

FISCAL NOTE

STATE OF ALASKA
2004 LEGISLATIVE SESSION

Fiscal Note Number: 1
 Bill Version: CSSB 27(L&C)
 (S) Publish Date: 4/7/04

Revision Date/Time (Note if correction): _____ Dept. Affected: Environmental Conservation
 Title Relating to Pesticide Use RDU Environmental Health
 Component Laboratory Services
 Sponsor Senator Ellis
 Requester (S) Labor & Commerce Component No. 2065

Expenditures/Revenues (Thousands of Dollars)

Note: Amounts do not include inflation unless otherwise noted below.

OPERATING EXPENDITURES	FY 2005	FY 2006	FY 2007	FY 2008	FY 2009	FY 2010
Personal Services	133.2	173.7	173.7	173.7	173.7	173.7
Travel	4.0	8.0	8.0	8.0	8.0	8.0
Contractual	117.6	44.1	44.1	44.1	44.1	44.1
Supplies	3.0	3.0	3.0	3.0	3.0	3.0
Equipment	20.7	1.0	1.0	1.0	1.0	1.0
Land & Structures	0.0	0.0	0.0	0.0	0.0	0.0
Grants & Claims	0.0	0.0	0.0	0.0	0.0	0.0
Miscellaneous	0.0	0.0	0.0	0.0	0.0	0.0
TOTAL OPERATING	278.5	229.8	229.8	229.8	229.8	229.8

CAPITAL EXPENDITURES						
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CHANGE IN REVENUES (1156)	339.0	264.0	264.0	339.0	264.0	264.0
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FUND SOURCE (Thousands of Dollars)

1002 Federal Receipts	0.0	0.0	0.0	0.0	0.0	0.0
1003 GF Match	0.0	0.0	0.0	0.0	0.0	0.0
1004 GF	0.0	0.0	0.0	0.0	0.0	0.0
1005 GF/Program Receipts	0.0	0.0	0.0	0.0	0.0	0.0
1037 GF/Mental Health	0.0	0.0	0.0	0.0	0.0	0.0
1156 Receipt Supported Services	278.5	229.8	229.8	229.8	229.8	229.8
TOTAL	278.5	229.8	229.8	229.8	229.8	229.8

Estimate of any current year (FY2004) cost: 0.0

Check this box (X) if funding for this bill is included in the Governor's FY 2005 budget proposal:

POSITIONS

Full-time	3	3	3	3	3	3
Part-time	0	0	0	0	0	0
Temporary	1	0	0	0	0	0

ANALYSIS: (Attach a separate page if necessary)

See attached

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 Division: Environmental Health
 Approved by: Kurt Fredriksson, Deputy Commissioner
 Agency: Environmental Conservation

Phone: 907-269-7644
 Date/Time: 4/1/04 12:00 AM
 Date: 4/1/2004

FISCAL NOTE #1

STATE OF ALASKA
2004 LEGISLATIVE SESSION

BILL NO. CSSB 27(L&C)

ANALYSIS CONTINUATION

CSSB 27 requires that DEC establish and manage a pesticide-reporting program that provides information on the individual application of certain pesticides as defined in regulations adopted under the bill. This reporting program will include a list of all pesticides registered in Alaska and the known potential hazards incidental to the use of each pesticide which is defined by the Material Safety Data Sheets (MSDS) provided by pesticide manufacturers. DEC must also conduct a one-time survey of household pesticide use and provide this information as well. This fiscal note assumes an effective date of January 2005.

The tracking system must identify the product, department assigned identification number, amount used, application rate, method, date applied, size of area treated, the location of the application, and the target organism. This data must be easily accessible to the public through the Internet and formatted to exclude confidential location information but must include location by hydrological unit. The department is to prepare an annual report that summarizes the information that has been reported.

Additionally, a Pesticide Board is established to advise DEC on the development and implementation of the tracking system and other areas related to pesticide use.

An Environmental Specialist III (ESIII) will be hired at the beginning of FY2005 to develop regulations, the database tracking system, initiate the pesticide use household survey and initial pesticide program requirements as defined by this bill. In January 2005, an Environmental Specialists II (ESII) will be hired. The ESIII and ESII will develop policies and procedures, conduct outreach and compliance activities, prepare the annual report, conduct enforcement, and serve as staff to the Pesticide Advisory Board. A full time Environmental Technician will also be hired in January 2005 to manage the database system and reports and to input the data reported into the database. A non-permanent Administrative Clerk III will be hired in March 2005 to collect all of the Material Safety Data Sheets that will be made available on the web. The first six months is focused on regulations and the necessary MIS system support. Many of the costs relating to Board support, educational material, reporting system rollout, annual reports etc will span the 12 months following the implementation of the registration fee.

