LEGISLATIVE BUDGET BOARD Austin, Texas

FISCAL NOTE, 87TH LEGISLATIVE REGULAR SESSION

March 24, 2021

TO: Honorable DeWayne Burns, Chair, House Committee on Agriculture & Livestock

FROM: Jerry McGinty, Director, Legislative Budget Board

IN RE: HB1958 by González, Mary (Relating to the regulation of livestock export-import processing facilities; creating a criminal offense.), **As Introduced**

No significant fiscal implication to the State is anticipated.

The bill would require public and private livestock export-import processing facilities with the capacity to receive and hold livestock for transportation in international trade to notify the Animal Health Commission (TAHC) within 24 hours if an animal is refused export.

The bill creates a Class C misdemeanor offense if a person knowingly moves an animal in violation of the adopted rules under the provisions of the bill.

This analysis assumes the provisions of the bill addressing sanctions for criminal offenses would not result in a significant impact on state correctional agencies.

Based on information provided by the TAHC, it is assumed that duties and responsibilities associated with implementing the provisions of the bill could be accomplished utilizing existing resources.

According to the Texas Department of Agriculture (TDA), additional costs associated with feeding and caring for rejected animals may be incurred and shipments may delayed if a state-run facility is quarantined after a sick animal is held. This analysis assumes these costs could be covered with existing resources. TDA also anticipates revenue losses from quarantine periods after sick animals are identified. This analysis assumes that fees would be adjusted as necessary to offset any revenue losses due to the Livestock Export Pen program being required to cover the cost of its operations with fee generated revenues.

The bill would take effect upon receiving a two-thirds majority vote in both houses; otherwise, the bill would take effect September 1, 2021.

Local Government Impact

No significant fiscal implication to units of local government is anticipated.

Source Agencies: 551 Department of Agriculture, 554 Animal Health Commission

LBB Staff: JMc, AJL, MW, DA