

COMMITTEE ON LEGISLATIVE RESEARCH
OVERSIGHT DIVISION

FISCAL NOTE

L.R. No.: 4968-01
Bill No.: HB 1747
Subject: Agriculture; Education, Elementary and Secondary; Education, Proprietary
Type: Original
Date: January 25, 2016

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 2017	FY 2018	FY 2019
Total Estimated Net Effect on General Revenue	\$0	\$0	\$0

ESTIMATED NET EFFECT ON OTHER STATE FUNDS			
FUND AFFECTED	FY 2017	FY 2018	FY 2019
Total Estimated Net Effect on <u>Other</u> State Funds	\$0	\$0	\$0

Numbers within parentheses: () indicate costs or losses.

This fiscal note contains 6 pages.

ESTIMATED NET EFFECT ON FEDERAL FUNDS			
FUND AFFECTED	FY 2017	FY 2018	FY 2019
Total Estimated Net Effect on <u>All</u> Federal Funds	\$0	\$0	\$0

ESTIMATED NET EFFECT ON FULL TIME EQUIVALENT (FTE)			
FUND AFFECTED	FY 2017	FY 2018	FY 2019
Total Estimated Net Effect on FTE	0	0	0

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 2017	FY 2018	FY 2019
Local Government	\$0	\$0	\$0

FISCAL ANALYSIS

ASSUMPTION

Officials at the school districts of **East Newton R-VI** and **Kearney R-I** each assume this proposal would have a negative fiscal impact, estimated at \$20,000 annually, on their respective organizations.

Oversight assumes the program already applies to schools (Farm-to-School Act being replaced by the Farm-to-Table Act) and therefore the changes in this proposal would have no additional fiscal impact to school districts. Oversight will further assume school districts will be able to meet the new 5% threshold with existing resources.

Officials at the **Chillicothe R-II**, **Sarcoxie R-II**, **Wright City R-II**, **Concordia R-II** each assume an this proposal would have an unknown fiscal impact on their respective organizations.

Officials at the **Department of Agriculture**, **Department of Corrections (DOC)**, **Department of Economic Development**, **Department of Health and Senior Services**, **Department of Natural Resources**, **Department of Elementary and Secondary Education**, **Department of Public Safety - Highway Patrol**, **Office of Administration - Administrative Hearing Commission**, and **Department of Higher Education** each assume this proposal would not have a fiscal impact on their respective organizations.

Oversight would like to note additional information in the response from DOC:

"Section 262.290, the Farm to Table Program, appeared previously in Fiscal Notes 2429-01, 2429-02, and the DOC responded that the proposed legislation would have a significant impact to the Department. Based upon clarification, the DOC submits a ""no impact"" for Section 262.290 found in FN 419-03.

Our original understanding was that the language applied to produce and the DOC would not meet the 5% preference. However, it has been clarified that the language applies to all food products. The DOC should be able to meet the 5% preference based upon milk purchases by the Department. Therefore, there should be no impact on the DOC."

Officials at the **Jefferson College**, **Metropolitan Community College**, **Missouri State University**, **State Technical College of Missouri**, **University of Central Missouri**, and **University of Missouri** each assume this proposal would not have a fiscal impact on their respective organizations.

ASSUMPTION (continued)

Officials at the **West Plains R-VII, Kingston #42, Macon County R-IV, Riverview Gardens, St. Charles, St. Elizabeth R-IV, and Warren County R-III** each assume this proposal would not have a fiscal impact on their respective organizations.

Officials at the following colleges: Crowder, East Central Community College, Harris-Stowe, Lincoln University, Moberly Area Community College, Missouri Southern State University, Missouri Western State University, Northwest Missouri State University, Southeast Missouri State University, State Fair Community College, St. Charles Community College, St. Louis Community College, Three Rivers Community College, and Truman State University did not respond to **Oversight's** request for fiscal impact.

Officials at the following school districts: Arcadia Valley R-2, Aurora R-8, Avilla R-13, Bakersfield, Belton, Benton County R-2, Bismark R-5, Bloomfield R-14, Blue Springs, Bolivar R-I, Bowling Green R-1, Branson, Brentwood, Bronaugh R-7, Campbell R-2, Carrollton R-7, Caruthersville, Cassville R-4, Central R-III, Chilhowee R-4, Clarkton C-4, Cole R-I, Columbia, Crawford County R-1, Crocker R-II, Delta C-7, East Carter R-2, Eldon R-I, Everton R-III, Fair Grove, Fair Play, Fayette R-3, Forsyth R-3, Fox C-6, Fredericktown R-I, Fulton, Grain Valley, Hancock Place, Hannibal, Harrisonburg R-8, Harrisonville, Hillsboro R-3, Hollister R-5, Humansville R-4, Hurley R-1, Independence, Jefferson City, Kansas City, Kennett #39, King City R-1, Kirbyville R-VI, Kirksville, Laclede County R-1, Laredo R-7, Lee Summit, Leeton R-10, Lewis County C-1, Lindbergh, Lonedell R-14, Macon County R-1, Malta Bend, Mehville, Mexico, Middle Grove C-1, Midway R-1, Milan C-2, Moberly, Monroe City R-I, Morgan County R-2, New Haven, Nixa, North St. Francois Co. R-1, Northeast Nodaway R-5, Odessa R-VII, Oregon-Howell R-III, Orrick R-11, Osage County R-II, Osborn R-O, Parkway, Pattonville, Pettis County R-12, Pierce City, Plato R-5, Princeton R-5, Raymore-Peculiar R-III, Raytown, Reeds Springs R-IV, Renick R-5, Richland R-1, Salisbury R-4, Scotland County R-I, Sedalia, Seymour R-2, Shelby County R-4, Shell Knob #78, Sikeston, Silex, Slater, Smithville R-2, Special School District of St. Louis County, Spickard R-II, Springfield, St Joseph, St Louis, Sullivan, Tipton R-6, Valley R-6, Verona R-7, Warrensburg R-6, Webster Groves, and Westview C-6 did not respond to **Oversight's** request for fiscal impact.

Oversight would like to note this proposal has an effective date of January 1, 2017.

<u>FISCAL IMPACT - State Government</u>	FY 2017 (6 Mo.)	FY 2018	FY 2019
	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>
<u>FISCAL IMPACT - Local Government</u>	FY 2017 (6 Mo.)	FY 2018	FY 2019
	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>

FISCAL IMPACT - Small Business

A direct fiscal impact to small businesses could be expected as a result of this proposal particularly those that are crop farms.

FISCAL DESCRIPTION

This bill 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 bill 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, 2019.

The bill 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.

The bill has an effective date of January 1, 2017.

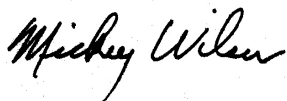
This legislation is not federally mandated, would not duplicate any other program and would not require additional capital improvements or rental space.

SOURCES OF INFORMATION

Department of Agriculture
Department of Corrections
Department of Health and Senior Services

SOURCES OF INFORMATION (continued)

Department of Elementary and Secondary Education
Department of Natural Resources
Department of Public Safety - Highway Patrol
Department of Economic Development
Office of Administration - Administrative Hearing Commission
Department of Higher Education
Jefferson College
Metropolitan Community College
Missouri State University
State Technical College of Missouri
University of Central Missouri
University of Missouri
West Plains R-VII
Kingston #42
Macon County R-IV
Riverview Gardens
St. Charles
St. Elizabeth R-IV
Warren County R-III
Kearney R-I
East Newton R-I
Chillicothe R-II
Sarcoxie R-II
Wright City R-II
Concordia R-II



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