

**LEGISLATIVE FISCAL OFFICE**  
**Fiscal Note**



Fiscal Note On: **HB 142** HLS 18RS 314

Bill Text Version: **ORIGINAL**

Opp. Chamb. Action:

Proposed Amd.:

Sub. Bill For.:

**REVISED**

<b>Date:</b> April 4, 2018	1:02 PM	<b>Author:</b> LYONS
<b>Dept./Agy.:</b> Environmental Quality		<b>Analyst:</b> Colleen Gil
<b>Subject:</b> Waste Tires		

ENVIRONMENT/WASTE TIRES OR +\$1,144,363 SD RV See Note Page 1 of 1  
Increases the waste tire disposal fee applicable to passenger and light truck tires

Proposed law increases the fees in present law on passenger/light truck tires from \$2 to \$2.25.

<b>EXPENDITURES</b>	<b>2018-19</b>	<b>2019-20</b>	<b>2020-21</b>	<b>2021-22</b>	<b>2022-23</b>	<b>5 -YEAR TOTAL</b>
State Gen. Fd.	\$0	\$0	\$0	\$0	\$0	<b>\$0</b>
Agy. Self-Gen.	\$0	\$0	\$0	\$0	\$0	<b>\$0</b>
Ded./Other	\$0	\$0	\$0	\$0	\$0	<b>\$0</b>
Federal Funds	\$0	\$0	\$0	\$0	\$0	<b>\$0</b>
Local Funds	\$0	\$0	\$0	\$0	\$0	<b>\$0</b>
<b>Annual Total</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>

  

<b>REVENUES</b>	<b>2018-19</b>	<b>2019-20</b>	<b>2020-21</b>	<b>2021-22</b>	<b>2022-23</b>	<b>5 -YEAR TOTAL</b>
State Gen. Fd.	\$0	\$0	\$0	\$0	\$0	<b>\$0</b>
Agy. Self-Gen.	\$0	\$0	\$0	\$0	\$0	<b>\$0</b>
Ded./Other	\$1,144,363	\$1,144,363	\$1,144,363	\$1,144,363	\$1,144,363	<b>\$5,721,815</b>
Federal Funds	\$0	\$0	\$0	\$0	\$0	<b>\$0</b>
Local Funds	\$0	\$0	\$0	\$0	\$0	<b>\$0</b>
<b>Annual Total</b>	<b>\$1,144,363</b>	<b>\$1,144,363</b>	<b>\$1,144,363</b>	<b>\$1,144,363</b>	<b>\$1,144,363</b>	<b>\$5,721,815</b>

**EXPENDITURE EXPLANATION**

The Department of Environmental Quality (DEQ) anticipates additional payments of \$1,029,927 to processors for the proper disposal of collected waste tires to the authorized end use. Per LA R.S. 30:2418(I) DEQ pays processors 7.5 cents per pound.

**REVENUE EXPLANATION**

There will be an increase in revenue to the statutorily dedicated Waste Tire Management Fund as a result of the fee increase for passenger/light truck tires. The proposed legislation raises the waste tire fee by \$0.25 for passenger/light truck tires.

The Department of Environmental Quality (DEQ) has collected an average of \$9.15 M per year in passenger tire fees over the past five years based on the average sale of 4.6 M passenger tires annually. To the extent the average number of passenger tires purchased in future years remains consistent, DEQ expects to collect an additional \$1.1 M annually.

Senate      Dual Referral Rules  
 13.5.1 >= \$100,000 Annual Fiscal Cost {S&H}  
 13.5.2 >= \$500,000 Annual Tax or Fee Change {S&H}

House  
 6.8(F)(1) >= \$100,000 SGF Fiscal Cost {H & S}  
 6.8(G) >= \$500,000 Tax or Fee Increase or a Net Fee Decrease {S}

*Evan Brasseaux*  


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**Evan Brasseaux**  
**Staff Director**