

# **LSC Redbook**

**Analysis of the Executive Budget Proposal**

**Department of Agriculture**

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# READER'S GUIDE

The Legislative Service Commission prepares an analysis of the executive budget proposal for each agency. These analyses are commonly called "Redbooks." This brief introduction is intended to help readers navigate the Redbook for the Department of Agriculture (AGR), which includes the following three sections.

1. Overview: Provides a brief description of AGR and an overview of the provisions of the executive budget that affect AGR, including a discussion of new fees to support various programs.
2. Analysis of Executive Proposal: Provides a detailed analysis of the executive budget recommendations for AGR, including funding for each appropriation line item. The line items for AGR are organized into six categories.
3. Attachments: Includes the Catalog of Budget Line Items (COBLI) for AGR, which briefly describes each line item, accompanied by the LSC budget spreadsheet.

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**ATTACHMENTS:**

- Catalog of Budget Line Items
- Budget Spreadsheet By Line Item

# Department of Agriculture

- Total recommended budget of \$52.4 million in FY 2014 and \$52.2 million in FY 2015
- Dangerous and Restricted Animal Program underway in FY 2013
- High Volume Breeder Kennel registration begins in FY 2014

## OVERVIEW

### Agency Overview

The Ohio Department of Agriculture (AGR) is a regulatory agency responsible for the safety of the state's food supply, animal and plant health, proper pesticide use, consumer protection, and creation of economic activity through promotion of agricultural products in domestic and international markets. The Department carries out these responsibilities through ten operating divisions. According to state payroll data for February 2013, the Department employs 372 full-time staff. This number will increase slightly as additional personnel are hired for the Dangerous and Restricted Animal Program and the High Volume Breeder Kennel Control Program. These hires are expected to occur before the end of FY 2013.

### Appropriation Overview

#### By Fund Group

The executive budget for AGR provides funding of \$52.4 million in FY 2014, a decrease of nearly \$9.6 million (15.5%) when compared to estimated FY 2013 spending of \$61.9 million. For FY 2014, under the Governor's proposal, AGR is recommended an increase in GRF funding of \$700,000 (4.8%) to support the High Volume Breeder Kennel Control Program and the Dangerous and Restricted Animal Program. General Services Fund increases of approximately \$500,000 (9.8%) are for inter-agency charges to various divisions within the Department for centralized services. The largest decrease in proposed spending occurs in federal funding, reduced by nearly \$9.0 million between FY 2013 and FY 2014. This reduction in federal funding is primarily the result of two factors. The first is a \$5.1 million reduction in agricultural easement funding. In FY 2013, AGR received federal matching funds for agricultural easements purchased. This source of match funding will not be available in FY 2014 or FY 2015. The remaining \$4.0 million in federal funding received in FY 2013 was to assist with Asian Longhorned Beetle eradication efforts in Clermont County. While additional federal funding for this purpose may be forthcoming, the funding is not appropriated under the Governor's funding proposal for the FY 2014-FY 2015 biennium. Table 1 below displays the

amounts proposed for FY 2014-FY 2015 by fund group alongside estimated spending for FY 2013.

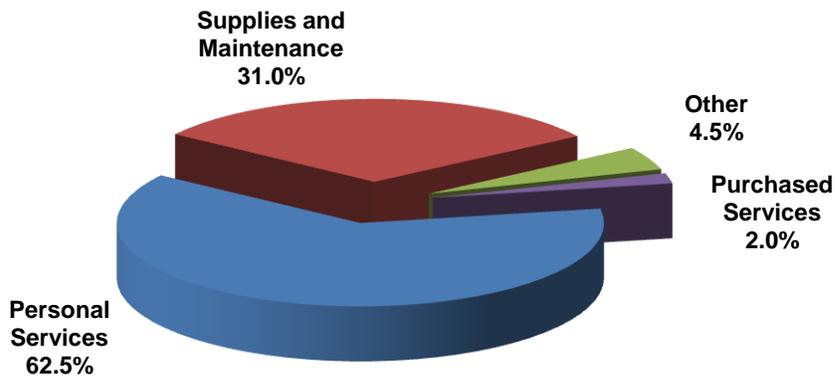
<b>Table 1. Executive Budget Recommendations by Fund Group, FY 2014-FY 2015</b>					
<b>Fund Group</b>	<b>FY 2013*</b>	<b>FY 2014</b>	<b>% change, FY 2013-FY 2014</b>	<b>FY 2015</b>	<b>% change, FY 2014-FY 2015</b>
General Revenue	\$14,554,231	\$15,254,231	4.8%	\$15,054,231	-1.3%
General Services	\$4,994,000	\$5,483,013	9.8%	\$5,519,073	0.7%
State Special Revenue	\$20,302,624	\$18,523,313	-8.8%	\$18,518,313	-0.03%
Federal Special Revenue	\$21,794,555	\$12,806,000	-41.2%	\$12,806,000	0.0%
Clean Ohio Conservation Fund	\$310,000	\$310,000	0.0%	\$310,000	0.0%
<b>Total</b>	<b>\$61,955,410</b>	<b>\$52,376,557</b>	<b>-15.5%</b>	<b>\$52,207,617</b>	<b>-0.3%</b>

