

PREPARED BY: Jeanne Glenn
 DATE PREPARED: February 14, 2008
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LB 1172

Revision: 00

FISCAL NOTE
 LEGISLATIVE FISCAL ANALYST ESTIMATE

ESTIMATE OF FISCAL IMPACT – STATE AGENCIES *				
	FY 2008-09		FY 2009-10	
	EXPENDITURES	REVENUE	EXPENDITURES	REVENUE
GENERAL FUNDS	5,000		65,000	
CASH FUNDS				
FEDERAL FUNDS				
OTHER FUNDS				
TOTAL FUNDS	5,000		65,000	

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

LB 1172 would establish the Food Supply Animal Veterinary Incentive Program Act. The Department of Agriculture would be directed to administer the act. The Department would annually select four veterinarians to participate in the program. Selected veterinarians would be eligible to receive up to \$80,000 under the program as an incentive to locate in rural Nebraska. While the Food Supply Animal Veterinary Incentive Fund is created in LB 1172, it is also stated as legislative intent that the program be funded by General Fund appropriations. For the purpose of this fiscal note, it is assumed that all costs would come from the General Fund.

There is no basis to disagree with the Department of Agriculture's estimate of \$5,000 in annual administrative expenses. Payments to selected veterinarians would be based upon the following schedule in LB 1172:

- Completion of one year of service: \$15,000 payment
- Completion of two years of service: \$15,000 payment
- Completion of three years of service: \$25,000 payment
- Completion of four years of service: \$25,000 payment

Assuming that payments to veterinarians began in FY09-10 and that 4 veterinarians were selected annually, the total General Fund impact of payments would total:

- FY09-10: \$60,000
- FY10-11: \$120,000
- FY11-12: \$220,000
- FY12-13 and subsequent years: \$320,000

DEPARTMENT OF ADMINISTRATIVE SERVICES

REVIEWED BY	Mike Salzwedel	DATE	2/14/08	PHONE	471-2526
COMMENTS					
DEPT. OF AGRICULTURE – Agree with agency review.					