



DoR Financial Update – Hazardous Waste Generator Fees

Purpose

- The purpose of this presentation is to provide the Board an update on the Division's finances.
- Sources of DoR funding
 - VOAP
 - Cost Recovery
 - Hazardous Waste Generator Fees
 - Appropriation
 - Federal Grants

Statutory Authority

TCA 68-212-203. Remedial action fees.

- (a) In addition to any other fees assessed by law, there is levied a remedial action fee on the generation and management of hazardous waste. The amounts of the fees are to be set for different categories of activities in a rule promulgated by the solid waste disposal control board; however, none of the fees may exceed the following maximum amounts:
 - (1) Annual fees on the generation of hazardous waste: thirty-three thousand dollars (\$33,000); and
 - (2) Additional fees on the off-site shipment of hazardous waste, including the shipment of the waste to Tennessee facilities from out of state: seventy-five thousand dollars (\$75,000).

Haz Waste Generator Fees

- The specific fee unit rate (kg/lb) and regulatory maximums are set in Rule 0400-15-01-.03(1)(b) and (c).
- Current Fee Structure in Rule (effective CY2010)

Amount of Hazardous Waste Fee (\$) Generated in 2010 and each year thereafter	
less than 2,645 lbs (less than 1,200 kg)	\$0
2,645 – 7,334 lbs (1,200 – 3,326 kg)	\$865
7,335 – 237,418 lbs (3,327 - 107,692 kg)	\$0.117935 per lb (\$.26 per kg)
237,419 lbs or more (107,693 kg or more)	\$28,500

Haz Waste Generator Fees

- Amount of Hazardous Waste Fee (\$) shipped in 2010 and each year thereafter \$.0209437 per kg (\$19.00 per ton)
- Amount of Hazardous Wastewater Fee (\$) shipped in 2010 and each year thereafter \$.01047185 per kg (\$9.50 per ton)

Hazardous Waste Generation Fees – Previous FYs

- 2015 \$1,924,625.52
- 2016 \$2,101,162.17
- 2017 \$2,276,126.17
- 2018 \$2,222,920.11
- 2019 \$2,039,883.59
- 2020 \$1,973,302.68

Haz Waste Fee Proposal

1) Raise the maximum hazardous waste generator fee to the statutory maximum of \$33,000 (from the current maximum rate of \$28,500), 2) Raise the minimum generator fee from the current \$850 to \$1,600, and 3) Increase the unit rates between the fee minimum and maximums to the following:

From the current \$0.26 per kg to \$0.45 per kg

From the current \$0.117935 per pound to \$0.204119 per pound.

Haz Waste Fee Proposal

The statutory maximum for the off-site shipping fee is \$75,000, while the current maximum rate in the rules is \$65,000. The proposal is to raise the unit rate from \$19 per ton to \$30 per ton and the hazardous wastewater off-site shipping unit rate from \$9.50 per ton to \$15 per ton. The actual rates will be as follows:

