FY 2008
PERMIT OPERATION FUND REPORT
IC 13-15-11-6

Fund	Proposed Distribution	Actual Revenue	Actual Expenditures	Ending Balance
Permit Operation Fund	$26,457,006	$27,328,008	$29,193,652	-$1,865,644
Water Management Permitting	$8,141,739	$8,476,024	$7,798,648	$677,376
Solid Waste Management Permitting	$5,994,773	$6,318,592	$5,557,294	$761,298
Hazardous Waste Management Permitting	$7,934,896	$7,634,531	$9,621,241	-$1,986,710
Safe Drinking Water Program	$4,385,598	$4,898,861	$6,216,469	-$1,317,608

Rationale for Proposed Distribution

Water Management Permitting:
This account supports personnel who ensure the proper protection, preservation, and enhancement of the quality and integrity of all the waters of the state. This objective is achieved through: (1) the adoption of appropriate water quality standards; (2) the vigorous management of a program designated to assist in the construction, operation, and maintenance of wastewater treatment facilities; (3) enforcement of duly promulgated regulatory requirements; and (4) vigorous inspections of all wastewater treatment facilities throughout the state to assure compliance with the Clean Water Act and state laws.

Goals and Objectives for FY 2008: Reduce the National Pollution Discharge Elimination System (NPDES) administratively extended permits (i.e. backlog) to or less than 10%, emphasizing reissue of major facilities' permits. Reissue all expiring NPDES permits prior to expiration date. Maintain the storm water permitting program with no backlog. Continue preparation for the Federal Phase II Storm Water Program implementation and MS4 permits program. Implement approved recommendations for improving the electronic accessibility of draft and issued NPDES permits, reported effluent data, and correspondence currently contained in the Office of Water Quality file room. Improve the electronic accessibility of draft and final NPDES permits to satisfy public notice requirements. Review/comment/approve Long-Term Control Plans as required by the Combined Sewer Overflow Strategy and NPDES. Issue 100% of construction permits within prescribed regulatory timeframes.

Solid Waste Management Permitting:
This account supports proper and safe management of solid waste in order to protect the public health and the environment in the State of Indiana. At this time, there are 69 active disposal sites, 59 solid waste processing facilities, 2,573 confined feeding operations, 385 septic wastewater businesses, 86 waste tire transporters, and 30 waste tire processors located throughout the State.

Goals and Objectives for FY 2008: To provide quality permit service by using a variety of tools in assuring compliance, timely and quality inspections, investigations, and permits while developing increased capability in facility oversight, corrective action, and technical compliance. Implementation of any shifts in resources or streamlining of processes identifies as part of the evaluation process that has begun relative to the Confined Feeding Operation Program.

Hazardous Waste Permitting:
This account provides proper and safe management of hazardous waste in order to protect the public health and environment in the State of Indiana. At this time, there are 26 active hazardous waste processing or disposal facilities, 529 generators of large quantities of hazardous waste, and 2,441 small quantity generators located throughout the State.

Goals and Objectives for FY 2008: To provide quality permit service by implementing and enforcing new Federal Hazardous Waste requirements, and ensuring timely and quality inspections, investigations, and permits while developing greater capability in the areas of risk assessment, corrective action, and technical compliance. Timely issuance of permits continues to be a major focus. The continued improvement in overall quality of the permit and compliance programs is evidenced by the Environmental Performance Partnership Agreement with the U.S. Environmental Protection Agency which gives states greater control over federally delegated programs while providing a multi-media, results-oriented planning mechanism for the agency. Staff will continue to focus on the cleanup of contaminated areas at hazardous waste facilities in order to prevent exposure to the public through direct contact or ground water contamination. There will also be continued refinements and revisions to the risk integrated system for closure which guides how clean a site must be.

Safe Drinking Water Program:
This account assures the proper construction, operation, and maintenance of public water systems. These activities include issuing construction permits, drinking water compliance tracking, sanitary surveys and inspections, drinking water sampling, compliance assistance, operator certification, and data management.

