LRB-2568/2 RCT:kmg:jf

1997 ASSEMBLY BILL 306

April 17, 1997 – Introduced by Representatives Green, Ainsworth, Otte, Goetsch, Sykora, Olsen, Gard, Powers, Hoven, Albers, Hasenohrl and Hahn, cosponsored by Senators Cowles, Schultz and Zien. Referred to Committee on Agriculture.

AN ACT to repeal 20.115 (7) (w), 25.465 (9), 94.64 (3) (c), 94.68 (4) and 94.73 (6) 1 2 (e); to renumber and amend 94.703 (3) (c); to amend 20.115 (7) (e), 20.115 3 (7) (h), 20.285 (1) (hm), 25.46 (2), 25.46 (4), 25.46 (4m), 25.46 (4s), 25.465 (1) and (2), 25.465 (3) and (4), 25.465 (5) to (8), 94.64 (3) (b), 94.64 (8m) (a), 94.65 (6) (a) 4 1., 94.65 (6) (a) 3., 94.68 (1) (intro.), 94.704 (2) (intro.), 94.73 (1) (g), 94.73 (2) (c), 5 6 94.73 (3m) (L), 94.73 (3m) (r), 94.73 (4) (a), 94.73 (5) (e), 94.73 (6) (d), 94.73 (8), 7 94.73 (13) and 287.09 (3) (b); to repeal and recreate 94.64 (4) to (6), 94.68 (2), 8 94.68 (3), 94.681, 94.685 (2), 94.685 (3), 94.703 (3) (a), 94.704 (3) (a), 94.72 (6) 9 (a), 94.73 (6) (b) and (c) and 94.73 (7); and **to create** 20.115 (7) (i), 25.465 (2m), 10 25.465 (4m), 94.64 (3r), 94.64 (6m) and (6p), 94.65 (6) (c), 94.702 (3m), 94.703 (3) (c) 2., 94.704 (3) (c), 94.72 (6) (am) and 94.73 (15) of the statutes; **relating** 11 12 to: the agricultural chemical cleanup program, fees related to pesticides,

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fertilizers and soil and plant additives, granting rule-making authority and making an appropriation.

Analysis by the Legislative Reference Bureau

Currently, under the agricultural chemical cleanup program, this state reimburses certain persons for a portion of the costs incurred in cleaning up discharges of agricultural chemicals. The reimbursement is generally equal to 75% of the costs that exceed \$7,500 for a person required to have a license related to fertilizer or pesticides, or that exceed \$3,000 for any other person, but that do not exceed \$100,000. If the cleanup requires groundwater remediation, the person also receives 80% of the costs that exceed \$100,000 but that do not exceed \$300,000.

This bill increases the amount of reimbursement provided under the agricultural chemical cleanup program. Under this bill, the reimbursement is generally equal to: 1) 80% of the costs that exceed \$7,500 for a person who is required to have a license related to fertilizer or pesticides, a person with more than 25 employes or a person with annual sales of more than \$2,500,000; or 2) 80% of the costs that exceed \$3,000 for any other person, but that do not exceed \$400,000. This bill makes several other changes to the agricultural chemical cleanup program, including requiring an applicant to have the department of agriculture, trade and consumer protection (DATCP) approve a work plan if the cleanup costs exceed \$7,500, rather than \$20,000 as under current law.

Current law requires a person who manufactures or labels pesticides for sale in this state to obtain a license from DATCP. Each licensee must pay DATCP an annual license fee. For each pesticide other than a household pesticide, a licensee must pay DATCP a surcharge that is based on the volume of sales and is deposited in the agrichemical management fund. Household pesticides include disinfectants, insect repellants and house and garden pesticides.

This bill creates a new category of pesticides called industrial pesticides. The bill establishes different license fees for household pesticides, industrial pesticides and other nonhousehold pesticides. A person who manufacturers or labels industrial pesticides is exempt from the surcharge imposed on manufacturers and labelers of other nonhousehold pesticides and that is used to fund the agricultural chemical cleanup program. An industrial pesticide is a pesticide that is not a household pesticide and is either a wood preservative or a pesticide labeled for use in controlling algae, fungi, bacteria, other microscopic organisms or mollusks on specified materials, such as paper or textiles, or in paints and fuels, industrial processes, cooling or heating systems, medical equipment or drinking water systems.

This bill divides various fees related to pesticides, fertilizer and soil and plant additives into fees and surcharges. The surcharges are used to fund the agricultural chemical cleanup program. The bill suspends the surcharges for 2 years. The bill also modifies some of the fees.

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For further information see the **state** fiscal estimate, which will be printed as an appendix to this bill.

The people of the state of Wisconsin, represented in senate and assembly, do enact as follows:

SECTION 1. 20.115 (7) (e) of the statutes is amended to read:

20.115 (7) (e) Agricultural chemical cleanup program; general fund. As a continuing appropriation Biennially, the amounts in the schedule for reimbursement of corrective action costs under s. 94.73.

