

COMMITTEE ON LEGISLATIVE RESEARCH
OVERSIGHT DIVISION

FISCAL NOTE

L.R. No.: 2511-01
Bill No.: HB 774
Subject: Environmental Protection; Natural Resources Dept.
Type: Original
Date: January 12, 2004

FISCAL SUMMARY

ESTIMATED NET EFFECT ON GENERAL REVENUE FUND			
FUND AFFECTED	FY 2004	FY 2005	FY 2006
Total Estimated Net Effect on General Revenue Fund	\$0	\$0	\$0

ESTIMATED NET EFFECT ON OTHER STATE FUNDS			
FUND AFFECTED	FY 2004	FY 2005	FY 2006
Solid Waste Management Fund	\$1,730,087	\$2,076,104	\$2,076,104
Highway Fund	(\$6,334)	\$0	\$0
Total Estimated Net Effect on Other State Funds	\$1,723,753	\$2,076,104	\$2,076,104

Numbers within parentheses: () indicate costs or losses.
This fiscal note contains 4 pages.

ESTIMATED NET EFFECT ON FEDERAL FUNDS			
FUND AFFECTED	FY 2004	FY 2005	FY 2006
Total Estimated Net Effect on <u>All</u> Federal Funds	\$0	\$0	\$0

ESTIMATED NET EFFECT ON LOCAL FUNDS			
FUND AFFECTED	FY 2004	FY 2005	FY 2006
Local Government	\$0	\$0	\$0

FISCAL ANALYSIS

ASSUMPTION

Officials from the **Department of Transportation, Department of Economic Development and Attorney General's Office** assume no fiscal impact.

Officials of the **Department of Revenue** assume this proposal extends the sunset provision from January 1, 2004 to January 1, 2009. However, the Department of Revenue would have to notify tire retailers that the tire fee program was reactivated. All tire fee accounts must be programmatically reactivated requiring an estimated 173 hours or \$5,771 and mailing costs of \$553.

Officials from the **Department of Natural Resources (DNR)** assume the proposed legislation would extend the sunset date on the waste tire fee. The waste tire fee generates about \$2.1 million dollars annually. The DNR assumes the revenue will be used to fund continued removal of illegally dumped tires, educational programs, and grants to end users.

<u>FISCAL IMPACT - State Government</u>	FY 2004 (10 Mo.)	FY 2005	FY 2006
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SOLID WASTE MANAGEMENT FUND

Income - DNR

Solid Waste Management Fund - Tire Fees

<u>\$1,730,087</u>	<u>\$2,076,104</u>	<u>\$2,076,104</u>
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NET ESTIMATED EFFECT ON SOLID WASTE MANAGEMENT FUND

<u>\$1,730,087</u>	<u>\$2,076,104</u>	<u>\$2,076,104</u>
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HIGHWAY FUND

Cost-Department of Revenue

Programming and Mailing

<u>(\$6,334)</u>	<u>\$0</u>	<u>\$0</u>
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NET ESTIMATED EFFECT ON HIGHWAY FUND

<u>(\$6,334)</u>	<u>\$0</u>	<u>\$0</u>
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<u>FISCAL IMPACT - Local Government</u>	FY 2004 (10 Mo.)	FY 2005	FY 2006
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\$0	\$0	\$0
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FISCAL IMPACT - Small Business

No direct fiscal impact to small businesses would be expected as a result of this proposal.

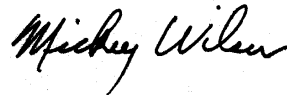
DESCRIPTION

The waste tire fee expired on January 1, 2004. This bill reimposes the fee until January 1, 2009.

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

SOURCES OF INFORMATION

Department of Natural Resources
Department of Revenue
Department of Transportation
Department of Economic Development
Attorney General's Office



Mickey Wilson, CPA
Director
January 12, 2004