

LEGISLATIVE BUDGET BOARD
Austin, Texas

FISCAL NOTE, 79TH LEGISLATIVE REGULAR SESSION

May 20, 2005

TO: Honorable Kenneth Armbrister, Chair, Senate Committee on Natural Resources

FROM: John S. O'Brien, Deputy Director, Legislative Budget Board

IN RE: HB1900 by Bonnen (Relating to the assessment and regulation of emissions events.),
Committee Report 2nd House, Substituted

<p>No significant fiscal implication to the State is anticipated.</p>
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The bill would modify the definition for a "regulated entity," in terms of entities regulated by the Texas Commission on Environmental Quality (TCEQ) for air emissions. The bill also would redefine an emissions event as an unauthorized air emission from a common cause at one or more emission points at a regulated entity instead of being from a single emission point, and it would change the reporting requirements for scheduled maintenance, startup, and shutdown activities by regulated entities. In addition, the bill would provide that a regulated entity could notify the TCEQ of an emission event in a single report for each event, and allow operators of pipelines, gathering lines, and flowlines to treat such facilities under common ownership or control in one county as a single entity for the purpose of assessing and regulating emission events.

The bill would change the TCEQ's criteria for determining when excessive emission events occur, and it would require the agency to take into account the regulated entity's size and complexity. The TCEQ reports that the provisions of the bill would result in the need for changes to two of air-related information systems and expects those changes to result in one-time costs of \$145,000. This estimate assumes that these costs can be absorbed within the agency's overall budget for air programs.

Local Government Impact

No significant fiscal implication to units of local government is anticipated.

Source Agencies: 582 Commission on Environmental Quality

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