Section 2. 20.115 (7) (h) of the statutes is amended to read:

20.115 (7) (h) Fertilizer research assessments. All moneys collected under s. ss. 94.64 (4) (am) (a) 2. and 94.65 (6) (a) 3. to be used as provided in s. 94.64 (8m) for fertilizer research. From this paragraph, The department may use up to 3.5% of the gross amount collected shall be transferred to the appropriation under sub. (1) (a) as reimbursement for administrative expenses incurred by the department in connection with the moneys collected to collect moneys under s. ss. 94.64 (4) (am) (a) 2. and 94.65 (6) (a) 3. Moneys under this paragraph may not be utilized used for any other research or to influence either state or federal legislation.

Section 3. 20.115 (7) (i) of the statutes is created to read:

20.115 (7) (i) Agricultural chemical cleanup reimbursement. All moneys received under ss. 94.64 (3r) (b) and (4) (a) 5., 94.681 (3) and (6) (a) 4., 94.685 (3) (a) 2., 94.703 (3) (a) 2., 94.704 (3) (a) 2. and 94.73 (5) (e) and (8) and all moneys transferred under 1997 Wisconsin Act (this act), section 55 (2), for reimbursement of corrective action costs under s. 94.73.

Section 4. 20.115 (7) (w) of the statutes is repealed.

SECTION 5. 20.285 (1) (hm) of the statutes is amended to read:

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20.285 (1) (hm) Extension outreach. All moneys collected under s. 94.64 (4) (ar) 1 $\mathbf{2}$ (a) 3. to be used for university of Wisconsin-extension outreach services. 3 **Section 6.** 25.46 (2) of the statutes is amended to read: 25.46 (2) The fees imposed under s. 94.64 (4) (an) (a) 4. for groundwater 4 management. 5 6 **Section 7.** 25.46 (4) of the statutes is amended to read: 7 25.46 (4) The moneys specified under s. 94.68 (4) (b), (bm) and (bt) 94.681 (7) 8 (a) 1. and 2. for groundwater management. 9 **Section 8.** 25.46 (4m) of the statutes is amended to read: 25.46 (4m) The moneys specified under s. 94.68 (4) (c) 94.681 (7) (a) 3. for 10 environmental repair. 11 **Section 9.** 25.46 (4s) of the statutes is amended to read: 12 13 25.46 (4s) The fees imposed under s. 94.681 (4) for environmental repair. 14 **Section 10.** 25.465 (1) and (2) of the statutes are amended to read: 15 25.465 (1) The fees imposed collected under s. 94.64 (3) (c), (3m) (b), (3r) (a) and 16 (4) (a) and (d) 1. 17 (2) The fees imposed collected under s. 94.65 (2) (a), (3) (b) and (6) (a) 1. and (b). 18 **Section 11.** 25.465 (2m) of the statutes is created to read: 19 20 25.465 (2m) The fees collected under s. 94.66 (4). 21**Section 12.** 25.465 (3) and (4) of the statutes are amended to read: 22 25.465 (3) The fees and surcharges specified under s. 94.68 (4) (a) collected 23 under s. 94.681 (2), (5) and (6) (a) 3., except as provided in s. 94.681 (7) (a). 24 (4) The fees imposed collected under s. 94.685 (3) (a) 1.

Section 13. 25.465 (4m) of the statutes is created to read:

1	25.465 (4m) The fees collected under s. 94.702 (3).
2	Section 14. 25.465 (5) to (8) of the statutes are amended to read:
3	25.465 (5) The fees imposed collected under s. 94.703 (3) (a) 1.
4	(6) The fees imposed collected under s. $94.704(3)$ (a) 1.
5	(7) The fees imposed collected under s. $94.705 (4) (b)$.
6	(8) The fees $\frac{imposed}{imposed}$ under s. 94.72 (5) (b) and (6) (a) and (i).
7	Section 15. 25.465 (9) of the statutes is repealed.
8	Section 16. 94.64 (3) (b) of the statutes is amended to read:
9	94.64 (3) (b) An applicant for a license under par. (a) shall submit an
10	application on a form provided by the department. The application shall include
11	information reasonably required by the department for licensing purposes. As part
12	of the application, the applicant shall identify the each business location or mobile
13	unit that the applicant uses to manufacture fertilizer in this state. The application
14	shall be accompanied by all applicable fees under par. (c) sub. (3r).
15	Section 17. 94.64 (3) (c) of the statutes is repealed.
16	Section 18. 94.64 (3r) of the statutes is created to read:
17	94.64 (3r) License fees and surcharges. (a) A person applying for a license
18	under sub. (3) shall pay the following annual license fees:
19	1. For each business location and each mobile unit that the applicant uses to
20	manufacture fertilizer in this state, \$30.
21	2. If the applicant distributes, but does not manufacture, fertilizer in this state,
22	\$30 .
23	(b) Beginning with the license year that begins on August 15, 2000, a person
24	applying for a license under sub. (3) shall pay the following agricultural chemical

