fund through August 28, 2012. This proposal would revise Section 260.965, RSMo by extending the expiration date to August 28, 2022 resulting in an additional ten years of overseeing the fund with the associated operating costs. The costs associated with the proposed extension are a continuation of existing costs and would not result in additional budget increases to the department.

The estimated revenues for the Drycleaning Environmental Response Trust Fund are $452,428 in FY2010 with a decrease of approximately 7.8% annually. This proposal would extend the revenues through FY2023. The department assumes the revenue would be used to fund continued investigation, assessment and remediation of releases of solvents from dry cleaning facilities and administer the DERT program.

Revenues are based on current projections for solvents and registration fees with a 7.8% decrease annually from August 2013 through August 2023.

The projections consider FTEs to be slowly decreased to continue to provide services over the life of the sunset date at a minimum to 2.5 FTEs. (The FY11 fringe rates were used.)

E&E expenditures projected show a decrease of 25% through the sunset date August 2023.

FISCAL IMPACT - State Government	FY 2011 (10 Mo.)	FY 2012	FY 2013
DRY CLEANING ENVIRONMENTAL TRUST FUND			
Revenue - Department of Natural Resources - Dry Cleaning Fees	$444,072	$434,557	$424,588
Expense - Department of Natural Resources - Equipment & Expense	($444,072)	($434,557)	($424,588)
ESTIMATED NET EFFECT ON DRY CLEANING ENVIRONMENTAL TRUST FUND	**$0**	**$0**	**$0**

FISCAL IMPACT - Local Government	FY 2011 (10 Mo.)	FY 2012	FY 2013
	$0	**$0**	**$0**

FISCAL IMPACT - Small Business

Dry cleaning facilities would continue to operate under current statutes and pay applicable registration fees. Solvent suppliers would continue to pay a surcharge on the amount of solvents supplied to dry cleaning facilities.

This proposal would also still provide potential reimbursement for drycleaners cleanup expenses on contaminated sites.

FISCAL DESCRIPTION

The proposed legislation appears to have no fiscal impact.

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

VL:LR:OD (12/02)

SOURCES OF INFORMATION

Department of Natural Resources

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