

### Fiscal Estimate - 2009 Session

Original       Updated       Corrected       Supplemental

<b>LRB Number</b> <b>09-3096/2</b>		<b>Introduction Number</b> <b>SB-629</b>		
<b>Description</b> sale, disposal, collection, and recycling of mercury-added lamps and making an appropriation.				
<b>Fiscal Effect</b>				
<b>State:</b>				
<input type="checkbox"/> No State Fiscal Effect				
<input type="checkbox"/> Indeterminate				
<input type="checkbox"/> Increase Existing Appropriations		<input checked="" type="checkbox"/> Increase Existing Revenues		
<input type="checkbox"/> Decrease Existing Appropriations		<input type="checkbox"/> Decrease Existing Revenues		
<input checked="" type="checkbox"/> Create New Appropriations		<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"/> Decrease Costs				
<b>Local:</b>				
<input type="checkbox"/> No Local Government Costs				
<input type="checkbox"/> Indeterminate				
1. <input type="checkbox"/> Increase Costs		3. <input type="checkbox"/> Increase Revenue		
<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		
5. Types of Local Government Units Affected				
<input type="checkbox"/> Towns		<input type="checkbox"/> Village		
<input type="checkbox"/> Counties		<input type="checkbox"/> Cities		
<input type="checkbox"/> School Districts		<input type="checkbox"/> WTCS Districts		
<b>Fund Sources Affected</b>		<b>Affected Ch. 20 Appropriations</b>		
<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 (2)(hs)				
<b>Agency/Prepared By</b>		<b>Authorized Signature</b>		<b>Date</b>
DNR/ Joe Polasek (608) 266-2794		Joe Polasek (608) 266-2794		3/22/2010

## Fiscal Estimate Narratives

DNR 3/22/2010

LRB Number	<b>09-3096/2</b>	Introduction Number	<b>SB-629</b>	Estimate Type	<b>Original</b>
<b>Description</b> sale, disposal, collection, and recycling of mercury-added lamps and making an appropriation.					

### Assumptions Used in Arriving at Fiscal Estimate

#### Bill Summary:

This bill imposes requirements on manufacturers that sell, or that have previously sold, mercury-added lamps to households in this state. The bill requires manufacturers, beginning on January 1, 2013, to file an annual registration with the Department of Natural Resources (DNR) and to pay an annual fee of \$5,000. The registration must also include an annual report containing specific information required by DNR. Under the bill, a manufacturer must implement a recycling plan approved by DNR for recycling mercury-added lamps derived from households (household lamps). If a manufacturer fails to annually register with DNR, pay an annual registration fee, or fully implement an approved recycling plan, the manufacturer may not conduct business of any kind in this state. All of these requirements cease to apply to a manufacturer after the expiration of a ten-year period during which the manufacturer does not sell any household lamps in this state. The bill authorizes manufacturers to establish joint recycling programs or to participate in the creation of an entity to collect and recycle household lamps.

The bill requires DNR, in approving recycling plans, to establish a goal of achieving by January 1, 2015, an average yearly recycling rate of 70 percent of the total weight of mercury-added lamps sold to households in this state.

This bill creates an all-moneys-received appropriation, funded from the recycling and renewable energy fund for the Department's administration of the state mercury-containing lamp recycling program.

This bill prohibits the disposal in landfills and the incineration of mercury-added lamps, effective on July 1, 2013.

#### Fiscal Estimate:

This bill would increase revenues to the SEG fund (through the newly created Electronic fund) and would increase costs to the Department. This bill delegates administration and oversight of the program to the Department, with costs offset by the all-moneys-received appropriation for program administration. Specific tasks include: interpreting policy and developing guidance documents; reviewing, approving and tracking registration, fee payments, and reporting; developing and maintaining a computer system to track fees, registration and collections; outreach and technical assistance; and monitoring and enforcement. No new FTE are created under this bill.

**Estimated Revenue:** Manufacturers selling mercury-containing lamps to Wisconsin households would be required to pay annual registration fees to the Department of \$5,000. Based on information from other states, the Department expects about 30 manufacturers will register each year and paying the fee, for a total annual revenue of \$150,000. Revenue from the registration fees would be deposited in recycling and renewable energy SEG fund and would be available to the Department for program administration.

**Estimated Costs:** The Department estimates it will take approximately \$150,000 and 1.0 FTE annually to administer the program and ensure compliance with program requirements. The department will incur one-time costs for development of an IT system to track registration, performance, and compliance and develop a communication program and web information for regulated entities and the public. There will be recurring costs for program administration, performance review and compliance assurance, outreach and education.

#### Local Government Costs:

This bill should not increase costs to local governments. The bill requires manufacturers to establish collection locations throughout the state at which mercury-added lamps derived from households may be deposited without cost to the household or the owner of the collection location. In addition, the manufacturer's program shall establish at least one collection site for each 10,000 residents in each county

that has fewer than 30,000 residents. It is expected that local governments may elect to serve as collection locations or use existing household hazardous waste collection center as collection sites. They should not incur an additional cost for serving in this capacity.

### **Long-Range Fiscal Implications**

## Fiscal Estimate Worksheet - 2009 Session

Detailed Estimate of Annual Fiscal Effect

Original     
  Updated     
  Corrected     
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<b>LRB Number</b> <b>09-3096/2</b>		<b>Introduction Number</b> <b>SB-629</b>	
<b>Description</b> sale, disposal, collection, and recycling of mercury-added lamps 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>  Development of IT system to track registration, compliance and performance, outreach to notify regulated entities.			
<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	\$100,000		\$
(FTE Position Changes)	(1.0 FTE)		
State Operations - Other Costs	50,000		
Local Assistance			
Aids to Individuals or Organizations			
<b>TOTAL State Costs by Category</b>	<b>\$150,000</b>		<b>\$</b>
<b>B. State Costs by Source of Funds</b>			
GPR			
FED			
PRO/PRS			
SEG/SEG-S	150,000		
<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	150,000		
<b>TOTAL State Revenues</b>	<b>\$150,000</b>		<b>\$</b>
<b>NET ANNUALIZED FISCAL IMPACT</b>			
	State		Local
NET CHANGE IN COSTS	\$150,000		\$
NET CHANGE IN REVENUE	\$150,000		\$
<b>Agency/Prepared By</b>		<b>Authorized Signature</b>	<b>Date</b>
DNR/ Joe Polasek (608) 266-2794		Joe Polasek (608) 266-2794	3/22/2010