NOTE: As provided in LFC policy, this report is intended only for use by the standing finance committees of the legislature. The Legislative Finance Committee does not assume responsibility for the accuracy of the information in this report when used for other purposes.

The most recent FIR version (in HTML & Adobe PDF formats) is available on the Legislative Website. The Adobe PDF version includes all attachments, whereas the HTML version does not. Previously issued FIRs and attachments may be obtained from the LFC in Suite 101 of the State Capitol Building North.

#### FISCAL IMPACT REPORT

| SPONSOR:                                  | Campos | DATE TYPED: | 02/23/03 | HB   |         |
|---|--------|-------------|----------|------|---------|
| SHORT TITLE: Municipality Yard Waste Fees |        |             |          | SB   | 601     |
|   |        |             | ANAL     | YST: | Padilla |

#### **REVENUE**

| Estimated Revenue |   | Subsequent<br>Years Impact | Recurring<br>or Non-Rec | Fund<br>Affected |
|-------------------|---|----------------------------|-------------------------|------------------|
| FY03              | FY04  |                            |                         |                  |
|                   | Indeterminate<br>but minimal—see<br>narrative |                            | Recurring               | City Governments |
|                   |   |                            |                         |                  |

(Parenthesis ( ) Indicate Revenue Decreases)

Duplicates <u>HB 737</u>

#### **SOURCES OF INFORMATION**

LFC Files

Responses Received From Environment Department Attorney General's Office

## **SUMMARY**

## Synopsis of Bill

Senate Bill 601 amends the Municipal Code to allow municipalities that provide for the collection and disposal of yard waste to charge a fee. The fee would apply to persons owning or controlling real property.

## Significant Issues

Existing statute allows municipalities to charge fees for "refuse" collection and disposal. It is unclear why "yard waste" cannot be considered "refuse" and treated as such with regard to

## Senate Bill 601 -- Page 2

disposal fees. NMED notes that municipalities may currently elect to collect yard trimmings along with regular residential refuse, thereby not require special handling.

## FISCAL IMPLICATIONS

If municipalities are currently incurring expenses for the collection and disposal of yard waste that are not covered by the refuse collection fee they are authorized to collect, this bill would help them cover those expenses.

# OTHER SUBSTANTIVE ISSUES

NMED notes that the bill does not encourage municipalities to compost the yard waste that is collected. Many cities in the U.S. are taking such waste materials and treating it as a resource for their composting systems.

## **TECHNICAL ISSUES**

The Attorney General's office recommends including a definition section to define and/or distinguish "yard waste" and "refuse."

LP/njw:yr