

**STATE
FISCAL IMPACT**

Drafting Number: LLS 12-0271 **Date:** January 23, 2012
Prime Sponsor(s): Rep. Baumgardner **Bill Status:** House Agriculture
 Sen. Giron; Grantham **Fiscal Analyst:** Clare Pramuk (303-866-2677)

TITLE: CONCERNING THE REGULATION OF PRODUCERS OF MATERIALS THAT MAY BE USED IN COMMERCIAL LIVESTOCK FEED, AND, IN CONNECTION THEREWITH, REPEALING THE "COLORADO INEDIBLE MEAT RENDERING AND PROCESSING ACT OF 1967" AND RELOCATING SOME OF ITS PROVISIONS TO THE "COLORADO FEED LAW".

Fiscal Impact Summary	FY 2012-2013	FY 2013-2014
State Revenue		
General Fund	(\$1,750)	(\$1,750)
State Expenditures		
FTE Position Change		
Effective Date: July 1, 2012.		
Appropriation Summary for FY 2012-2013: None required.		
Local Government Impact: None.		

Summary of Legislation

This bill repeals the "Colorado Inedible Meat Rendering and Processing Act of 1967" (Act), including the licensing and inspection requirements for disposal plants (rendering businesses) and transporters of inedible meat products. In addition, the bill grants the Commissioner of Agriculture rule-making authority to specify the labeling and operating requirements for the production of commercial feed under the existing "Commercial Feed Law".

Background

Rendering is defined in statute as the method by which bodies of dead animals, their carcasses, or portions thereof, are melted down and the fat or grease extracted therefrom. When originally passed by the legislature in 1963, the focus of the Act was to ensure that inedible meat products were kept out of the human food chain. This responsibility is now under the purview of the U.S. Department of Agriculture. Currently, rendering businesses are producing feed ingredients out of the dead animals. These businesses are licensed under the Act as disposal plants and registered as feed manufacturers under the "Commercial Feed Law."

State Revenue

This bill will reduce General Fund revenue from fees by \$1,750 per year beginning in FY 2012-13 because rendering businesses and transporters will no longer be licensed under the Act.

Fee Impact on Business. Section 2-2-322, C.R.S., requires legislative service agency review of measures which create or increase any fee collected by a state agency. Table 1 below identifies the fee impact of this bill.

Table 1. Fee Impact on Business					
Type of Fee	Current Fee	Proposed Fee	Fee Change	Number Affected	Total Fee Impact
Disposal Plant License	\$100	\$0	(\$100)	15	(\$1,500)
Vehicle Inspection Fee	15	0	(15)	10	(150)
Transportation Service License	10	0	(10)	10	(100)
TOTAL					\$1,750

Departments Contacted

Agriculture

Law