

SF1459 - 0 - Intermediate Blends of Gasoline and Biofuel Report

Chief Author: **Rob Kupec**
 Committee: **Commerce And Consumer Protection**
 Date Completed: **2/22/2023 4:29:31 PM**
 Agency: **Commerce Dept**

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

This table shows direct impact to state government only. Local government impact, if any, is discussed in the narrative. Reductions shown in the parentheses.

State Cost (Savings)	Biennium			Biennium		
	Dollars in Thousands	FY2023	FY2024	FY2025	FY2026	FY2027
General Fund	-	12	12	12	12	12
Total	-	12	12	12	12	12
Biennial Total			24			24

Full Time Equivalent Positions (FTE)	Biennium			Biennium	
	FY2023	FY2024	FY2025	FY2026	FY2027
General Fund	-	.1	.1	.1	.1
Total	-	.1	.1	.1	.1

LBO Analyst's Comment

I have reviewed this fiscal note for reasonableness of content and consistency with the LBO's Uniform Standards and Procedures.

LBO Signature: Christian Larson **Date:** 2/22/2023 4:29:31 PM
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State Cost (Savings) Calculation Details

This table shows direct impact to state government only. Local government impact, if any, is discussed in the narrative. Reductions are shown in parentheses.

*Transfers In/Out and Absorbed Costs are only displayed when reported.

State Cost (Savings) = 1-2		Biennium			Biennium	
Dollars in Thousands		FY2023	FY2024	FY2025	FY2026	FY2027
General Fund	-	12	12	12	12	12
Total	-	12	12	12	12	12
	Biennial Total		24			24
1 - Expenditures, Absorbed Costs*, Transfers Out*						
General Fund	-	12	12	12	12	12
Total	-	12	12	12	12	12
	Biennial Total		24			24
2 - Revenues, Transfers In*						
General Fund	-	-	-	-	-	-
Total	-	-	-	-	-	-
	Biennial Total		-			-

Bill Description

HF1266 proposes modifications to Minnesota Statute § 239.791, subdivision 8. As follows:

Section 1 [§ 239.791, Subdivision 8]

- Paragraph (a) removes a date pertaining to nonoxygenated gasoline sales.
- Paragraph (b) adds subdivisions 15 and 16 to the delivery ticket requirements.
- Paragraph (c) establishes reporting requirements for retailers to the director of weights and measures. Reporting requirements, in a form prescribed by the director, include gross number of gallons of blends sold at retail by blend type. This paragraph also defines "intermediate blend."

Assumptions

The Department assumes it will be required to develop a form for the fuel retailers including monthly reporting criteria and instructions for reporting. Additionally, the Department assumes it will be required to collect and store the data so that it is available for publicly available data information requests.

The Department assumes the proposed language is codifying a past effort that collected this same data stemming from a federal grant award to the American Lung Association of Minnesota to promote E85 (a type of "intermediate blend") and retailers of intermediate blend fuels. The federal grant award, and funding for this work, has since expired. Some retailers continue to voluntarily report the information while others no longer respond to requests for this information. Based on past Department experience, the Department assumes there is continued interest in accessing this information by trade associations and individual parties.

The Department assumes that the current proposed legislation will largely require the same effort as in the past under the federal grant award. The fiscal impact assumptions are based on the past work of Department staff.

The fiscal impact is for .10 FTE at the management analyst 2 level.

Expenditure and/or Revenue Formula

.10 FTE at the management analyst 2 level

			FY24	FY25	FY26
Salary			6,953	6,953	6,953
Fringe			2,086	2,086	2,086
Other Personnel Related Costs			3,025	3,025	3,025
			12,064	12,064	12,064

Long-Term Fiscal Considerations

Local Fiscal Impact

References/Sources

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Date: 2/17/2023 9:00:57 AM

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