

COMMITTEE ON LEGISLATIVE RESEARCH
OVERSIGHT DIVISION

FISCAL NOTE

L.R. No.: 2225-02
Bill No.: SB 504
Subject: Agriculture and Animals; Agriculture Dept.
Type: Original
Date: February 28, 2007

Bill Summary: Creates the Sustainable Agriculture and Local Foods Initiative.

FISCAL SUMMARY

ESTIMATED NET EFFECT ON GENERAL REVENUE FUND			
FUND AFFECTED	FY 2008	FY 2009	FY 2010
General Revenue	(\$1,262,783 to \$3,252,783)	(\$1,548,197 to \$3,548,197)	(\$1,594,638 to \$3,594,638)
Total Estimated Net Effect on General Revenue Fund	(\$1,262,783 to \$3,252,783)	(\$1,548,197 to \$3,548,197)	(\$1,594,638 to \$3,594,638)

ESTIMATED NET EFFECT ON OTHER STATE FUNDS			
FUND AFFECTED	FY 2008	FY 2009	FY 2010
Total Estimated Net Effect on <u>Other</u> State Funds	\$0	\$0	\$0

Numbers within parentheses: () indicate costs or losses.
This fiscal note contains 4 pages.

ESTIMATED NET EFFECT ON FEDERAL FUNDS			
FUND AFFECTED	FY 2008	FY 2009	FY 2010
Total Estimated Net Effect on <u>All</u> Federal Funds	\$0	\$0	\$0

ESTIMATED NET EFFECT ON FULL TIME EQUIVALENT (FTE)			
FUND AFFECTED	FY 2008	FY 2009	FY 2010
General Revenue	2	2	2
Total Estimated Net Effect on FTE	2	2	2

- Estimated Total Net Effect on All funds expected to exceed \$100,000 savings or (cost).
- Estimated Net Effect on General Revenue Fund expected to exceed \$100,000 (cost).

ESTIMATED NET EFFECT ON LOCAL FUNDS			
FUND AFFECTED	FY 2008	FY 2009	FY 2010
Local Government	\$0	\$0	\$0

FISCAL ANALYSIS

ASSUMPTION

Officials from the **Department of Health and Senior Services, State Treasurer's Office and Coordinating Board for Higher Education** assume no fiscal impact to their agency.

Officials from the **Department of Agriculture** assume General Revenue collection will be decreased by the \$2,000,000 plus the additional General Revenue expenses of \$1,265,701. Two FTE's per 261.325.3 RSMo will be needed, program staff and administrative assistant plus office equipment needed for the two FTE's.

Oversight assumes these tax credits could occur on an annual basis and has estimated a range of costs for the fiscal year.

<u>FISCAL IMPACT - State Government</u>	FY 2008 (10 Mo.)	FY 2009	FY 2010
GENERAL REVENUE			
<u>Cost - Department of Agriculture</u>			
Salaries (2 FTE)	(\$55,360)	(\$70,478)	(\$72,592)
Fringe Benefits	(\$25,056)	(\$31,898)	(\$32,855)
Equipment & Expense	(\$15,700)	(\$3,821)	(\$3,931)
Tax Credits	\$0 to	\$0 to	\$0 to
	(\$2,000,000)	(\$2,000,000)	(\$2,000,000)
Reimbursement Voucher (1000 @ \$600)	(\$500,000)	(\$618,000)	(\$636,540)
Purchasing Grants (150 @ \$5,000)	(\$625,000)	(\$772,500)	(\$795,675)
New Markets Program (10 @ \$5,000)	(\$41,667)	(\$51,500)	(\$53,045)
ESTIMATED NET EFFECT ON GENERAL REVENUE	<u>(\$1,262,783 to \$3,252,783)</u>	<u>(\$1,548,197 to \$3,548,197)</u>	<u>(\$1,594,638 to \$3,594,638)</u>

Estimated Net FTE Change for General Revenue	2	2	2
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<u>FISCAL IMPACT - Local Government</u>	FY 2008 (10 Mo.)	FY 2009	FY 2010
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\$0

\$0

\$0

FISCAL IMPACT - Small Business

Yes. Positive economic impact.

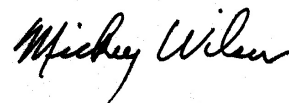
FISCAL DESCRIPTION

The proposed legislation will create the Sustainable Agriculture and Local Foods Initiative and will have an effect on General Revenue.

This legislation is not federally mandated, would not duplicate any other program and would not require additional capital improvements or rental space.

SOURCES OF INFORMATION

Department of Agriculture
Department of Health
State Treasurer's Office
Coordinating Board for Higher Education



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Director
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