

COMMITTEE ON LEGISLATIVE RESEARCH  
OVERSIGHT DIVISION

**FISCAL NOTE**

L.R. No.: 3057-01  
Bill No.: HB 1496  
Subject: Agriculture and Animals; Agriculture Dept.  
Type: Original  
Date: February 24, 2010

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Bill Summary: Creates the Agriculture Promotion and Marketing Fund for the purpose of promoting and marketing Missouri Agricultural products.

**FISCAL SUMMARY**

<b>ESTIMATED NET EFFECT ON GENERAL REVENUE FUND</b>			
FUND AFFECTED	FY 2011	FY 2012	FY 2013
General Revenue	(\$458,640)	(\$550,368)	(\$550,368)
<b>Total Estimated Net Effect on General Revenue Fund</b>	<b>(\$458,640)</b>	<b>(\$550,368)</b>	<b>(\$550,368)</b>

<b>ESTIMATED NET EFFECT ON OTHER STATE FUNDS</b>			
FUND AFFECTED	FY 2011	FY 2012	FY 2013
Agriculture Promotion Market Fund	\$229,320	\$275,184	\$275,184
<b>Total Estimated Net Effect on <u>Other</u> State Funds</b>	<b>\$229,320</b>	<b>\$275,184</b>	<b>\$275,184</b>

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

ESTIMATED NET EFFECT ON FEDERAL FUNDS			
FUND AFFECTED	FY 2011	FY 2012	FY 2013
<b>Total Estimated Net Effect on <u>All</u> Federal Funds</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>

ESTIMATED NET EFFECT ON FULL TIME EQUIVALENT (FTE)			
FUND AFFECTED	FY 2011	FY 2012	FY 2013
<b>Total Estimated Net Effect on FTE</b>	<b>0</b>	<b>0</b>	<b>0</b>

☐ 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 2011	FY 2012	FY 2013
<b>Local Government</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>

## FISCAL ANALYSIS

### ASSUMPTION

Officials from the **Department of Agriculture (AGR)** assume this proposal redirects fee revenues from the Plant Pest Control Program, the Fresh Fruit and Vegetable Program, and the Seed Program from General Revenue into the newly created Agriculture Promotion and Marketing Fund. However, the revenue generated by these fees is not sufficient to cover the programs' costs. Therefore, some General Revenue will still be necessary to continue operation of these programs or fees will need to be raised to levels sufficient to cover all program costs. Currently the program costs \$677,776 per year.

Officials from the **State Treasurer's Office** assume there will be no fiscal impact to their agency.

<u>FISCAL IMPACT - State Government</u>	FY 2011 (10 Mo.)	FY 2012	FY 2013
<b>GENERAL REVENUE</b>			
<u>Cost - Department of Agriculture</u> Program Operating Costs	(\$229,320)	(\$275,184)	(\$225,184)
<u>Transfer Out - Department of Agriculture</u> Fee Revenues	<u>(\$229,320)</u>	<u>(\$275,184)</u>	<u>(\$275,184)</u>
<b>ESTIMATED NET EFFECT ON GENERAL REVENUE</b>	<b><u>(\$458,640)</u></b>	<b><u>(\$550,368)</u></b>	<b><u>(\$550,368)</u></b>
<b>AGRICULTURE PROMOTION AND MARKETING FUND</b>			
<u>Transfer In - Department of Agriculture</u> Fee Revenues	<u>\$229,320</u>	<u>\$275,184</u>	<u>\$275,184</u>
<b>ESTIMATED NET EFFECT ON AGRICULTURE PROMOTION AND MARKETING FUND</b>	<b><u>\$229,320</u></b>	<b><u>\$275,184</u></b>	<b><u>\$275,184</u></b>

FISCAL IMPACT - Local Government

FY 2011  
(10 Mo.)

FY 2012

FY 2013

\$0

\$0

\$0

FISCAL IMPACT - Small Business

No direct fiscal impact to small businesses would be expected as a result of this proposal.

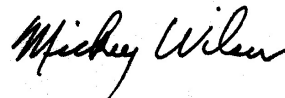
FISCAL DESCRIPTION

This bill creates the Agriculture Promotion and Marketing Fund which will consist of all fees and fines assessed and collected by the Department of Agriculture which are not otherwise specifically designated in state law for use by the department or for deposit into other funds. Moneys in the fund are to be used solely for the purposes of promoting and marketing agricultural products grown, raised, or processed in Missouri.

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

State Treasurer's Office  
Department of Agriculture



Mickey Wilson, CPA  
Director  
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