

NO FISCAL IMPACT

Drafting Number: LLS 07-0233**Date:** January 8, 2007**Prime Sponsor(s):** Sen. Taylor**Bill Status:** Senate Business Labor & Technology**Fiscal Analyst:** Gary J. Estenson (303-866-4976)

TITLE: CONCERNING THE REGULATION OF PETROLEUM PRODUCTS.**Summary of Assessment**

This bill allows gasoline mixed with ethanol to be blended at between 9 percent and 10 percent if the blend does not exceed the vapor pressure standard by more than one pound per square inch. It changes the amount of fines the director of the Division of Oil and Public Safety may assess for delinquent registrations and renewals of under- and above-ground storage tanks from twice the fee amount due to up to twice the fee amount due.

It allows money in the Petroleum Tank Storage Fund used for petroleum tank storage site clean-up to be continuously appropriated. The amount of money appropriated in FY 2006-07 for site clean-up was \$32.8 million. The appropriation for administrative expenses will continue to be made by the General Assembly; this amount was approximately \$5 million for FY 2006-07.

Finally, the bill changes how 20 percent of the Petroleum Tank Storage Fund's budget is set aside for reimbursement purposes and extends the sunset date of the Petroleum Tank Storage Fund from July 1, 2007, to July 1, 2014. The bill is effective upon signature of the Governor.

The bill will not change the workload for the Division of Oil and Public Safety. The change in the amount of fines that may be assessed will not increase fine revenue because very few fines for delinquent registrations or renewals are assessed.

Additionally, the change in the set aside calculation will not impact revenue because this money has already been collected and the change is merely a reallocation of funds. Further, the Petroleum Tank Storage Committee will continue to have the ability to adjust this amount based on reimbursement needs. As such it is assessed as having no fiscal impact.

Departments Contacted

Labor and Employment

Revenue

Treasury