

Individual State Agency Fiscal Note

Bill Number: 6723 SB	Title: Animal health protection	Agency: 495-Department of Agriculture
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Part I: Estimates

☐ No Fiscal Impact

Estimated Cash Receipts to:

FUND	FY 2008	FY 2009	2007-09	2009-11	2011-13
Agricultural Local		140,000	140,000	280,000	280,000
Account-Non-Appropriated 126-6					
Total \$		140,000	140,000	280,000	280,000

Estimated Expenditures from:

	FY 2008	FY 2009	2007-09	2009-11	2011-13
FTE Staff Years	0.0	0.7	0.4	0.7	0.7
Fund					
Agricultural Local	0	124,500	124,500	240,400	240,400
Account-Non-Appropriated 126-6					
Total \$	0	124,500	124,500	240,400	240,400

The cash receipts and expenditure estimates on this page represent the most likely fiscal impact. Factors impacting the precision of these estimates, and alternate ranges (if appropriate), are explained in Part II.

Check applicable boxes and follow corresponding instructions:

- ☒ If fiscal impact is greater than \$50,000 per fiscal year in the current biennium or in subsequent biennia, complete entire fiscal note form Parts I-V.
- ☐ If fiscal impact is less than \$50,000 per fiscal year in the current biennium or in subsequent biennia, complete this page only (Part I).
- ☐ Capital budget impact, complete Part IV.
- ☐ Requires new rule making, complete Part V.

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Agency Preparation: Dr. Leonard Eldridge	Phone: 360-902-1881	Date: 01/28/2008
Agency Approval: Mary Thygesen	Phone: 360-902-1989	Date: 01/31/2008
OFM Review: David Giglio	Phone: 360-902-0654	Date: 01/31/2008

Part II: Narrative Explanation

II. A - Brief Description Of What The Measure Does That Has Fiscal Impact

Briefly describe, by section number, the significant provisions of the bill, and any related workload or policy assumptions, that have revenue or expenditure impact on the responding agency.

SB 6723 gives the Director of Agriculture the authority to establish fees for:

- The establishment and inspection of animal holding facilities;
- The inspection and monitoring of animals in authorized monitoring facilities; and
- Special inspections of animals or animal facilities at the request of the animal owner or interested persons.

The fees shall cover the cost of the service provided and shall be deposited in an agricultural local fund account.

II. B - Cash receipts Impact

Briefly describe and quantify the cash receipts impact of the legislation on the responding agency, identifying the cash receipts provisions by section number and when appropriate the detail of the revenue sources. Briefly describe the factual basis of the assumptions and the method by which the cash receipts impact is derived. Explain how workload assumptions translate into estimates. Distinguish between one time and ongoing functions.

Fiscal impact to stakeholders would be on a voluntary basis. A cost is only assessed to the stakeholder if they request a service authorized under this chapter. The requested service will be limited, or not provided by the Department, if there is not an identified funding source to recover the associated costs.

Through the rule making process we will determine appropriate rates based on costs and set the rates to sustain the program for at least four years. We estimate the cash receipts to be approximately \$140,000 per year based on current expenditure estimates.

The agency assumes that if the proposal passes as written (with the 10 year cash receipts estimate) the agency has legislative approval to set fees. The rules will be completed and the fees will be effective July 1, 2008.

II. C - Expenditures

Briefly describe the agency expenditures necessary to implement this legislation (or savings resulting from this legislation), identifying by section number the provisions of the legislation that result in the expenditures (or savings). Briefly describe the factual basis of the assumptions and the method by which the expenditure impact is derived. Explain how workload assumptions translate into cost estimates. Distinguish between one time and ongoing functions.

The Department of Agriculture will conduct rulemaking to establish the inspection fees. These costs will be absorbed within the current operating budget.

Based on industry interest, specified services will require dedicated staff. It is assumed that the Department will:

- Conduct fifty National Poultry Improvement Plan inspections annually.
- Establish and monitor eight Tuberculosis and Brucellosis testing and vaccination holding facilities semi-monthly.
- Establish and monitor two Contagious Equine Metritis holding facilities semi-monthly.
- Establish and monitor a long-term quarantine facility semi-monthly.

Each inspection will take approximately four hours.

Salary and Wages, Object A & B: .7 FTE Epidemiologist 2 to respond to any requested service associated with this chapter.

Goods and Services, Object E: \$19,500: \$5,500 in standard direct costs; \$14,000 to support one cell phone plan, one wireless notebook cards, fuel and vehicle maintenance.

Travel, Object G: \$7,000 estimated per diem costs for staff to travel to designated sites to establish or monitor requested services (in travel status approx. 50% of the time).

