



GOVERNOR'S OFFICE OF
BUDGET AND PROGRAM PLANNING

Fiscal Note 2023 Biennium

Bill # HB0628

Title: Revise certain livestock inspection, transportation permit fees

Primary Sponsor: Kassmier, Joshua

Status: As Introduced

- Significant Local Gov Impact
 Needs to be included in HB 2
 Technical Concerns
 Included in the Executive Budget
 Significant Long-Term Impacts
 Dedicated Revenue Form Attached

FISCAL SUMMARY

	<u>FY 2022 Difference</u>	<u>FY 2023 Difference</u>	<u>FY 2024 Difference</u>	<u>FY 2025 Difference</u>
Expenditures:				
General Fund	\$0	\$0	\$0	\$0
State Special Revenue	\$0	\$0	\$0	\$0
Revenue:				
General Fund	\$0	\$0	\$0	\$0
State Special Revenue	\$68,052	\$68,052	\$68,052	\$68,052
Net Impact-General Fund Balance:	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>

Description of fiscal impact: HB 628 modifies 81-3-205, MCA, and would increase work for state livestock inspectors and investigators and shift revenues from Deputy Stock Inspectors to the Department of Livestock in the amount of \$120,084.

FISCAL ANALYSIS

Assumptions:

Department of Livestock (DOL)

1. The department predicts no additional costs initially; however, based on increased workload, the department may require additional FTEs in the future if unable to meet demands of producers.
2. Revenues are based on the estimated number of new grazing permits reviewed by the state inspectors less inspection fees that would have been received without the modifications to MCA.
 - a. It is assumed that producers that choose to utilize a per head inspection can do so.
 - b. Revenues are based on the fee schedule set for "Adjoining County Grazing Permit", found in ARM 32.2.404(4)(b) with an additional cost bracket added for permits issued for over 1,000 animals.
 - c. The permit price for movements of 1,000 animals or more is \$150.

- d. It is more cost effective in movements of 30 animals or less for the producer to utilize a per head inspection.
 - e. Projections are based on permits only being utilized in movements of 31 animals or greater.
3. Deputy Stock Inspector compensation losses are based on the assumption that they are not allowed to issue permits and will conduct inspections at a rate of 90% for returns from pasture prior to the 6-month period elapsing.

JK

Sponsor's Initials

3-18-21

Date

KA

Budget Director's Initials

3-17-21

Date