Goals and Objectives for FY 2008: To protect human health and well-being by setting standards for the quality and quantity of drinking water provided by the purveyors to the public by promulgating Safe Drinking Water rules and regulations, both federal and state, and enforcing the mandates of the Safe Drinking Water Act. To ensure adequate supplies of safe drinking water to the citizens of Indiana and to ensure that all public water systems are able to meet the necessary requirements under the Safe Drinking Water Act. Continue performing source water assessments and protection activities at all public water supplies. Continue implementing a capacity development strategy. Update State regulations to reflect the changes in federal regulations and any regulations promulgated during the biennium. Continue to provide compliance evaluation, determination and inspection support for all public water systems. Continue to improve available resources by implementing the new fee program.

Indiana Department of Environmental Management

Dedicated Funds History

FY 99 through FY 08

As Of June 30, 2008

IDEM

IDEM

2830 Environmental Management Permit Operation Fund (aka Permit Trust Fund)

(Fund data summarizes four (4) centers: Water, Solid & Hazardous Waste, and Drinking Water Permits. The individual status of each component follows.)

	FY 99	FY 00	FY 01	FY 02	FY 03	FY 04	FY 05	FY 06	FY 07	FY 08
Beginning Balance	$14,383,067									
Revenue	$16,874,982	$16,238,988	$17,702,195	$21,316,601	$17,731,523	$17,410,607	$26,933,576	$26,324,172	$20,771,187	$27,328,008
Expenses	$18,270,082	$18,735,911	$20,076,202	$21,022,222	$20,458,395	$18,706,054	$21,116,129	$20,178,921	$21,525,092	$29,193,652
Ending Balance	$12,987,967	$10,491,044	$8,117,037	$8,411,416	$5,684,544	$4,389,097	$10,206,544	$16,351,795	$15,597,890	$13,732,246
Yearly Cash Flow	($1,395,100)	($2,496,923)	($2,374,007)	$294,379	($2,726,872)	($1,295,447)	$5,817,447	$6,145,251	($753,905)	($1,865,644)

1) All revenue, including general, federal and other dedicated revenue is reflected in the revenue line for each fund.

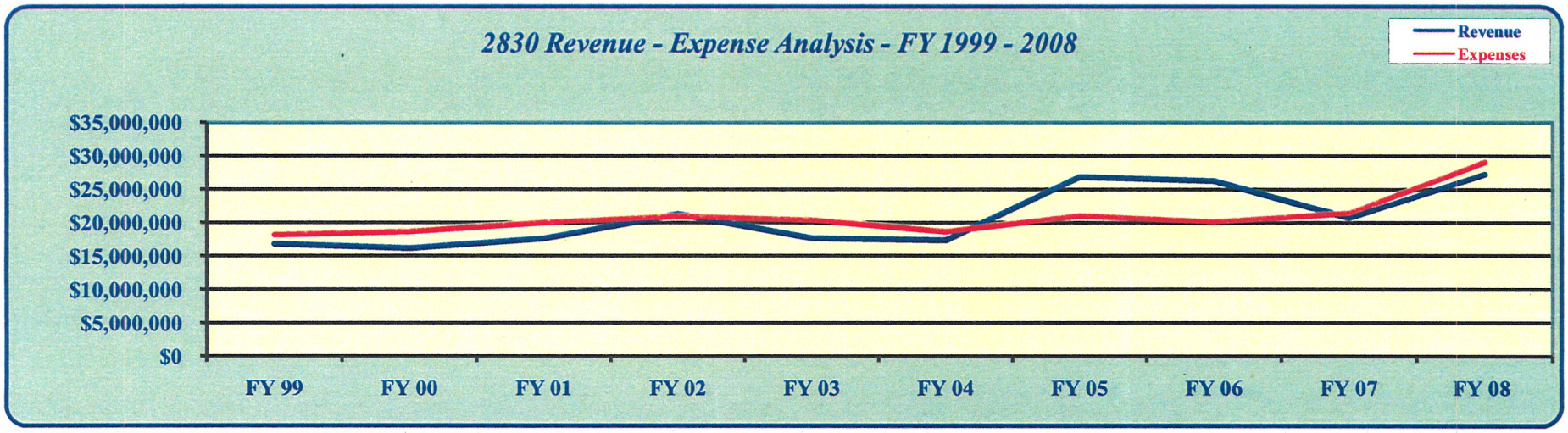
2) FY 08 revenue & expenses reflect actuals as of **June 30, 2008**.