1	cleanup surcharges, unless the department establishes lower surcharges under s
2	94.73 (15):
3	1. For each business location and each mobile unit that the applicant uses to
4	manufacture fertilizer in this state, other than a business location or mobile unit that
5	is also licensed under s. 94.685 or 94.703, \$20.
6	2. If the applicant distributes, but does not manufacture, fertilizer in this state,
7	\$20.
8	(c) The department shall deposit the license fees collected under par. (a) in the
9	agrichemical management fund. The department shall credit the surcharges
10	collected under par. (b) to the appropriation account under s. $20.115\ (7)\ (i)$.
11	Section 19. 94.64 (4) to (6) of the statutes are repealed and recreated to read:
12	94.64 (4) Tonnage fees and surcharges. (a) Requirement. Except as provided
13	in par. (b), a person who is required to be licensed under sub. (3) and who sells or
14	distributes fertilizer in this state shall pay to the department the following fees and
15	surcharges on all fertilizer that the person sells or distributes in this state:
16	1. A basic fee of 25 cents per ton for fertilizer sold or distributed from July 1,
17	1997, to June 30, 1999, and 32 cents per ton for fertilizer sold or distributed after
18	June 30, 1999, with a minimum fee of \$25.
19	2. A research fee of 10 cents per ton, with a minimum fee of \$1.
20	3. An additional research fee of 10 cents per ton, with a minimum fee of \$1.
21	4. A groundwater fee of 10 cents per ton, with a minimum fee of \$1.
22	5. An agricultural chemical cleanup surcharge of 38 cents per ton on all
23	fertilizer that the person sells or distributes in this state after June 30, 1999, unless

the department establishes a lower surcharge under s. 94.73 (15).

(b) *Exemptions*. Paragraph (a) does not apply to any of the following:

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1	1. Fertilizer sold or distributed to a manufacturer for use in the further
2	manufacture or processing of fertilizer.
3	2. Fertilizer sold or distributed to a person licensed under sub. (3) (a), for resale
4	by that person.
5	(c) Use of fees and surcharges. 1. The department shall deposit the fee under
6	par. (a) 1. in the agrichemical management fund.
7	2. The department shall credit the fee under par. (a) 2. to the appropriation
8	account under s. 20.115 (7) (h).
9	3. The department shall credit the fee under par. (a) 3. to the appropriation
10	account under s. 20.285 (1) (hm).
11	4. The department shall deposit the fee under par. (a) 4. in the environmental
12	fund for groundwater management.
13	5. The department shall credit the surcharge under par. (a) 5. to the
14	appropriation account under s. 20.115 (7) (i).
15	(5) Tonnage report and fee payment. (a) Requirement. A person who is
16	required to pay fees or surcharges under sub. (4) shall do all of the following by
17	August 14 annually:
18	1. File with the department a report that states the number of tons of each
19	grade of fertilizer sold or distributed in this state during the 12 months ending on
20	June 30 of that year on which the person is required to pay those fees or surcharges.
21	2. Pay the fees and surcharges under sub. (4) on the tonnage reported under
22	subd. 1.
23	(b) Extended deadline. The department may extend the filing deadline under

par. (a) for up to 30 days for cause, in response to a request filed before August 14.

- (c) *Late payment*. If a person fails to pay a fee or surcharge when due under this section, the amount of the fee or surcharge is increased by \$10 or 10% of the amount that the fee or surcharge would have been if paid when due, whichever is greater.
- (d) *Tonnage equivalents*. A tonnage report under par. (a) 1. shall report liquid fertilizer tonnage in terms of dry fertilizer tonnage equivalents, as prescribed by the department.
- (e) *Audit*. The department may audit a tonnage report under par. (a) 1., including the records on which the tonnage report is based.
- (6) RECORDS. A person who manufactures, sells or distributes fertilizer in this state shall keep records showing the grades and quantities of fertilizer manufactured, sold or distributed in this state. The person shall keep the records relating to the 12 months covered by a report under par. (a) 1. for at least 24 months following the date of filing the report. The person shall make the records available to the department for inspection and copying upon request.

SECTION 20. 94.64 (6m) and (6p) of the statutes are created to read:

- 94.64 (6m) RECORDS CONFIDENTIAL. The department may not disclose information obtained under sub. (5) or (6) that reveals the grades or amounts of fertilizer sold or distributed by any person. This subsection does not prohibit the department from preparing and distributing aggregate information that does not reveal the grades or amounts of fertilizer sold or distributed by individual sellers or distributors.
- (**6p**) Summary License suspension. (a) The department may by written notice, without prior hearing, summarily suspend the license of any person who fails to file a report or pay a fee or surcharge as required under sub. (5).

- (b) A summary license suspension under par. (a) takes effect on the date specified in the notice, which may be no sooner than 10 days after the date on which the notice is received by the recipient.
- (c) A person whose license is suspended under par. (a) may request a meeting concerning the suspension. The department shall hold an informal meeting with the requester as soon as reasonably possible and not more than 10 days after the requester makes the request in writing, unless the requester agrees to a later date. If the matter is not resolved at the informal meeting, the requester may request a formal contested case hearing under ch. 227. A request for a hearing does not stay a summary suspension under par. (a).
- (d) A person who is required to pay a fee or surcharge under sub. (5) remains obligated to pay the fee or surcharge regardless of whether the person continues to be licensed under this section.

