

Fiscal Estimate - 2017 Session

Original
 Updated
 Corrected
 Supplemental

LRB Number 17-5221/1	Introduction Number AB-0914
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Description
 changes to the electronic waste recycling program and granting rule-making authority

Fiscal Effect

State:

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

Local:

<input type="checkbox"/> No Local Government Costs	<input type="checkbox"/> Indeterminate	5. Types of Local Government Units Affected	
1. <input type="checkbox"/> Increase Costs	3. <input type="checkbox"/> Increase Revenue	<input type="checkbox"/> Towns	<input type="checkbox"/> Village
<input type="checkbox"/> Permissive <input type="checkbox"/> Mandatory	<input type="checkbox"/> Permissive <input type="checkbox"/> Mandatory	<input type="checkbox"/> Counties	<input type="checkbox"/> Others <u>0</u>
2. <input type="checkbox"/> Decrease Costs	4. <input type="checkbox"/> Decrease Revenue	<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		

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 (4)(hr)	

Agency/Prepared By	Authorized Signature	Date
DNR/ Joe Polasek (608) 266-2794	Joe Polasek (608) 266-2794	2/7/2018

Fiscal Estimate Narratives

DNR 2/7/2018

LRB Number	17-5221/1	Introduction Number	AB-0914	Estimate Type	Original
Description changes to the electronic waste recycling program and granting rule-making authority					

Assumptions Used in Arriving at Fiscal Estimate

The bill makes changes to the electronic waste (e-waste) recycling program.

Fiscal Effect

1. Revenues

The main state fiscal impact in the proposed bill comes from a change to the tiered annual registration fees paid by electronics manufacturers to the DNR. The current law has three manufacturer registration fee levels, based on the units of covered electronics sold to Wisconsin households and schools during a program year: \$0, \$1,250 and \$5,000. The bill would change the ranges for the number of units sold under which each of these fee levels would apply.

- \$0 fee: current law is fewer than 25 units sold; bill would adjust to fewer than 250 units
- \$1,250 fee: current law is 25 to 249 units sold; bill would adjust to 250 to 499 units
- \$5,000 fee: current law is 250 or more units sold; bill would adjust to 500 or more units

There would be a reduction in e-waste revenue from from manufacturers in the 25 to 249 units category since under the proposed thresholds those manufacturers would no longer pay a fee. For FY2018, there are 33 manufacturers in this category, which compares with 28 manufacturers in this category in FY2017 and 35 in FY2016. Based on the assumption of about 35 manufacturers per year in this category, each paying a \$1,250 fee, the estimated revenue reduction is \$43,750 (\$1,250 x 35).

There would be additional, but indeterminate, revenue loss from manufacturers that sell between 250 and 500 units, since under the bill they would pay an annual fee of \$1,250 instead of the current fee of \$5,000. Since, DNR does not have data on the specific number of units each manufacturer sells, there is no reliable way to estimate this additional revenue loss.

2. Costs

Because more manufacturers have registered than originally estimated when the law was passed in 2009, the Department does not expect the bill and the corresponding revenue loss to have a significant effect on core work.

The law does not add significant workload or long-term costs for the DNR; however, because electronic reporting forms would need to be updated to reflect the bill's changes, there would be estimated one-time costs of \$11,800 in FY 2018 and \$4,000 in FY 2019 for IT work to make these updates.

Long-Range Fiscal Implications

Fiscal Estimate Worksheet - 2017 Session

Detailed Estimate of Annual Fiscal Effect

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Description changes to the electronic waste recycling program and granting rule-making authority		
I. One-time Costs or Revenue Impacts for State and/or Local Government (do not include in annualized fiscal effect): \$11,800 in FY 2018 and \$4,000 in FY 2019 for IT updates		
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		-43,800
TOTAL State Revenues	\$	\$-43,800
NET ANNUALIZED FISCAL IMPACT		
	<u>State</u>	<u>Local</u>
NET CHANGE IN COSTS	\$	\$
NET CHANGE IN REVENUE	\$-43,800	\$
Agency/Prepared By	Authorized Signature	Date
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