

Proposed 2015 Session Legislation

Agency Name & No: Agriculture - 62010

Priority Number: 001 **Filename:** 30-001

Short Title: Calculate spending limits in 80-7-814 on previous year's revenue.

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1. Purpose:

Setting the calculation on previous year revenue instead of current year grant expenditures will make the calculation clearer and will ensure the department knows in advance how much it will be able to spend on non-grant activities, creating a situation where the department can be assured of complying with the law.

2. Background:

SB 144, passed during the 2013 legislative session, very specifically defined what percentage the department may spend on non-grant activities, but the calculation for each year is based on grant expenditures in the same year. The department estimates what it will be able to spend based on what it expects to expend on grants but until the fiscal year has ended and all transactions are finalized, there is no way to be sure whether the estimates will fall within the percentage cap.

3. Fiscal Impact by Fund Type: *This impact should be as specific as possible.*

The net fiscal impact will be zero.

4. Summary Checklist [Check & complete all that apply]--

- Housekeeping Only Federal Requirement Audit Recommendation (Audit No.) [] Major Legislation
- Anticipated to be Controversial Legislation Bill Draft has been included in Legislation Submittal (if available)
- Supports Submitted EPP Item Number [] Local Government Fiscal Impact
- Increases FTE, or Decreases FTE by List FTE amount and program []
- Increases Existing Revenue Tax Fee Penalty [amount in #3]
- Decreases Existing Revenue Tax Fee Penalty [amount in #3]
- Establishes New Revenue Tax Fee Penalty [amount in #3]
- Leg. has been Submitted in Previous Legislative Sessions (list priority no, LC no, or bill no): []
- Legislation would affect other state agencies (list): []
- Special Interest Groups Affected (list): []
- Other: []