LEGISLATIVE BUDGET BOARD Austin, Texas

FISCAL NOTE, 85TH LEGISLATIVE REGULAR SESSION

April 17, 2017

TO: Honorable Tracy O. King, Chair, House Committee on Agriculture & Livestock

FROM: Ursula Parks, Director, Legislative Budget Board

IN RE: HB3154 by Smithee (Relating to creation, attachment, perfection, and enforcement of certain liens in the slaughtering of livestock.), **As Introduced**

No fiscal implication to the State is anticipated.

The bill would amend Texas Agriculture Code, Section 148.026 to make a lien on cattle, sheep, goats, or hogs for slaughter attach and perfect on delivery of the livestock to the purchaser without further action, including the filing of a financial statement, notwithstanding any other law. The bill would add Section 148.031, creating a lien held by terminal livestock feeding facilities that would attach and perfect on the date on which the facility first provides feed and care to an animal left with the facility, and would remain perfected without requirement of further action, including filing a financial statement. The bill would amend Section 148.028 to prioritize a terminal livestock feeding facility lien over the seller's lien defined in Section 148.026. The bill would take effect September 1, 2017.

No fiscal impact to the state is anticipated.

Local Government Impact

No fiscal implication to units of local government is anticipated.

Source Agencies: 551 Department of Agriculture **LBB Staff:** UP, SZ, MSO