

Fiscal Estimate - 2001 Session

Original
 Updated
 Corrected
 Supplemental

LRB Number 01-2680/2	Introduction Number AB-275
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Subject

Increase the recycling tipping fee to \$10

Fiscal Effect

State:

<input type="checkbox"/> No State Fiscal Effect	<input checked="" type="checkbox"/> Increase Existing Revenues	<input type="checkbox"/> Increase Costs - May be possible to absorb within agency's budget
<input type="checkbox"/> Indeterminate	<input type="checkbox"/> Decrease Existing Revenues	<input type="checkbox"/> Yes <input type="checkbox"/> No
<input type="checkbox"/> Increase Existing Appropriations		<input type="checkbox"/> Decrease Costs
<input type="checkbox"/> Decrease Existing Appropriations		
<input type="checkbox"/> Create New Appropriations		

Local:

<input type="checkbox"/> No Local Government Costs		
<input type="checkbox"/> Indeterminate		
1. <input checked="" type="checkbox"/> Increase Costs	3. <input checked="" type="checkbox"/> Increase Revenue	5. Types of Local Government Units Affected <input checked="" type="checkbox"/> Towns <input checked="" type="checkbox"/> Village <input checked="" type="checkbox"/> Cities <input checked="" type="checkbox"/> Counties <input type="checkbox"/> Others <input type="checkbox"/> School Districts <input type="checkbox"/> WTCS Districts
<input type="checkbox"/> Permissive <input checked="" type="checkbox"/> Mandatory	<input type="checkbox"/> Permissive <input checked="" type="checkbox"/> Mandatory	
2. <input type="checkbox"/> Decrease Costs	4. <input type="checkbox"/> Decrease Revenue	
<input type="checkbox"/> Permissive <input type="checkbox"/> Mandatory	<input type="checkbox"/> Permissive <input type="checkbox"/> Mandatory	

Fund Sources Affected	Affected Ch. 20 Appropriations
<input type="checkbox"/> GPR <input type="checkbox"/> FED <input type="checkbox"/> PRO <input type="checkbox"/> PRS <input checked="" type="checkbox"/> SEG <input type="checkbox"/> SEGS	

Agency/Prepared By DNR/ Joe Polasek (608) 266-2794	Authorized Signature Joe Polasek (608) 266-2794	Date 04/24/2001
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Fiscal Estimate Narratives

DNR 04/24/2001

LRB Number	01-2680/2	Introduction Number	AB-275	Estimate Type	Original
Subject					
Increase the recycling tipping fee to \$10					

Assumptions Used in Arriving at Fiscal Estimate

Bill Summary: This bill will increase the recycling tipping fee for solid waste disposed of at a landfill from the current \$0.30 per ton to \$10.00 per ton. High volume industrial wastes, as defined in s. 289.01(16), Stats., remain exempt from this fee under the bill. In addition, the bill increases recycling grants to local units of government by \$57 million in fiscal years 2002 and 2003.

Fiscal Estimate: This bill will increase revenues to the recycling fund by \$66 million annually, reversing a projected deficit, and increase costs to local governments by an estimated \$10.6 million annually.

State:

Based on 2000 data, the Department assumes that 6.8 million tons of solid waste (excluding high volume industrial waste) will be disposed of in landfills annually. Increasing the tonnage fee by \$9.70 will generate an additional \$66 million in revenue to the state (6.8 million x \$9.70), reversing a deficit in the Recycling Fund projected under the current \$0.30 per ton fee.

Local:

Again based on 2000 data, the Department assumes that this bill will increase costs to local governments by approximately \$10.6 million annually. In 2000, local governments or their service contractors disposed of 1.1 million tons of solid waste, or 16 % of the total. The Department assumes that local governments will continue to account for 16 % of the total amount of solid waste disposed of in landfills, and will therefore account for 16 % of the increased revenue under this bill--or approximately \$11 million (\$66.0 million x 16%). The remaining \$55 million raised by the fee increase proposed in this bill would be paid by commercial businesses (approximate \$43 million) and out-of-state generators using Wisconsin disposal facilities (approximately \$12 million).

Long-Range Fiscal Implications

None.

Fiscal Estimate Worksheet - 2001 Session

Detailed Estimate of Annual Fiscal Effect

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Subject			
Increase the recycling tipping fee to \$10			
I. One-time Costs or Revenue Impacts for State and/or Local Government (do not include in annualized fiscal effect):			
II. Annualized Costs:		Annualized Fiscal Impact on funds from:	
		Increased Costs	Decreased Costs
A. State Costs by Category			
State Operations - Salaries and Fringes		\$	
(FTE Position Changes)			
State Operations - Other Costs			
Local Assistance	57,000,000		
Aids to Individuals or Organizations			
TOTAL State Costs by Category	\$57,000,000		\$
B. State Costs by Source of Funds			
GPR			
FED			
PRO/PRS			
SEG/SEG-S	57,000,000		
III. State Revenues - Complete this only when proposal will increase or decrease state revenues (e.g., tax increase, decrease in license fee, ets.)			
		Increased Rev	Decreased Rev
GPR Taxes		\$	\$
GPR Earned			
FED			
PRO/PRS			
SEG/SEG-S	66,000,000		
TOTAL State Revenues	\$66,000,000		\$
NET ANNUALIZED FISCAL IMPACT			
		<u>State</u>	<u>Local</u>
NET CHANGE IN COSTS		\$57,000,000	\$11,000,000
NET CHANGE IN REVENUE		\$66,000,000	\$57,000,000
Agency/Prepared By		Authorized Signature	Date
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