

Fiscal Estimate - 2005 Session

Original
 Updated
 Corrected
 Supplemental

LRB Number 05-4778/1	Introduction Number SB-646
Description Compensation for certain wells contaminated by bacteria	
Fiscal Effect	
State: <input type="checkbox"/> No State Fiscal Effect <input type="checkbox"/> Indeterminate <input type="checkbox"/> Increase Existing Appropriations <input type="checkbox"/> Increase Existing Revenues <input checked="" type="checkbox"/> Increase Costs - May be possible to absorb within agency's budget <input type="checkbox"/> Decrease Existing Appropriations <input type="checkbox"/> Decrease Existing Revenues <input checked="" type="checkbox"/> Yes <input type="checkbox"/> No <input type="checkbox"/> Create New Appropriations <input type="checkbox"/> Decrease Costs	
Local: <input type="checkbox"/> No Local Government Costs <input type="checkbox"/> Indeterminate 1. <input type="checkbox"/> Increase Costs 3. <input type="checkbox"/> Increase Revenue <input type="checkbox"/> Permissive <input type="checkbox"/> Mandatory <input type="checkbox"/> Permissive <input 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 5. Types of Local Government Units Affected <input type="checkbox"/> Towns <input type="checkbox"/> Village <input type="checkbox"/> Cities <input type="checkbox"/> Counties <input type="checkbox"/> Others <input type="checkbox"/> School Districts <input type="checkbox"/> WTCS Districts	
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 3/2/2006	

Fiscal Estimate Narratives

DNR 3/2/2006

LRB Number	05-4778/1	Introduction Number	SB-646	Estimate Type	Original
Description Compensation for certain wells contaminated by bacteria					

Assumptions Used in Arriving at Fiscal Estimate

The bill expands the eligibility for the well compensation program to include wells that have been contaminated by fecal bacteria originating from livestock.

Estimated Fiscal Effect--Awards:

The fiscal effect of the bill is based on an estimate of 20 livestock-related well compensation claims per year. Assuming that each claimant receives the maximum award of \$9,000, the bill would increase well compensation awards by \$180,000 (20 awards x \$9,000). These claims will be paid from the Department's existing well compensation appropriation. It should be noted that the estimate of the number of claims per year may be low. Depending upon weather and other factors, the actual number of claims may be as high as 50 per year.

Estimated Fiscal Effect--Operations

The bill would increase operations costs by an estimated \$11,700 in salary-related expenditures associated with 1) review and approval of well compensation claims, 2) issuing well compensation awards, and 3) processing payment claims.

1) Review and approval of well compensation claims: It is estimated that it will take approximately 12 hrs. for a water supply specialist to review each well compensation application and determine eligibility.

20 well compensation claims x 12 hours/claim = 240 hours x \$32/hour salary and fringe = \$7,700

2) Issuing well compensation grant awards: It is estimated that it will take approximately 3 hrs. for a Financial Assistance Specialist to review each well compensation claim, complete a cost estimate and prepare a grant award.

20 grant awards x 3 hours/claim = 60 hours x \$33/hr. salary and fringes = \$2,000

3) Processing Payment claims: It is estimated that it will take approximately 3 hrs. for a Financial Assistance Specialist to review and approve each well compensation payment claim.

20 payment claims x 3 hours/claim = 60 hours x \$33/hr. salary and fringes = \$2,000

Long-Range Fiscal Implications

In the event that future livestock-related well compensation claims far exceed the Department's estimate, the existing appropriation will be insufficient to fully fund the claims.

Fiscal Estimate Worksheet - 2005 Session

Detailed Estimate of Annual Fiscal Effect

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LRB Number 05-4778/1		Introduction Number SB-646	
Description Compensation for certain wells contaminated by bacteria			
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	\$11,700		
(FTE Position Changes)			
State Operations - Other Costs			
Local Assistance			
Aids to Individuals or Organizations	180,000		
TOTAL State Costs by Category	\$191,700		\$
B. State Costs by Source of Funds			
GPR			
FED			
PRO/PRS			
SEG/SEG-S	191,700		
III. State Revenues - Complete this only when proposal will increase or decrease state revenues (e.g., tax increase, decrease in license fee, etc.)			
	Increased Rev	Decreased Rev	
GPR Taxes	\$		\$
GPR Earned			
FED			
PRO/PRS			
SEG/SEG-S			
TOTAL State Revenues	\$		\$
NET ANNUALIZED FISCAL IMPACT			
	State	Local	
NET CHANGE IN COSTS	\$191,700		\$
NET CHANGE IN REVENUE	\$		\$
Agency/Prepared By		Authorized Signature	Date
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