3) FY 06 revenue includes a PPG federal draw ($1,259,987/2830-100800) which was redistributed (June 2008) to various fund/centers for PPG eligible expenditures. Also, prior legislative action (IC 13-18-20.5) established drinking water fees (approximately $3,000,000 additional funding) to be deposited into the permitting fund (2830-101700).

4) FY 05 permit revenue includes a transfer of fee money collected in FY 94 and held in the Special Fund (3240) pending the outcome of litigation filed against IDEM. IDEM attorneys advised funds could be released to the Programs in late FY 05.

5) June 2008 expenditures include appropriation transfer of $372,317.00 to cover deficit funding in fund/center 3610-147900 (Auto Emissions), as well as a one time charge of $1,524,446 to cover the deficit in 3610-144500 (Drinking Water) prior to transfer to 2830-101700 in 2004. Expenditures also include federal indirect cost share ($1,739,534.00) owed to the general fund from the 2005 & 2006 PPG.

6) June 2008 revenue includes reversion of unused state/dedicated funds ($2,263,782.00) resulting from multi-year cash analysis, as well as reimbursement ($544,473.00) of this fund's contribution to the federal indirect cost pool.



Indiana Department of Environmental Management
Dedicated Funds History
FY 99 through FY 08
As Of June 30, 2008

2830 Environmental Management Permit Operation Fund (Water Management Permits)

	FY 99	FY 00	FY 01	FY 02	FY 03	FY 04	FY 05	FY 06	FY 07	FY 08
Beginning Balance	$6,241,540									
Revenue	$6,439,225	$6,407,850	$6,255,272	$6,443,417	$6,618,144	$6,064,097	$9,613,781	$6,249,539	$6,129,261	$8,476,024
Expenses	$6,566,874	$6,990,236	$7,632,535	$8,611,980	$7,905,289	$7,205,038	$7,143,380	$6,403,853	$6,229,940	$7,798,648
Ending Balance	$6,113,891	$5,531,505	$4,154,242	$1,985,679	$698,534	($442,407)	$2,027,994	$1,873,680	$1,773,001	$2,450,377
Yearly Cash Flow	**($127,649)**	**($582,386)**	**($1,377,263)**	**($2,168,563)**	**($1,287,145)**	**($1,140,941)**	**$2,470,401**	**($154,314)**	**($100,679)**	**$677,376**

