

COMMITTEE ON LEGISLATIVE RESEARCH
OVERSIGHT DIVISION

FISCAL NOTE

L.R. No.: 2429-01
Bill No.: HB 1184
Subject: Agriculture and Animals; Agriculture Department; Department of Elementary and Secondary Education; Department of Corrections; Military Affairs; Hospitals
Type: Original
Date: March 16, 2015

Bill Summary: This proposal changes the laws regarding the Farm-to-School Act.

FISCAL SUMMARY

ESTIMATED NET EFFECT ON GENERAL REVENUE FUND			
FUND AFFECTED	FY 2016	FY 2017	FY 2018
Total Estimated Net Effect on General Revenue	\$0	\$0	\$0

ESTIMATED NET EFFECT ON OTHER STATE FUNDS			
FUND AFFECTED	FY 2016	FY 2017	FY 2018
Agriculture Protection	(\$60,269)	(\$70,316)	(\$71,205)
Total Estimated Net Effect on <u>Other</u> State Funds	(\$60,269)	(\$70,316)	(\$71,205)

Numbers within parentheses: () indicate costs or losses.

This fiscal note contains 5 pages.

ESTIMATED NET EFFECT ON FEDERAL FUNDS			
FUND AFFECTED	FY 2016	FY 2017	FY 2018
Total Estimated Net Effect on <u>All</u> Federal Funds	\$0	\$0	\$0

ESTIMATED NET EFFECT ON FULL TIME EQUIVALENT (FTE)			
FUND AFFECTED	FY 2016	FY 2017	FY 2018
Agriculture Protection	1 FTE	1 FTE	1 FTE
Total Estimated Net Effect on FTE	1 FTE	1 FTE	1 FTE

Estimated Net Effect (expenditures or reduced revenues) expected to exceed \$100,000 in any of the three fiscal years after implementation of the act.

ESTIMATED NET EFFECT ON LOCAL FUNDS			
FUND AFFECTED	FY 2016	FY 2017	FY 2018
Local Government	\$0	\$0	\$0

FISCAL ANALYSIS

ASSUMPTION

Oversight was unable to receive some of the agency responses in a timely manner due to the short fiscal note request time. Oversight has presented this fiscal note on the best current information that we have or on prior year information regarding a similar bill. Upon the receipt of agency responses, Oversight will review to determine if an updated fiscal note should be prepared and seek the necessary approval of the chairperson of the Joint Committee on Legislative Research to publish a new fiscal note.

§§ 262.960, 262.962, and 348.407 - Farm-to-School Act:

In response to similar legislation from 2014 (HB 2088), officials from the **Department of Agriculture (AGR)** assumed this proposal would require one new Marketing Specialist II/III, related equipment, materials, and travel.

AGR assumed the position will be required to deliver the new scope of work for farm-to-school outreach detailed throughout the proposal.

AGR assumed this position will be incorporated into the existing Agri-Missouri program and all other costs would be absorbed with existing appropriation and funding.

Oversight assumes this is a new program requiring AGR to designate an employee to administer and monitor the farm-to-school program and serve as a liaison between farmers, local school districts, correctional facilities, hospitals, nursing homes, and military bases.

Oversight assumes this proposal will require 1 additional FTE paid from the Agriculture Protection Fund for AGR.

Officials from the **Department of Elementary and Secondary Education, Department of Economic Development, Department of Corrections, Department of Natural Resources**, and the **City of Kansas City** each assume the proposal would not fiscally impact their respective agencies.

<u>FISCAL IMPACT - State Government</u>	FY 2016 (10 Mo.)	FY 2017	FY 2018
AGRICULTURE PROTECTION FUND			
<u>Costs - AGR § 262.960</u>			
Personal Service	(\$31,700)	(\$38,420)	(\$38,805)
Fringe Benefits	(\$16,169)	(\$19,596)	(\$19,792)
Expense and Equipment	(\$12,400)	(\$12,300)	(\$12,608)
<u>Total Costs - AGR</u>	<u>(\$60,269)</u>	<u>(\$70,316)</u>	<u>(\$71,205)</u>
FTE Change - AGR	1 FTE	1 FTE	1 FTE
ESTIMATED NET EFFECT ON THE AGRICULTURE PROTECTION FUND	<u>(\$60,269)</u>	<u>(\$70,316)</u>	<u>(\$71,205)</u>
Estimated Net FTE Change for the Agriculture Protection Fund	1 FTE	1 FTE	1 FTE

<u>FISCAL IMPACT - Local Government</u>	FY 2016 (10 Mo.)	FY 2017	FY 2018
	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>

FISCAL IMPACT - Small Business

§§ 262.960, 262.962, and 348.407 - Farm-to-School Act:

An increase in revenues to local small business farmers working with local school districts, correctional facilities, hospitals, nursing homes, and military bases to provide locally grown food could be expected from this proposal.

FISCAL DESCRIPTION

§§ 262.960, 262.962, and 348.407 - Farm-to-School Act:

This proposal changes and expands the Farm-to-School Program to the Farm-to-Table Program to include schools, correctional facilities, hospitals, nursing homes, and military bases. The proposal requires the Department of Agriculture to establish program goals, including that participating institutions must purchase at least 5% of their food locally by December 31, 2018.

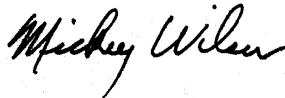
The proposal also changes and expands the Farm-to-School Taskforce to the Farm-To-Table Taskforce to include a representative from the Departments of Corrections and Health and Senior Services and a representative from one of the state's military bases.

The Director of the Department of Corrections will appoint one person who is employed as a correctional facility food service director and the Director of the Department of Health and Senior Services will appoint one person who is employed as a hospital or nursing home food services director.

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
Department of Elementary and Secondary Education
Department of Natural Resources
Department of Corrections
Department of Economic Development
Kansas City Public Schools



Mickey Wilson, CPA
Director
March 16, 2015

Ross Strope
Assistant Director
March 16, 2015