\*FY 2013 figures represent estimated expenditures.

### By Type of Expense

Chart 1 illustrates the executive budget recommendation for AGR by category of expense. As the chart shows, personal services spending accounts for 62.5% of spending, or about \$32.8 million of the amount budgeted in FY 2014 and \$33.6 million of the amount budgeted in FY 2015. Supplies and maintenance expenses make up about 31.0% of budgeted expenses, approximately \$16.2 million in FY 2014 and \$15.2 million in FY 2015. This encompasses many of the costs for maintaining the Reynoldsburg headquarters, including the Animal Disease Diagnostic Laboratory and the Consumer Analytical Laboratory. The remaining \$3.3 million (6.6%) in each fiscal year is slated for (1) equipment, subsidies, and transfer payments and (2) purchased services related to contracts with different media groups to assist with Ohio Proud marketing projects, and contracts with consultants for laboratory services.

**Chart 1: Biennial Executive Budget Recommendations by Expense Category, FY 2014-FY 2015**



## Budget Highlights and Issues of Interest

### Dangerous and Restricted Animals

#### Dangerous and Restricted Animal Legislation

S.B. 310 of the 129th General Assembly prohibited the ownership of a dangerous wild animal after January 1, 2014, except in cases in which the owner was in compliance with the bill. The bill required the Department to oversee the registration of these dangerous wild animals, the issuance of permits for eligible owners, and the investigation and removal of prohibited animals after January 1, 2014. The bill required that until the prohibition date in the bill, any owners of such dangerous wild animals register them with the Department. Eligible individuals or organizations that wish to keep a dangerous wild animal after January 1, 2014 must apply to the Department for a permit and pay the applicable permit fee.

#### Administration of Dangerous and Restricted Animal Program

The Department received Controlling Board approval on September 10, 2012 for emergency capital funds in the amount of \$3.5 million for the construction of a temporary holding facility for dangerous wild animals surrendered to the state as a result of S.B. 310. Any surrendered animals will be held at the facility until they can be transferred to a sanctuary or zoo permanently. The facility construction was recently completed at a total cost of approximately \$2.9 million.

The Department will use seven employees to administer this program. This staff will consist of three field work staff, two veterinarians, one livestock inspector, and an administrative staff person. The ultimate costs of the program will depend on how many animals are surrendered to the state, and how long these animals are housed at the temporary holding facility before being transferred. The Department is negotiating with employees of the Columbus Zoo and Columbus Wilds to feed the animals and clean their cages while the animals are at the holding facility. AGR estimates that the operating costs for the facility, if it were to remain empty, would be approximately \$180,000 per year.

The executive recommended budget includes two funding sources for this program. The first is GRF funding under appropriation item 700426, Dangerous and Restricted Animals, with a recommended funding level of \$800,000 in each fiscal year of the FY 2014-FY 2015 biennium. The second comes from permit fees from the dangerous wild animal owners that are deposited into the Dangerous and Restricted Animal Fund (Fund 5MA0). The executive recommends \$195,000 in each fiscal year from this source of revenue to supplement the operating costs of the program. As of February 2013, AGR received 149 registrations of dangerous wild animals. This figure included zoos, research facilities, and sanctuaries as well as individual owners. The Department

estimates that if each of these registrants were to apply for the applicable permits and pay the required fee, the fund would collect less than \$100,000 per fiscal year.

