

Fiscal Estimate - 2021 Session

Original
 Updated
 Corrected
 Supplemental

LRB Number 21-2281/1	Introduction Number AB-0202
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Description
 sourcing materials from within the right-of-way of a highway improvement project

Fiscal Effect

State:

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

Local:

<input type="checkbox"/> No Local Government Costs		
<input type="checkbox"/> Indeterminate		
1. <input type="checkbox"/> Increase Costs	3. <input type="checkbox"/> Increase Revenue	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
<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	

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	20.395 (3) (cq)

Agency/Prepared By DOT/ Peter Pavich (608) 266-1876	Authorized Signature Joan Meier (608) 267-6978	Date 4/5/2021
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Fiscal Estimate Narratives

DOT 4/5/2021

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Assumptions Used in Arriving at Fiscal Estimate

The Department does not currently track requests to source materials from within the right-of-way, so the exact usage and costs are unknown.

Before allowing the usage of materials sourced from within the right-of-way, the environmental impact must be analyzed due to the loss of or change to the materials in the highway right-of-way. The Department assumes it will conduct the environmental analyses, rather than the contractor, to safeguard its existing responsibilities required by cooperative agreements with other agencies, which may be jeopardized if protocols are not properly followed. If the Department allowed the contractor to perform this environmental impact analysis the direct costs to the Department would be reduced.

This estimate was built using the following per project historical costs in the environmental analysis areas. All areas include costs for: preliminary desktop screening, field surveys, and consultation with other agencies, such as Wisconsin Department of Natural Resources and Wisconsin Historical Preservation Office. Below are the average and median per-project costs for the environmental analysis:

Archeological & History Average Cost: \$20,500

Endangered Species Average Cost: \$18,500

Wetland Delineation Average Cost: \$13,000

Hazardous Materials Investigation Average Cost: \$25,000

Total Environmental Analysis Average: \$77,000 per project

Over the next 6-years, for Fiscal Years 2021-2026, the Department anticipates approximately 1,227 transportation projects. Upon review of historical environmental documentation, the Department believes any request to use sourcing materials from the right-of-way would most likely be seen on larger projects and also require a higher level of improvement to the roadway. As such, the Department estimates that a range of 10-20% projects could have a request to source materials from the Department's right-of-way. The Department offers the below assumptions, applying the above environmental analyses costs:

1,227 total projects/6 years = 204 projects annually (estimated)

•10% of 204 = 20 projects x \$77,000 average environmental = \$1,540,000 annual costs

•20% of 204 = 40 projects x \$77,000 average environmental = \$3,080,000 annual costs

These numbers are based off the assumption that the Department's resource needs in the areas affected by the proposed bill, would be equal to or greater than what has historically been spent on projects.

Long-Range Fiscal Implications

The estimated annual costs would continue in future years.

Fiscal Estimate Worksheet - 2021 Session

Detailed Estimate of Annual Fiscal Effect

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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	3,080,000		
Local Assistance			
Aids to Individuals or Organizations			
TOTAL State Costs by Category	\$3,080,000		\$
B. State Costs by Source of Funds			
GPR			
FED			
PRO/PRS			
SEG/SEG-S	3,080,000		
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			
TOTAL State Revenues		\$	\$
NET ANNUALIZED FISCAL IMPACT			
		<u>State</u>	<u>Local</u>
NET CHANGE IN COSTS	\$3,080,000		\$
NET CHANGE IN REVENUE		\$	\$
Agency/Prepared By		Authorized Signature	
DOT/ Peter Pavich (608) 266-1876		Joan Meier (608) 267-6978	
		Date	
		4/5/2021	