

COMMITTEE ON LEGISLATIVE RESEARCH
OVERSIGHT DIVISION

FISCAL NOTE

L.R. No.: 3506-03
Bill No.: HB 2350
Subject: Mining and Oil and Gas Production; Property, Real and Personal; Public Records;
Public Meetings
Type: Original
Date: May 3, 2010

Bill Summary: Changes the laws regarding mining permits.

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 |
| | | | |
| | | | |
| Total Estimated Net Effect on <u>Other</u> 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 <u>All</u> 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 Agriculture, Department of Transportation, Department of Conservation and Public Service Commission** assume there will be no fiscal impact to their agencies.

Officials from the **Department of Natural Resources (DNR)** assume under Section 444.772.14 no permit application in which the mine plan calls for blasting may be approved until the department director, or his or her designee, holds a public meeting with an opportunity to comment on the permit request.

It is estimated, based on the current economy, the department receives approximately 50 new applications per year that involve blasting. The volume could increase if/when the economy would improve. Based on the current number of applications, each public meeting would require approximately 40 hours preparation, planning, travel to and from meeting place and the meeting itself.

The department estimates that one Environmental Services III FTE would be needed to carry out these additional activities. The department's fee funds are experiencing funding challenges which would make it difficult to absorb any additional responsibilities without additional resources. Therefore, the department has quantified the anticipated ongoing fiscal impact. The bill language does not provide for funding these additional activities, therefore, General Revenue would be requested.

Oversight assumes the Department of Natural Resources could absorb the cost of these FTE within their current appropriation level. If multiple initiatives are validated which require similar endeavours at substantial costs, the Department of Natural Resources could request funding through the appropriation process.

FISCAL IMPACT - State Government

FY 2011
(10 Mo.)

FY 2012

FY 2013

\$0

\$0

\$0

FISCAL IMPACT - Local Government

FY 2011
(10 Mo.)

FY 2012

FY 2013

\$0

\$0

\$0

FISCAL IMPACT - Small Business

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

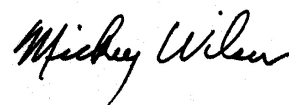
FISCAL DESCRIPTION

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.

SOURCES OF INFORMATION

Department of Agriculture
Department of Natural Resources
Department of Transportation
Department of Conservation
Public Service Commission



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Director
May 3, 2010