

Consolidated Fiscal Note – 2009-10 Session

Bill #: H3348-0 **Complete Date:** 04/13/10

Chief Author: MAGNUS, DOUG

Title: PROPANE&AMONIA TERM CAP STUDY REQ

Fiscal Impact	Yes	No
State	X	
Local		X
Fee/Departmental Earnings	X	
Tax Revenue		X

Agencies: Agriculture Dept (04/13/10)
Public Utilities Commission (04/09/10)

Commerce (04/13/10)

This table reflects fiscal impact to state government. Local government impact is reflected in the narrative only.

Dollars (in thousands)	FY09	FY10	FY11	FY12	FY13
Net Expenditures					
General Fund			42		
Agriculture Dept			40		
Commerce			2		
Revenues					
General Fund			2		
Commerce			2		
Net Cost <Savings>					
General Fund			40		
Agriculture Dept			40		
Commerce			0		
Total Cost <Savings> to the State			40		

	FY09	FY10	FY11	FY12	FY13
Full Time Equivalents					
General Fund			0.35		
Agriculture Dept			0.33		
Commerce			0.02		
Total FTE			0.35		

Consolidated EBO Comments

I have reviewed this Fiscal Note for accuracy and content.

EBO Signature: KERSTIN LARSON
Date: 04/13/10 Phone: 651-201-8045

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Bill #: H3348-0 **Complete Date:** 04/13/10

Chief Author: MAGNUS, DOUG

Title: PROPANE&AMONIA TERM CAP STUDY REQ

Fiscal Impact	Yes	No
State	X	
Local		X
Fee/Departmental Earnings		X
Tax Revenue		X

Agency Name: Agriculture Dept

This table reflects fiscal impact to state government. Local government impact is reflected in the narrative only.

Dollars (in thousands)	FY09	FY10	FY11	FY12	FY13
Expenditures					
General Fund			40		
Less Agency Can Absorb					
-- No Impact --					
Net Expenditures					
General Fund			40		
Revenues					
-- No Impact --					
Net Cost <Savings>					
General Fund			40		
Total Cost <Savings> to the State			40		

	FY09	FY10	FY11	FY12	FY13
Full Time Equivalents					
General Fund			0.33		
Total FTE			0.33		

Bill Description

Directs the commissioner of agriculture, with assistance from the department of commerce office of energy security, to determine the state's propane and anhydrous ammonia terminal capacity, estimate the total demand for propane and anhydrous ammonia in the state, and develop a plan to satisfy the estimated demand.

Assumptions

Work on this project would involve acquisition of data from the Proexporter Network, analysis of this data and current agency fertilizer data, partnering with University of Minnesota as a partner and peer review.

Expenditure and/or Revenue Formula

PRX data & info =	\$10,000
MDA staff- 70k X .33 FTE =	\$23,000
Univ of Mn- intern =	\$ 5,000
Printing, copies, office expenses =	<u>\$ 2,000</u>
Total	\$40,000

Agency Contact Name: QUINN CHENEY (651-201-6180)
FN Coord Signature: STEVE ERNEST
Date: 04/12/10 Phone: 651-201-6580

EBO Comments

I have reviewed this Fiscal Note for accuracy and content.

EBO Signature: KERSTIN LARSON
Date: 04/13/10 Phone: 651-201-8045

Fiscal Note – 2009-10 Session

Bill #: H3348-0 **Complete Date:** 04/13/10

Chief Author: MAGNUS, DOUG

Title: PROPANE&AMONIA TERM CAP STUDY REQ

Fiscal Impact	Yes	No
State	X	
Local		X
Fee/Departmental Earnings	X	
Tax Revenue		X

Agency Name: Commerce

This table reflects fiscal impact to state government. Local government impact is reflected in the narrative only.

Dollars (in thousands)	FY09	FY10	FY11	FY12	FY13
Expenditures					
General Fund			2		
Less Agency Can Absorb					
-- No Impact --					
Net Expenditures					
General Fund			2		
Revenues					
General Fund			2		
Net Cost <Savings>					
General Fund			0		
Total Cost <Savings> to the State					

	FY09	FY10	FY11	FY12	FY13
Full Time Equivalent					
General Fund			0.02		
Total FTE			0.02		

Bill Description

H3348-0 requires that the commissioner of agriculture, with the assistance of the Office of Energy Security (OES), to:

1. determine the total propane and anhydrous ammonia terminal capacity located in Minnesota and within 100 miles of the state's borders;
2. estimate Minnesota's total agricultural demand for propane and anhydrous ammonia in 2020;
3. develop a detailed plan for satisfying the demand; and
4. present a report to the legislature by February 1, 2011.

Assumptions

1. The Office of Energy Security assists the Department of Agriculture with the mandated, one-time study.
2. There are monthly meeting with required preparatory time.

Expenditure and/or Revenue Formula

Time Cost Estimate = 5 hours/month X 10 months X \$45/hour (mid- to high-level analyst).

Current bill language does not appropriate funds to the department. If additional funds are not appropriated this requirement will compete for resources with other agency requirements. Unless the agency is to absorb the costs, a general fund appropriation is required. The additional funding will be recovered through an assessment on the regulated entities.

FY11				
Expenditures	Hours	Months	Cost/hr	Total
High-level analyst	5.00	10.00	45.00	2,250.00

Long-Term Fiscal Considerations

None

Local Government Costs

Unknown

References/Sources

N/A

FN Coord Signature: TODD JONES
Date: 04/12/10 Phone: 651-296-5689

EBO Comments

I have reviewed this Fiscal Note for accuracy and content.

EBO Signature: RYAN BAUMTROG
Date: 04/13/10 Phone: 651-201-8038

Fiscal Note – 2009-10 Session

Bill #: H3348-0 **Complete Date:** 04/09/10

Chief Author: MAGNUS, DOUG

Title: PROPANE&AMONIA TERM CAP STUDY REQ

Fiscal Impact	Yes	No
State		X
Local		X
Fee/Departmental Earnings		X
Tax Revenue		X

Agency Name: Public Utilities Commission

This table reflects fiscal impact to state government. Local government impact is reflected in the narrative only.

Dollars (in thousands)	FY09	FY10	FY11	FY12	FY13
Expenditures					
-- No Impact --					
Less Agency Can Absorb					
-- No Impact --					
Net Expenditures					
-- No Impact --					
Revenues					
-- No Impact --					
Net Cost <Savings>					
-- No Impact --					
Total Cost <Savings> to the State					

	FY09	FY10	FY11	FY12	FY13
Full Time Equivalent					
-- No Impact --					
Total FTE					

This bill version has no fiscal effect on our agency.

FN Coord Signature: MARSHA BATTLES-JENKS
Date: 04/08/10 Phone: 651-201-2219

EBO Comments

I have reviewed this Fiscal Note for accuracy and content.

EBO Signature: RYAN BAUMTROG
Date: 04/09/10 Phone: 651-201-8038

