

Fiscal Estimate Narratives

DATCP 11/6/2009

LRB Number	09-3678/1	Introduction Number	SB-364	Estimate Type	Original
Description Prohibiting the installation, sale, and distribution of wheel weights and other wheel balancing products that contain lead					

Assumptions Used in Arriving at Fiscal Estimate

This bill would prohibit the use of wheel weights and other wheel balancing products made of lead. The Department of Agriculture, Trade and Consumer Protection would have compliance and enforcement responsibilities.

There are two ways to approach the new responsibilities represented by this bill. A minimal approach would be to only initiate investigations based on complaints. A more thorough approach to ensuring compliance would be to develop an inspection based compliance program. Obviously, an inspection based compliance program would require a great deal more resources. It would require inspectors, a data system for tracking inspection records and regulated parties, and a large number of laboratory tests. (A similar agency in another state estimated that a bill similar to this one would cost about \$250,000 per year.)

For purposes of this fiscal estimate, we are assuming a minimal approach. Under this minimal approach, DATCP would initiate investigations in response to complaints, and would not take a proactive approach to conducting inspections. In addition, DATCP would need to spend some time and effort on public information campaigns so that the regulated tire and wheel service providers knew what was expected of them.

We estimate the annual cost of this bill to DATCP would be around \$2,500. Roughly \$2,000 represents between 50 and 60 total employee hours per year to conduct inspections / investigations (in response to complaints) and also help educate affected parties. The other \$500 is an estimate for laboratory services to test the content of wheel weights.

Long-Range Fiscal Implications

Fiscal Estimate Worksheet - 2009 Session

Detailed Estimate of Annual Fiscal Effect

Original
 Updated
 Corrected
 Supplemental

LRB Number 09-3678/1		Introduction Number SB-364	
Description Prohibiting the installation, sale, and distribution of wheel weights and other wheel balancing products that contain lead			
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	\$2,000		\$
(FTE Position Changes)			
State Operations - Other Costs	500		
Local Assistance			
Aids to Individuals or Organizations			
TOTAL State Costs by Category	\$2,500		\$
B. State Costs by Source of Funds			
GPR	2,500		
FED			
PRO/PRS			
SEG/SEG-S			
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	\$2,500	\$	
NET CHANGE IN REVENUE	\$	\$	
Agency/Prepared By		Authorized Signature	
DATCP/ Kevin LeRoy (608) 224-4928		Bill Walker (608) 224-4353	
		Date	
		11/6/2009	