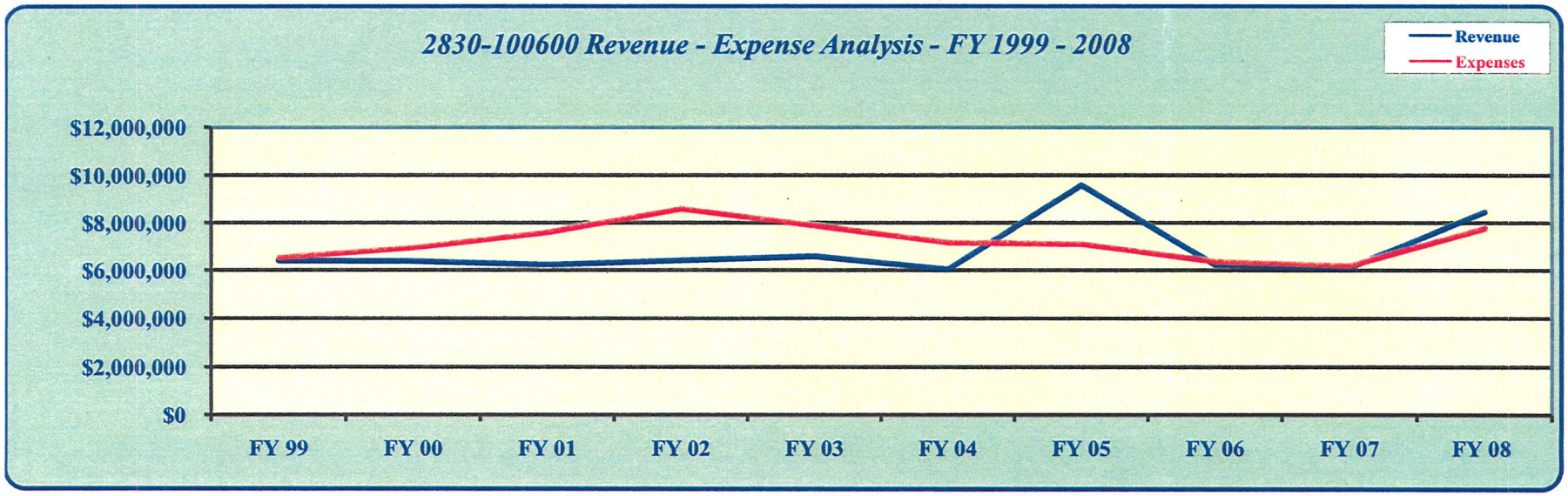
1) All revenue, including general, federal and other dedicated revenue is reflected in the revenue line for each fund.

2) FY 08 revenue & expenses reflect actuals as of **June 30, 2008**.

3) FY 05 permit revenue includes a transfer of fee money collected in FY 94 and held in the Special Fund (3240) pending the outcome of litigation filed against IDEM. IDEM attorneys advised funds could be released to the Programs in late FY 05.

4) June 2008 expenditures include appropriation transfer of $297,735.00 to cover deficit funding in fund/center 3610-147900 (Auto Emissions).

5) June 2008 revenue includes reversion of unused state/dedicated funds ($970,485.00) resulting from multi-year cash analysis.



Indiana Department of Environmental Management
Dedicated Funds History
FY 99 through FY 08
As Of June 30, 2008

IDEM

2830 Environmental Management Permit Operation Fund (Solid Waste Management Permits)

	FY 99	FY 00	FY 01	FY 02	FY 03	FY 04	FY 05	FY 06	FY 07	FY 08
Beginning Balance	$3,607,856									
Revenue	$5,269,661	$5,176,759	$5,478,205	$5,010,382	$5,080,970	$4,878,423	$6,932,442	$5,245,918	$5,302,415	$6,318,592
Expenses	$4,661,658	$5,386,391	$5,702,481	$5,602,723	$5,457,679	$5,312,844	$5,404,947	$5,103,729	$5,245,441	$5,557,294
Ending Balance	$4,215,859	$4,006,227	$3,781,951	$3,189,610	$2,812,901	$2,378,480	$3,905,975	$4,048,164	$4,105,138	$4,866,436
Yearly Cash Flow	**$608,003**	**($209,632)**	**($224,276)**	**($592,341)**	**($376,709)**	**($434,421)**	**$1,527,495**	**$142,189**	**$56,974**	**$761,298**

