

FISCAL NOTE

STATE OF ALASKA
2006 LEGISLATIVE SESSION

Fiscal Note Number: 1
 Bill Version: HB 360
 (H) Publish Date: 2/8/06

Revision Date/Time (Note if correction): _____ Dept. Affected: Dept of Environmental Conservation
 Title Regulation of public accomodations water RDU Environmental Health
supply systems Component Drinking Water
 Sponsor Representative Kevin Meyer
 Requester House Resources Committee Component No. 2066

Expenditures/Revenues (Thousands of Dollars)

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

OPERATING EXPENDITURES	FY 2007	FY 2008	FY 2009	FY 2010	FY 2011	FY 2012
Personal Services	379.7	428.9	428.9	428.9	428.9	428.9
Travel	17.0	17.0	17.0	17.0	17.0	17.0
Contractual	95.9	45.9	45.9	45.9	45.9	45.9
Supplies	8.0	5.0	5.0	5.0	5.0	5.0
Equipment	34.5	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	535.1	497.8	497.8	497.8	497.8	497.8

CAPITAL EXPENDITURES						
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CHANGE IN REVENUES ()	0.0	0.0	0.0	0.0	0.0	0.0
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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	485.1	447.8	447.8	447.8	447.8	447.8
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
Other (1007 Interagency)	50.0	50.0	50.0	50.0	50.0	50.0
TOTAL	535.1	497.8	497.8	497.8	497.8	497.8

Estimate of any current year (FY2006) cost: 0.0

Mark this box (X) if funding for this bill is included in the Governor's FY 2007 budget proposal:

POSITIONS

Full-time	5	5	5	5	5	5
Part-time	0	0	0	0	0	0
Temporary	0	1	1	1	1	1

ANALYSIS: (Attach a separate page if necessary)

This legislation would require the DEC Drinking Water program to regulate public accommodations drinking water systems that serve 24 people or less for at least 60 days of the year. It excludes private homes and duplexes. The water systems that would qualify are not federally regulated and are classified by the state as "Class C" public water systems. The legislature, through the budget process, recently directed the department to eliminate services to Class C public water systems. This legislation would restore DEC's responsibility for a portion of the Class C systems in the state. There is no definitive inventory or data source for the total number of systems that could be regulated under this legislation but based on information from other agencies (DHSS, DEED, DEC Food Safety) on public accommodations, there is an estimated 3,000 systems that would be regulated.

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ANALYSIS CONTINUATION

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Regulations will be promulgated that will require Class C systems to conduct annual tests for fecal coliform bacteria and nitrates with results sent to DEC. If the system has a surface water source, filtration and/or disinfection will be required. The legislation requires systems to submit plans to DEC for review and approval for construction, extensions, installations and operation.

- **Personal Services** - Funds are for 5 permanent FT positions and one non-permanent seasonal College Intern. The full time positions will develop regulations, implement the regulations, perform compliance monitoring, provide technical assistance, conduct plan reviews and enforcement. Funds are included in the second year and beyond for a seasonal College Intern that will be employed to assist the engineer's plan review process. This position will be used to support the program during seasonal peaks and to enhance recruitment of engineering positions for the Drinking Water program.

- **Travel** - Support travel for inspections and complaint investigations.

- **Contractual** - RSA to Dept. of Law for legal assistance with regulations development, professional services contracts to develop registration and compliance monitoring database, public notices, and position support costs in the first year. Thereafter, contractual funding is for position support costs.

- **Supplies** - Additional supplies are needed in the first year of start up and thereafter standard office supplies.

- **Equipment** - One time costs for office furniture and computers for all new permanent staff thereafter ongoing office equipment and computer replacement costs and inspection equipment costs (such as personal safety gear, field equipment, cameras).

- **Other Fund Source** - Interagency authority is included for an RSA with DHSS. A small subset of Class C systems; facilities that provide child care and/or assisted living, are currently provided limited services by DEC through an RSA from DHSS that began in FY2006 as an unbudgeted RSA. This RSA funding is expected to continue and is therefore included in this fiscal note.

HB 360 Fiscal Note Detail

Regulation of Class C (public accomodation) water systems

	<u>FY2007</u>	<u>FY2008</u>	<u>FY2009</u>	<u>FY2010</u>	<u>FY2011</u>	<u>FY2012</u>
Expenditures						
Personal Services						
New PCNs						
EPS IV	86.4	86.4	86.4	86.4	86.4	86.4
EE I	91.6	91.6	91.6	91.6	91.6	91.6
EEA II	76.6	76.6	76.6	76.6	76.6	76.6
EPS II	68.0	68.0	68.0	68.0	68.0	68.0
EPT	57.1	57.1	57.1	57.1	57.1	57.1
College Intern IV	<u>0.0</u>	<u>49.2</u>	<u>49.2</u>	<u>49.2</u>	<u>49.2</u>	<u>49.2</u>
Total PS	379.7	428.9	428.9	428.9	428.9	428.9
Travel	17.0	17.0	17.0	17.0	17.0	17.0
Contractual						
DB/IT	30.0	0.0	0.0	0.0	0.0	0.0
DOL RSA	20.0	0.0	0.0	0.0	0.0	0.0
Position support	45.9	45.9	45.9	45.9	45.9	45.9
Sub-total	95.9	45.9	45.9	45.9	45.9	45.9
Supplies	8.0	5.0	5.0	5.0	5.0	5.0
Equipment						
PC/Wk Stn	34.5	0.0	0.0	0.0	0.0	0.0
Other	<u>0.0</u>	<u>1.0</u>	<u>1.0</u>	<u>1.0</u>	<u>1.0</u>	<u>1.0</u>
Sub-total	34.5	1.0	1.0	1.0	1.0	1.0
Total Operating	535.1	497.8	497.8	497.8	497.8	497.8
Fund Sources						
1002 Fed	0.0	0.0	0.0	0.0	0.0	0.0
1003 GFM	0.0	0.0	0.0	0.0	0.0	0.0
1004 GF	485.1	447.8	447.8	447.8	447.8	447.8
1005 GF/PR	0.0	0.0	0.0	0.0	0.0	0.0
1007 IA	50.0	50.0	50.0	50.0	50.0	50.0
Total Fund Sources	535.1	497.8	497.8	497.8	497.8	497.8