### High Volume Breeder Kennel Licensing

S.B. 130 of the 129th General Assembly established a new regulatory program of licensure for "high volume breeders." Under the bill, an individual is prohibited from operating a high volume breeding operation in Ohio without a license from the Department. The bill requires the Department to annually inspect each facility that is registered as a high volume breeder under the bill. Additionally, AGR is required to inspect operations if a complaint is filed against a high volume breeder. To help fund these requirements, S.B. 130 established a series of fees based on the number of litters produced by a high volume breeder. These fees are summarized in Table 2 below.

Table 2. New License and Registration Fees	
License Type	Annual Fee
High Volume Breeder (9-15 litters)	\$150
High Volume Breeder (16-25 litters)	\$250
High Volume Breeder (26-35 litters)	\$350
High Volume Breeder (36-45 litters)	\$500
High Volume Breeder (46+ litters)	\$750
Dog Retailers	\$500
Animal Rescues	No fee

The Department will not begin collecting any revenue from these fees until FY 2014. Therefore, the executive recommended GRF appropriations of \$400,000 in FY 2014 and \$200,000 in FY 2015 from appropriation item 700427, High Volume Breeder Kennel Control, provides an initial source of funding. This will pay for the administration of the program, which AGR anticipates to be primarily for staffing. Specifically, AGR intends to hire two clerical positions and five additional field staff to administer this program. Additionally, S.B. 130 instituted a spending cap of \$2.5 million for this program in each fiscal year and requires AGR to present a spending plan to the Controlling Board. As of this writing, the Commercial Dog Breeding Advisory Board created under the bill has not yet been filled. Once the board is filled and AGR establishes the rules necessary to administer the program, a spending plan will be formalized and submitted to the Controlling Board for approval.

### Critical Construction Projects

On October 15, 2012, AGR received Controlling Board approval for an appropriation increase of \$1.0 million from the Pesticide Program Fund (Fund 6690) for various capital needs that were not funded through the capital appropriations budget. In total, AGR identified seven items that it felt necessary to be completed by the end of

FY 2013. These items and their costs are detailed in Table 3 below. As of this writing, AGR has purchased the computer hardware and software as well as the laboratory equipment for racehorse tests. All projects related to the campus grounds are scheduled to begin in April.

<b>Table 3. AGR Capital Needs Projects</b>	
<b>Project</b>	<b>Estimated Cost</b>
Upgrade/replace campus video surveillance	\$134,000
Computer hardware and software	\$293,303
Agilent Trap LC-MS Instrument for racehorse testing	\$270,000
ADDL and CPL software	\$50,000
Emergency backup generator	\$66,287
Main water line replacement	\$86,000
Paving projects	\$200,000
<b>Total</b>	<b>\$1,046,130</b>

## ANALYSIS OF EXECUTIVE PROPOSAL

### Introduction

This section provides an analysis of the Governor's recommended funding for each appropriation item in AGR's budget. In this analysis, AGR's line items are grouped into six major categories. For each category a table is provided listing the recommended appropriation in each fiscal year of the biennium. Following the table, a narrative describes how the appropriation is used and any changes affecting the appropriation that are proposed by the Governor. The six categories used in this analysis are as follows:

1. Animal and Food Safety;
2. Plants and Pesticides;
3. Commodities and Marketing;
4. Other Agriculture Services;
5. Farmland; and
6. Agriculture Administration.

To aid the reader in finding each item in the analysis, the table below shows the category in which each appropriation has been placed, listing the line items in order within their respective fund groups and funds. This is the same order the line items appear in the budget bill.

Categorization of AGR's Appropriation Line Items for Analysis of Executive Proposal		
Fund	ALI and Name	Category
<b>General Revenue Fund Group</b>		
GRF 700401	Animal Disease Control	1: Animal and Food Safety
GRF 700403	Dairy Division	1: Animal and Food Safety
GRF 700404	Ohio Proud	3: Commodities and Marketing
GRF 700406	Consumer Analytical Lab	1: Animal and Food Safety
GRF 700407	Food Safety	1: Animal and Food Safety
GRF 700409	Farmland Preservation	5: Farmland
GRF 700412	Weights and Measures	4: Other Agriculture Services
GRF 700415	Poultry Inspection	1: Animal and Food Safety
GRF 700418	Livestock Regulation Program	1: Animal and Food Safety
GRF 700424	Livestock Testing and Inspections	1: Animal and Food Safety
GRF 700426	Dangerous and Restricted Animals	1: Animal and Food Safety
GRF 700427	High Volume Breeder Kennel Control	1: Animal and Food Safety
GRF 700499	Meat Inspection Program – State Share	1: Animal and Food Safety
GRF 700501	County Agricultural Societies	5: Farmland

