

COMMITTEE ON LEGISLATIVE RESEARCH
OVERSIGHT DIVISION

FISCAL NOTE

L.R. No.: 2195-01
Bill No.: HB 962
Subject: Agriculture and Animals
Type: Original
Date: April 9, 2013

Bill Summary: This proposal revises the definition of livestock to include elk and cervids obtained from a legal source and raised in confinement.

FISCAL SUMMARY

ESTIMATED NET EFFECT ON GENERAL REVENUE FUND			
FUND AFFECTED	FY 2014	FY 2015	FY 2016
General Revenue	\$0 or (greater than \$100,000)	\$0 or (greater than \$100,000)	\$0 or (greater than \$100,000)
Total Estimated Net Effect on General Revenue Fund	\$0 or (greater than \$100,000)	\$0 or (greater than \$100,000)	\$0 or (greater than \$100,000)

ESTIMATED NET EFFECT ON OTHER STATE FUNDS			
FUND AFFECTED	FY 2014	FY 2015	FY 2016
Total Estimated Net Effect on <u>Other</u> State Funds	\$0	\$0	\$0

Numbers within parentheses: () indicate costs or losses.
This fiscal note contains 5 pages.

ESTIMATED NET EFFECT ON FEDERAL FUNDS			
FUND AFFECTED	FY 2014	FY 2015	FY 2016
Total Estimated Net Effect on <u>All</u> Federal Funds	\$0	\$0	\$0

ESTIMATED NET EFFECT ON FULL TIME EQUIVALENT (FTE)			
FUND AFFECTED	FY 2014	FY 2015	FY 2016
Total Estimated Net Effect on FTE	0	0	0

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 2014	FY 2015	FY 2016
Local Government	\$0	\$0	\$0

FISCAL ANALYSIS

ASSUMPTION

§§ 265.300 and 277.020 - Cervids Raised in Confinement:

Officials from the **Department of Agriculture (AGR)** assume an unknown fiscal impact because it is difficult to estimate the level of demand for state meat inspection services for cervids.

AGR assumes if the demand for cervids is minimal, it could be accommodated with existing staff. However, additional staff would be required if there is substantial demand for meat inspection services for cervids.

Officials from the **Department of Conservation (MDC)** assume an unknown fiscal impact to MDC.

MDC assume this proposal could impact General Revenue if other agencies are required to inspect facilities.

Oversight assumes no direct fiscal impact to MDC from this proposal.

Oversight assumes this proposal could increase demand for meat inspection services provided by the AGR State Meat and Poultry Inspection Program by adding cervids to the definition of livestock.

Oversight notes AGR currently has 10.5 inspectors who provide inspection services to 36 official meat processing establishments and 146 custom exempt facilities with a salary range between \$41,000 and \$50,000.

Oversight assumes an additional 2 FTE for meat inspections for AGR would result in a cost of approximately \$100,000 or greater to the General Revenue Fund.

Oversight assumes the fiscal impact of this proposal is \$0 or greater than \$100,000 cost, if additional demand for meat processing inspectors is needed.

ASSUMPTION (continued)

Oversight notes under current federal law cervids are not considered livestock and therefore the state would be responsible for all of the additional cost for any new meat inspectors hired to inspect cervids. Other types of livestock meat inspections, (beef, pork, poultry, etc.) the department receives a 50% federal match to fund the hiring of state meat inspectors.

<u>FISCAL IMPACT - State Government</u>	FY 2014 (10 Mo.)	FY 2015	FY 2016
GENERAL REVENUE FUND			
<u>Cost - AGR</u>			
§§ 265.300, 277.020 - Additional State Meat Inspectors	<u>\$0 or (greater than \$100,000)</u>	<u>\$0 or (greater than \$100,000)</u>	<u>\$0 or (greater than \$100,000)</u>
ESTIMATED NET EFFECT ON THE GENERAL REVENUE FUND	<u>\$0 or (greater than \$100,000)</u>	<u>\$0 or (greater than \$100,000)</u>	<u>\$0 or (greater than \$100,000)</u>

<u>FISCAL IMPACT - Local Government</u>	FY 2014 (10 Mo.)	FY 2015	FY 2016
	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>

FISCAL IMPACT - Small Business

Direct fiscal impact to small business meat inspection facilities accepting cervids for processing of food for human consumption would be expected as a result of this proposal.

FISCAL DESCRIPTION

§§ 265.300 and 277.020 - Cervids Raised in Confinement:

This proposal revises the definition of "livestock" as it applies to the Missouri Livestock Marketing Law and meat inspections to include cervids documented as obtained from a legal source and not from the wild and raised in confinement for human consumption or animal husbandry.

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 Conservation



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April 9, 2013