

Fiscal Note & Local Impact Statement

122nd General Assembly of Ohio

BILL: H.B. 113

DATE: April 29, 1997

STATUS: As Introduced

SPONSOR: Rep. Terwilleger

LOCAL IMPACT STATEMENT REQUIRED: No — No local cost

CONTENTS: Bakery regulation

State Fiscal Highlights

STATE FUND	FY 1997	FY 1998	FUTURE YEARS
General Revenue Fund			
Revenues	- 0 -	- 0 -	- 0 -
Expenditures	- 0 -	- 0 -	- 0 -
Food Safety Fund (AGR)			
Revenues	- 0 -	\$18,000 loss	\$18,000 loss
Expenditures	- 0 -	- 0 -	- 0 -

- The Department of Agriculture would lose approximately \$18,000 in revenues from commercial retail bakery licenses.

Local Fiscal Highlights

- No direct fiscal effect on political subdivisions.



Detailed Fiscal Analysis

The Department of Health (DOH) oversees the regulation of food service operations, while the Department of Agriculture (AGR) is responsible for bakery regulation. Currently, however, numerous establishments fall under laws regulating food service operations, as well as those for bakeries.

The bill specifies that a food service operation that also prepares and serves bakery products is regulated under food service law and removes bakeries that are a part of an establishment licensed as a food service operation from bakery law. This will not change the DOH's oversight of food service operation. According to a spokesperson for the Department of Agriculture, there are 836 licensed commercial retail bakeries out of a total of 3563 licensed bakeries. This category would contain the food service operations that also have bakeries. AGR estimates that approximately 600 of these bakeries would not require inspections or licenses as a result of HB 113. The current license fee for commercial retail bakeries is \$30 annually. AGR would lose approximately \$18,000 (600 x \$30) in licensing fees from these bakeries. Since these bakeries are spread across the state and not confined to one locality, the twenty-two field inspectors would see a minimal decrease in the total number of inspections they perform. Field inspectors are responsible for many inspection programs within the Foods, Dairies, Drugs Division and not just bakeries. The department is not projecting a loss of inspection personnel because they would be used to reduce their backlog of inspections.

□ LBO staff: *Barbara Petering, Senior Analyst*
Joni Leone, Budget/Policy Analyst