Categorization of AGR's Appropriation Line Items for Analysis of Executive Proposal		
Fund	ALI and Name	Category
<b>General Services Fund Group</b>		
5DA0 700644	Laboratory Administration Support	6: Agriculture Administration
5GH0 700655	Central Support Indirect Cost	6: Agriculture Administration
<b>Federal Special Revenue Fund Group</b>		
3260 700618	Meat Inspection – Federal Share	1: Animal and Food Safety
3360 700617	Ohio Farm Revolving Loan Fund	5: Farmland
3820 700601	Cooperative Contracts	2: Plants and Pesticides
3AB0 700641	Agricultural Easement	5: Farmland
3J40 700607	Indirect Cost	6: Agriculture Administration
3R20 700614	Federal Plant Industry	2: Plants and Pesticides
<b>State Special Revenue Fund Group</b>		
4900 700651	License Plates – Sustainable Agriculture	3: Commodities and Marketing
4940 700612	Agricultural Commodity Marketing Program	3: Commodities and Marketing
4960 700626	Ohio Grape Industries	3: Commodities and Marketing
4970 700627	Commodity Handlers Regulatory Program	3: Commodities and Marketing
4C90 700605	Commercial Feed and Seed	2: Plants and Pesticides
4D20 700609	Auction Education	4: Other Agriculture Services
4E40 700606	Utility Radiological Safety	6: Agriculture Administration
4P70 700610	Food Safety Inspection	1: Animal and Food Safety
4R00 700636	Ohio Proud Marketing	3: Commodities and Marketing
4R20 700637	Dairy Industry Inspection	1: Animal and Food Safety
4T60 700611	Poultry and Meat Inspection	1: Animal and Food Safety
5780 700620	Ride Inspection Fees	4: Other Agriculture Services
5880 700633	Brand Registration	4: Other Agriculture Services
5B80 700629	Auctioneers	4: Other Agriculture Services
5CP0 700765	License Plate Scholarships	3: Commodities and Marketing
5FC0 700648	Plant Pest Program	2: Plants and Pesticides
5H20 700608	Metrology Lab and Scale Certification	4: Other Agriculture Services
5L80 700604	Livestock Management Program	1: Animal and Food Safety
5MA0 700657	Dangerous and Restricted Animals	1: Animal and Food Safety
6520 700634	Animal and Consumer Analytical Laboratory	1: Animal and Food Safety
6690 700635	Pesticide, Fertilizer, and Lime Inspection Program	2: Plants and Pesticides
<b>Clean Ohio Conservation Fund Group</b>		
7057 700632	Clean Ohio Agricultural Easement	5: Farmland

## Category 1: Animal and Food Safety

This category includes line items that fund AGR's animal and food-related services. This includes all line items funding animal diseases, food safety and inspections, dairy, livestock, and poultry inspections, and line items that fund AGR's labs. This category also includes funding for the Dangerous and Restricted Animal Program as well as the Kennel Control Authority. GRF funding makes up \$14.1 million of the executive budget for this category in FY 2014 and \$13.9 million in FY 2015, or 52.8% of funding over the biennium. State Special Revenue line items account for a further \$8.2 million (30.6%), followed by federal funds, at just under \$4.5 million (16.6%) of the funding in each fiscal year.

