Consolidated Fiscal Note

2021-2022 Legislative Session

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HF3180 - 0 - PFAS in Commercial Furnishings Prohibited

Chief Author:	Sydney Jordan	State Fiscal Impact	Yes	No
Commitee:	Environment And Natural Resources Finance And Policy		103	110
Date Completed:	2/17/2022 10:58:29 AM	Expenditures	Х	
Lead Agency:	Pollution Control Agency	Fee/Departmental		
Other Agencies:		Earnings		Х
Commerce Dept	Health Dept	Tax Revenue		x
		Information Technology		х
		r		
		Local Fiscal Impact		v

This table shows direct impact to state government only. Local government impact, if any, is discussed in the narrative. Reductions shown in the parentheses.

State Cost (Savings)		Bienn	ium	Bienni	um
Dollars in Thousands	FY2021	FY2022	FY2023	FY2024	FY2025
Health Dept					
General Fund	-	-	33	33	33
Pollution Control Agency					
Environmental	-	-	80	146	146
State Total			<u></u>		
General Fund	-	-	33	33	33
Environmental	-	-	80	146	146
	Total -	-	113	179	179
	Biennial Total		113		358

Full Time Equivalent Positions (FTE)		Biennium		Biennium	
	FY2021	FY2022	FY2023	FY2024	FY2025
Health Dept					
General Fund	-	-	.25	.25	.25
Pollution Control Agency	1. P			1	
Environmental	-	-	.5	1	1
Total	-	-	.75	1.25	1.25

Lead LBO Analyst's Comment

I have reviewed this fiscal note for reasonableness of content and consistency with the LBO's Uniform Standards and Procedures.

LBO Signature: Jim Carlson Date: 2/17/2022 10:58:29 AM Phone: 651-284-6540 Email: jim.carlson@lbo.mn.gov

This table shows direct impact to state government only. Local government impact, if any, is discussed in the narrative. Reductions are shown in parentheses.

*Transfers In/Out and Absorbed Costs are only displayed when reported.

State Cost (Savings) = 1-2			Bienni	um	Bienni	um
Dollars in Thousands		FY2021	FY2022	FY2023	FY2024	FY2025
Health Dept	-					
General Fund	i	-	-	33	33	33
Pollution Control Agency		:	ł	ł		
Environmental		-	-	80	146	146
	Total	-	-	113	179	179
	Bien	inial Total		113		358
 1 - Expenditures, Absorbed Costs*, Tra	ansfers Out*					
Health Dept						
General Fund	· · ·	-	-	33	33	33
Pollution Control Agency						
Environmental		-	-	80	146	146
	Total	-	-	113	179	179
	Bien	inial Total		113		358
2 - Revenues, Transfers In*						
Health Dept						
General Fund		-	-	-	-	-
Pollution Control Agency						
Environmental		-	-	-	-	-
	Total	-	-	-	-	-
	Bien	nial Total		-		-

Fiscal Note

HF3180 - 0 - PFAS in Commercial Furnishings Prohibited

Chief Author:	Sydney Jordan
Commitee:	Environment And Natural Resources Finance And Policy
Date Completed: Agency:	2/17/2022 10:58:29 AM Pollution Control Agency

State Fiscal Impact	Yes	No
Expenditures	x	
Fee/Departmental Earnings		x
Tax Revenue		х
Information Technology		х
Local Fiscal Impact		х

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State Cost (Savings)			Bienni	um	Bienni	um
Dollars in Thousands		FY2021	FY2022	FY2023	FY2024	FY2025
Environmental		-	-	80	146	146
	Total	-	-	80	146	146
	Bier	inial Total		80		292

Full Time Equivalent Positions (FTE)			Biennium		Biennium	
		FY2021	FY2022	FY2023	FY2024	FY2025
Environmental		-	-	.5	1	1
	Total	-	-	.5	1	1

LBO Analyst's Comment

I have reviewed this fiscal note for reasonableness of content and consistency with the LBO's Uniform Standards and Procedures.

LBO Signature:	Jim Carlson	Date:	2/17/2022 10:54:21 AM
Phone:	651-284-6540	Email:	jim.carlson@lbo.mn.gov

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*Transfers In/Out and Absorbed Costs are only displayed when reported.

