

COMMITTEE ON LEGISLATIVE RESEARCH
OVERSIGHT DIVISION

FISCAL NOTE

L.R. No.: 6110-04
Bill No.: HB 1934
Subject: Agriculture and Animals; Fees
Type: Original
Date: March 28, 2012

Bill Summary: This proposal exempts animal shelters from licensure fees for animal care facilities.

FISCAL SUMMARY

ESTIMATED NET EFFECT ON GENERAL REVENUE FUND			
FUND AFFECTED	FY 2013	FY 2014	FY 2015
Total Estimated Net Effect on General Revenue Fund	\$0	\$0	\$0

ESTIMATED NET EFFECT ON OTHER STATE FUNDS			
FUND AFFECTED	FY 2013	FY 2014	FY 2015
Animal Care Reserve	\$0	(\$84,000)	(\$84,000)
Total Estimated Net Effect on <u>Other</u> State Funds	\$0	(\$84,000)	(\$84,000)

Numbers within parentheses: () indicate costs or losses.

This fiscal note contains 5 pages.

ESTIMATED NET EFFECT ON FEDERAL FUNDS			
FUND AFFECTED	FY 2013	FY 2014	FY 2015
Total Estimated Net Effect on <u>All</u> Federal Funds	\$0	\$0	\$0

ESTIMATED NET EFFECT ON FULL TIME EQUIVALENT (FTE)			
FUND AFFECTED	FY 2013	FY 2014	FY 2015
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 2013	FY 2014	FY 2015
Local Government	\$0	Unknown	Unknown

FISCAL ANALYSIS

ASSUMPTION

Officials at the **Department of Agriculture (AGR)** assumes this proposal would allow the Director of the Department of Agriculture to exempt any animal shelter from the payment of license fees until 2014. This legislation would exempt approximately 284 animal shelters from the payment of license fees starting January 1, 2014.

AGR assumes this proposal would decrease revenues to the Animal Care Reserve Fund by approximately \$84,000 per year starting in 2014.

AGR state calculations are based upon per capita reporting of the affected licensees, assuming a \$100 base fee, \$2,500 fee cap, and \$25 Bark Alert fee.

Oversight assumes this proposal allows the Director of the Department of Agriculture to exempt animal shelters from licensure fees at the discretion of the Director prior to January 1, 2014.

Oversight assumes beginning January 1, 2014 animal shelters would be exempt from the animal licensure fee.

Oversight assumes a fiscal impact of (\$84,000) in FY14 and (\$84,000) in FY15 to the Animal Care Reserve Fund.

Oversight assumes an unknown savings to animal shelters owned by a local governments beginning in FY 14 as they would be exempt from the licensure fee.

ASSUMPTION (Continued)

Officials from the **Office of the Secretary of State (SOS)** state many bills considered by the General Assembly include provisions allowing or requiring agencies to submit rules and regulations to implement the act. The SOS is provided with core funding to handle a certain amount of normal activity resulting from each year's legislative session. The fiscal impact for this fiscal note to the SOS for Administrative Rules is less than \$2,500. The SOS recognizes that this is a small amount and does not expect that additional funding would be required to meet these costs. However, the SOS also recognizes that many such bills may be passed by the General Assembly in a given year and that collectively the costs may be in excess of what the office can sustain with the core budget. Therefore, the SOS reserves the right to request funding for the cost of supporting administrative rules requirements should the need arise based on a review of the finally approved bills signed by the governor.

Oversight assumes the SOS could absorb the costs of printing and distributing regulations related to this proposal. If multiple bills pass which require the printing and distribution of regulations at substantial costs, the SOS could request funding through the appropriation process.

Officials at the **Joint Committee on Administrative Rules** assume this proposal is not anticipated to cause a fiscal impact beyond its current appropriation.

<u>FISCAL IMPACT - State Government</u>	FY 2013	FY 2014	FY 2015
	(10 Mo.)		
ANIMAL CARE RESERVE FUND			
<u>Cost - Exemption of Animal Shelters</u> from licensure fees.	<u>\$0</u>	<u>(\$84,000)</u>	<u>(\$84,000)</u>
ESTIMATED NET EFFECT ON ANIMAL CARE RESERVE FUND	<u>\$0</u>	<u>(\$84,000)</u>	<u>(\$84,000)</u>

<u>FISCAL IMPACT - Local Government</u>	FY 2013 (10 Mo.)	FY 2014	FY 2015
LOCAL GOVERNMENT			
<u>Savings</u> - Local Government owned animal shelters fee exemption	<u>\$0</u>	<u>Unknown</u>	<u>Unknown</u>
ESTIMATED NET EFFECT ON LOCAL GOVERNMENT	<u>\$0</u>	<u>Unknown</u>	<u>Unknown</u>

FISCAL IMPACT - Small Business

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

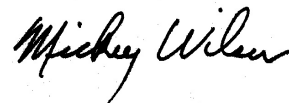
FISCAL DESCRIPTION

The proposed legislation appears to have no fiscal impact.

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
Office of Secretary of State
Joint Committee on Administrative Rules



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Director
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