

UST FUND OPERATIONAL HIGHLIGHTS FY2005

UST Fund Claims Numbers

	<u>Jan 2000</u>	<u>Jan 2001</u>	<u>Jan 2002</u>	<u>Jan 2003</u>	<u>Jan 2004</u>	<u>Jan 2005</u>
Total LUST Sites:	5,753	5,847	5,934	5,988	6,057	6,096
Total Active LUST Sites:	3,315	3,053	2,458	2,272	2,049	1,880
Total Low Risk Sites:	720	732	607	607	583	564
Total High Risk Sites:	1,321	1,399	1,324	1,266	1,220	1,111
Total NFA Sites:	2,445	2,806	3,500	3,731	4,008	4,138
Total UST Fund Benefit Claims (Remedial, Retro or ILO)	2,627	2,495	1,995	1,842	1,775	1,713
UST Fund Reserves	\$ 159,453,628	\$ 139,996,388	\$ 119,619,023	\$ 112,282,470	\$ 108,192,382	\$ 109,074,396
UST Fund Balances	\$ 126,605,234	\$ 131,522,995	\$ 102,028,639	\$ 86,234,558	\$ 74,354,067	\$ 83,393,421

Aboveground Storage Tank Claims

- ◆ Temporary program created in 2004.
- ◆ To date 196 AST claims have been filed with \$ 2,683,989 paid in benefits and an additional \$7 million set in reserve.
- ◆ ASTs generally not required to pay Environmental Protection Charge.
- ◆ The AST program sunsets February 18, 2005. Statutory deadline will affect significant number of claimants under the program.

Corrective Action Meetings

- ◆ During the past six months a new decision making process has been used in an attempt to expedite the activities that should lead to closure of sites.
- ◆ Through December 144 such meetings had been held and 96 were scheduled for completion in the future.

Cost Savings Measures

- ◆ Responsible parties/claimants are allowed to select their own contractors.
- ◆ The UST Fund preapproves all work and budgets, generally prior to the commencement of work.
- ◆ Focus is on DNR Risk Based Corrective Action rules—goal of protecting health not just cleanup to cleanup.
- ◆ If DNR (or some other entity) had authority to require closure of water wells that could be affected if UST Fund was willing to pay for relocation or hookup to municipal or rural water utility significant savings could be achieved on sites where private water wells are of primary concern.
- ◆ More definite time frame for IDNR closure of low risk sites (ie must close after some specified time frame if there has been no significant change in levels)

Other Operational Highlights

- ◆ Current fiscal year providing funding for the UST compliance section of IDNR as they work on funding for future—UST Fund has not been involved in ongoing UST operation since the sunset of the loan program and privatization of insurance coverage--only historical reported LUST sites.
- ◆ Refinanced 1994 bond issue resulting in net \$1.2 million savings.
- ◆ Trend lines indicate historical high risk sites would be reclassified to low risk or no action required between 2009 and 2012 if current pace of closures can be sustained. Low risk sites indicate a significantly longer life.

**Quarterly Claim Activity Report
Iowa Comprehensive Underground Storage Tank Fund
2ND Quarter, Fiscal Year 2005**

Open Claims and Reserves

	Number of Open Claims	Number of New Claims	High Risk	Low Risk	Not Yet Classified or Unknown ¹	Total Reserves	Paid on Open Claims	Outstanding Reserves	Average Paid on Open	Average Total Reserve on Open	Average O/S on Open
Remedial	1,303	2	710	342	251	\$175,954,060	\$89,107,351	\$86,846,709	\$68,386	\$135,038	\$66,651
Retroactive	103	0	46	32	25	\$15,326,246	\$8,132,916	\$7,193,331	\$78,960	\$148,799	\$69,838
Innocent Landowner	307	2	133	64	110	\$25,371,331	\$10,336,975	\$15,034,356	\$33,671	\$82,643	\$48,972
Totals	1,713	4	889	438	386	\$216,651,638	\$ 107,577,242	\$ 109,074,396	\$62,800	\$126,475	\$63,674

New Filed Claims

	Total Eligible	Total Reserves	Ineligible or Pending Documentation	Total New Claims
New Claims	3	\$125,001	1	4

Claim Payments

Claim Payments	RBCA	CADR	Corrective Action	Remed Implement	Excavation	Monitoring	Tank Pull	Free Product Recovery	O and M	Well Closure	AST Upgrade	AST Removal	Total
	\$169,522	\$84,203	\$212,825	\$1,909,087	\$1,368,414	\$637,486	\$160,763*	\$178,324	\$231,246	\$55,761	\$1,056,786	\$629,888	\$6,694,303

Budget Approvals on High Risk Sites

	Total	CADR and Implementation	Excavation	Other	PVC Replacement	SMR Reclassify	Tier 3 or Workplan
Approved Budgets \$	\$1,732,954	\$725,076	\$928,886	\$0	\$48,607	\$2,000	\$28,385
Approved Budgets #	37	19	10	0	1	1	6

Sites with CADR Approved and Submitted

Year of Completion ²	2005	2006	2007	2008	2009	2010	2011	2012	2013	2014	2014	2015 or Later	Pilot Test Failed
This Period	0	0	5	13	6	2	0	0	0	0	0	0	0
Total Number Estimated to Be Completed	11	24	20	22	11	5	1	0	0	1	0	1	5

*--\$151,455 of the Tank Pull total was directly pursuant to HF2401 and the new allowable costs provided under that bill for removal of upgraded tanks.

2--Estimated completion dates are claimant provided estimates when active work will be complete, however they do not account for potential monitoring required upon termination of active work. Monitoring may be required for 1 to 20+ years on individual sites. Total # is from 4th QFY03 to end of most recent quarter.

1--High and Low Risk numbers arrived at by merging IDNR LUST data with UST Fund claim data, sites in this category either have not completed IDNR required RBCA assessment report (DNR has 248 of these), or are a mismatch of the data points from IDNR and Fund data.