

**FISCAL NOTE**

	FY 2021	FY 2022	FY 2023
<b>NON-ADMINISTRATIVE IMPACT</b>			
Anticipated Revenue increase			
SPECIAL REVENUE FUND	\$142,500	\$142,500	\$142,500

Source of revenue increase:

The revenue increase would come from the collection of fees for each hemp production sample, analysis, and disposal verification conducted by the Department of Agriculture (Department).

Assumptions:

The Department anticipates it will complete 300 samples and analysis annually. Of these, the Department anticipates it will dispose of 90 samples. The estimate presented in the table above is based on the following assumptions:

- 300 x \$400 (\$200 sampling fee + \$200 analysis fee) = \$120,000
- Based on national data, 30% of samples would need to be disposed of by the Department (300 total samples x 30% = 90 samples)
- 90 samples x \$250 disposal fee = \$22,500

	FY 2021	FY 2022	FY 2023
<b>NON-ADMINISTRATIVE IMPACT</b>			
Anticipated Expenditure increase			
SPECIAL REVENUE FUND	\$144,249	\$144,249	\$144,249

Source of expenditure increase:

The expenditure increase would come from costs associated with the sampling, analysis, and disposal verification of hemp production crops.

Assumptions:

The Department anticipates it will complete 300 samples and analysis annually, of which there would be 90 disposals. The Department did not include labor costs in its estimates.

- 300 x \$405.68 (\$200 sampling fee + \$205.68 analysis fee) = \$121,704
- 90 samples x \$250.50 disposal fee = \$22,545
- Based on prior legislation, the Department will charge a \$750 licensing fee and a portion of that fee can be used to support the needs of the program, including the sampling, analysis and disposal verification, as needed.

The Department intends to begin administration of the Hemp Production Program once an authorized state plan is approved by the U.S. Department of Agricultural.

Prepared by: Elizabeth Martineau, LSO Phone: 777-7881  
 (Information provided by Julie Cook, Department of Agriculture, 777-7321)