

COMMITTEE ON LEGISLATIVE RESEARCH  
OVERSIGHT DIVISION

**FISCAL NOTE**

L.R. No.: 1784-01  
Bill No.: HB 798  
Subject: Environmental Protection; Motor Vehicles  
Type: Original  
Date: April 11, 2005

---

**FISCAL SUMMARY**

<b>ESTIMATED NET EFFECT ON GENERAL REVENUE FUND</b>			
FUND AFFECTED	FY 2006	FY 2007	FY 2008
<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>			
FUND AFFECTED	FY 2006	FY 2007	FY 2008
<b>Total Estimated Net Effect on <u>Other</u> State Funds</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>

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

ESTIMATED NET EFFECT ON FEDERAL FUNDS			
FUND AFFECTED	FY 2006	FY 2007	FY 2008
<b>Total Estimated Net Effect on <u>All</u> Federal Funds</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>

ESTIMATED NET EFFECT ON LOCAL FUNDS			
FUND AFFECTED	FY 2006	FY 2007	FY 2008
<b>Local Government</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>

## FISCAL ANALYSIS

### ASSUMPTION

Officials with the **Department of Revenue, State Treasurer's Office** and **Department of Transportation** assume no fiscal impact to their agency.

Officials from the **Department of Natural Resources (DNR)** assume it would need 0.5 FTE (Energy Specialist I/II) to perform the duties required by this proposal. Duties would include: providing staff support to The Clean American Fuel Board (convening meetings, preparing and annually updating reports); promulgating rules in accordance with the policies and procedures established by the board; issuing grants for infrastructure projects and education/outreach; preparing and reviewing application forms and determining eligibility for the various rebate amounts and issuing the rebates. It is assumed that funds from General Revenue would be appropriated to the Alternative Fuel Vehicle Revolving Fund. It is assumed the grants, rebates and costs to administer this program would be paid from the Alternative Fuel Vehicle Revolving Fund. The total impact to General Revenue cannot be determined as it is subject to appropriations.

**Oversight** assumes this would be accomplished during the normal budgetary process. Therefore, Oversight assumes the initial administrative impact of this proposal is \$0.

ASSUMPTION (continued)

Officials from the **Secretary of State's Office (SOS)** assume this proposal creates the Clean American Fuel Board and Alternative Fuel Vehicle Fund. This proposal will result in the Department of Natural Resources promulgating rules to implement this legislation. These rules will be published in the Missouri Register and the Code of State Regulations. Based on experience with other divisions, the rules, regulations and forms issued by the Department of Natural Resources could require as many as 18 pages in the Code of State Regulations. For any given rule, roughly half again as many pages are published in the Missouri Register as in the Code because of cost statements, fiscal notes and the like are not repeated in the Code. These costs are estimated. The estimated cost of a page in the Missouri Register is \$23. The estimated cost of a page in the Code of State Regulations is \$27. The actual costs could be more or less than the numbers given. The impact of this legislation in future years is unknown and depends upon the frequency and length of rules, filed, amended, rescinded, or withdrawn.  
[(18x\$27)+(27x\$23)=\$1,107]

**Oversight** assumes the SOS could absorb the costs of printing and distributing regulations related to this proposal. If multiple bills pass which require the printing and distribution of regulations at substantial costs, the SOS could request funding through the appropriation process.

<u>FISCAL IMPACT - State Government</u>	FY 2006 (10 Mo.)	FY 2007	FY 2008
	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>

<u>FISCAL IMPACT - Local Government</u>	FY 2006 (10 Mo.)	FY 2007	FY 2008
	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>

FISCAL IMPACT - Small Business

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

## DESCRIPTION

This bill establishes the Clean American Fuel Board consisting of seven members, six of whom are voting members and represent various industries and coalitions concerned with the use of alternative fuel and alternative fuel vehicles. The Director of the Department of Natural Resources is an ex officio member and will serve as the chairman. The department will provide needed staff and aid the board in carrying out its duties. The qualifications and terms of the appointed members are specified.

The board is required to establish and administer policies to promote individual, industrial, and governmental compliance with the United States Department of Energy and the Environmental Protection Agency and report by January 1, 2006, and every year thereafter, to the General Assembly, Governor, Department of Transportation, and Department of Natural Resources on a calculation of fuel cost differential rebates and designation of certified conversion and original equipment manufacturer technologies.

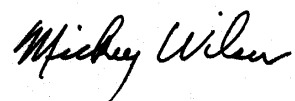
The Alternative Fuel Vehicle Revolving Fund is created for the deposit of appropriated money and other donations. The board will administer the distribution of grants to qualifying applicants for alternative fuel vehicle infrastructure projects, education, and alternative fuel vehicles. The applicant requirements, grant uses, and grant amounts are specified.

The provisions of the bill will expire six years from the effective date.

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 Corrections  
State Treasurer's Office  
Secretary of State's Office  
Department of Transportation  
Department of Natural Revenue



L.R. No. 1784-01  
Bill No. HB 798  
Page 5 of 5  
April 11, 2005

Mickey Wilson, CPA  
Director  
April 11, 2005