DATE: January 30, 2015

TO: Honorable Mike Green
    Honorable Nancy Jenkins

FROM: Kirk Hanna, Legislative Liaison

SUBJECT: FY 2015 Legislative Fee Report

In accordance with Public Act 252 of 2014, Section 301(3), attached is the required report on the fees charged by the department under the authorization provided in Sec. 301(1). Revenue from these fees are used to support only those expenses incurred for publications, audit and licensing, livestock sales, certification of nursery stock and laboratory analysis.

Additional information regarding the fees may be directed to Kirk Hanna at (517) 284-5720. Questions regarding funding may be directed to Maria Tyszkiewicz at (517) 284-5722.

Attachment

cc: Representative Roger Victory
    Representative Dave Pagel
    Representative Edward Canfield
    Representative Sam Singh
    Representative Jon Hoadley
    Senator Hoon-Yung Hopgood
    Senator James Stamas
    Jamie Clover Adams, Director, MDARD
    Gordon Wenk, Chief Deputy Director, MDARD
    Jacques McNeely, State Budget Office
    Jennifer Harrison, State Budget Office
    Bruce Baker, Senate Fiscal Agency
    William Hamilton, House Fiscal Agency
Summary: Section 301(1) of Public Act 252 of 2014 allows the department to receive revenue to support expenses associated with various inspection and testing activities. Section 301(3) requires the department to report on the level of fees collected annually. The table below includes those revenue sources identified in section 301(1).

<table>
<thead>
<tr>
<th>Fee Description</th>
<th>Fee Rate</th>
<th>Number of Payees</th>
<th>Fiscal Year 2014 Revenue</th>
</tr>
</thead>
<tbody>
<tr>
<td>Virus Free Foundation Stock</td>
<td>$64.50 per line plus $57 per hour</td>
<td>4</td>
<td>$10,630</td>
</tr>
<tr>
<td>Fruit and Vegetable Inspections</td>
<td>$60 - $75 per hour</td>
<td>289</td>
<td>$485,686</td>
</tr>
<tr>
<td>Livestock Diagnostic Testing Fees</td>
<td>$2 - $16</td>
<td>405</td>
<td>$197,685</td>
</tr>
<tr>
<td>Livestock Show Animal Drug Testing</td>
<td>$35 - $140</td>
<td>1</td>
<td>$190</td>
</tr>
<tr>
<td><strong>Section 301(3) Total</strong></td>
<td><strong>699</strong></td>
<td></td>
<td><strong>694,191</strong></td>
</tr>
</tbody>
</table>