

January 26, 2021

The Honorable Dan Kerschen, Chairperson
Senate Committee on Agriculture and Natural Resources
Statehouse, Room 225A-E
Topeka, Kansas 66612

Dear Senator Kerschen:

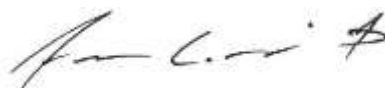
SUBJECT: Fiscal Note for SB 39 by Senate Committee on Agriculture and Natural Resources

In accordance with KSA 75-3715a, the following fiscal note concerning SB 39 is respectfully submitted to your committee.

Current law requires livestock market operators, owners or operators of electronic auctions, feedlot owners or operators, livestock dealers and persons possessing domesticated deer permits to pay annual license fees on or before June 30. SB 39 would change that date in all cases to September 30. Current law also authorizes the Kansas Department of Agriculture (KDA) Animal Health Commissioner to charge a processing fee of no more than \$0.25 per tag for official calfhood vaccination tags. SB 39 would allow the Commissioner to require reimbursement for the actual cost of the tag and determine a processing fee annually through the rules and regulations process.

According to the KDA, a change to the date annual license fees are paid would have no fiscal effect on the agency. Enactment of SB 39 would put into statute the current practice of the agency, which is to charge veterinarians the actual cost of each calfhood vaccination tag. In addition, enactment of the bill would allow the agency to include an administrative fee for shipping and handling charges in the applicable rules and regulations. The agency plans the administrative fee to be \$0.15 per tag. Based on the number of tags shipped in calendar year 2019, the agency estimates receipts from the shipping and handling charge to be \$940 (\$0.15 X 6,265 tags). This amount would be used to offset current expenditures for shipping. Any fiscal effect associated with SB 39 is not reflected in *The FY 2022 Governor's Budget Report*.

Sincerely,



Adam Proffitt
Director of the Budget

cc: Kellen Liebsch, Agriculture