Capital Outlays, Object J: \$4,000 for one-time FTE infrastructure (workstation, chair, file cabinet, and bookshelf).

Debt Services, Object P: \$11,000 to support annual vehicle lease and office equipment (computer, printer, and cell phone).

Part III: Expenditure Detail

III. A - Expenditures by Object Or Purpose

	FY 2008	FY 2009	2007-09	2009-11	2011-13
FTE Staff Years		0.7	0.4	0.7	0.7
A-Salaries and Wages		56,000	56,000	112,000	112,000
B-Employee Benefits		17,000	17,000	34,000	34,000
C-Personal Service Contracts					
E-Goods and Services		19,500	19,500	39,000	39,000
G-Travel		7,000	7,000	14,000	14,000
J-Capital Outlays		4,000	4,000		
M-Inter Agency/Fund Transfers					
N-Grants, Benefits & Client Services					
P-Debt Service		11,000	11,000	22,000	22,000
S-Interagency Reimbursements					
T-Intra-Agency Reimbursements					
9-Agency Overhead		10,000	10,000	19,400	19,400
Total:	\$0	\$124,500	\$124,500	\$240,400	\$240,400

III. B - Detail: *List FTEs by classification and corresponding annual compensation. Totals need to agree with total FTEs in Part I and Part IIIA*

Job Classification	Salary	FY 2008	FY 2009	2007-09	2009-11	2011-13
Epidemiologist 2	80,000		0.7	0.4	0.7	0.7
Total FTE's			0.7	0.4	0.7	0.7

Part IV: Capital Budget Impact

N/A

Part V: New Rule Making Required

Identify provisions of the measure that require the agency to adopt new administrative rules or repeal/revise existing rules.

The bill requires that the fees for inspections services be established in rule.

OFM Notes:

Because this bill was identified as a proposal governed by the requirements of Initiative 960, this fiscal note has an attachment showing the ten-year cost to taxpayers of the proposed taxes or fees.

Ten-Year Analysis

Bill Number: SB 6723	Title: Animal health protection
Agency: Dept. of Agriculture	

NOTE: This ten-year analysis is limited to the estimated cash receipts associated with the tax or fee increases proposed in this bill and the associated administrative costs of those increased taxes or fees.

Part I: Estimates

☐ No Fiscal Impact

Estimated Cash Receipts to:

Account, Major Source and Source Code, Title of Fee or Tax	Fiscal Year 08	Fiscal Year 09	2007-09 Total	Fiscal Year 10	Fiscal Year 11	2009-11 Total
126-6 Ag Local Account						
Fees	0	140,000	140,000	140,000	140,000	280,000
	0	0	0	0	0	0
			0			0
			0			0
Total	0	140,000	140,000	140,000	140,000	280,000

Estimated Expenditures from:

	Fiscal Year 08	Fiscal Year 09	2007-09 Total	Fiscal Year 10	Fiscal Year 11	2009-11 Total
FTE Staff Years			0.0			0.0
Fund						
GF-State			0			0
GF-Federal			0			0
Other (specify)			0			0

Ten-Year Analysis

Bill Number: SB 6723
Agency: Dept. of Agriculture

Part I: Estimates

☐ No Fiscal Impact

Estimated Cash Receipts

Account, Major Source and Source Code, Title of Fee or Tax	Fiscal Year 12	Fiscal Year 13	2011-13 Total	Fiscal Year 14	Fiscal Year 15	2013-15 Total
126-6 Ag Local Account						
Fees	140,000	140,000	280,000	140,000	140,000	280,000
	0	0	0	0	0	0
			0			0
			0			0
Total	140,000	140,000	280,000	140,000	140,000	280,000

Estimated Expenditures 1

	Fiscal Year 12	Fiscal Year 13	2011-13 Total	Fiscal Year 14	Fiscal Year 15	2013-15 Total
FTE Staff Years			0.0			0.0
Fund						
GF-State			0			0
GF-Federal			0			0
Other (specify)			0			0

Ten-Year Analysis

Bill Number: SB 6723
Agency: Dept. of Agriculture

Part I: Estimates

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Estimated Cash Receipts

Account, Major Source and Source Code, Title of Fee or Tax	Fiscal Year 16	Fiscal Year 17	2015-17 Total	2008-17 TOTAL
126-6 Ag Local Account				
Fees	140,000	140,000	280,000	1,260,000
	0	0	0	0
			0	0
			0	0
Total	140,000	140,000	280,000	1,260,000

Estimated Expenditures 1

	Fiscal Year 16	Fiscal Year 17	2015-17 Total	2008-17 TOTAL
FTE Staff Years			0.0	
Fund				
GF-State			0	0
GF-Federal			0	0
Other (specify)			0	0