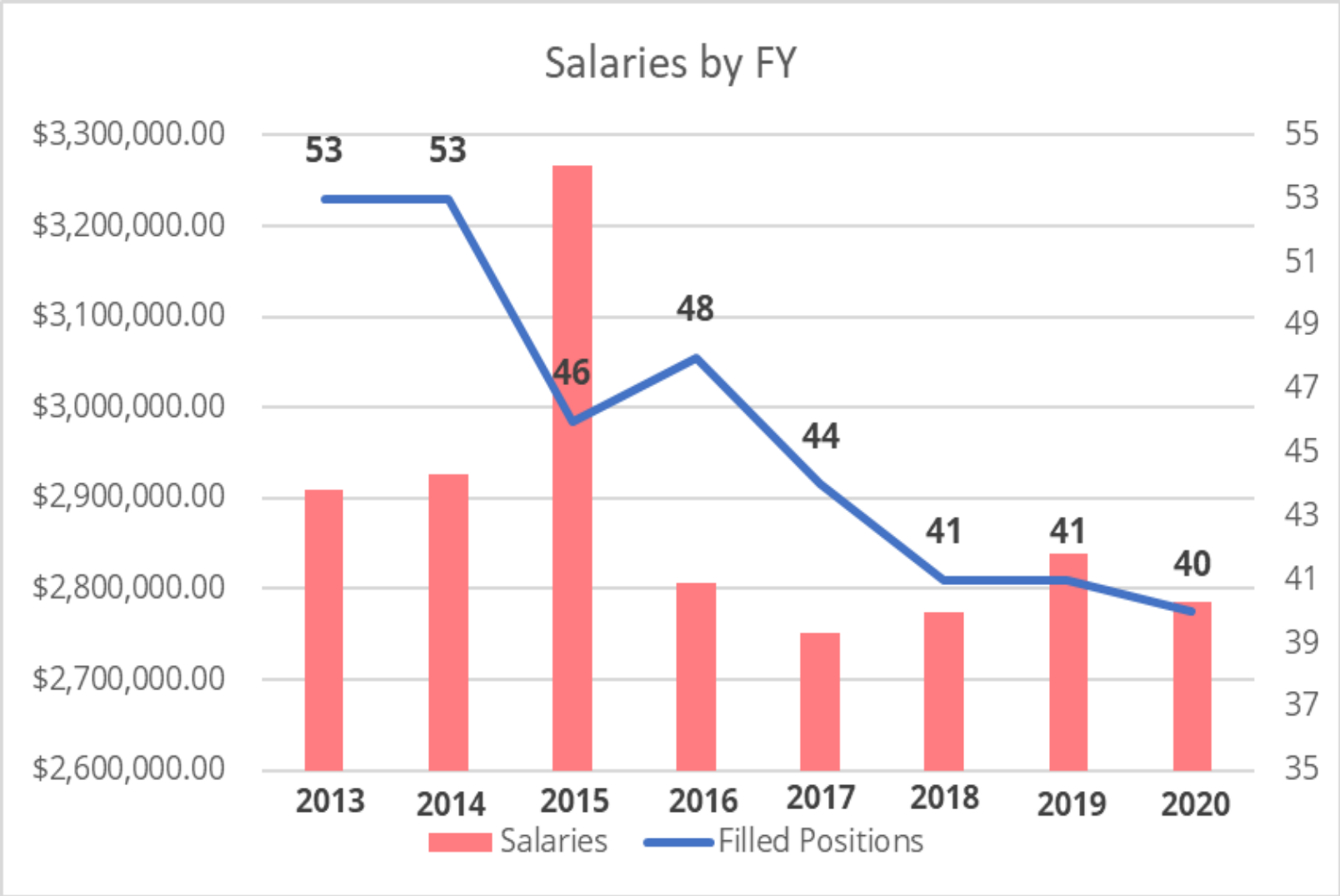
1. Hazardous waste off-site shipping fee (\$19 to \$30 per ton)
 - a. Increase from \$0.0095 per pound to \$0.015 per pound, or
 - b. Increase from \$0.0209437 kg to \$0.033069 per kg
2. Hazardous wastewater off-site shipping fee (\$9.50 to \$15 per ton)
 - a. Increase from \$0.00475 per pound to \$0.0075 per pound, or
 - b. Increase from \$0.01047185 per kg to \$0.0165345 per kg

Haz Waste Fee Proposal

- Legislative Appropriation is steady at \$1M annually,
- VOAP and cost recovery fees are increasing,
- Federal Funding is steady to declining (depending on the funding source).
- The revenue from the generator and off-site shipping fees currently represents one-third of the total funding for the Hazardous Waste Remedial Action Fund.

- This proposal increases the Hazardous Waste Fee collection by approximately \$1M (\$1,035,498.82).

Salaries and filled positions since FY 2013



During 2015, we had 2 employees on 120 day assignments to train replacements.

Operational Expenses