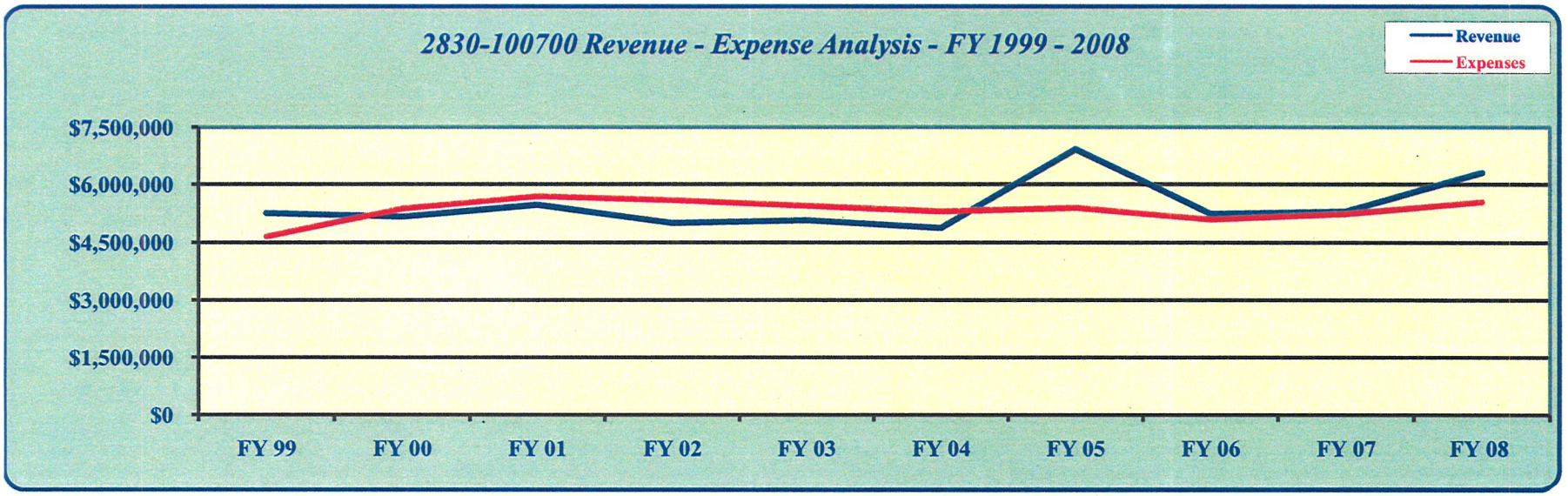
1) All revenue, including general, federal and other dedicated revenue is reflected in the revenue line for each fund.

2) FY 08 revenue & expenses reflect actuals as of **June 30, 2008**.

3) FY 05 permit revenue includes a transfer of fee money collected in FY 94 and held in the Special Fund (3240) pending the outcome of litigation filed against IDEM. IDEM attorneys advised funds could be released to the Programs in late FY 05.

4) June 2008 expenditures include appropriation transfer of $74,583.00 to cover deficit funding in fund/center 3610-147900 (Auto Emissions).

5) June 2008 revenue includes reversion of unused state/dedicated funds ($629,054.00) resulting from multi-year cash analysis.



Indiana Department of Environmental Management

Dedicated Funds History

FY 99 through FY 08

As Of June 30, 2008

IDEM

IDEM

2830 Environmental Management Permit Operation Fund (Hazardous Waste Management Permits)

	FY 99	FY 00	FY 01	FY 02	FY 03	FY 04	FY 05	FY 06	FY 07	FY 08
Beginning Balance	$4,533,670									
Revenue	$5,166,097	$4,654,379	$5,968,718	$9,862,802	$6,032,409	$6,468,087	$7,686,448	$7,939,839	$5,345,187	$7,634,531
Expenses	$7,041,550	$6,359,284	$6,741,186	$6,807,519	$7,095,427	$6,188,172	$5,773,413	$5,301,357	$6,153,146	$9,621,241
Ending Balance	$2,658,217	$953,312	$180,844	$3,236,127	$2,173,109	$2,453,024	$4,366,059	$7,004,541	$6,196,582	$4,209,872
Yearly Cash Flow	($1,875,453)	($1,704,905)	($772,468)	$3,055,283	($1,063,018)	$279,915	$1,913,035	$2,638,482	($807,959)	($1,986,710)

1) All revenue, including general, federal and other dedicated revenue is reflected in the revenue line for each fund.

