

## ENVIRONMENTAL IMPROVEMENT PROGRAM

### GOVERNOR'S BUDGET RECOMMENDATIONS

Source of Funds	FY05 Adjusted Base	FY06 Recommended	% Change Over FY05	FY07 Recommended	% Change Over FY06
GPR	38,036,200	41,083,800	8.0	46,996,200	14.4
SEG-O	6,000,000	6,000,000	0.0	6,000,000	0.0
<b>TOTAL</b>	<b>44,036,200</b>	<b>47,083,800</b>	<b>6.9</b>	<b>52,996,200</b>	<b>12.6</b>

### FULL-TIME EQUIVALENT POSITION SUMMARY

Source of Funds	FY05 Adjusted Base	FY06 Recommended	FTE Change From FY05	FY07 Recommended	FTE Change From FY06
<b>TOTAL</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>

### AGENCY DESCRIPTION

The program was created in 1997 Wisconsin Act 27 to expand lending activities related to the water quality of our state. The program operates three lending programs for the purposes of construction and expansion of wastewater facilities; construction and expansion of public drinking water facilities; and remediation of municipally-owned contaminated lands. The Department of Natural Resources has lead responsibility for the environmental and project management aspects of the program. The Department of Administration is responsible for the financial management of the program.

### PROGRAMS, GOALS, OBJECTIVES AND ACTIVITIES

#### **Program 1: Clean Water Fund Program Operations**

Goal: Protect the water quality of our surface and ground waters by funding the repair, rehabilitation, expansion and construction of municipal wastewater collection and treatment facilities.

Goal: Provide financial resources to promote projects that serve to remediate contaminated lands so that they may be restored for useful purposes and do not contaminate state waters.

#### **Program 2: Safe Drinking Water Loan Program Operations**

Goal: Protect public health by providing the financial resources necessary for communities to maintain safe and adequate public drinking water systems.

Goal: Encourage communities to undertake needed drinking water supply construction projects in a time frame that is in the best interests of the community and the environment.

## PERFORMANCE MEASURES

## HISTORICAL DATA

Prog. No.	Performance Measure	Actual 2000	Actual 2001	Actual 2002
1.	Number of loans.	41	47	55
1.	Dollar amount of loans.	\$109,700,000	\$139,401,800	\$302,781,300
1.	Delinquent/defaulted loans.	0	0	0

Note: Based on fiscal year.

## 2003 AND 2004 GOALS AND ACTUALS

Prog. No.	Performance Measure	Goal 2003	Actual 2003	Goal 2004	Actual 2004
1.	Number of loans.	31	38	41	40
1.	Dollar amount of loans.	\$183,000,00	\$204,263,97	\$361,213,65	\$109,007,04
1.	Delinquent/defaulted loans.	0	1	5	0
1.	Delinquent/defaulted loans.	0	0	0	0

Note: Based on fiscal year.

## 2005, 2006 AND 2007 GOALS

Prog. No.	Performance Measure	Goal 2005	Goal 2006	Goal 2007
1.	Number of loans.	39	40	41
1.	Dollar amount of loans.	\$191,535,962	\$171,661,502	\$186,772,613
1.	Delinquent/defaulted loans.	0	0	0

Note: Based on fiscal year.

## **ENVIRONMENTAL IMPROVEMENT PROGRAM**

### **GOVERNOR'S BUDGET RECOMMENDATIONS**

#### **RECOMMENDATIONS**

1. Program Modifications
2. Debt Service Reestimate

**Table 1**  
**Department Budget Summary by Funding Source (in thousands of dollars)**

	ACTUAL FY04	ADJUSTED BASE FY05	AGENCY REQUEST		GOVERNOR'S RECOMMENDATION	
			FY06	FY07	FY06	FY07
GENERAL PURPOSE REVENUE	\$15,534.1	\$38,036.2	\$38,036.2	\$38,036.2	\$41,083.8	\$46,996.2
Local Assistance	15,534.1	38,036.2	38,036.2	38,036.2	41,083.8	46,996.2
FEDERAL REVENUE (1)	87,368.5					
Local Assistance	87,368.5					
SEGREGATED REVENUE (3)	46,296.6	6,000.0	6,000.0	6,000.0	6,000.0	6,000.0
Local Assistance	46,296.6	6,000.0	6,000.0	6,000.0	6,000.0	6,000.0
TOTALS-ANNUAL	149,199.2	44,036.2	44,036.2	44,036.2	47,083.8	52,996.2
Local Assistance	149,199.2	44,036.2	44,036.2	44,036.2	47,083.8	52,996.2

(1) Includes Program Revenue-Federal and Segregated Revenue-Federal

(3) Includes Segregated Revenue-Service, Segregated Revenue-Other and Segregated Revenue-Local

**Table 3**  
**Department Budget Summary by Program (in thousands of dollars)**

	ACTUAL FY04	ADJUSTED BASE FY05	AGENCY REQUEST		GOVERNOR'S RECOMMENDATION	
			FY06	FY07	FY06	FY07
1. Clean water fund program operations	\$125,010.5	\$42,017.5	\$42,017.5	\$42,017.5	\$44,656.1	\$50,135.7
2. Safe drinking water loan program operations	24,188.7	2,018.7	2,018.7	2,018.7	2,427.7	2,860.5
TOTALS	149,199.2	44,036.2	44,036.2	44,036.2	47,083.8	52,996.2

**1. Program Modifications**

The Governor recommends providing additional general fund supported general obligation bonding authority of \$9,600,000 for the Clean Water Fund Program and \$6,100,000 for the Safe Drinking Water Loan Program. The Governor further recommends setting the present value subsidy level at \$136,600,000 for the Clean Water Fund Program, \$13,500,000 for the Safe Drinking Water Loan Program and \$3,300,000 for the Land Recycling Loan Program. The Governor also recommends allowing the program to issue variable rate obligations, which will allow the program to obtain more favorable rates for certain transactions.

**2. Debt Service Reestimate**

Source of Funds	Agency Request				Governor's Recommendation			
	FY06		FY07		FY06		FY07	
	Dollars	Positions	Dollars	Positions	Dollars	Positions	Dollars	Positions
GPR	0	0.00	0	0.00	3,047,600	0.00	8,960,000	0.00
TOTAL	0	0.00	0	0.00	3,047,600	0.00	8,960,000	0.00

The Governor recommends adjusting the program's base budget to reflect a reestimate of debt service on authorized bonds.