

ECONOMIC AND FISCAL IMPACT STATEMENT
(REGULATIONS AND ORDERS)

STD. 399 (Rev. 2-98)

See SAM Sections 6600 - 6680 for Instructions and Code Citations

ARTMENT NAME Pesticide Regulation	CONTACT PERSON Randy Segawa	TELEPHONE NUMBER 916-324-4137
DESCRIPTIVE TITLE FROM NOTICE REGISTER OR FORM 400 Field Fumigation Use Requirements		NOTICE FILE NUMBER

ECONOMIC IMPACT STATEMENT

A. ESTIMATED PRIVATE SECTOR COST IMPACTS (Include calculations and assumptions in the rulemaking record.)

1. Check the appropriate box(es) below to indicate whether this regulation:

a. Impacts businesses and/or employees

b. Impacts small businesses

c. Impacts jobs or occupations

d. Impacts California competitiveness

e. Imposes reporting requirements

f. Imposes prescriptive instead of performance standards

g. Impacts individuals

h. None of the above (Explain below. Complete the Fiscal Impact Statement as appropriate.)

h. (cont.) _____

(If any box in Items 1 a through g is checked, complete this Economic Impact Statement.)

2. Enter the total number of businesses impacted: 1,300 Describe the types of businesses (Include nonprofits): Growers of agricultural crops who treat their fields with fumigants, and registrants of these fumigants

Enter the number or percentage of total businesses impacted that are small businesses: unknown

3. Enter the number of businesses that will be created 0 or eliminated: 0

Explain: The amendments to regulation provide greater compliance flexibility and will, in general, reduce costs.

4. Indicate the geographic extent of impacts: Statewide Local or regional (list areas): Sacramento Metro, San Joaquin Valley, South Coast, Southeast Desert, and Ventura ozone nonattainment areas.

5. Enter the number of jobs created: 0 or eliminated: 0 Describe the types of jobs or occupations impacted: _____

6. Will the regulation affect the ability of California businesses to compete with other states by making it more costly to produce goods or services here?

Yes No If yes, explain briefly: _____

B. ESTIMATED COSTS (Include calculations and assumptions in the rulemaking record.)

1. What are the total statewide dollar costs that businesses and individuals may incur to comply with this regulation over its lifetime:
\$ 0

a. Initial costs for a small business: \$ 0 Annual ongoing costs: \$ 0 Years: 5

b. Initial costs for a typical business: \$ 0 Annual ongoing costs: \$ 0 Years: 5

c. Initial costs for an individual: \$ 0 Annual ongoing costs: \$ 0 Years: 5

d. Describe other economic costs that may occur: None

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2. If multiple industries are impacted, enter the share of total costs for each industry 100 percent agricultural _____
3. If the regulation imposes reporting requirements, enter the annual costs a typical business may incur to comply with these requirements. (Include the dollar costs to do programming, record keeping, reporting, and other paperwork, whether or not the paperwork must be submitted.): \$ N/A _____
4. Will this regulation directly impact housing costs? Yes No If yes, enter the annual dollar cost per housing unit: \$ _____ and the number of units: _____
5. Are there comparable Federal regulations? Yes No Explain the need for State regulation given the existence or absence of Federal regulations: _____ Pesticide Element of the State Implementation Plan for VOC Emissions from Pesticides (federal Clean Air Act) _____
- Enter any additional costs to businesses and/or individuals that may be due to State-Federal differences: \$ 0 _____

C. ESTIMATED BENEFITS (Estimation of the dollar value of benefits is not specifically required by rulemaking law, but encouraged.)

1. Briefly summarize the benefits that may result from this regulation and who will benefit: Reduction in volatile organic compounds, leading to reductions in ozone. People living in the Sacramento Metro, San Joaquin Valley, South Coast, Southeast Desert, and Ventura ozone nonattainment areas will benefit.
2. Are the benefits the result of: specific statutory requirements, or goals developed by the agency based on broad statutory authority?
- Explain: Pesticide Element of the State Implementation Plan (SIP) for VOC Emissions From Pesticides (federal Clean Air Act)
3. What are the total statewide benefits from this regulation over its lifetime? \$ unknown

D. ALTERNATIVES TO THE REGULATION (Include calculations and assumptions in the rulemaking record. Estimation of the dollar value of benefits is specifically required by rulemaking law, but encouraged.)

1. List alternatives considered and describe them below. If no alternatives were considered, explain why not: This amendment allows greater flexibility to comply with the current fumigant requirements. The amendment, in part, is itself an alternative to the current regulation. _____
2. Summarize the total statewide costs and benefits from this regulation and each alternative considered:
- | | | | | |
|------------------------|-------------|---------|----------|-----|
| Regulation: | Benefit: \$ | unknown | Cost: \$ | \$0 |
| Alternative 1 Benefit: | \$ | N/A | Cost: \$ | \$0 |
| Alternative 2 Benefit: | \$ | N/A | Cost: \$ | \$0 |
3. Briefly discuss any quantification issues that are relevant to a comparison of estimated costs and benefits for this regulation or alternatives: None
4. Rulemaking law requires agencies to consider performance standards as an alternative, if a regulation mandates the use of specific technologies or equipment, or prescribes specific actions or procedures. Were performance standards considered to lower compliance costs? Yes No
- Explain: Performance standards were considered but found not to be applicable to the regulation.

