



GOVERNOR'S OFFICE OF
BUDGET AND PROGRAM PLANNING

Fiscal Note 2027 Biennium

Bill#/Title: HB0189: Revise the petroleum storage tank cleanup eligibility requirements

Primary Sponsor: Marta Bertoglio

Status: As Introduced

☐ Included in the Executive Budget

☐ Needs to be included in HB 2

☐ Significant Local Gov Impact

☐ Significant Long-Term Impacts

☐ Technical Concerns

☐ Dedicated Revenue Form Attached

FISCAL SUMMARY

| | <u>FY 2026</u> <u>Difference</u> | <u>FY 2027</u> <u>Difference</u> | <u>FY 2028</u> <u>Difference</u> | <u>FY 2029</u> <u>Difference</u> |
|-----------------------------|-------------------------------------|-------------------------------------|-------------------------------------|-------------------------------------|
| Expenditures | | | | |
| State Special Revenue (02) | \$200,000 | \$200,000 | \$200,000 | \$200,000 |
| Revenues | | | | |
| State Special Revenue (02) | \$0 | \$0 | \$0 | \$0 |
| Net Impact | <u>\$0</u> | <u>\$0</u> | <u>\$0</u> | <u>\$0</u> |
| General Fund Balance | <u><u>\$0</u></u> | <u><u>\$0</u></u> | <u><u>\$0</u></u> | <u><u>\$0</u></u> |

Description of fiscal impact

HB 189 extends the time for which petroleum storage tank cleanups can be reimbursed by the state. The fiscal impact is estimated at approximately \$200,000 per fiscal year for a period of about 10 years. Claims are paid from state special revenue and a statutory appropriation.

FISCAL ANALYSIS

Assumptions

Department of Environmental Quality

1. HB 189 extends the day that for which expenses can be reimbursed for petroleum storage tank cleanup to costs incurred after April 13, 1989 to costs incurred after January 1, 1984.
2. There are twenty releases that remain open that were discovered between January 1, 1984 and April 13, 1989.
3. The average release cleanup costs is \$100,000 per release.
4. The cleanup process will take 10 years to complete.
5. At two cleanups per year, the program will incur costs estimated to be \$200,000 per year for the next 10 years.

Fiscal Analysis Table

Department of Environmental Quality

| | <u>FY 2026</u> <u>Difference</u> | <u>FY 2027</u> <u>Difference</u> | <u>FY 2028</u> <u>Difference</u> | <u>FY 2029</u> <u>Difference</u> |
|--|-------------------------------------|-------------------------------------|-------------------------------------|-------------------------------------|
| <u>Fiscal Impact</u> | | | | |
| <u>Expenditures</u> | | | | |
| Benefits | \$200,000 | \$200,000 | \$200,000 | \$200,000 |
| TOTAL Expenditures | <u><u>\$200,000</u></u> | <u><u>\$200,000</u></u> | <u><u>\$200,000</u></u> | <u><u>\$200,000</u></u> |
| <u>Funding of Expenditures</u> | | | | |
| State Special Revenue (02) | \$200,000 | \$200,000 | \$200,000 | \$200,000 |
| TOTAL Funding of Expenditures | <u><u>\$200,000</u></u> | <u><u>\$200,000</u></u> | <u><u>\$200,000</u></u> | <u><u>\$200,000</u></u> |
| <u>Revenues</u> | | | | |
| <u>Net Impact to Fund Balance (Revenue minus Funding of Expenditures)</u> | | | | |
| State Special Revenue (02) | <u><u>(\$200,000)</u></u> | <u><u>(\$200,000)</u></u> | <u><u>(\$200,000)</u></u> | <u><u>(\$200,000)</u></u> |

MB

Sponsor's Initials

1/21/2025

Date

RD

Budget Director's Initials

1/20/2025

Date