

Underground Storage Tank Fund, Use of Moneys Bill Senate File 2414

Last Action:

Final Action

April 9, 2024

Executive Summary Only

An Act relating to underground storage tanks, including repealing the Iowa Comprehensive Petroleum Underground Storage Tank Fund and eliminating the Iowa Comprehensive Petroleum Underground Storage Tank Fund Board, making appropriations, and including effective date and transition provisions.

**Fiscal Services Division
Legislative Services Agency**

NOTES ON BILLS AND AMENDMENTS (NOBA)

Available online at www.legis.iowa.gov/publications/information/appropriationBillAnalysis

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EXECUTIVE SUMMARY

SENATE FILE 2414

UNDERGROUND STORAGE TANK FUND, USE OF MONEYS BILL

NEW PROGRAMS, SERVICES, OR ACTIVITIES

Requires the Department of Natural Resources (DNR) to establish and administer a Storage Tank Management Account Financing Program to reimburse eligible claimants for corrective action for petroleum releases previously eligible for payment from the Iowa Comprehensive Petroleum Underground Storage Tank (UST) Fund and provides guidelines for the Program.

Page 2, Line 13

FUNDING FOR PROJECTS AND PROGRAMS

Transfers moneys from the Iowa Comprehensive UST Fund to the Storage Tank Management Account of the Groundwater Protection Fund (GWPF). Moneys transferred are to be used for the following purposes:

Page 9, Line 9

- To reimburse tank owners or operators for all or part of the costs of a corrective action for a petroleum release.
- For the annual appropriation of \$250,000 to the Iowa Department of Agriculture and Land Stewardship (IDALS) for fuel quality inspections at pipeline terminals and renewable fuel production facilities.
- For the permanent closure of an underground storage tank system, for additional assessment and corrective action arising out of releases at sites for which a certificate for no further action has been issued, and for tank operator training. Requires at least \$3.0 million of the moneys expended from the Account to be used for these purposes, but no more than \$50,000 of the \$3.0 million can be utilized for tank operator training per year.

Allows any moneys remaining in the Account to be appropriated to the DNR for the administration of a State Storage Tank Program.

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SIGNIFICANT CODE CHANGES

Repeals the definitions of "board" and "fund" in Iowa Code section [455B.471](#).

Page 1, Line 3

Adds definitions to Iowa Code section 455B.471.

Page 1, Line 5

Provides guidelines for cost recovery related to corrective actions where moneys from either the Storage Tank Management Account or the Iowa Comprehensive Petroleum UST Fund were expended.

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Allows the Natural Resource Commission (NRC) to adopt administrative rules for the administration of the Storage Tank Management Account.

Page 6, Line 19

EXECUTIVE SUMMARY

UNDERGROUND STORAGE TANK FUND, USE OF MONEYS BILL

Updates references in the Iowa Code to conform with this Bill.	Page 7, Line 3
Requires the NRC to adopt administrative rules for DNR practices and procedures for implementing and administering the Storage Tank Management Account Financing Program.	Page 7, Line 35
Requires civil penalties and federal funds to be deposited into the Storage Tank Management Account of the GWPF.	Page 8, Line 13
Repeals various Iowa Code sections related to the Iowa Comprehensive UST Fund and Board.	Page 10, Line 8
Division II provides conforming changes to the Iowa Code.	Page 10, Line 12
Division III transfers the remaining moneys in the Iowa Comprehensive Petroleum UST Fund to the Storage Tank Management Account of the GWPF.	Page 12, Line 14
Allows the DNR to begin implementation of this Bill prior to the effective dates of Divisions I and II.	Page 13, Line 13
Requires all property tax credits provided under Iowa Code chapter 427B that exist upon the repeal of Iowa Code sections 427B.20 , 427B.21 , and 427B.22 to continue until their expiration.	Page 13, Line 21

EFFECTIVE DATE

Division III is effective upon enactment.	Page 13, Line 24
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