<b>Governor's Recommended Amounts for Animal and Food Safety</b>				
<b>Fund</b>		<b>ALI and Name</b>	<b>FY 2014</b>	<b>FY 2015</b>
<b>General Revenue Fund</b>				
GRF	700401	Animal Disease Control	\$3,936,687	\$3,936,687
GRF	700403	Dairy Division	\$1,088,115	\$1,088,115
GRF	700406	Consumer Analytical Lab	\$1,287,556	\$1,287,556
GRF	700407	Food Safety	\$848,792	\$848,792
GRF	700415	Poultry Inspection	\$392,978	\$392,978
GRF	700418	Livestock Regulation Program	\$1,108,071	\$1,108,071
GRF	700424	Livestock Testing and Inspections	\$102,770	\$102,770
GRF	700426	Dangerous and Restricted Animals	\$800,000	\$800,000
GRF	700427	High Volume Breeder Kennel Control	\$400,000	\$200,000
GRF	700499	Meat Inspection Program – State Share	\$4,175,097	\$4,175,097
<b>General Revenue Fund Subtotal</b>			<b>\$14,140,066</b>	<b>\$13,940,066</b>
<b>Federal Special Revenue Fund Group</b>				
3260	700618	Meat Inspection Program – Federal Share	\$4,450,000	\$4,450,000
<b>Federal Special Revenue Fund Group Subtotal</b>			<b>\$4,450,000</b>	<b>\$4,450,000</b>
<b>State Special Revenue Fund Group</b>				
4P70	700610	Food Safety Inspection	\$1,017,328	\$1,017,328
4R20	700637	Dairy Industry Inspection	\$1,738,247	\$1,738,247
4T60	700611	Poultry and Meat Inspection	\$120,000	\$120,000
5L80	700604	Livestock Management Program	\$145,000	\$145,000
5MA0	700657	Dangerous and Restricted Animals	\$195,000	\$195,000
6520	700634	Animal and Consumer Analytical Laboratory	\$4,966,383	\$4,966,383
<b>State Special Revenue Fund Group Subtotal</b>			<b>\$8,181,958</b>	<b>\$8,181,958</b>
<b>Total Funding: Animal and Food Safety</b>			<b>\$26,772,024</b>	<b>\$26,572,024</b>

**Animal Disease Control (700401)**

This GRF line item is the primary funding source for the Division of Animal Industry. It funds field and laboratory staff, as well as costs for laboratory supplies and equipment maintenance contracts for the Animal Disease Diagnostic Laboratory (ADDL). ADDL is responsible for protecting the health of livestock and poultry, and is one of 44 labs nationally that is accredited by the American Association of Laboratory Diagnosticians. ADDL offers 310 different diagnostic tests and completes approximately 500,000 analyses each fiscal year. The services offered by ADDL are avian serology, bacteriology, molecular diagnostics, pathology, serology, toxicology, and virology. The lab's regulatory responsibilities include oversight of animal disease control and eradication efforts through quarantine, vaccination verification, movement permits, and tracing animal identification. Additionally, ADDL promotes participation in the National Animal Identification System. The system consists of premises registrations, animal identifications, and animal tracking in an attempt to quickly identify animals or premises that have been in contact with a foreign animal disease or other disease of concern within 48 hours of discovery. The executive recommendation for this line item is \$3.9 million in both FY 2014 and FY 2015, matching FY 2013 estimated spending for these various testing services.

**Dairy Division and Dairy Industry Inspection (700403 and 700637)**

GRF line item 700403, Dairy Division, is used in conjunction with the Dairy Inspection Fund (Fund 4R20) line item 700637, Dairy Industry Inspection, to administer the state's milk inspection program. Together, the line items are used to cover payroll and maintenance expenses necessary to license 3,134 dairy producers and 97 dairy processors in Ohio. There are 2,942 active dairy farms in the state of Ohio, of which 2,196 are Grade A farms and 746 are manufactured farms. Registered sanitarians inspect dairy farm operations, tank trucks, and processing and manufacturing facilities to verify sanitary conditions by checking for bacteria, coliform, excessive antibiotics, pesticide residue, foreign substances, and excess water and butterfat. The Dairy Division averages approximately 45,000 lab tests a year and 11,000 inspections. The executive recommendation for this line item is \$1.1 million in both FY 2014 and FY 2015, matching the FY 2013 spending estimate.

Fund 4R20 line item 070637, Dairy Industry Inspection, is supported by licensing and milk inspection fees, and is used in conjunction with GRF item 070403 to administer the milk inspection program. Generally, all the licensing fees for dairy producers are \$15, but milk inspection fees vary dependent upon data contained in receiving reports that each licensed producer is required to file with AGR. The executive recommendation for this line item is \$1.7 million in each fiscal year, an increase of 2.6%

over FY 2013 estimated expenditures. Fund 4R20 has collected approximately \$1.6 million in revenue in FY 2012 and an estimated \$1.7 million in FY 2013.

### **Consumer Analytical Lab and Animal and Consumer Analytical Lab (700406 and 700634)**

GRF line item 700406, Consumer Analytical Lab, is used to operate the Consumer Analytical Laboratory (CAL). The lab performs chemical analysis and microbiological surveillance testing for food, livestock, and poultry feed to assure food product safety and verify the accuracy of product labeling. CAL is comprised of four different lab sections: microbiology, general chemistry, pesticides, and analytical toxicology. The number of tests and samples reported in CY 2011 for each section is summarized in Table 4.

