

Fiscal Estimate - 2023 Session

Original
 Updated
 Corrected
 Supplemental

LRB Number 23-5411/1	Introduction Number SB-0866
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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 checked="" 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 type="checkbox"/> Decrease Existing Revenues	<input type="checkbox"/> Yes <input checked="" 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"/> Cities
<input type="checkbox"/> Permissive <input type="checkbox"/> Mandatory	<input type="checkbox"/> Permissive <input type="checkbox"/> Mandatory	<input type="checkbox"/> Counties	<input type="checkbox"/> Others
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/ Paul Neumann (608) 266-0818	Paul Neumann (608) 266-0818	1/10/2024

Fiscal Estimate Narratives

DNR 1/10/2024

LRB Number	23-5411/1	Introduction Number	SB-0866	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. Revenue

The main fiscal impact of the bill comes from a change to the tiered annual registration fees paid by electronics manufacturers beginning in 2025. Registration fees for 2024 are set by s. 287.17 (4) (be), Wis. Stats., which the bill does not affect.

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 increase fee amounts and change the ranges for the number of units sold under which the top two fee levels would apply.

- \$0 fee: current law is fewer than 250 units sold; bill would not change
- \$1,250 fee: current law is 250 to 499 units sold; bill would adjust to 250 to 549 units and a fee of \$2,500
- \$5,000 fee: current law is 500 or more units sold; bill would adjust to 550 or more units and a fee of \$5,500

There would be an increase in revenue from manufacturers. Because manufacturers do not report the exact number of units sold to the DNR, just the category they are in, for the purposes of this estimate we assume that there are few manufacturers selling between 500 and 550 devices that would shift to a lower fee. Using numbers in the existing categories, in FY2023 there were 8 manufacturers in the 250 to 499 unit category, and 61 in the 500 or more unit category.

Under the new fee levels, this would mean an additional \$40,500/yr. in revenue $[(8 \times \$1,250) + (61 \times \$500)]$; however, since the number of manufacturers in each category can vary slightly from year to year, the department revises that estimate to \$40,000/yr.

2. One-Time IT Costs

The department estimates that it would incur one-time IT costs to update electronic reporting forms during the first 1-2 years of implementation. A rough estimate of the additional costs is \$3,500 in FY 2024 and \$5,000 in FY 2025.

3. One-Time Rule-making Costs

The department estimates \$48,000 of one-time costs for administrative rule-making, assuming 800 hours of staff time (staff, manager, attorney) at an average \$60/hr. (salary + fringe).

Long-Range Fiscal Implications

Fiscal Estimate Worksheet - 2023 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): \$3,500 in FY2024 and \$5,000 in FY2025 for IT implementation costs \$48,000 for administrative rule-making costs		
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	40,000	
TOTAL State Revenues	\$40,000	\$
NET ANNUALIZED FISCAL IMPACT		
	<u>State</u>	<u>Local</u>
NET CHANGE IN COSTS	\$	\$
NET CHANGE IN REVENUE	\$40,000	\$
Agency/Prepared By		
Authorized Signature		Date
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