The contractual line includes funding for training and preparation of outreach materials. Additionally, in the first year, two contracts of \$50.0 each will be implemented to 1) upgrade the pesticide database for the registration and licensing fee and to develop the web based reporting system, and 2) to develop, conduct and report on a survey of household pesticide use. Equipment costs in FY 2005 include the ordinary office equipment (desk, chair, and office furniture) and computer workstations for new staff. \$1.0 is included in subsequent years for equipment replacement and software upgrades.

Revenues are from the label registration and applicator certification fees. Fees will be collected for products that are registered on or after January 1, 2005. Using the current number of pesticides (5,500) that are registered with the state and an expected attrition of 40%, it is estimated that the \$80.00 label registration fee will generate \$264.0 each year. The attrition rate is an estimate based on feedback from other states that have implemented a registration fee and witnessed a reduction in the number of pesticides registered. Applicators would pay \$75.00 (\$25.00 per year) for a three-year certification. The certification fee, for approximately 1000 applicators, would generate \$75.0 in FY 2005 and 2008.

Personal Services New Position Detail FN #1

Department of Environmental Conservation Implementation of CSSB 27(L&C)

Scenario: A Scenario for FY2005 Fiscal Notes (3605)
Component: Laboratory Services (2065)
RDU: Environmental Health (207)

PCN	Job Class Title	Time Status	Retire Code	Barg Unit	Location	Salary Sched	Range & Steps	Budgeted Months	Split / Annual Count	Annual Salary	COLA	Premium Pay	Annual Benefits	Total Costs
18-#029	Environmental Tech II	FT	A	GP	Palmer	2A	12 B	6.0		15,654	0	0	7,972	23,626
Justification:						Funding Detail:								
This position is necessary for implementation of CSSB 27, for database management and reporting.						1156			Receipt Supported Services		100.00%		23,626	
						Total Funding:			100.00%		23,626			
18-#030	Environmental Spec II	FT	A	GP	Palmer	2A	16 B	6.0		20,568	0	0	9,129	29,697
Justification:						Funding Detail:								
This is one of two positions (necessary for implementation of CSSB 27) which will develop regulations, policies, procedures, outreach activities, prepare annual report, conduct enforcement, provide staff support and work with the Pesticide Advisory Board and focus on compliance issues.						1156			Receipt Supported Services		100.00%		29,697	
						Total Funding:			100.00%		29,697			
18-#031	Environmental Spec III	FT	A	GP	Palmer	2A	18 B	12.0		47,316	0	0	19,712	67,028
Justification:						Funding Detail:								
This is one of two positions (necessary for implementation of CSSB 27) which will develop regulations, policies, procedures, outreach activities, prepare annual report, conduct enforcement, provide staff support and work with the Pesticide Advisory Board and focus on compliance issues.						1004			General Fund Receipts		50.00%		33,514	
						1156			Receipt Supported Services		50.00%		33,514	
						Total Funding:			100.00%		67,028			
18-#033	Administrative Clerk III	NP	A	GP	Palmer	2A	10 A	4.0		8,976	0	0	3,835	12,811
Justification:						Funding Detail:								
This non-permanent position will implement the requirements of CSSB 27 related to making a list of pesticides registered in Alaska and information on the known potential hazards incidental to the use of each pesticide available on the internet. The position will work with a contractor to collect and digitize as required all the Material Safety Data Sheets from manufacturers for registered pesticides.						1004			General Fund Receipts		100.00%		12,811	
						Total Funding:			100.00%		12,811			

Note: If a position is split, an asterisk (*) will appear in the Split/Count column. If the split position is also counted in the component, two asterisks (**) will appear in this column.

Personal Services New Position Detail FN #1

Department of Environmental Conservation
Implementation of CSSB 27(L&C)

Scenario: A Scenario for FY2005 Fiscal Notes (3605)
Component: Laboratory Services (2065)
RDU: Environmental Health (207)

Component Summary:

Total New Positions: 4

<u>Fund Description</u>	<u>Fund Percent</u>	<u>Fund Amount</u>
1004 General Fund Receipts	34.79%	46,325
1156 Receipt Supported Services	65.21%	86,837
Total Funding:	100.00%	133,162

Note: If a position is split, an asterisk (*) will appear in the Split/Count column. If the split position is also counted in the component, two asterisks (**) will appear in this column.