

**FISCAL NOTE**

**18 March 2016**

Adoption of the proposed rules is not expected to have any impact on State expenditures or revenues.

However, because the North Dakota Gas Safety Program is administered pursuant to a grant from the United States Department of Transportation, Pipeline and Hazardous Materials Safety Administration (PHMSA), failure to adopt the rules could negatively impact the general fund.

In 2014, the grant reimbursed the state for 80% of the estimated budget, but the percentage reimbursed can be reduced for failure to adopt the required standards in a timely manner. Failure to adopt the standards could reduce the reimbursement to the general fund by approximately two percent of the 80%, or approximately \$6,300.