SECTION 21. 94.64 (8m) (a) of the statutes is amended to read:

94.64 (8m) (a) *Use of funds*. At the end of each fiscal year, the moneys collected under sub. (4) (am) (a) 2. and s. 94.65 (6) (a) 3. shall be forwarded to the university of Wisconsin system to be used for research on soil management, soil fertility, plant nutrition problems and for research on surface water and groundwater problems which may be related to fertilizer usage; for dissemination of the results of the research; and for other designated activities tending to promote the correct usage of fertilizer materials.

Section 22. 94.65 (6) (a) 1. of the statutes is amended to read:

94.65 (6) (a) 1. Annually by March 31, file with the department a tonnage report setting forth the number of tons of each soil or plant additive distributed during the preceding year by that person or by any other person authorized under sub. (3) (a)

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1	2. to distribute under the name of that person and pay to the department an
2	inspection <u>a</u> fee of $70 \ \underline{25}$ cents per ton so distributed. The minimum total fee is \$25.
3	Section 23. 94.65 (6) (a) 3. of the statutes is amended to read:
4	94.65 (6) (a) 3. Annually by March 31, pay to the department a research fee of
5	10 cents for each ton of soil or plant additive distributed as described in the tonnage
6	report filed under subd. 1. The minimum research fee is \$1 for 10 tons or less. The
7	department shall credit this fee to the appropriation account under s. 20.115 (7) (h).
8	Section 24. 94.65 (6) (c) of the statutes is created to read:
9	94.65 (6) (c) The department shall deposit fees collected under pars. (a) 1. and
10	(b) and subs. (2) (a) and (3) (b) in the agrichemical management fund.
11	Section 25. 94.68 (1) (intro.) of the statutes is amended to read:
12	94.68 (1) (intro.) No person may manufacture, formulate, package, label or
13	otherwise produce pesticides for sale or distribution in this state, or sell or offer to
14	sell pesticides to purchasers in this state, whether or not the sales are made wholly
15	or partially in this state or another state, without a license from the department. $\underline{\mathbf{A}}$
16	license expires on December 31 annually and is not transferable. No license may be
17	is required of persons engaged only in the following:
18	Section 26. 94.68 (2) of the statutes is repealed and recreated to read:
19	94.68 (2) (a) An application for a license under sub. (1) shall be made on a form
20	prescribed by the department. An applicant shall submit all of the following with the
21	application:
22	1. All fees and surcharges required under s. 94.681.

2. A report identifying each pesticide that the applicant sells or distributes for

use in this state and the gross revenue that the applicant derived from the sale or

1	distribution of each pesticide during the preceding year, as defined in s. 94.681 (1)
2	(d).
3	(b) The department may not disclose sales revenue information obtained under
4	par. (a) 2.
5	Section 27. 94.68 (3) of the statutes is repealed and recreated to read:
6	94.68 (3) At least 15 days before a person holding a license under this section
7	begins to sell or distribute for use in this state a pesticide product that was not
8	identified in the person's most recent annual license application, the person shall file
9	a supplementary report with the information required under sub. (2) (a) 1. and any
10	fees and surcharges required under s. 94.681. The department may not disclose sales
11	revenue information obtained under this subsection.
12	SECTION 28. 94.68 (4) of the statutes is repealed.
13	Section 29. 94.681 of the statutes is repealed and recreated to read:
14	94.681 Pesticide manufacturers and labelers: fees and surcharges. (1)
15	DEFINITIONS. In this section:
16	(a) "Household pesticide" means a pesticide that is any of the following:
17	1. A sanitizer.
18	2. A disinfectant.
19	3. A germicide.
20	4. An insect repellant that is applied to the human body or to clothing.
21	5. A pesticide that is used exclusively for the treatment of household pets.
22	6. A pesticide product that is labeled exclusively for household, lawn or garden
23	use if the product either is sold in ready-to-use form or is sold exclusively in
24	container sizes of less than one gallon.

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1	7. A solid or liquid pesticide product that is used exclusively for the treatment
2	of swimming pools, spas or hot tubs.
3	(b) "Industrial pesticide" means a pesticide that is not a household pesticide
4	and that is one of the following:
5	1. Solely labeled for use on wood and contains pentachlorophenol, coal tar
6	creosote or inorganic arsenical wood preservatives.
7	2. Labeled for use in controlling algae, fungi, bacteria, other microscopic
8	organisms or mollusks in or on one or more of the following and for no other use
9	except for a use described in par. (a) 6. or 7.:
10	a. Textiles, paper, leather, plastic, vinyl or other synthetic materials, metal or
11	rubber.
12	b. Paints, varnishes, lubricants or fuels.
13	c. Commercial, manufacturing or industrial fluids, including adhesives
14	additives and pigments.
15	d. Commercial, manufacturing or industrial processes, equipment, devices or
16	containers, other than those used in the production or storage of human food or
17	animal feed.
18	e. Air washing, cooling or heat transfer systems.
19	f. Medical equipment.
20	g. Drinking water or wastewater systems.
21	(c) "Nonhousehold pesticide" means a pesticide that is not a household
22	pesticide or an industrial pesticide.

