

COMMITTEE ON LEGISLATIVE RESEARCH
OVERSIGHT DIVISION

FISCAL NOTE

L.R. No.: 2222S.01I
 Bill No.: SB 570
 Subject: Agriculture; Professional Registration and Licensing; Licenses - Miscellaneous
 Type: Original
 Date: April 18, 2023

Bill Summary: This proposal extends the implementation date for provisions relating to pesticide certification and training.

FISCAL SUMMARY

ESTIMATED NET EFFECT ON GENERAL REVENUE FUND			
FUND AFFECTED	FY 2024	FY 2025	FY 2026
Total Estimated Net Effect on General Revenue	\$0	\$0	\$0

ESTIMATED NET EFFECT ON OTHER STATE FUNDS			
FUND AFFECTED	FY 2024	FY 2025	FY 2026
Agriculture Protection Fund*	(\$57,875)	(\$57,875)	\$0
University of MO*	(\$200,000)	(\$200,000)	\$0
Total Estimated Net Effect on <u>Other</u> State Funds	(\$257,875)	(\$257,875)	\$0

*Oversight notes the revenue and costs have been shifted from January 1, 2024 to January 1, 2025 per the proposal's new effective date. The fiscal note for SB 26 (2021) reflected a net positive fiscal impact to the Agriculture Protection Fund and the University of Missouri. With the delayed implementation, Oversight will assume the state and the University will no longer realize that net positive fiscal impact in FY 2024 and half of FY 2025, which is reflected as a negative impact in FY's 2024 & 2025 above.

Numbers within parentheses: () indicate costs or losses.

ESTIMATED NET EFFECT ON FEDERAL FUNDS			
FUND AFFECTED	FY 2024	FY 2025	FY 2026
Total Estimated Net Effect on <u>All</u> Federal Funds	\$0	\$0	\$0

ESTIMATED NET EFFECT ON FULL TIME EQUIVALENT (FTE)			
FUND AFFECTED	FY 2024	FY 2025	FY 2026
Agriculture Protection Fund*	<1 FTE>	0 FTE	0 FTE
Total Estimated Net Effect on FTE	<1 FTE>	0 FTE	0 FTE

* Oversight notes the FTE costs have been shifted from January 1, 2024 (FY 2024) to January 1, 2025 per the proposal’s new effective date (savings of 1 FTE in FY 2024).

- Estimated Net Effect (expenditures or reduced revenues) expected to exceed \$250,000 in any of the three fiscal years after implementation of the act or at full implementation of the act.
- Estimated Net Effect (savings or increased revenues) expected to exceed \$250,000 in any of the three fiscal years after implementation of the act or at full implementation of the act.

ESTIMATED NET EFFECT ON LOCAL FUNDS			
FUND AFFECTED	FY 2024	FY 2025	FY 2026
Local Government	\$0	\$0	\$0

FISCAL ANALYSIS

ASSUMPTION

Officials from the **Missouri Department of Agriculture (MDA)** assume there could be increased costs since the original program was enacted in SB 26 (2021) due to economic conditions; however, MDA assumes the same fiscal impact from SB 26 (2021).

In response to a similar proposal from 2023 (HB 1022), officials from the **University of Missouri (UM)** assumed this legislation will have a fiscal impact on the University of Missouri System in an amount exceeding \$100,000 in lost revenue due to delayed implementation of statute permitting the University to charge a fee for the Private Pesticide Applicator Training. This training is required to purchase restricted use pesticides and approximately 3,600 licenses expire each year. Fee revenue is needed to sustain a high-quality training program at scale.

Oversight notes this proposal changes the effective date of the pesticide certification program from January 1, 2024 to January 1, 2025; therefore, Oversight will shift the costs and revenue reflected on the fiscal note for SB 26 (2021) from FY 2024 (six months) to FY 2025. Oversight notes the fiscal impact after January 1, 2025 will assumed to be the same as we reflected on the fiscal note for SB 26.

<u>FISCAL IMPACT – State Government</u>	FY 2024 (6 Mo.)	FY 2025 (6 Mo.)	FY 2026
AGRICULTURE PROTECTION FUND (0970)			
<u>Loss of Revenue</u> –(delayed 1 year) MDA – increase in number of commercial NRUP license fees §281.035	(\$91,630)	(\$91,630)	\$0
<u>Loss of Revenue</u> – (delayed 1 year) MDA – increase in number of non-commercial NRUP license fees §281.037	(\$16,083)	(\$16,083)	\$0
<u>Savings of Costs</u> (delayed 1 year) – MDA (§§281.035 and 281.037)			
Personal Services	\$16,016	\$16,016	\$0
Fringe Benefits	\$11,079	\$11,079	\$0
Computer network	\$20,000	\$20,000	\$0
Equipment and expense	\$2,743	\$2,743	\$0
<u>Total costs – MDA</u>	<u>\$49,838</u>	<u>\$49,838</u>	<u>\$0</u>
FTE Change – MDA	0 FTE	0 FTE	0 FTE
ESTIMATED NET EFFECT ON THE AGRICULTURE PROTECTION FUND	<u>(\$57,875)</u>	<u>(\$57,875)</u>	<u>\$0</u>
Estimated Net FTE Change to the Agriculture Protection Fund	<1 FTE>	0 FTE	0 FTE
UNIVERSITY OF MISSOURI			
<u>Loss of Revenue</u> – UM – (delayed 1 year) revenue from fees for pesticide training §281.040	(\$200,000)	(\$200,000)	\$0
ESTIMATED NET EFFECT ON THE UNIVERSITY OF MISSOURI	<u>(\$200,000)</u>	<u>(\$200,000)</u>	<u>\$0</u>

<u>FISCAL IMPACT – Local Government</u>	FY 2024 (10 Mo.)	FY 2025	FY 2026
	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>

FISCAL IMPACT – Small Business

Small pesticide applicator businesses could be impacted as a result of this proposal.

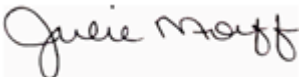
FISCAL DESCRIPTION

This proposal changes the effective date of new provisions regulating pesticide certification and training to January 1, 2025.

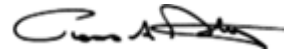
This legislation is not federally mandated, would not duplicate any other program and would not require additional capital improvements or rental space.

SOURCES OF INFORMATION

Missouri Department of Agriculture
University of Missouri Legislative Research



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April 18, 2023



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April 18, 2023