

Fuel Storage Tank Spill Prevention and Tank Replacement **FY2008 Request: \$1,750,000**
Reference No: AMD 39910

AP/AL: Appropriation **Project Type:** Health and Safety
Category: Transportation
Location: Statewide **Contact:** Frank Richards
House District: Statewide (HD 1-40) **Contact Phone:** (907)465-3900
Estimated Project Dates: 07/01/2007 - 09/30/2008

Brief Summary and Statement of Need:

This is a new FY2008 Capital Budget Request. In 2003, the U.S. Environmental Protection Agency (EPA) revised its regulations governing storage of fuel in above ground tanks requiring tank owners to replace old tanks with new double wall tanks and construct the necessary means to protect the tanks. Additionally, Spill Prevention, Control and Countermeasure (SPCC) Plans are to be updated or revised every three years according to the new regulations. This project contributes to the Department's Mission by reducing injuries, fatalities and property damage.

Funding:	FY2008	FY2009	FY2010	FY2011	FY2012	FY2013	Total
Gen Fund	\$1,750,000	\$2,000,000	\$2,000,000	\$2,000,000			\$7,750,000
Total:	\$1,750,000	\$2,000,000	\$2,000,000	\$2,000,000	\$0	\$0	\$7,750,000

<input type="checkbox"/> State Match Required	<input type="checkbox"/> One-Time Project	<input type="checkbox"/> Phased - new	<input type="checkbox"/> Phased - underway	<input checked="" type="checkbox"/> On-Going
0% = Minimum State Match % Required		<input checked="" type="checkbox"/> Amendment	<input type="checkbox"/> Mental Health Bill	

Operating & Maintenance Costs:

	<u>Amount</u>	<u>Staff</u>
Project Development:	0	0
Ongoing Operating:	0	0
One-Time Startup:	0	0
Totals:	0	0

Additional Information / Prior Funding History:

None.

Project Description/Justification:

In 2003, the U.S. Environmental Protection Agency (EPA) revised its regulations governing storage of fuel in above ground tanks requiring tank owners to replace old tanks with new double wall tanks and construct the necessary means to protect the tanks. Additionally, Spill Prevention, Control and Countermeasure (SPCC) Plans are to be updated or revised every three years according to the new regulations. The compliance deadline to install the new tanks and plans was August 2005.

The department is unable to afford the purchase of new tanks out of our operating budget. The majority of DOT&PF's SPCC plans are also out of date. This funding will be used to hire a consultant to prepare a SPCC format that can be replicated for each facility, develop tank disposal plans and develop required training for facility operators. These funds will be used to purchase the highest priority tanks. Typical tank installations cost \$30,000 for a 2,000 AST in rural Alaska where most of the replacements are necessary.

This will be a multi-year effort with additional funding needs in 2009 and beyond. EPA continues to chide the department on our lack of replacement and will eventually fine the department if no effort is taken to replace the tanks or revise the SPCC plans.