

FISCAL NOTE
LEGISLATIVE FISCAL ANALYST ESTIMATE

ESTIMATE OF FISCAL IMPACT – STATE AGENCIES (See narrative for political subdivision estimates)				
	FY 2014-15		FY 2015-16	
	EXPENDITURES	REVENUE	EXPENDITURES	REVENUE
GENERAL FUNDS				
CASH FUNDS	See below	See below	See below	See below
FEDERAL FUNDS				
OTHER FUNDS				
TOTAL FUNDS	See below	See below	See below	See below

Any Fiscal Notes received from state agencies and political subdivisions are attached following the Legislative Fiscal Analyst Estimate.

LB 768 would give the Nebraska Brand Committee the authority to charge and collect a fee to cover expenses related to performing inspections outside of the brand inspection area. It is estimated that the fiscal impact of this statutory revision would be quite minimal in nature.

LB 768 would also remove language from Section 54-1,120 that establishes a minimum and maximum fee range that shall be charged to registered feedlots. This provision is in conflict with language also contained in Section 54-1,120 that provides that the registered feedlot fee shall be set at a 1,000 head capacity so as to correspond with the inspection fee provided in Section 54-1,108. Because the agency has currently established the registered feedlot fee to correspond with the inspection fee in Section 54-1,108, the removal of the minimum and maximum fee range would have no fiscal impact. The agency notes that if the statutory fee range was not removed and the agency reverted to charging the \$650 maximum fee, there would be a \$95,185 annual revenue loss.

ADMINISTRATIVE SERVICES-STATE BUDGET DIVISION: REVIEW OF AGENCY & POLT. SUB. RESPONSES		
LB: 768	AM:	AGENCY/POLT. SUB: Nebraska Brand Committee
REVIEWED BY: Cindy Miserez	DATE: 01/17/2014	PHONE: 402-471-4174
COMMENTS: I concur with the Nebraska Brand Committee's statement of fiscal impact for the recovery of actual expenses allowed by LB768 for investigations outside the brand inspection area. Based on the last statement in that fiscal note, it appears that the \$650 limit on the inspection fee at feedlots and dairies is causing the Nebraska Brand Committee to forfeit \$95,185 in revenue that it could collect if that limit were removed by LB768.		

Please complete ALL (5) blanks in the first three lines.

2014

LB⁽¹⁾ 768

FISCAL NOTE

State Agency OR Political Subdivision Name: ⁽²⁾

Nebraska Brand Committee

Prepared by: ⁽³⁾ Paul Beaver

Date Prepared: ⁽⁴⁾ 1/14/2014

Phone: ⁽⁵⁾ 308.763.2930

ESTIMATE PROVIDED BY STATE AGENCY OR POLITICAL SUBDIVISION

	<u>FY 2014-15</u>		<u>FY 2015-16</u>	
	<u>EXPENDITURES</u>	<u>REVENUE</u>	<u>EXPENDITURES</u>	<u>REVENUE</u>
GENERAL FUNDS				
CASH FUNDS	2000.00	2,000.00	2000.00	2,000.00
CASH FUNDS		-95,185.00		-95,185.00
OTHER FUNDS	0			
TOTAL FUNDS	<u>2,000.00</u>	<u>-93,185.00</u>	<u>2,000.00</u>	<u>-93,185.00</u>

Explanation of Estimate:

For violation inspections outside the brand inspection area, the number varies from 10 to a high of 18 annually. The cost associated with these inspections has ranged from \$510.00 to \$2,000.00. The bill would allow for the recovery of these expenses.

Concerning the Registered feedlot, this bill would clarify the statutory fees to be assessed per, Section 54-1,108 by removing the conflicting language within, Section 54-1, 120. This would allow the Committee to continue the collection of fees consistent with the current brand inspection fee.

If not passed and the registered feedlot fee were set at the \$650.00 per 1000 head, it would result in a loss in revenue of \$95,185.00, annually. This would also result in loss of the ability to collect the expenses associated with violation inspections.

BREAKDOWN BY MAJOR OBJECTS OF EXPENDITURE

Personal Services:

<u>POSITION TITLE</u>	<u>NUMBER OF POSITIONS</u>		<u>2014-15</u>	<u>2015-16</u>
	<u>14-15</u>	<u>15-16</u>	<u>EXPENDITURES</u>	<u>EXPENDITURES</u>
Benefits.....				
Operating.....				
Travel.....				
Capital outlay.....				
Aid.....				
Capital improvements.....				
TOTAL.....				