State Cost (Savings) = 1-2			Bienni	ium	Bienni	um
Dollars in Thousands		FY2021	FY2022	FY2023	FY2024	FY2025
Environmental		-	-	80	146	146
	Total	-	-	80	146	146
	Bier	nnial Total		80		292
1 - Expenditures, Absorbed Costs*, Tra	ansfers Out*					
Environmental		-	-	80	146	146
	Total	-	-	80	146	146
	Bier	nnial Total		80		292
2 - Revenues, Transfers In*						
Environmental		-	-	-	-	-
	Total	-	-	-	-	-
	Bier	nnial Total		-		-

Bill Description

This bill establishes Minnesota Stat. section 116.943, which would prohibit the distribution and sales of PFAS containing carpets, rugs, fabric treatments, upholstered furniture, or textile furnishings in Minnesota. Under subdivision 3, the Minnesota Pollution Control Agency is also provided enforcement authority under sections 115.071 and 116.072; and may consult with Departments of Commerce and Health. When requested by the commissioner, a person must furnish any information the person may have or may reasonably obtain that is relevant to show compliance with this section.

Assumptions

Work would begin January 1, 2023, halfway into FY23. One FTE will be needed for outreach and education, technical assistance, coordination with other state agencies, random purchasing and sampling and screening of products, and when violations are found, engaging responsible persons for voluntary correction where MN enforcement authority does not exist, and where it does, conducting any necessary enforcement follow-up and complaint response. The MPCA will need to purchase some products for testing and supplies and to contract with a laboratory to deliver PFAS extraction and/or analytical techniques appropriate for the covered products and materials.

Expenditure and/or Revenue Formula

Sample purchases \$20/product x 25 products = \$500

Lab tests \$500/sample x 25 tests = \$12,500

1.0 FTE = \$133,000

*The annual cost of 1.0 FTE is \$133,000 in FY2021-2025. Annual costs for 1.0 FTE include salary, fringe, and non-specialized employee support costs (work space, computer and office supplies, office equipment, local travel, etc.)

Long-Term Fiscal Considerations

The program will continue long-term.

Local Fiscal Impact

There are no costs to local governments.

References/Sources

Staff familiar with this work were consulted in the cost development.

Agency Contact: Pam Anderson (651-757-2190)

Agency Fiscal Note Coordinator Signature: John Allen Phone: 651-757-2185

Date: 2/17/2022 10:22:01 AM Email: john.j.allen@state.mn.us

Fiscal Note

HF3180 - 0 - PFAS in Commercial Furnishings Prohibited

Chief Author:	Sydney Jordan
Commitee:	Environment And Natural Resources Finance And Policy
Date Completed:	2/17/2022 10:58:29 AM
Agency:	Commerce Dept

State Fiscal Impact	Yes	No
Expenditures		x
Fee/Departmental Earnings		x
Tax Revenue		x
Information Technology		х
Local Fiscal Impact		х

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State Cost (Savings)		Biennium		Biennium	
Dollars in Thousands	FY2021	FY2022	FY2023	FY2024	FY2025
Total	-	-	-	-	-
Ві	Biennial Total		-		-

Full Time Equivalent Positions (FTE)		Biennium		Biennium	
	FY2021	FY2022	FY2023	FY2024	FY2025
То	al -	-	-	-	-

LBO Analyst's Comment

I have reviewed this fiscal note for reasonableness of content and consistency with the LBO's Uniform Standards and Procedures.

LBO Signature:	Darren Sheets	Date:	2/15/2022 2:21:20 PM
Phone:	651-297-1423	Email:	darren.sheets@lbo.mn.gov

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*Transfers In/Out and Absorbed Costs are only displayed when reported.

State Cost (Savings) = 1-2	itate Cost (Savings) = 1-2		Bienni	um	Biennium	
Dollars in Thousands		FY2021	FY2022	FY2023	FY2024	FY2025
	Total	-	-	-	-	-
	Bier	nnial Total		-		-
1 - Expenditures, Absorbed Costs*, Tra	ansfers Out*					
	Total	-	-	-	-	-
	Bier	nnial Total		-		-
2 - Revenues, Transfers In*						
	Total	-	-	-	-	-
	Bier	nnial Total		-		-

Bill Description

HF3180 proposes that no person may not sell, offer for sale or distribute certain home and commercial furnisings that contain PFAS.

Assumptions

HF3180 identifies the Minnesota Pollution Control Agency (PCA) as the agency of primary responsibility and allows for collaboration with the Department of Commerce in enforcement actions. The Department of Commerce can perform these tasks as part of its regular collaborative activity with the PCA. Commerce assumes no additional resources are required.

