

Fiscal Estimate - 2019 Session

Original
 Updated
 Corrected
 Supplemental

LRB Number 19-5523/1	Introduction Number SB-856
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Description
 providing farmers technical assistance related to water quality, organic production, and soil health; increasing cost-share rates; granting rule-making authority; and making an appropriation

Fiscal Effect

State:

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

Local:

<input type="checkbox"/> No Local Government Costs		
<input type="checkbox"/> Indeterminate		
1. <input type="checkbox"/> Increase Costs	3. <input type="checkbox"/> Increase Revenue	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 <u>0</u> <input type="checkbox"/> School Districts <input type="checkbox"/> WTCS Districts
<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	

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	20.370 (6)(ac)

Agency/Prepared By DNR/ Paul Neumann (608) 266-0818	Authorized Signature Paul Neumann (608) 266-0818	Date 4/6/2020
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Fiscal Estimate Narratives

DNR 4/6/2020

LRB Number	19-5523/1	Introduction Number	SB-856	Estimate Type	Original
Description providing farmers technical assistance related to water quality, organic production, and soil health; increasing cost-share rates; granting rule-making authority; and making an appropriation					

Assumptions Used in Arriving at Fiscal Estimate

The bill requires the Department to increase the state cost-share for nonpoint source pollution abatement projects from 70% to up to 100% of costs for projects that are located in sensitive areas that are determined by administrative rule. It also establishes a sum sufficient, Environmental SEG-funded appropriation for projects that meet that eligibility criteria. In addition, it directs the Department to promulgate targeted runoff standards if statewide standards are insufficient to meet water quality standards.

Fiscal Effect

1. Because there are too many variables, the fiscal effect of increasing the state cost-share is indeterminate. However, to highlight the potential magnitude of the fiscal effect, it would cost an estimated \$69 million annually to fully fund a single Best Management Practice (cover crops) within the sensitive Silurian bedrock area.
2. The bill directs the Department to create, by rule and in consultation with DATCP when involving agriculture facilities or practices, new water quality or groundwater standards if the Department finds that current implementation of statewide performance standards and prohibitions by nonpoint sources will not achieve water quality or groundwater standards. The Department estimates that it would incur one-time costs of \$33,200 to develop administrative rules.

Long-Range Fiscal Implications

Fiscal Estimate Worksheet - 2019 Session

Detailed Estimate of Annual Fiscal Effect

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Description providing farmers technical assistance related to water quality, organic production, and soil health; increasing cost-share rates; granting rule-making authority; and making an appropriation		
I. One-time Costs or Revenue Impacts for State and/or Local Government (do not include in annualized fiscal effect): \$33,200 for development of administrative rules		
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		
Aids to Individuals or Organizations		
TOTAL State Costs by Category	\$	\$
B. State Costs by Source of Funds		
GPR		
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		
	<u>State</u>	<u>Local</u>
NET CHANGE IN COSTS	\$	\$
NET CHANGE IN REVENUE	\$	\$
Agency/Prepared By	Authorized Signature	Date
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