

LEGISLATIVE FISCAL OFFICE
Fiscal Note



Fiscal Note On: **HB 765** HLS 15RS 804
 Bill Text Version: **REENGROSSED**
 Opp. Chamb. Action: **w/ SEN COMM AMD**
 Proposed Amd.:
 Sub. Bill For.:

| | |
|---|-----------------------------|
| Date: June 6, 2015 11:15 AM | Author: ANDERS |
| Dept./Agy.: Agriculture and Forestry | Analyst: Zachary Rau |
| Subject: Agricultural Commodities Dealer & Warehouse Law | |

AGRICULTURE/FOREST DEPT RE1 NO IMPACT See Note Page 1 of 1
 Amends the Agricultural Commodities Dealer and Warehouse Law

Proposed law repeals present law related to bond requirements for warehouse, grain dealers, and cotton merchant licenses and establishes financial security and stock insurance requirements. Proposed law outlines provisions for the Self-Insurance Fund and provides guidelines for reimbursement from the Self-Insurance Fund and Cotton and Grain Indemnity Fund.

| EXPENDITURES | 2015-16 | 2016-17 | 2017-18 | 2018-19 | 2019-20 | 5 -YEAR TOTAL |
|---------------------|----------------|----------------|----------------|----------------|----------------|----------------------|
| State Gen. Fd. | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| Agy. Self-Gen. | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| Ded./Other | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| Federal Funds | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| Local Funds | <u>\$0</u> | <u>\$0</u> | <u>\$0</u> | <u>\$0</u> | <u>\$0</u> | \$0 |
| Annual Total | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |

| REVENUES | 2015-16 | 2016-17 | 2017-18 | 2018-19 | 2019-20 | 5 -YEAR TOTAL |
|---------------------|----------------|----------------|----------------|----------------|----------------|----------------------|
| State Gen. Fd. | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| Agy. Self-Gen. | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| Ded./Other | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| Federal Funds | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| Local Funds | <u>\$0</u> | <u>\$0</u> | <u>\$0</u> | <u>\$0</u> | <u>\$0</u> | \$0 |
| Annual Total | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |

EXPENDITURE EXPLANATION

There is no anticipated direct material effect on governmental expenditures as a result of this measure. This bill outlines provisions related to the Self-Insurance Fund and Cotton and Grain Indemnity Fund, but does not alter existing practices or expand powers of the Agricultural Commodities Commission significantly. The Department of Agriculture and Forestry does not anticipate an expenditure impact, as it currently operates both funds and this bill does not alter their duties related to management of both funds.

REVENUE EXPLANATION

There is no anticipated direct material effect on governmental revenues as a result of this measure. This bill has new language allowing the Agricultural Commodities Commission to establish civil penalties for violating the procedures of the Self-Insurance Fund, but the commission currently has the authority to establish and levy civil penalties for violations of its rules through LA R.S. 3:3405. The Senate Committee amendment repealing LA R.S. 3:3411.1 will have no effect on revenues as the provisions it outlines are now under LA R.S. 3:3410.2.

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|---|----------------------------|--------------|--|
| <u>Senate</u> | <u>Dual Referral Rules</u> | <u>House</u> | <input type="checkbox"/> 6.8(F)(1) >= \$100,000 SGF Fiscal Cost {H & S} |
| <input type="checkbox"/> 13.5.1 >= \$100,000 Annual Fiscal Cost {S&H} | | | <input type="checkbox"/> 6.8(F)(2) >= \$500,000 Rev. Red. to State {H & S} |
| <input type="checkbox"/> 13.5.2 >= \$500,000 Annual Tax or Fee Change {S&H} | | | <input type="checkbox"/> 6.8(G) >= \$500,000 Tax or Fee Increase or a Net Fee Decrease {S} |

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