

COMMITTEE ON LEGISLATIVE RESEARCH  
OVERSIGHT DIVISION

**FISCAL NOTE**

L.R. No.: 0449-01  
Bill No.: HB 387  
Subject: Environmental Protection; Natural Resources Dept.; Water Resources and Water Districts  
Type: Original  
Date: March 9, 2005

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**FISCAL SUMMARY**

| <b>ESTIMATED NET EFFECT ON GENERAL REVENUE FUND</b>       |                |                |                |
|---|----------------|----------------|----------------|
| <b>FUND AFFECTED</b>                                      | <b>FY 2005</b> | <b>FY 2006</b> | <b>FY 2007</b> |
|   |                |                |                |
|   |                |                |                |
| <b>Total Estimated Net Effect on General Revenue Fund</b> | <b>\$0</b>     | <b>\$0</b>     | <b>\$0</b>     |

| <b>ESTIMATED NET EFFECT ON OTHER STATE FUNDS</b>            |                |                |                |
|---|----------------|----------------|----------------|
| <b>FUND AFFECTED</b>  | <b>FY 2005</b> | <b>FY 2006</b> | <b>FY 2007</b> |
| Dry Cleaner Environmental Response Trust Fund               | Unknown        | Unknown        | Unknown        |
|   |                |                |                |
| <b>Total Estimated Net Effect on <u>All</u> State Funds</b> | <b>Unknown</b> | <b>Unknown</b> | <b>Unknown</b> |

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

| ESTIMATED NET EFFECT ON FEDERAL FUNDS                                 |            |            |            |
|---|------------|------------|------------|
| FUND AFFECTED   | FY 2005    | FY 2006    | FY 2007    |
|   |            |            |            |
|   |            |            |            |
| <b>Total Estimated<br/>Net Effect on <u>All</u><br/>Federal Funds</b> | <b>\$0</b> | <b>\$0</b> | <b>\$0</b> |

| ESTIMATED NET EFFECT ON LOCAL FUNDS |            |            |            |
|-------------------------------------|------------|------------|------------|
| FUND AFFECTED                       | FY 2005    | FY 2006    | FY 2007    |
| <b>Local Government</b>             | <b>\$0</b> | <b>\$0</b> | <b>\$0</b> |

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### **FISCAL ANALYSIS**

#### **ASSUMPTION**

Officials with the **State Treasurer's Office** assume no fiscal impact to their agency.

Officials with the **Department of Natural Resources (DNR)** assume the proposal adds 260.965 RSMo extending the expiration date to August 28, 2012 resulting in no additional fiscal impact for DNR.

The proposal would also extend the date for the Hazardous Waste Management Commission to promulgate and adopt rules from July 1, 2002 to July 1, 2007. This provision would not result in additional fiscal impact for the DNR.

The proposal would also extend the period from July 1, 2004 to July 1, 2009 in which persons may notify the DNR of abandoned dry cleaner facilities. Persons contacting the DNR may be eligible for corrective action funds from the Dry Cleaner Environmental Response Trust Fund. The DNR is unable to determine how many more persons would notify the DNR and choose to apply for funding, therefore fiscal impact from this change is unknown but cannot exceed corrective action funds available.

ASSUMPTION (continued)

The proposal to extend the expiration date of the Dry Cleaner Program will generate approximately \$730,000 annually into the Dry Cleaner Environmental Response Trust Fund. DNR assumes the revenue will be used to fund continued investigation, assessment and remediation of releases of solvents from dry cleaning facilities.

| <u>FISCAL IMPACT - State Government</u> | FY 2005<br>(10 Mo.) | FY 2006 | FY 2007 |
|---|---------------------|---------|---------|
|---|---------------------|---------|---------|

**DRY CLEANER ENVIRONMENTAL  
RESPONSE TRUST FUND**

|  |                |                |                |
|--|----------------|----------------|----------------|
| <u>Savings - Corrective Action Funds</u> | <u>Unknown</u> | <u>Unknown</u> | <u>Unknown</u> |
|--|----------------|----------------|----------------|

**ESTIMATED NET EFFECT ON DRY  
CLEANER ENVIRONMENTAL  
RESPONSE TRUST FUND**

|                |                |                |
|----------------|----------------|----------------|
| <u>Unknown</u> | <u>Unknown</u> | <u>Unknown</u> |
|----------------|----------------|----------------|

| <u>FISCAL IMPACT - Local Government</u> | FY 2005<br>(10 Mo.) | FY 2006 | FY 2007 |
|---|---------------------|---------|---------|
|---|---------------------|---------|---------|

|     |     |     |
|-----|-----|-----|
| \$0 | \$0 | \$0 |
|-----|-----|-----|

FISCAL IMPACT - Small Business

Dry cleaning facilities will continue to operate under current statutes and pay applicable registration fees. Solvent suppliers will continue to pay a surcharge on the amount of solvents supplied to dry cleaning facilities. More small businesses may be eligible for the program due to the widening of the eligibility window.

DESCRIPTION

Currently, the Hazardous Waste Management Commission is authorized to promulgate and adopt initial and necessary rules and regulations regarding the dry cleaning industry effective no later than July 1, 2002. This bill extends that time limit until July 1, 2007. Corrective action is permitted at sites with abandoned dry cleaning facilities that have been taken out of operation


DESCRIPTION (continued)

prior to July 1, 2004, and not documented by or reported to the Department of Natural Resources by that date. The bill extends that date to July 1, 2009, and specifies that all provisions pertaining to the Dry Cleaning Environmental Response Trust will terminate on August 28, 2012.

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  
State Treasurer's Office



Mickey Wilson, CPA  
Director  
March 9, 2005