Rule Summary and Fiscal Analysis (Part A)

Petroleum Underground Storage Tank Release Compensation Board Agency Name

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Division

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<u>AMENDMENT</u> 3737-1-12.1

Rule Number TYPE of rule filing

Rule Title/Tag Line Mandatory and voluntary pre-approval of corrective action

costs.

RULE SUMMARY

- 1. Is the rule being filed consistent with the requirements of the RC 119.032 review? Yes
- 2. Are you proposing this rule as a result of recent legislation? No
- 3. Statute prescribing the procedure in accordance with the agency is required

adopt the rule: 3737.90

to adopt the rule: 119.03

5. Statute(s) the rule, as filed, amplifies or implements: 3737.92

4. Statute(s) authorizing agency to

6. State the reason(s) for proposing (i.e., why are you filing,) this rule:

Pursuant to RC 119.032 rule review.

7. If the rule is an AMENDMENT, then summarize the changes and the content of the proposed rule; If the rule type is RESCISSION, NEW or NO CHANGE, then summarize the content of the rule:

The rule sets forth the requirements for requesting pre-approval of anticipated corrective action costs. Incurred costs submitted for reimbursement without the Page 2 Rule Number: 3737-1-12.1

proper pre-approval are subject to a reduction in the reimbursable amount. The proposed change will reduce the requirement to seek pre-approval of costs for specific corrective action activities where the estimated costs do not exceed \$6,000. In particular, pre-approval of costs for Tier 3 evaluations, plans to calibrate or disprove the fate and transport model, and monitoring plans will only be required when the estimated costs exceed \$6,000. In addition, revised cost estimates will be required to be submitted only when the previously pre-approved costs will be exceeded by 20% or \$6,000, whichever is less. The proposed rule also includes a provision to provide notification to the responsible person that the submitted revised cost estimate will not undergo a review for pre-approval, but rather the costs will be considered in accordance with the Board's rules at the time the application for reimbursement is submitted.

8. If the rule incorporates a text or other material by reference and the agency claims the incorporation by reference is exempt from compliance with sections 121.71 to 121.74 of the Revised Code because the text or other material is **generally available** to persons who reasonably can be expected to be affected by the rule, provide an explanation of how the text or other material is generally available to those persons:

This response left blank because filer specified online that the rule does not incorporate a text or other material by reference.

9. If the rule incorporates a text or other material by reference, and it was **infeasible** for the agency to file the text or other material electronically, provide an explanation of why filing the text or other material electronically was infeasible:

This response left blank because filer specified online that the rule does not incorporate a text or other material by reference.

10. If the rule is being **rescinded** and incorporates a text or other material by reference, and it was **infeasible** for the agency to file the text or other material, provide an explanation of why filing the text or other material was infeasible:

Not Applicable.

11. If **revising** or **refiling** this rule, identify changes made from the previously filed version of this rule; if none, please state so:

Not Applicable.

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12. 119.032 Rule Review Date: 8/7/2009

(If the rule is not exempt and you answered NO to question No. 1, provide the scheduled review date. If you answered YES to No. 1, the review date for this rule is the filing date.)

NOTE: If the rule is not exempt at the time of final filing, two dates are required: the current review date plus a date not to exceed 5 years from the effective date for Amended rules or a date not to exceed 5 years from the review date for No Change rules.

FISCAL ANALYSIS

13. Estimate the total amount by which *this proposed rule* would **increase / decrease** either **revenues / expenditures** for the agency during the current biennium (in dollars): Explain the net impact of the proposed changes to the budget of your agency/department.

This will have no impact on revenues or expenditures.

\$0.00

NA

14. Identify the appropriation (by line item etc.) that authorizes each expenditure necessitated by the proposed rule:

NA

15. Provide a summary of the estimated cost of compliance with the rule to all directly affected persons. When appropriate, please include the source for your information/estimated costs, e.g. industry, CFR, internal/agency:

NA

- 16. Does this rule have a fiscal effect on school districts, counties, townships, or municipal corporations? N_0
- 17. Does this rule deal with environmental protection or contain a component dealing with environmental protection as defined in R. C. 121.39? **No**