

COMMITTEE ON LEGISLATIVE RESEARCH
OVERSIGHT DIVISION

FISCAL NOTE

L.R. No.: 4816H.01I
 Bill No.: HB 2265
 Subject: Animals; Agriculture; Department of Agriculture
 Type: Original
 Date: January 23, 2024

Bill Summary: This proposal modifies provisions relating to pet shop operations.

FISCAL SUMMARY

ESTIMATED NET EFFECT ON GENERAL REVENUE FUND			
FUND AFFECTED	FY 2025	FY 2026	FY 2027
General Revenue	(\$197,503)	(\$152,128)	(\$153,670)
Total Estimated Net Effect on General Revenue	(\$197,503)	(\$152,128)	(\$153,670)

*The Missouri Department of Agriculture assumes the need for 1 FTE to license currently exempt dealers.

ESTIMATED NET EFFECT ON OTHER STATE FUNDS			
FUND AFFECTED	FY 2025	FY 2026	FY 2027
Total Estimated Net Effect on <u>Other</u> State Funds	\$0	\$0	\$0

Numbers within parentheses: () indicate costs or losses.

ESTIMATED NET EFFECT ON FEDERAL FUNDS			
FUND AFFECTED	FY 2025	FY 2026	FY 2027
Total Estimated Net Effect on <u>All</u> Federal Funds	\$0	\$0	\$0

ESTIMATED NET EFFECT ON FULL TIME EQUIVALENT (FTE)			
FUND AFFECTED	FY 2025	FY 2026	FY 2027
General Revenue	1 FTE	1 FTE	1 FTE
Total Estimated Net Effect on FTE	1 FTE	1 FTE	1 FTE

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 2025	FY 2026	FY 2027
Local Government	\$0	\$0	\$0

FISCAL ANALYSIS

ASSUMPTION

Officials from the **Missouri Department of Agriculture (MDA)** assume 1 FTE Consumer Protection Specialist (at \$45,330) will be required to license currently exempt dealers. MDA estimates the number of inspections to increase by at least 160. In addition, \$60,000 will be needed to cover the costs of the additional inspections.

Oversight does not have information to the contrary and therefore, Oversight will reflect the estimates as provided by MDA.

Officials from the **Missouri Highway Patrol, Office of the State Public Defender, Missouri Office of Prosecution Services and Office of the State Courts Administrator** each assume the proposal will have no fiscal impact on their respective organizations.

Oversight notes that the above mentioned agencies have stated the proposal would not have a direct fiscal impact on their organization. Oversight does not have any information to the contrary. Therefore, Oversight will reflect a zero impact on the fiscal note.

Officials from the **City of Kansas City** assume the proposal will have no fiscal impact on their organization. **Oversight** does not have any information to the contrary. Therefore, Oversight will reflect a zero impact in the fiscal note.

Oversight only reflects the responses received from state agencies and political subdivisions; however, other local political subdivisions were requested to respond to this proposed legislation but did not. A listing of political subdivisions included in the Missouri Legislative Information System (MOLIS) database is available upon request.

<u>FISCAL IMPACT – State Government</u>	FY 2025 (10 Mo.)	FY 2026	FY 2027
GENERAL REVENUE FUND			
<u>Costs – MDA</u>			
Personnel Service	(\$45,330)	(\$46,236)	(\$47,161)
Fringe Benefits	(\$32,589)	(\$32,940)	(\$33,299)
Expense & Equipment	(\$59,584)	(\$12,952)	(\$13,210)
<u>Total Costs – MDA</u>	(\$137,503)	(\$92,128)	(\$93,670)
FTE Change	1 FTE	1 FTE	1 FTE

<u>FISCAL IMPACT – State Government</u>	FY 2025 (10 Mo.)	FY 2026	FY 2027
Cost – MDA - inspections	<u>(\$60,000)</u>	<u>(\$60,000)</u>	<u>(\$60,000)</u>
ESTIMATED NET EFFECT ON THE GENERAL REVENUE FUND	<u>(\$197,503)</u>	<u>(\$152,128)</u>	<u>(\$153,670)</u>
Estimated Net FTE Change on the General Revenue Fund	1 FTE	1 FTE	1 FTE

<u>FISCAL IMPACT – Local Government</u>	FY 2025 (10 Mo.)	FY 2026	FY 2027
	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>

FISCAL IMPACT – Small Business

Small animal dealers and pet shops could be impacted as a result of this proposal.

FISCAL DESCRIPTION

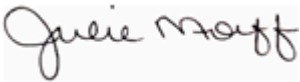
The bill prohibits a dealer or pet shop from purchasing animals from any entity who is not licensed to sell and handle animals, or has multiple or repeat critical violations of state or federal law within the last three years. A pet shop must disclose to the purchaser of a dog the breeder's and dealer's name and address. Any pet shop that knowingly violates the requirements is guilty of a class A misdemeanor.

The bill also prohibits a political subdivision from adopting or enforcing a regulation that prohibits the operation of a pet shop that is licensed in this state.

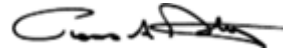
This legislation is not federally mandated, would not duplicate any other program and would not require additional capital improvements or rental space.

SOURCES OF INFORMATION

Missouri Department of Agriculture
Missouri Highway Patrol
Office of the State Public Defender
Missouri Office of Prosecution Services
Office of the State Courts Administrator
City of Kansas City



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January 23, 2024



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