DoR Financial Update – Hazardous Waste Generator Fees
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
• (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 ($0.26 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)
<table>
<thead>
<tr>
<th>Year</th>
<th>Fee</th>
</tr>
</thead>
<tbody>
<tr>
<td>2015</td>
<td>$1,924,625.52</td>
</tr>
<tr>
<td>2016</td>
<td>$2,101,162.17</td>
</tr>
<tr>
<td>2017</td>
<td>$2,276,126.17</td>
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<tr>
<td>2018</td>
<td>$2,222,920.11</td>
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<tr>
<td>2019</td>
<td>$2,039,883.59</td>
</tr>
<tr>
<td>2020</td>
<td>$1,973,302.68</td>
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</tbody>
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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.
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
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).
During 2015, we had 2 employees on 120 day assignments to train replacements.
Operational Expenses

Operational Expenses/NPL Matching Dollars

- NPL Matching Dollars
- Total Operational Expenses
- Total Operational - NPL