



## Fiscal Estimate Narratives

DNR 7/9/01

LRB Number	<b>01-3376/1</b>	Introduction Number	<b>SB-214</b>	Estimate Type	<b>Original</b>
<b>Subject</b>					
Prohibit drilling for oil and gas under Great Lakes and prohibit pipelines on or beneath beds of Great Lakes					

### Assumptions Used in Arriving at Fiscal Estimate

#### Bill Summary:

This bill prohibits any person from conducting drilling operations for the exploration for or production of oil or gas from beneath the beds of the Great Lakes or adjacent bays and harbors. Under current law, drilling through the beds of the Great Lakes is prohibited, but directional drilling beneath the bed of the Great Lakes is permissible provided the activity is conducted in accordance with all other applicable statutes. This bill also prohibits the construction of oil or gas pipelines on or through the beds of the Great Lakes.

#### Fiscal Impact:

The proposed legislation would not have any immediate local or state fiscal impacts. Wisconsin does not have any known oil or gas reserves and there have been no proposals to conduct exploration drilling beneath the Great Lakes. Given the lack of a viable oil and gas industry in the state, such a prohibition should result in essentially no fiscal impacts.

### Long-Range Fiscal Implications

It is possible that there is an unknown reserve of oil or gas lying somewhere beneath one of the Great Lakes. If this legislation is enacted, development of this resource would be precluded and the State would not collect the royalties and other revenues associated with oil and gas production.

## Fiscal Estimate Worksheet - 2001 Session

Detailed Estimate of Annual Fiscal Effect

Original     
  Updated     
  Corrected     
  Supplemental

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