

**FISCAL NOTE**

This bill contains a transfer of \$10,000,000 from the General Fund to the COWBOY STATE AGRICULTURAL TRUST FUND created by the bill.

|                                      | <b>FY 2027</b> | <b>FY 2028</b> | <b>FY 2029</b> |
|--------------------------------------|----------------|----------------|----------------|
| <b>NON-ADMINISTRATIVE IMPACT</b>     |                |                |                |
| Anticipated Revenue increase         |                |                |                |
| COWBOY STATE AGRICULTURAL TRUST FUND | \$254,000      | \$259,426      | \$268,092      |

Source of revenue increase:

The State Treasurer's Office anticipates revenue increases from investment of the fund created by this legislation. This legislation creates the Cowboy State Agricultural Trust Fund for the purpose of making grants to fund specified projects. The State Treasurer would be required to invest the Cowboy State Agricultural Trust Fund as a permanent fund. Investment earnings would be continuously appropriated to the Cowboy State Agricultural Trust Fund Committee created by the bill. The legislation indicates an initial appropriation of \$10,000,000 from the General Fund to the Cowboy State Agricultural Trust Fund. Grant numbers and amounts are unknown and cannot be ascertained.

Assumptions:

The State Treasurer's Office projects yields in FY27 through FY29 to be 2.54%, 2.53%, and 2.55% respectively for permanent funds and 3.52%, 3.62%, and 3.77% respectively for State Agency Pool funds.

Yield is defined as the interest and dividend income from the investment. Over the long term, total returns for permanent funds are expected to be 6.75%, while total returns for State Agency Pool funds are expected to be 3.50%. This is in accordance with the State's Investment Policy. Total return is defined as growth in the value of the investment, including both yield and realized & unrealized gains.

**NOTICE-AGENCY ESTIMATE OF ADMINISTRATIVE IMPACT REQUESTED**

This bill has administrative impact that appears to increase duties or responsibilities of one or more state agencies and may impact agency spending or staffing requirements. As introduced, the bill does not modify any state agency budget or current personnel authorizations.

The following state agencies will be asked to provide their estimate of the administrative fiscal impact prior to the first committee meeting held to consider the bill:

Department of Agriculture

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