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E. MAJOR REGULATIONS (Include calculations and assumptions in the rulemaking record.)

Cal/EPA boards, offices and departments are subject to the following additional requirements per Health and Safety Code section 57005.

1. Will the estimated costs of this regulation to California business enterprises exceed \$10 million? Yes No (If No, skip the rest of this section)

2. Briefly describe each equally as effective alternative, or combination of alternatives, for which a cost-effectiveness analysis was performed:

Alternative 1: _____

Alternative 2: _____

3. For the regulation, and each alternative just described, enter the estimated total cost and overall cost-effectiveness ratio:

Regulation	\$ _____	Cost-effectiveness ratio: _____
Alternative 1	\$ _____	Cost-effectiveness ratio: _____
Alternative 2	\$ _____	Cost-effectiveness ratio: _____

FISCAL IMPACT STATEMENT

A. FISCAL EFFECT ON LOCAL GOVERNMENT (Indicate appropriate boxes 1 through 6 and attach calculations and assumptions of fiscal impact for the current year and two subsequent Fiscal Years)

1. Additional expenditures of approximately \$ _____ in the current State Fiscal Year which are reimbursable by the State pursuant to Section 6 of Article XIII B of the California Constitution and Sections 17500 et seq. of the Government Code. Funding for this reimbursement:

a. is provided in (Item _____, Budget Act of _____) or (Chapter _____, Statutes of _____)

b. will be requested in the _____ Governor's Budget for appropriation in Budget Act of _____
(FISCAL YEAR)

2. Additional expenditures of approximately \$ _____ in the current State Fiscal Year which are not reimbursable by the State pursuant to Section 6 of Article XIII B of the California Constitution and Sections 17500 et seq. of the Government Code because this regulation:

a. implements the Federal mandate contained in _____

b. implements the court mandate set forth by the _____ court in the case of _____ vs. _____

c. implements a mandate of the people of this State expressed in their approval of Proposition No. _____ at the _____ election; (DATE)

d. is issued only in response to a specific request from the _____, which is/are the only local entity(s) affected;

e. will be fully financed from the _____ (FEES, REVENUE, ETC.) authorized by Section _____ of the _____ Code;

f. provides for savings to each affected unit of local government which will, at a minimum, offset any additional costs to each such unit.

3. Savings of approximately \$ _____ annually.

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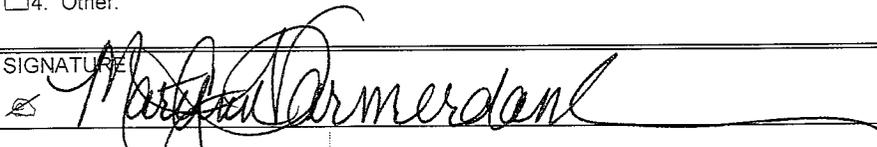
- 4. No additional costs or savings because this regulation makes only technical, non-substantive or clarifying changes to current law and regulations.
- 5. No fiscal impact exists because this regulation does not affect any local entity or program.
- 6. Other. These proposed revisions potentially give flexibility in achieving the fumigant limit with fewer resources for county agricultural commissioners.

B. FISCAL EFFECT ON STATE GOVERNMENT *(Indicate appropriate boxes 1 through 4 and attach calculations and assumptions of fiscal impact for the current year and two subsequent Fiscal Years.)*

- 1. Additional expenditures of approximately \$ _____ in the current State Fiscal Year. It is anticipated that State agencies will:
 - a. be able to absorb these additional costs within their existing budgets and resources.
 - b. request an increase in the currently authorized budget level for the _____ fiscal year.
- 2. Savings of approximately \$ _____ in the current State Fiscal Year.
- 3. No fiscal impact exists because this regulation does not affect any State agency or program.
- 4. Other. _____

C. FISCAL EFFECT ON FEDERAL FUNDING OF STATE PROGRAMS *(Indicate appropriate boxes 1 through 4 and attach calculations and assumptions of fiscal impact for the current year and two subsequent Fiscal Years.)*

- 1. Additional expenditures of approximately \$ _____ in the current State Fiscal Year.
- 2. Savings of approximately \$ _____ in the current State Fiscal Year.
- 3. No fiscal impact exists because this regulation does not affect any federally funded State agency or program.
- 4. Other. _____

SIGNATURE	TITLE
	Director
AGENCY SECRETARY ¹	DATE
APPROVAL/CONCURRENCE <input checked="" type="checkbox"/> 	9/16/10
DEPARTMENT OF FINANCE ²	DATE
APPROVAL/CONCURRENCE <input checked="" type="checkbox"/>	
PROGRAM BUDGET MANAGER	

1. The signature attests that the agency has completed the STD. 399 according to the instructions in SAM sections 6600-6680, and understands the impacts of the proposed rulemaking. State boards, offices, or departments not under an Agency Secretary must have the form signed by the highest ranking official in the organization.

2. Finance approval and signature is required when SAM sections 6600-6670 require completion of the Fiscal Impact Statement in the STD. 399. However, Finance must immediately receive a copy of each STD. 399 submitted to OAL without Finance signature, and Finance may subsequently question the "no fiscal impact" finding of a state agency.