Prepared by the Legislative Council staff for House Industry, Business and Labor Committee

January 17, 2007

PROPOSED AMENDMENTS TO HOUSE BILL NO. 1109

- Page 1, line 1, remove "create and enact a new subsection to section 23-37-18 of the North Dakota"
- Page 1, line 2, remove "Century Code, relating to reimbursement for petroleum releases; and to"
- Page 1, line 3, replace "section" with "sections" and after "23-37-02" insert "and 23-37-17"
- Page 1, line 4, after "definitions" insert "and registration fees"
- Page 2, line 1, after "9." insert "Location" means a physical address or site that has contiguous properties. Noncontiguous properties within a municipality or other governmental jurisdiction are considered separate locations.

10."

- Page 2, line 3, overstrike "10." and insert immediately thereafter "11."
- Page 2, line 5, overstrike "11." and insert immediately thereafter "12."
- Page 2, line 9, overstrike "12." and insert immediately thereafter "13."
- Page 2, line 13, overstrike "13." and insert immediately thereafter "14."
- Page 2, line 15, replace "14." with "15."
- Page 2, line 20, replace "15." with "16."
- Page 3, after line 24, insert:
 - "17. "Tank integrity test" means a test to determine that a tank is sound and not leaking. For an underground tank, the term means a certified third-party test that meets environmental protection agency leak detection requirements. For an aboveground tank, the term means a test conducted according to steel tank institute SP 001 or American petroleum institute 653."
- Page 3, line 25, replace "16." with "18."
- Page 3, replace lines 28 through 31 with:
 - "**SECTION 2. AMENDMENT.** Section 23-37-17 of the North Dakota Century Code is amended and reenacted as follows:
 - 23-37-17. (Effective through July 31, 2011) Registration fee.

- An owner or operator of a tank shall pay an annual registration fee of fifty 1. dollars for each aboveground or underground tank owned or operated by that person. If on the first day of July in any year the amount of money in the petroleum release compensation fund is less than six million dollars. the annual registration fee of fifty dollars is increased to one hundred dollars. If on the first day of July in any year the amount of money in the petroleum release compensation fund is five million five hundred thousand dollars or more and the annual registration fee has been increased to one hundred dollars, the fee must be reduced to fifty dollars. Annual registration fees must be reduced to five dollars if on the first day of July in any year the amount of money in the fund exceeds nine million dollars. Annual registration fees must continue at the fee of five dollars until the money in the fund does not exceed nine million dollars. An owner or operator of a tank that was required to be registered by law on or before July 1, 2001, shall pay seventy-five dollars for each aboveground tank and one hundred twenty-five dollars for each underground tank owned or operated by that person for any previous years that the tank was required to be registered for which a fee was not paid.
- 2. An owner or operator of an existing tank that is discovered at a location that currently and previously has had tanks registered with the fund on or before July 1, 2007, shall pay seventy-five dollars for each aboveground tank and one hundred twenty-five dollars for each underground tank owned or operated by that person for each previous year that the tank was required to be registered for which a fee was not paid. The payment includes the fees and the penalty for the failure to register.
- An owner or operator of an existing tank at a location that was not <u>3.</u> previously and continuously registered with the fund, whether the registration was required by law or not, on or before July 1, 2007, must provide the fund with a phase two environmental study conducted by a qualified firm according to American society for testing materials standards. A tank integrity test must also be performed. The environmental study and tank integrity test must be reviewed by the commissioner along with the application for registration with the fund. If the commissioner rejects the application, the applicant is denied eligibility to the fund. However, if the site is remediated and the leaking tank is replaced, the applicant may reapply for registration with the fund. A new installation that is using a used tank must provide tank integrity test results for the used tank. Use of a synthetic liner in an aboveground dike system negates the need for a tank integrity test. The owner or operator of a new tank at a new site or a new tank at an existing site that had a tank registered at the site previously need only pay the required fees for registration with the fund.
- 4. If accepted for registration with the fund, the owner or operator of the tank shall pay seventy-five dollars for each aboveground tank and one hundred twenty-five dollars for an underground tank for each underground tank for each previous year that the tank was required to be registered for which a fee was not paid, regardless of ownership in each of those years.
- 5. The registration fees collected under this section must be paid to the <u>fund</u> administrator for deposit in the state treasury for <u>the dedicated</u> credit to the petroleum release compensation fund."

Page 4, remove lines 1 and 2

Renumber accordingly