



## Fiscal Estimate Narratives

DNR 4/6/2020

LRB Number	19-5093/1	Introduction Number	AB-0919	Estimate Type	Original
<b>Description</b> 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

Original     
  Updated     
  Corrected     
  Supplemental

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<b>Description</b> 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			
<b>I. One-time Costs or Revenue Impacts for State and/or Local Government (do not include in annualized fiscal effect):</b>  \$33,200 for development of administrative rules			
<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, etc.)</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>			
		<u>State</u>	<u>Local</u>
NET CHANGE IN COSTS		\$	\$
NET CHANGE IN REVENUE		\$	\$
<b>Agency/Prepared By</b>		<b>Authorized Signature</b>	<b>Date</b>
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