

ORIGINAL UPDATED
 CORRECTED SUPPLEMENTAL

FISCAL ESTIMATE
DOA-2048 N(R10/94)

Subject
Safe Drinking Water Program Funding Limit

Fiscal Effect

State: No State Fiscal Effect

Check columns below only if bill makes a direct appropriation or affects a sum sufficient appropriation.

- Increase Existing Appropriation
- Decrease Existing Appropriation
- Create New Appropriation
- Increase Existing Revenues
- Decrease Existing Revenues

- Increase Costs - May be possible to Absorb Within Agency's Budget Yes No
- Decrease Costs

Local: No local government costs

- 1. Increase Costs
 Permissive Mandatory
- 2. Decrease Costs
 Permissive Mandatory

- 3. Increase Revenues
 Permissive Mandatory
- 4. Decrease Revenues
 Permissive Mandatory

5. Types of Local Government Units Affected:
- Towns Villages Cities
 - Counties WTCS Districts
 - School Districts Others

Fund Sources Affected
 GPR FED PRO PRS SEG SEG-S

Affected Ch. 20 Appropriations

Assumptions Used in Arriving at Fiscal Estimate

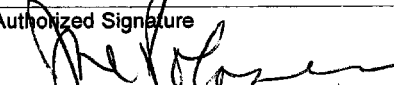
SUMMARY OF BILL - Current statute specifies that no single Safe Drinking Water Loan recipient may receive more than 25% of the present value subsidy authorized for the biennium. The original intent was to limit the amount of funds a single applicant could receive to 25% of the funds available in any given year. Since the present value subsidy is authorized via statute before the actual amount of available funding is established, 25% of the present value subsidy is not the same as 25% of the available funds. Additionally, under current law, a single loan recipient can claim 50% of a single year's funds while still meeting the statutory limitation of 25% of the biennium's authorized funding.

This bill would modify a section in Chapter 281, Stats. to state that no single applicant for a Safe Drinking Water loan may receive more than 25% of the available funding in a given fiscal year. (Note: The term "available funding" as first described when the original legislation created the SDW program in Wisconsin conceptually meant the federal capitalization grant, plus the state's required match, minus administrative set-asides.)

FISCAL IMPACT - The proposed bill would modify the current statute which allows a single loan recipient to claim 50% of a single year's funds while still meeting the statutory limitation of receiving no more than 25% of the biennium's authorized funding. By the terms of this proposed bill, a maximum of 25% of the funds available in a fiscal year could be received by a single applicant. This could potentially increase the number of applicants who actually are able to receive loan assistance. The term "funds available" refers solely to the receipt of each year's federal capitalization grant from the US EPA and the required state match, minus the administrative set-asides as allowed by the federal SDW program guidelines and regulations. The Department could implement this proposal with available resources.

Long-Range Fiscal Implications

A greater number of communities may potentially receive SDW loan assistance. Total project costs for those receiving the SDW loans, including interest paid, may be less than the costs incurred if projects receive funding from some other source, resulting in a net savings to the community.

Agency	Prepared By	Phone No.	Authorized Signature	Phone No.	Date
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FISCAL ESTIMATE WORKSHEET

1999 Session

Detailed Estimate of Annual Fiscal Effect
DOA-2047 (R10/94)

ORIGINAL UPDATED
 CORRECTED SUPPLEMENTAL

LRB or Bill No./Adm. Rule No.	Amendment No.
SB64 - LRB 1719/1	

Subject
Safe Drinking Water Program Funding Limit

I. One-Time Costs or Revenue Impacts for State and/or Local Government (do not include in annualized fiscal affect):

II. Annualized Costs:	Annualized Fiscal impact on State 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	\$0	\$0
B. State Costs by Source of Funds	Increased Costs	Decreased Costs
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	\$0	\$0

NET ANNUALIZED IMPACT

	<u>STATE</u>	<u>LOCAL</u>
NET CHANGE IN COSTS	\$0	\$0
NET CHANGE IN REVENUES	\$0	\$0

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