

FISCAL NOTE

Bill #: SB0143

Title: Increase pesticide and groundwater fees

Primary Sponsor: Pete Ekegren

Status: As Introduced

Sponsor signature Date

Chuck Swysgood, Budget Director Date

Fiscal Summary

	<u>FY2002 Difference</u>	<u>FY2003 Difference</u>
Expenditures:	0	0
Revenue:		
State Special Revenue	225,365	225,365
Net Impact on General Fund Balance:	(\$0)	(\$0)

<u>Yes</u>	<u>No</u>		<u>Yes</u>	<u>No</u>	
	X	Significant Local Gov. Impact		X	Technical Concerns
X		Included in the Executive Budget	X		Significant Long-Term Impacts
X		Dedicated Revenue Form Attached	X		Family Impact Form Attached

Fiscal Analysis

ASSUMPTIONS:

1. Current pesticide and ground water revenues are based on 7,154 products being registered. The Department of Agriculture anticipates a 10% reduction in revenues in FY 2002 and FY 2003 due to EPA pesticide registration cancellations and continued company mergers, which will result in 6,439 registrations.
2. The fee increase will generate \$128,780 in the pesticide account and \$96,585 in the ground water account in FY 2002 and FY 2003 to offset this loss.

3. The executive budget contains a first-time assessment of indirect costs to the pesticide and ground water programs to help fund the department Central Management Division. The amounts budgeted are \$91,627 in FY 2002 and \$88,146 in FY 2003. All other state special revenue funds in the department pay indirect costs and it is not equitable for the pesticide and ground water programs to be exempt. The only other alternative to pay for the management costs would be a request for additional general fund.
4. A dedication of revenue form is not attached because there are no new fees, only an adjustment to and clarification of the annual fee.

FISCAL IMPACT:

	<u>FY2002</u> <u>Difference</u>	<u>FY2003</u> <u>Difference</u>
<u>Revenues:</u>		
State Special Revenue (02)	225,365	225,365
<u>Net Impact to Fund Balance (Revenue minus Expenditure):</u>		
State Special Revenue (02)	\$0	\$0