2) FY 08 revenue & expenses reflect actuals as of **June 30, 2008**.

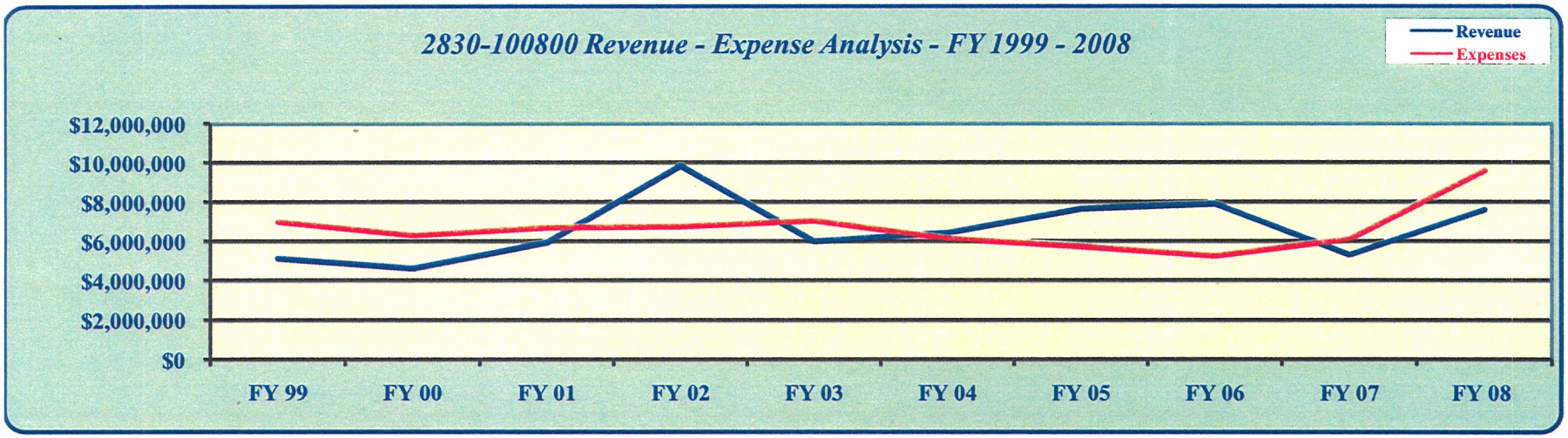
3) FY 05 permit revenue includes a transfer of fee money collected in FY 94 and held in the Special Fund (3240) pending the outcome of litigation filed against IDEM. IDEM attorneys advised funds could be released to the Programs in late FY 05.

3) FY 06 revenue includes a PPG federal draw ($1,259,987/2830-100800) which was redistributed (June 2008) to various fund/centers for PPG eligible expenditures.

4) Owing to timing issues associated with PPG final settlement, FY 07 revenue does not include approximately $994,000 in federal funds for eligible 2007 salary expenses.

5) June 2008 revenue includes reversion of unused state/dedicated funds ($509,968.00) resulting from multi-year cash analysis.

6) June 2008 expenditures include federal indirect cost share ($1,096,590.00) owed to the general fund from the 2005 & 2006 PPG.