<b>Section</b>	<b>Samples Reported</b>	<b>Tests Reported</b>
Microbiology	13,892	26,761
General Chemistry	4,935	23,532
Pesticides	419	1,977
Analytical Toxicology	33,774	139,492

Additionally, the analytical toxicology section annually tests 19,000 samples for horses competing at Ohio's seven commercial race tracks under a contract with the Ohio State Racing Commission. The executive recommendation for this line item is \$1.3 million in FY 2014 and FY 2015, on par with estimated FY 2013 spending.

The second line item, 700634, Animal and Consumer Analytical Lab, is supported by fees received for laboratory services that are deposited into the Animal and Consumer Analytical Lab Fund (Fund 6520). This fund collected \$4.8 million in revenue in FY 2012. Receipts for FY 2013 are estimated to be in the range of \$4.6 million. The executive recommendation for this line item is \$4.9 million in both FY 2014 and FY 2015, an increase of 17.2% from FY 2013 estimated spending of \$4.2 million.

### **Food Safety and Food Safety Inspection (700407 and 700610)**

GRF line item 700407, Food Safety, is used to cover payroll and maintenance costs for the Food Safety Inspection Division. The Food Safety Inspection Division conducts surveillance, random sampling, facility inspections, consultations, technical assistance, and training. The Division has a contract for 500 facility inspections through the Food and Drug Administration (FDA), and contracts with the U.S. Department of Agriculture (USDA) to conduct pesticide program and microbiological program sampling. The Division inspects over 2,500 food manufacturing facilities annually, has distributed food defense self assessment guides to 18,000 retail food establishments and 2,500 food manufacturing facilities, collects over 1,000 food samples annually, and

conducted trainings for the 124 local health districts. The executive recommendation for this line item is \$848,792 in FY 2014 and FY 2015, matching FY 2013 estimated expenditures.

Fund 4P70 line item 700610, Food Safety Inspection, consists of testing fees charged for food sampling, and license fees from wholesale bakeries, soft drink bottlers, canneries, frozen food establishments, cold storage warehouses, and syrups and extracts manufacturers. It is supported by license fees collected by local health departments from retail food establishments that are transmitted to AGR and deposited into the Food Safety Inspection Fund (Fund 4P70). This fund collected \$900,000 in revenue in FY 2012 and is forecast to collect the same in FY 2013. The executive recommendation for this line item is \$1.0 million in both FY 2014 and FY 2015, an increase of 0.5% compared to FY 2013.

### **Meat Inspection Program – State Share and Federal Share (700499 and 700618)**

GRF line item 700499, Meat Inspection Program – State Share, is used to provide the 50% state match required to operate the federally approved meat inspection program. The federal share from the USDA is appropriated under line item 700618, Meat Inspection Program – Federal Share.

The Meat Inspection Division has the regulatory authority to inspect any animal or bird at the time of harvest for the presence of harmful pathogenic microorganisms. The Division regulates 296 meat and poultry establishments statewide. Of those, 227 are fully inspected facilities and provide slaughtering and processing operations for resale. The remaining 69 establishments operate under a "custom exempt" status and provide a "not-for-sale" service to individuals who wish to have their own animals slaughtered. Approximately 90.0% of the Meat Inspection Division's costs are for salaries and fringe benefits. Travel costs and laboratory testing comprise the remaining costs for the program. The executive recommendation for the GRF state match under line item 070499, is \$4.2 million in both FY 2014 and FY 2015, equaling the estimated FY 2013 spending amount. The executive recommendation for the federal share, line item 070618, is \$4.5 million in both FY 2014 and FY 2015, a decrease of 1.7% from the estimated FY 2013 spending amount.

### **Poultry Inspection and Poultry and Meat Inspection (700415 and 700611)**

These two line items support various poultry inspection functions. GRF line item 070415, Poultry Inspection, provides funding for poultry laboratory testing, sample collection, and veterinary inspection of live birds transported into the state. These activities help prevent and combat avian influenza through testing, inspection, and surveillance programs. This line item also supports the Ohio Egg Quality Assurance Program, which focuses on controlling the threat of salmonella. Ohio ranks third in egg production nationally. The Animal Disease Diagnostic Laboratory conducts all of the

testing associated with these activities, which number about 300,000 tests per year. The executive budget provides funding of \$392,978 in both FY 2014 and FY 2015, matching estimated FY 2013 expenditures.

