

Fiscal Estimate - 2003 Session

Original
 Updated
 Corrected
 Supplemental

LRB Number 03-1238/2	Introduction Number AB-877
------------------------------------	--

Subject
 Responsibility for safe disposal of electronic equipment

Fiscal Effect

State:

No State Fiscal Effect
 Indeterminate

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

Local:

No Local Government Costs
 Indeterminate

1. <input type="checkbox"/> Increase Costs <input type="checkbox"/> Permissive <input type="checkbox"/> Mandatory 2. <input type="checkbox"/> Decrease Costs <input type="checkbox"/> Permissive <input type="checkbox"/> Mandatory	3. <input type="checkbox"/> Increase Revenue <input type="checkbox"/> Permissive <input type="checkbox"/> Mandatory 4. <input type="checkbox"/> Decrease Revenue <input type="checkbox"/> Permissive <input type="checkbox"/> Mandatory	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 <input type="checkbox"/> School Districts <input type="checkbox"/> WTCS Districts
--	--	---

Fund Sources Affected	Affected Ch. 20 Appropriations
<input type="checkbox"/> GPR <input type="checkbox"/> FED <input type="checkbox"/> PRO <input type="checkbox"/> PRS <input type="checkbox"/> SEG <input type="checkbox"/> SEGS	

Agency/Prepared By	Authorized Signature	Date
DOA/ Mary Massey (608) 267-2099	Martha Kerner (608) 266-1359	2/10/2004

Fiscal Estimate Narratives

DOA 2/23/2004

LRB Number	03-1238/2	Introduction Number	AB-877	Estimate Type	Original
Subject					
Responsibility for safe disposal of electronic equipment					

Assumptions Used in Arriving at Fiscal Estimate

Procurement:

This bill would require state agencies to purchase electronic equipment produced by vendors with disposal plans approved by the Department of Natural Resources. To comply with this requirement, the department would add a section specifying this certification to the standard terms and conditions required in all state contracts. This would entail minimal cost that could be absorbed by the department. In addition, each bid would require review to ensure the bidder either directly complies with the disposal requirement or has offered equipment from a producer(s) that complies with the disposal requirements. Some contracts may require additional negotiation to establish specific procedures for the disposal such as pickup or delivery points, shipping costs, packaging, and responsibility for erasing sensitive information.

Disposal:

Madison based agencies and the UW Madison generally use the UW SWAP program to dispose of electronic equipment, composed primarily of personal computers and peripheral equipment. SWAP staff evaluate the equipment and place those items in good working order in inventory for sale to other state agencies or the public. The Department of Corrections takes possession of those items that are obsolete or not in working order. These items are either refurbished or disassembled for recycling. Refurbished items are donated to non-profit organizations. Where there is a market, recycled components are sold to the highest bidder. DOC then contracts for disposal of the remaining parts. UW SWAP estimates that 35 to 40 semi loads of electronic equipment are disposed of annually through the DOC program. Other UW campuses also dispose of their electronic equipment through DOC. This bill does not appear to preclude continuation of this procedure. However, if agencies opt to use a producer's disposal program, there will be additional costs for packaging and shipping. Specifically, if equipment must be sorted by producer, packaged and shipped to multiple collection points, state disposal costs could increase significantly.

Long-Range Fiscal Implications

Unknown