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# LB 634

Revision: 00

## FISCAL NOTE

LEGISLATIVE FISCAL ANALYST ESTIMATE

ESTIMATE OF FISCAL IMPACT – STATE AGENCIES *				
	FY 2007-08		FY 2008-09	
	EXPENDITURES	REVENUE	EXPENDITURES	REVENUE
GENERAL FUNDS	See below		See below	
CASH FUNDS				
FEDERAL FUNDS				
OTHER FUNDS				
TOTAL FUNDS	See below		See below	

\*Does not include any impact on political subdivisions. See narrative for political subdivision estimates.

LB 634 would establish the Feedlot Statutory Trust Act. The Department of Agriculture would be allowed to institute legal action, or intervene in any legal proceeding, for the beneficiaries of a trust created by a feedlot operator under the provisions of the act. Because LB 634 permits, rather than mandates, action by the Department of Agriculture and it is not known how many actions would require legal action or intervention by the agency, the fiscal impact of LB 634 is somewhat uncertain. The Department of Agriculture's estimate assumes that 10 to 20 cases could occur in a year, and that costs associated with staff involvement, travel and operating costs could total \$41,000 to \$82,000 annually. If existing agency staff is used for some of the activities, some of the fiscal impact could be absorbed by the existing budget; a higher caseload and a greater degree of agency involvement may require additional funding for program costs. Because the bill does not create a mechanism for the agency to recoup its expenses, it is estimated that all costs would come from the General Fund.

DEPARTMENT OF ADMINISTRATIVE SERVICES

REVIEWED BY	Mike Salzwedel	1/30/07	PHONE 471-2526
COMMENTS			
DEPT. OF AGRICULTURE – This bill allows for discretion by the director, thus, there is no basis to dispute agency review.			