Indiana Department of Environmental Management

Dedicated Funds History

FY 99 through FY 08

As Of June 30, 2008

IDEM

IDEM

2830 Environmental Management Permit Operation Fund (Drinking Water Permits)

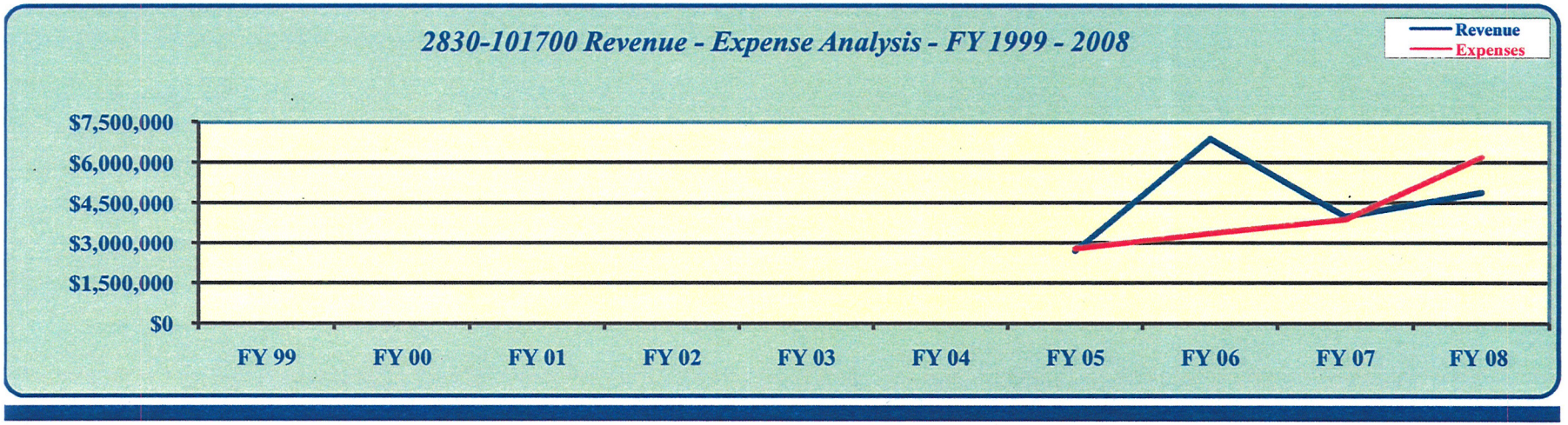
	FY 99	FY 00	FY 01	FY 02	FY 03	FY 04	FY 05	FY 06	FY 07	FY 08
Beginning Balance							$0			
Revenue							$2,700,904	$6,888,875	$3,994,324	$4,898,861
Expenses							$2,794,389	$3,369,980	$3,896,565	$6,216,469
Ending Balance	$0	$0	$0	$0	$0	$0	($93,485)	$3,425,410	$3,523,169	$2,205,561
Yearly Cash Flow	**$0**	**$0**	**$0**	**$0**	**$0**	**$0**	**($93,485)**	**$3,518,895**	**$97,759**	**($1,317,608)**

1) All revenue, including general, federal and other dedicated revenue is reflected in the revenue line for each fund. Through legislative action, "Drinking Water" was added to the 2830 fund in FY 2005.

2) FY 08 revenue & expenses reflect actuals as of **June 30, 2008**.

3) FY 05 permit revenue includes a transfer of fee money collected in FY 94 and held in the Special Fund (3240) pending the outcome of litigation filed against IDEM. IDEM attorneys advised funds could be released to the Programs in late FY 05.

4) FY 06 revenue includes approximately $3,000,000 in additional funding as the result of prior legislative action (IC 13-18-20.5) establishing new drinking water fees which are deposited into the permitting fund (2830-101700). Approximately $1,327,000 of this total represents 2/3 of 2005 fee assessments billed in late 2005 and paid in the first quarter of FY 06.

5) June 2008 revenue includes reversion of unused state/dedicated funds ($154,275.00) resulting from multi-year cash analysis.

6) June 2008 expenditures also include federal indirect cost share ($642,944.00) owed to the general fund from the 2005 & 2006 PPG, as well as a one time charge of $1,524,446 to cover the deficit in 3610-144500 (Drinking Water) prior to transfer to 2830-101700 in 2004.