(d) "Preceding year" means the 12 months ending on September 30 of the year

immediately preceding the year for which a license is sought under s. 94.68.

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- (e) "Primary producer" means a person who manufactures an active ingredient that is used to manufacture or produce a pesticide.
- (2) Annual license fee for each pesticide product that the applicant sells or distributes for use in this state. Except as provided in sub. (5) or (6), the fee for each pesticide product is as follows:
 - (a) For each household pesticide product:
- 1. If the applicant sold less than \$25,000 of the product during the preceding year for use in this state, \$265, except that the fee is \$215 for the license years that begin on January 1, 1998, and January 1, 1999.
- 2. If the applicant sold at least \$25,000 but less than \$75,000 of the product during the preceding year for use in this state, \$750, except that the fee is \$650 for the license years that begin on January 1, 1998, and on January 1, 1999.
- 3. If the applicant sold at least \$75,000 of the product during the preceding year for use in this state, \$1,500, except that the fee is \$1,200 for the license years that begin on January 1, 1998, and on January 1, 1999.
 - (b) For each industrial pesticide product:
- 1. If the applicant sold less than \$25,000 of the product during the preceding year for use in this state, \$315, except that the fee is \$265 for the license years that begin on January 1, 1998, and on January 1, 1999.
- 2. If the applicant sold at least \$25,000 but less than \$75,000 of the product during the preceding year for use in this state, \$860, except that the fee is \$760 for the license years that begin on January 1, 1998, and January 1, 1999.

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- 3. If the applicant sold at least \$75,000 of that product during the preceding year for use in this state, \$3,060, except that the fee is \$2,760 for the license years that begin on January 1, 1998, and on January 1, 1999.
 - (c) For each nonhousehold pesticide product:
- 1. If the applicant sold less than \$25,000 of that product during the preceding year for use in this state, \$320, except that the fee is \$270 for the license years that begin on January 1, 1998, and on January 1, 1999.
- 2. If the applicant sold at least \$25,000 but less than \$75,000 of the product during the preceding year for use in this state, \$890, except that the fee is \$790 for the license years that begin on January 1, 1998, and on January 1, 1999.
- 3. If the applicant sold at least \$75,000 of the product during the preceding year for use in this state, \$3,060 plus 0.2% of the gross revenues from sales of the product during the preceding year for use in this state, except that for the license years that begin on January 1, 1998, and January 1, 1999, the fee shall be \$2,760 plus 0.2% of the gross revenues from sales of the product during the preceding year for use in this state.
- (3) Nonhousehold pesticides; cleanup surcharge. Beginning with the licence year that begins on January 1, 2000, an applicant for a license under s. 94.68 shall pay an agricultural chemical cleanup surcharge for each nonhousehold pesticide product that the applicant sells or distributes for use in this state. Except as provided in sub. (6) or under s. 94.73 (15), the amount of the surcharge is as follows:
- (a) If the applicant sold less than \$25,000 of the product during the preceding year for use in this state, \$5.
- (b) If the applicant sold at least \$25,000 but less than \$75,000 of that product during the preceding year for use in this state, \$170.

- (c) If the applicant sold at least \$75,000 of that product during the preceding year for use in this state, an amount equal to 1.1% of gross revenues from sales of the product during the preceding year for use in this state.
- (4) PRIMARY PRODUCERS; WELL COMPENSATION FEE. A primary producer applying for a license under s. 94.68 shall pay a well compensation fee of \$150.
- (5) UNREPORTED PESTICIDE; INCREASED LICENSE FEE. If a person applying for or holding a license under s. 94.68 sells or distributes a pesticide product for use in this state without having filed a report for the product under s. 94.68 (2) (a) 2. or (3), the license fee for that product is twice the amount determined under sub. (2).
- (6) DISCONTINUED PESTICIDE; FINAL LICENSE FEE AND CLEANUP SURCHARGE. (a) A person holding a license under s. 94.68 who stops selling or distributing a pesticide product for use in this state shall do all of the following:
- 1. Notify the department by December 31 of the year in which the person stops selling or distributing the pesticide product for use in this state.
- 2. By March 31 of the year following the year in which the person stopped selling or distributing the pesticide product for use in this state, file a report with the department showing the gross revenue that the person derived from the sale of the pesticide product for use in this state from October 1 of the year before the year in which the person stopped selling or distributing the pesticide product to December 31 of the year in which the person stopped selling or distributing the pesticide product.
- 3. By March 31 of the year following the year in which the person stopped selling or distributing the pesticide product for use in this state, pay a final license fee for the pesticide product, calculated under sub. (2) based on the sales of the pesticide product during the period specified in subd. 2.

