

Fiscal Estimate - 2019 Session

Original
 Updated
 Corrected
 Supplemental

LRB Number 19a0887/1	Introduction Number SA1-SB670
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Description
 exempting certain waste-to-energy facilities from tipping fees

Fiscal Effect

State:

No State Fiscal Effect
 Indeterminate
 Increase Existing Appropriations
 Increase Existing Revenues
 Increase Costs - May be possible to absorb within agency's budget
 Decrease Existing Appropriations
 Decrease Existing Revenues
 Yes No
 Create New Appropriations
 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
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Fund Sources Affected	Affected Ch. 20 Appropriations
<input type="checkbox"/> GPR <input type="checkbox"/> FED <input checked="" type="checkbox"/> PRO <input type="checkbox"/> PRS <input checked="" type="checkbox"/> SEG <input type="checkbox"/> SEGS	

Agency/Prepared By DNR/ Paul Neumann (608) 266-0818	Authorized Signature Paul Neumann (608) 266-0818	Date 1/15/2020
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Fiscal Estimate Narratives

DNR 1/15/2020

LRB Number	19a0887/1	Introduction Number	SA1-SB670	Estimate Type	Supplemental
Description exempting certain waste-to-energy facilities from tipping fees					

Assumptions Used in Arriving at Fiscal Estimate

SB 670, as amended by Senate Amendment 1, creates a tipping fee exemption for existing facilities that incinerate solid waste for the purpose of energy recovery, commonly called waste-to-energy facilities. The exemption would apply to the weight of the residue generated by the recycling process or 30 percent of the total weight of material accepted by the recycling facility, whichever is less. The exemption would not apply to ash residue generated at these facilities. The bill also makes a terminology change, referring to facilities exempt from the tipping fee as "qualified facilities" instead of "qualified materials recovery facilities."

State Fiscal Effect

A. Assumptions

The bill, as amended, would impact two facilities in the state, the La Crosse Excel Energy Facility and the Barron County Waste-to-Energy facility.

B. Costs

The bill, as amended, would have minimal impact upon expenditures other than the updating of two forms and one guidance document.

C. Revenues

Using 2018 tonnage data from the two impacted facilities, the bill would exempt an estimated total of 21,175.7 tons from state tipping fees (17,619.6 tons for the La Crosse facility + 3,556.1 tons for the Barron County facility).

The exemption would apply to the following state tipping fees: Groundwater fee (\$0.10/ton); well compensation fee (\$0.04/ton); siting board fee (\$0.007/ton); recycling fee (\$7.00/ton); and environmental repair fee (\$5.70/ton). The combined total fee exemption would be \$12.847/ton.

Using the aforementioned tonnage data and tipping fee amounts, the Department estimates the bill, as amended, would reduce annual tipping fee revenues by \$272,100 (21,175.7 tons * \$12.847).

Long-Range Fiscal Implications

Fiscal Estimate Worksheet - 2019 Session

Detailed Estimate of Annual Fiscal Effect

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Description exempting certain waste-to-energy facilities from tipping fees			
I. One-time Costs or Revenue Impacts for State and/or Local Government (do not include in annualized fiscal effect):			
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, ets.)			
		Increased Rev	Decreased Rev
GPR Taxes		\$	\$
GPR Earned			
FED			
PRO/PRS			-200
SEG/SEG-S			-271,900
TOTAL State Revenues		\$	\$-272,100
NET ANNUALIZED FISCAL IMPACT			
		State	Local
NET CHANGE IN COSTS		\$	\$
NET CHANGE IN REVENUE		\$-272,100	\$
Agency/Prepared By		Authorized Signature	
DNR/ Paul Neumann (608) 266-0818		Paul Neumann (608) 266-0818	
		Date	
		1/15/2020	