

# **BUDGET PRESENTATION TO PPDC**

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# OPP's Mission

**Protect public health and the  
environment by ensuring  
pesticides and alternatives are  
safe and available for a healthy  
America.**

# Three Mission Areas

Protect Human Health

Protect the Environment

Realize Value

# Statutory Authority

## Protect Human Health

- FIFRA 3(c)(5) – register a pesticide if it will not cause “unreasonable adverse effects on the environment”
- FIFRA 2(bb) defines unreasonable adverse effects on the environment as “any unreasonable risk to man or the environment”

# Statutory Authority

## Protect the Environment

- FIFRA 3(c)(5) – register a pesticide if it will not cause “unreasonable adverse effects on the environment”
- FIFRA 2(bb) defines unreasonable adverse effects on the environment as “any unreasonable risk to man or the environment”

# Statutory Authority

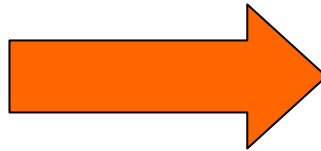
## Realize Value

- FIFRA 2(bb) expands on the concept of unreasonable risk to man or the environment by adding “**taking into account the economic, social and environmental costs and benefits of the use of any pesticide....**”

# STRATEGIC PLAN: BUDGET STRUCTURE

*OLD*  
(thru FY07)

- Registration
- Reregistration
- Field Programs



*NEW*  
(starting FY08)

- Protect Human Health
- Protect the Environment
- Realize Value

# The current budget structure

*Thru FY07*

- Registration
- Reregistration
- Field Programs

- Reregistration is “going out of business”
- Currently ~ 25 budget activities – need to reduce to more manageable number
- What’s included in each activity is no longer clear  
ex: “negotiation with partners”

# The new budget structure

## *Starting in FY08*

**Follows the *new* Strategic Plan Structure:**

Goal 4: Healthy Communities and  
Ecosystems

4.1 Chemical and Pesticide Risks

4.1.3 Protect Human Health from Pesticide Risk

4.1.4 Protect the Environment from Pesticide Risk

4.1.5 Realize the Value from Pesticide Availability

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## Protect Human Health

Registration	Registration Review
RED Implementation	Rulemaking
Reregistration	Program Mgmt.
Risk Reduction Implementation	



## Protect the Environment

Registration	Registration Review
RED Implementation	Rulemaking
Reregistration	Program Mgmt.
Risk Reduction Implementation	



## Realize Value

Registration	Registration Review
RED Implementation	Rulemaking
Reregistration	Program Mgmt.
Risk Reduction Implementation	

# New Budget Architecture

- ✓ Registration and Reregistration are still “trackable”
- ✓ Recognizes OPP’s new business line – Registration Review – as an activity
- ✓ Reduces budget activities from 25→7
- ✓ Links planning to operations
- ✓ Provides greater accountability
- ✓ Provides transparency for the budget activities with our “definitions document”

# Implementation Timeline

- **OPP is on track to implement new structure on 10/01/07**
- **Critical actions completed to date:**
  - HQ Divisional work plans submitted using new budget structure
  - Developed and implemented methodology and mathematical crosswalk to apply resources in BAS
  - Regional pesticide supervisors briefed

# Implementation Timeline

- Critical action items in 2007
  - ✓ Jan: Internal review & response to questions on 2008 CJ completed; staff briefings to link PARS to new Strategic Plan
  - Feb-Mar: OPPTS Regional Budget Workgroup meets on implementation of new structure
  - Apr-May: Develop 2008 Enacted Op Plan; initial BOC allocations, ongoing education on new PRCs
  - May-June: Convert tables in IMFS to reflect BAS; est. employee FANs; revised program project description book to Regions for review
  - Jul-Aug: Meet with lead region and budget workgroup on final implementation issues
  - Oct 1: Implement new budget structure

# FY 2007 Pesticides Resource Crosswalk Between Old and **New** Structures (\$K)

Old Budget Category	Old - \$ per category	Protect Human Health	Protect Environment	Realize Value
Field Programs	<b>24,624.0</b>	<b>13,789.5</b>	<b>8,864.6</b>	<b>1,969.9</b>
Registraton	<b>43,074.0</b>	<b>24,121.5</b>	<b>15,506.6</b>	<b>3,445.9</b>
Reregistration	<b>55,007.0</b>	<b>28,295.6</b>	<b>19,494.5</b>	<b>7,216.9</b>
Subtotal		<b>66,206.6</b>	<b>43,865.7</b>	<b>12,632.7</b>
Grand Total	<b>122,705.0</b>			<b>122,705.0</b>

# FY 2008 Pesticides Resource Crosswalk Between Old and **New** Structures (\$K)

Old Budget Category	Old - \$ per category	Protect Human Health	Protect Environment	Realize Value
Field Programs	<b>23,664.0</b>	<b>12,594.1</b>	<b>8,519.0</b>	<b>2,550.9</b>
Registraton	<b>44,088.0</b>	<b>23,689.9</b>	<b>15,723.5</b>	<b>4,674.6</b>
Reregistration	<b>54,507.0</b>	<b>29,524.0</b>	<b>19,622.5</b>	<b>5,360.5</b>
Subtotal		<b>65,808.0</b>	<b>43,865.0</b>	<b>12,586.0</b>
Grand Total	<b>122,259.0</b>			<b>122,259.0</b>

# PESTICIDE FEES

- **Background:**
- These additional fees will cover the cost of the program in a similar percentage to those collected by FDA for the review and licensing of new prescription drugs.
- Since 1988, fees have been collected to fund a variety of pesticides-related programs at EPA.
- For FY 2008, the Agency currently has authority to collect \$15 million in Maintenance fees and estimates collections of \$10 million in Pesticide Registration Improvement Act (PRIA) fees.
- The FY 2008 President's budget is requesting the following additional pesticides fees:
  - -\$9 million more in Maintenance fees (totaling \$24M);
  - -\$12 million more in Registration Service fees (totaling \$22M);
  - -\$32 million in new fees to cover costs associated with registration review and evaluating potential effects of pesticides to endangered species: and,
  - -\$13 million in new fees for setting new tolerances (legal pesticide residue limits on food).
- In 2008 the new fees will be deposited into a U.S. Treasury fund and used for deficit reduction, instead of being available for use by the Agency. These fees will be available for use by the Agency in FY 2009.