- 4. If the product is a nonhousehold pesticide, pay a final agricultural chemical cleanup surcharge calculated under sub. (3) based on sales of the product during the period specified in subd. 2.
 - (b) The department may not disclose information obtained under par. (a) 2.
- (7) Use of fees and surcharges. (a) *License fees*. The department shall deposit all license fees collected under subs. (2), (5) and (6) (a) 3. in the agrichemical management fund except as follows:
- 1. The department shall deposit an amount equal to \$50 for each pesticide product for which an applicant pays a license fee in the environmental fund for groundwater management.
- 2. The department shall deposit a hazardous household waste collection and disposal fee of \$30 for each household pesticide product for which an applicant pays a license fee in the environmental fund for groundwater management.
- 3. The department shall deposit an amount equal to \$30 for each pesticide for which an applicant pays a license fee in the environmental fund for environmental repair.
- (b) *Nonhousehold pesticides; cleanup surcharge*. The department shall credit the surcharges collected under subs. (3) and (6) (a) 4. to the appropriation account under s. 20.115 (7) (i).
- (c) Well compensation fee. The department shall deposit the well compensation fees collected under sub. (4) in the environmental fund for environmental repair.
- (8) FEES AND SURCHARGES NONREFUNDABLE. The department may not refund a fee or surcharge under this section after the department issues a license under s. 94.68 to the person who paid the fee or surcharge, unless the fee or surcharge was not properly charged or collected.

1	Section 30. 94.685 (2) of the statutes is repealed and recreated to read:
2	94.685 (2) (a) A dealer or distributor applying for an annual license under sub.
3	(1) shall apply on a form provided by the department. The application shall include
4	the applicant's full name and the mailing address and street address of each business
5	location from which the applicant sells, or intends to sell, restricted-use pesticides.
6	The applicant shall submit the license fee and surcharge required under sub. (3) with
7	the application.
8	(b) No dealer or distributor may sell any restricted-use pesticide from a sales
9	location opened during a license year until that dealer or distributor pays the license
10	fee and surcharge required under sub. (3) for the new location.
11	Section 31. 94.685 (3) of the statutes is repealed and recreated to read:
12	94.685 (3) (a) A dealer or distributor shall pay the following annual license fee
13	and surcharge for each location from which the dealer or distributor sells
14	restricted-use pesticides:
15	1. A license fee of \$60.
16	2. Beginning with the license year that begins on January 1, 2000, an
17	agricultural chemical cleanup surcharge of \$40, unless the department establishes
18	a lower surcharge under s. 94.73 (15).
19	(b) 1. The department shall deposit the fee under par. (a) 1. in the agrichemical
20	management fund.
21	2. The department shall credit the surcharge under par. (a) 2. to the
22	appropriation account under s. 20.115 (7) (i).
23	Section 32. 94.702 (3m) of the statutes is created to read:
24	94.702 (3m) The department shall deposit the fees collected under sub. (3) in
25	the agrichemical management fund.

1	Section 33. 94.703 (3) (a) of the statutes is repealed and recreated to read:
2	94.703 (3) (a) A person applying for an annual license under this section shall
3	pay the following annual license fee and surcharge for each business location that
4	the person operates in this state, including each business location added during the
5	license year:
6	1. A license fee of \$70.
7	2. Beginning with the license year that begins on January 1, 2000, an
8	agricultural chemical cleanup surcharge of \$55, unless the department establishes
9	a lower surcharge under s. 94.73 (15).
10	Section 34. 94.703 (3) (c) of the statutes is renumbered 94.703 (3) (c) 1. and
11	amended to read:
12	94.703 (3) (c) 1. The department shall deposit the fees collected under this
13	subsection par. (a) 1. in the agrichemical management fund.
14	Section 35. 94.703 (3) (c) 2. of the statutes is created to read:
15	94.703 (3) (c) 2. The department shall credit surcharges collected under par.
16	(a) 2. to the appropriation account under s. 20.115 (7) (i).
17	SECTION 36. 94.704 (2) (intro.) of the statutes is amended to read:
18	94.704 (2) (intro.) An application for a license under this section shall be
19	submitted on a form provided by the department and shall be accompanied by the
20	license fee and surcharge required under sub. (3). A license application shall include
21	all of the following information, which shall be promptly updated by the licensee in
22	the event of any change during the license period:
23	SECTION 37. 94.704 (3) (a) of the statutes is repealed and recreated to read:
24	94.704 (3) (a) Except as provided in par. (b), a person applying for an annual
25	license under this section shall pay the following license fee and surcharge:

