## Fiscal Estimate - 2013 Session

☑ Original ☐ Updated	Corrected	Supplemental			
LRB Number 13-0941/2	Introduction Number	AB-0013			
<b>Description</b> Methods of providing assistance under the Clean Water Fund Program and the Safe Drinking Water Loan Program and projects that are eligible for assistance under the Clean Water Fund Program					
Fiscal Effect					
Appropriations Reve		s - May be possible in agency's budget No ts			
Local:  ☐ No Local Government Costs ☐ Indeterminate  ☐ Increase Costs ☐ Permissive ☐ Mandatory  ☐ Decrease Costs ☐ Permissive ☐ Mandatory ☐ Districts ☐ Districts ☐ Districts					
Fund Sources Affected Affected Ch. 20 Appropriations  ☐ GPR ☐ FED ☐ PRO ☐ PRS ☒ SEG ☐ SEGS					
Agency/Prepared By	Authorized Signature	Date			
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## Fiscal Estimate Narratives DOA 2/21/2013

LRB Number 13-0941/2	Introduction Number	AB-0013	Estimate Type	Original	
Description					
Methods of providing assistance under the Clean Water Fund Program and the Safe Drinking Water Loan					
Program and projects that are eligible for assistance under the Clean Water Fund Program					

## **Assumptions Used in Arriving at Fiscal Estimate**

This bill enables the Department of Natural Resources (DNR) to award funds to eligible municipalities in the form of Principal Forgiveness, as required by the SFY 2013 Clean Water Fund Program and Safe Drinking Water Loan Program capitalization grant agreements. Principal Forgiveness has been required by Congress to provide additional financial assistance to municipalities making water infrastructure improvements. For SFY 2013, a minimum of seven (7) municipalities will receive up to \$500,000 in Principal Forgiveness for their Clean Water Fund Program projects and a minimum of thirteen (13) municipalities will receive up to \$500,000 in Principal Forgiveness for their Safe Drinking Water Loan Program projects. This constitutes a direct cost saving to those municipalities.

In addition to SFY 2013 projects, this bill enables the DNR to make future similar awards and to comply with other conditions if required by Congress and/or EPA as part of federal grant agreements.

AB 13 also enables DNR to have more flexibility in the types of projects that are eligible for Clean Water Fund Program loan funds so that municipalities can minimize costs by implementing cost-effective solutions for meeting effluent limits.

**Long-Range Fiscal Implications** 

Unknown.