



## Fiscal Estimate Narratives

DNR 2/18/2020

LRB Number	19-5572/1	Introduction Number	AB-0922	Estimate Type	Original
<b>Description</b> PFAS management zones, extending the time limit for emergency rule procedures, providing an exemption from emergency rule procedures, and granting rule-making authority					

### Assumptions Used in Arriving at Fiscal Estimate

The bill creates a process for establishing management zones for PFAS and creates special requirements within those zones.

#### State Fiscal Effect

##### 1. Assumptions

1.0 FTE = approximately \$100,000 in salary and fringe and requires \$2,500 allotment of supplies per year.

##### 2. Cost Estimate

a. PFAS Management Zones--The Department assumes 1.0 FTE (\$102,500) will be required to oversee the PFAS management zone program. This would include: 1) coordinating cross-program technical review of incoming PFAS data to delineate PFAS management zones; 2) coordinating the department's testing and research within the zones; 3) tracking management zone testing results and responses; 4) coordinating review of factors for removal of areas from management zones; 5) coordinating and hosting public meetings; and 6) serving as the point of contact for the public, legislators, responsible parties, and other stakeholders on PFAS management zones. This position would also complete the notifications outlined in Section 2. (8) and report to the legislature outlined in Section 2. (9) of the bill.

Note that a separate bill--SB775--authorizes 1.0 FTE project position to the Department for this coordinator that would be housed in a new, sum sufficient appropriation.

b. Technical Expertise--The Department expects that 1.0 FTE (\$102,500) for a hydrogeologist-advanced will be needed in the Remediation and Redevelopment program and 1.0 FTE (\$102,500) for a hydrogeologist-advanced in the Drinking and Groundwater Program will be needed to provide technical expertise in reviewing incoming PFAS data and consideration of other factors when establishing and managing the delineation of PFAS management zones.

c. Emergency Rules--The Department estimates that 0.4 FTE (\$41,000) for a Water Supply Specialist-Adv will be needed in the Drinking and Groundwater Program to establish and oversee implementation of emergency rules for treatment works and public water systems. The fiscal impact of actual rules and standards are not discussed in this assignment. These impacts will be captured in any economic impact analyses completed during the rule making process.

d. Internet Site--The Department estimates the cost to build and maintain an internet site for each PFAS management zone at 0.2 FTE (\$20,500).

e. Priority List--The Department estimates that 0.5 FTE (\$51,250) will be needed for a Water Supply Specialist-Adv in the Drinking and Groundwater program to promulgate rules for determining project rankings, to implement development of the priority list, and to provide technical expertise to identify projects most affected by PFAS to be ranked.

f. Well Compensation--The department estimates that 0.25 FTE (\$25,625) will be needed for a hydrogeologist-advanced in the Drinking and Groundwater Program to provide technical expertise to the Community Financial

Assistance program to prioritize claims for well compensation based on level of contamination.

g. Stakeholder Coordination--The Department estimates the additional coordination with stakeholders, including a PFAS advisory committee, will require 0.5 FTE (\$51,250) for a Natural Resource Program Coordinator. This position will coordinate committee meetings, serve as staff support, develop information materials, conduct research, and draft white papers.

h. Other aspects of the bill are not anticipated to have a fiscal impact.

i. In summary, the bill would require an estimated 4.85 FTE and \$497,100 in annual, ongoing costs to implement. Of this amount, 1.0 GPR-funded project position and an estimated \$102,500 annually that would function as the PFAS Management Zone coordinator are provided in the fiscal estimate for SB 775. The remaining 3.85 FTE and \$394,600 in annual, ongoing costs would need to be covered through a reallocation of existing staff and budgetary resources.

### **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> PFAS management zones, extending the time limit for emergency rule procedures, providing an exemption from emergency rule procedures, and granting rule-making authority			
<b>I. One-time Costs or Revenue Impacts for State and/or Local Government (do not include in annualized fiscal effect):</b>			
<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	\$385,000	\$
	(FTE Position Changes)	(3.8 FTE)	
	State Operations - Other Costs	9,600	
	Local Assistance		
	Aids to Individuals or Organizations		
	<b>TOTAL State Costs by Category</b>	<b>\$394,600</b>	<b>\$</b>
<b>B. State Costs by Source of Funds</b>			
	GPR		
	FED		
	PRO/PRS		
	SEG/SEG-S	394,600	
<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	\$394,600	\$
	NET CHANGE IN REVENUE	\$	\$
<b>Agency/Prepared By</b>		<b>Authorized Signature</b>	<b>Date</b>
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