24

1. A license fee of \$40, except that the license fee is \$30 for the license years that 1 $\mathbf{2}$ begin on January 1, 1998, and January 1, 1999. 3 Beginning with the license year that begins on January 1, 2000, an agricultural chemical cleanup surcharge of \$20, unless the department establishes 4 5 a lower surcharge under s. 94.73 (15). 6 **Section 38.** 94.704 (3) (c) of the statutes is created to read: 7 94.704 (3) (c) 1. The department shall deposit license fees collected under par. 8 (a) 1. in the agrichemical management fund. 9 2. The department shall credit surcharges collected under par. (a) 2. to the 10 appropriation account under s. 20.115 (7) (i). 11 **Section 39.** 94.72 (6) (a) of the statutes is repealed and recreated to read: 94.72 (6) (a) Fee amounts. Except as otherwise provided in this subsection, a 12 13 person required to be licensed under sub. (5) shall pay the following annual 14 inspection fees on all commercial feeds distributed in this state: 15 1. For commercial feeds distributed in this state during the years that begin 16 on January 1, 1998, and on January 1, 1999, 15 cents per ton. 17 2. For commercial feeds distributed in this state on or after January 1, 2000, 18 25 cents per ton. 19 **Section 40.** 94.72 (6) (am) of the statutes is created to read: 20 94.72 (6) (am) Tonnage reports and fee payments. 1. By the last day of February 21annually, a person who is required to be licensed under sub. (5) shall file a tonnage 22 report with the department showing the number of net tons of commercial feed that 23 the person sold or distributed in this state during the preceding calendar year. By

the last day of February annually, the person shall also pay the fees under par. (a)

- for commercial feed that the person sold or distributed in this state during the preceding calendar year, based on the tonnage report.
- 2. At the request of the department, a person filing a tonnage report under subd. 1. shall make the records upon which the tonnage report is based available to the department for inspection, copying and audit.
- 3. The department may not disclose information obtained from a tonnage report under subd. 1.
 - **Section 41.** 94.73 (1) (g) of the statutes is amended to read:
- 94.73 (1) (g) "Nonhousehold pesticide" has the meaning given in s. 94.68 (3) (a) 2., except that it does not include pentachlorophenol, inorganic arsenical wood preservatives and coal tar creosote 94.681 (1) (c).
- **Section 42.** 94.73 (2) (c) of the statutes is amended to read:
- 94.73 (2) (c) The department may issue an order under par. (a) on a summary basis without prior notice or a prior hearing if the department determines that a summary order is necessary to prevent imminent harm to public health or safety or to the environment. If the recipient of a summary order requests a hearing on that order, the department shall hold a hearing within 10 days after it receives the request unless the recipient agrees to a later hearing date. The department is not required to stay enforcement of a summary order issued under this paragraph pending the outcome of the hearing. If the responsible person prevails after a hearing, the department shall reimburse the responsible person from the appropriation under s. 20.115 (7) (e) or (w) (i) for the corrective action costs incurred as the result of the department's order.
 - **SECTION 43.** 94.73 (3m) (L) of the statutes is amended to read:

94.73 (3m) (L) The cost of a responsible person's time spent in planning and implementing the corrective action.

SECTION 44. 94.73 (3m) (r) of the statutes is amended to read:

94.73 (3m) (r) The cost of providing alternative sources of drinking water, except that, subject to sub. (6) (b) to (e) (d), the department may reimburse a responsible person who applies for reimbursement a total of not more than \$20,000 for the replacement of private wells if the department or the department of natural resources orders the well replacement in response to a discharge.

Section 45. 94.73 (4) (a) of the statutes is amended to read:

94.73 (4) (a) Except as provided in par. (d), no responsible person may receive reimbursement for corrective action costs exceeding \$20,000 \$7,500 unless the responsible person submits to the department in writing, and the department approves, a work plan for the corrective action before the corrective action is taken.

Section 46. 94.73 (5) (e) of the statutes is amended to read:

94.73 (5) (e) No person may make a false statement or misrepresentation on an application submitted under this section. A person who makes a false statement or misrepresentation on an application related to a corrective action is ineligible for reimbursement related to that corrective action and is ineligible for any reimbursement related to any other corrective action taken or ordered within 5 years after the date of the false statement or misrepresentation. If the responsible person has received any reimbursement for which the responsible person is ineligible under this paragraph, the responsible person shall refund the full amount of that reimbursement to the department. The amounts refunded to the department under this paragraph shall be deposited in the agrichemical management fund credited to the appropriation account under s. 20.115 (7) (i).

1	Section 47. 94.73 (6) (b) and (c) of the statutes are repealed and recreated to
2	read:
3	94.73 (6) (b) Except as provided in par. (c) or (d), the department shall
4	reimburse a responsible person an amount equal to 80% of the corrective action costs
5	incurred for each discharge site that are greater than $\$3,000$ and less than $\$400,000$.
6	(c) Except as provided in par. (d), the department shall reimburse a responsible
7	person an amount equal to 80% of the corrective action costs incurred for each
8	discharge site that are greater than \$7,500 and less than \$400,000 if any of the
9	following applies:
10	1. The responsible person is required to be licensed under ss. 94.67 to 94.71.
11	2. The responsible person employs more than 25 persons.
12	3. The responsible person has gross annual sales of more than \$2,500,000.
13	Section 48. 94.73 (6) (d) of the statutes is amended to read:
14	94.73 (6) (d) If the corrective action is related to a discharge that occurred in
15	the course of transporting an agricultural chemical, the reimbursement under $\frac{1}{2}$
16	(b) this subsection is limited to 75% 80% of the corrective action costs that exceed
17	\$7,500 for a person required to be licensed under ss. 94.64 to 94.71 or that exceed
18	\$3,000 for any other person \$3,000 but that do not exceed \$50,000.
19	Section 49. 94.73 (6) (e) of the statutes is repealed.
20	Section 50. 94.73 (7) of the statutes is repealed and recreated to read:
21	94.73 (7) PAYMENT. (a) The department may make payments to a responsible
22	person who is eligible for reimbursement under sub. (3) if the department has
23	authorized reimbursement to that person under sub. (6). The department shall
24	make payment from the appropriation accounts under s. $20.115\ (7)\ (e)$ and (i) , subject
25	to the availability of funds in those appropriation accounts. If there are insufficient