Expenditure and/or Revenue Formula

N/A

Long-Term Fiscal Considerations

N/A

Local Fiscal Impact

N/A

References/Sources

Agency Contact:

Agency Fiscal Note Coordinator Signature: Amy Trumper

Phone: 651-539-1517

Date: 2/10/2022 4:06:53 PM Email: amy.trumper@state.mn.us

Fiscal Note

HF3180 - 0 - PFAS in Commercial Furnishings Prohibited

Chief Author:	Sydney Jordan
Commitee:	Environment And Natural Resources Finance And Policy
Date Completed: Agency:	2/17/2022 10:58:29 AM Health Dept
Agency.	

State Fiscal Impact	Yes	No
Expenditures	x	
Fee/Departmental Earnings		x
Tax Revenue		х
Information Technology		х
Local Fiscal Impact		х

This table shows direct impact to state government only. Local government impact, if any, is discussed in the narrative. Reductions shown in the parentheses.

State Cost (Savings)			Bienni	ium	Biennium	
Dollars in Thousands		FY2021	FY2022	FY2023	FY2024	FY2025
General Fund		-	-	33	33	33
	Total	-	-	33	33	33
	Bier	nial Total		33		66

Full Time Equivalent Positions (FTE)			Biennium		Biennium	
		FY2021	FY2022	FY2023	FY2024	FY2025
General Fund		-	-	.25	.25	.25
	Total	-	-	.25	.25	.25

LBO Analyst's Comment

I have reviewed this fiscal note for reasonableness of content and consistency with the LBO's Uniform Standards and Procedures.

LBO Signature: Carlos Guereca Date: 2/16/2022 5:29:16 PM Phone: 651-284-6541 Email: carlos.guereca@lbo.mn.gov

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*Transfers In/Out and Absorbed Costs are only displayed when reported.

State Cost (Savings) = 1-2			Biennium		Biennium	
Dollars in Thousands		FY2021	FY2022	FY2023	FY2024	FY2025
General Fund		-	-	33	33	33
	Total	-	-	33	33	33
	Bier	nnial Total		33		66
1 - Expenditures, Absorbed Costs*, Tra	ansfers Out*					
General Fund		-	-	33	33	33
	Total	-	-	33	33	33
	Bier	nnial Total		33		66
2 - Revenues, Transfers In*						
General Fund		-	-	-	-	-
	Total	-	-	-	-	-
	Bier	nnial Total		-		-

Bill Description

The bill bans the sale, offer for sale, or distribution for sale in the state of carpet or textiles that contain perfluoroalkyl and polyfluoroalkyl substances (PFAS), effective January 1, 2024.

Assumptions

The bill states "The commissioner [of MPCA] may coordinate with the commissioners of commerce and health in enforcing this section." MDH assumes that multiple enforcement cases will be brought per fiscal year, requiring MDH to evaluate products to see if they meet the ban definitions, help with consumer and retailer education on the health risks of PFAS, and assess replacement products. MDH partners with MPCA and commerce on similar initiatives and assumes that certain activities, such as development of education materials and notifications to retailers, will take place the year before final date of implementation.

Expenditure and/or Revenue Formula

Expenditure (Actual Dollars)	Amount	FY 2022	FY 2023	FY 2024	FY 2025
Salary & Fringe:		FTE	FTE	FTE	FTE
Research Scientist 2	109,994		0.25	0.25	0.25
	FTE	0.00	0.25	0.25	0.25
	Subtotal	0	27,499	27,499	27,499
Information Technology:					
	Subtotal	0	0	0	0
Other Operating Costs:					
	Subtotal	0	0	0	0
Grants, Aids & Subsidies:					

	Subtotal	0	0	0	0
Indirect (21.7% Eligible Costs)	Subtotal	0	5,967	5,967	5,967
Expenditure	Total	0	33,466	33,466	33,466
Fiscal Tracking (Dollars in Thousands)		FY 2022	FY 2023	FY 2024	FY 2025
Health Protection BACT 03		0	33	33	33
Administration		0	33	33	33
Grants		0	0	0	0

Long-Term Fiscal Considerations

Local Fiscal Impact

References/Sources

Agency Contact:

Agency Fiscal Note Coordinator Signature: Brian Awsumb

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