funds to pay the full amounts authorized under sub. (6) to all eligible responsible persons, the department shall distribute payments in the order in which applications were received, unless the department specifies, by rule, a different order of payment.

(b) The department may promulgate rules specifying the procedure by which, and the order in which, it will distribute payments under par. (a). The department may establish distribution priorities or formulas based on the severity of contamination, the time elapsed since corrective action costs were incurred or other factors that the department considers appropriate.

Section 51. 94.73 (8) of the statutes is amended to read:

94.73 (8) Subrogation. The department is entitled to the right of subrogation for the reimbursement of corrective action costs to the extent that a responsible person who receives reimbursement of corrective action costs may recover the costs from a 3rd party. The amounts collected by the department under this subsection shall be deposited in the agrichemical management fund credited to the appropriation account under s. 20.115 (7) (i).

Section 52. 94.73 (13) of the statutes is amended to read:

94.73 (13) PENALTY. Any person who violates an order issued by the department under this section or an order issued or rule promulgated under this section shall forfeit not less than \$10 nor more than \$5,000 for each violation. Each day of continued violation is a separate offense.

Section 53. 94.73 (15) of the statutes is created to read:

94.73 (15) SURCHARGE ADJUSTMENTS. The department may, by rule, reduce any of the surcharges in ss. 94.64 (3r) (b) and (4) (a) 5., 94.681 (3), 94.685 (3) (a) 2., 94.703 (3) (a) 2. and 94.704 (3) (a) 2. below the amounts specified in those provisions. The department shall adjust surcharge amounts as necessary to maintain a balance in

the appropriation account under s. 20.115 (7) (i) at the end of each fiscal year of at least \$2,000,000 but not more than \$5,000,000, but may not increase a surcharge amount over the amount specified in s. 94.64 (3r) (b) or (4) (a) 5., 94.681 (3), 94.685 (3) (a) 2., 94.703 (3) (a) 2. or 94.704 (3) (a) 2.

Section 54. 287.09 (3) (b) of the statutes is amended to read:

287.09 (3) (b) Adopt an ordinance to enforce the program established under sub. (2) (a). The ordinance may include a schedule of forfeitures to be imposed for violations of that ordinance. The ordinance may authorize the responsible unit or person designated under par. (a) to refuse to accept solid waste at the recycling facility or site if the solid waste is a container for an industrial pesticide, as defined in s. 94.681 (1) (b), or a nonhousehold pesticide, as defined in s. 94.68 (3) (a) 2. 94.681 (1) (c), is contaminated or is otherwise in a condition that makes recycling infeasible. The ordinance may require a person to use a facility for the recycling of solid waste or for the recovery of resources from solid waste, as defined in s. 287.13 (1) (d), only as provided under s. 287.13.

SECTION 55. Appropriation changes.

- (1) AGRICULTURAL CHEMICAL CLEANUP LAPSE. Notwithstanding section 20.001 (3) (c) of the statutes, on the effective date of this subsection, there is lapsed to the general fund, from the appropriation account to the department of agriculture, trade and consumer protection under section 20.115 (7) (e) of the statutes, an amount equal to the unencumbered balance in that appropriation account on the day before the effective date of this subsection.
- (2) AGRICULTURAL CHEMICAL CLEANUP TRANSFER. On the effective date of this subsection, there is transferred from the agrichemical management fund to the appropriation account to the department of agriculture, trade and consumer

protection under section 20.115 (7) (i) of the statutes, as created by this act, an
amount determined by the secretary of administration to be equal to the unexpended
revenue generated by the fee increases resulting from the treatment of sections 94.64
to 94.704 of the statutes by 1993 Wisconsin Act 16.
SECTION 56. Effective dates. This act takes effect on July 1, 1997, or on the
day after publication, whichever is later, except as follows:
(1) Fertilizer fees and surcharges. The treatment of section 94.64 (3) (b) and
(c), $(3r)$, (4) to (6) , $(6m)$ and $(6p)$ of the statutes takes effect on August 1, 1998.
(2) Commercial feed fees. The treatment of section 94.72 (6) (a) and (am) of
the statutes takes effect on February 1, 1998.

(END)