The second line item, 700611, Poultry and Meat Inspection, pays for the costs related to licensing and regulating poultry establishments. The Division of Meat Inspection requires establishments to be relicensed annually. The cost is \$50 for all licenses. These fees, as well as fines and penalties are deposited into the Poultry and Meat Inspection Fund (Fund 4T60). Fund 4T60 collected approximately \$84,000 in revenue in FY 2012 and is on pace to collect an estimated \$85,000 in FY 2013. No fine revenue has been credited to this fund since FY 2006. The executive recommendation for this line item is \$120,000 in both FY 2014 and FY 2015, an increase of 45.5% from FY 2013 estimated spending of \$82,500.

### **Livestock Regulation Program, Livestock Testing and Inspections, and Livestock Management Program (700418, 700424, and 700604)**

The first of these line items, GRF line item 070418, Livestock Regulation Program, pays for the operating expenses associated with the Livestock Environmental Permitting Program. The program issues permits to install after reviewing applications for large animal feeding facilities. The program also develops administrative rules and guidelines for operating procedures, compliance monitoring, ground water quality, manure handling and containment, as well as rodent, pest, and odor control. The executive recommendation for this line item is \$1.1 million in both FY 2014 and FY 2015, matching FY 2013 estimated expenditures.

There are three primary licenses that exist under this program: Permit to Install (PTI), the Permit to Operate (PTO), and Certified Livestock Manager. The PTI is a one-time fee of \$2,250 that is paid before construction of a livestock facility begins. The PTO fee is \$1,000, and must be renewed every five years. The Certified Livestock Manager fee is \$50, and must be renewed every three years. As of the end of CY 2011, there were 184 licensed permitted farms in Ohio.

The second of these line items, GRF line item 700424, Livestock Testing and Inspections, pays for the supplies necessary to collect urine, blood, or tissue samples from livestock exhibited at 94 Ohio county, independent, and state fairs. These funds also help to support the analytical and toxicology laboratory testing section of CAL. This line item does not directly fund any employees, as separate GRF funding pays those costs. The executive recommendation for this line item is \$102,770 in both FY 2014 and FY 2015, which equals the estimated FY 2013 spending amount.

The third line item, 700604, Livestock Management Program, covers the cost of abating problems associated with concentrated animal feeding facilities (CAFFs). Specifically, the funding is used to administer emergency remediation for any water

quality problems that cannot be quickly rectified through enforcement actions. The funding is supported by application and permit fees, and the proceeds of any fees and amounts recouped from abatement work. These amounts are deposited into the Livestock Management Fund (Fund 5L80). This fund collected approximately \$87,000 in revenue in FY 2012 and an estimated \$114,000 in FY 2013. The executive recommendation for this line item is \$145,000 in both FY 2014 and FY 2015, an increase of 45% compared to FY 2013 estimated expenditures of \$100,000 in this area.

### **Dangerous and Restricted Animals, Dangerous and Restricted Animals (700426 and 700657)**

These line items will be used to administer the Dangerous and Restricted Animals Program, which was described in detail in the "**Budget Highlights and Issues of Interest**" section. The Department will use seven employees to administer this program. This staff will consist of three field work staff, two veterinarians, one livestock inspector, and an administrative staff person. The ultimate costs of the program will depend on how many animals are surrendered to the state, and how long these animals are housed at the temporary holding facility before being transferred.

AGR estimates that the operating costs for the facility, if it were to remain empty, would be approximately \$180,000 per year. The Department is also negotiating with employees of the Columbus Zoo and Columbus Wilds to feed the animals and clean their cages while the animals are at the holding facility. The ultimate cost of using zoo employees for this service would depend on the number and type of animals housed, and the duration of their stay.

GRF appropriation item 700426 has a recommended funding level of \$800,000 in each fiscal year. Appropriation item 700657 is funded through the Dangerous and Restricted Animal Fund (Fund 5MA0), which has recommended funding levels of \$195,000 in each fiscal year. Fund 5MA0 will be used to hold any permit fee revenue collected by the Department from owners of dangerous wild animals. Overall, AGR received 149 registrations of dangerous wild animals since the program's inception in FY 2013. This figure included zoos, research facilities, and sanctuaries as well as individual owners. The Department estimates that if each of these registrants were to apply for the applicable permits and pay the required fee, the fund would collect less than \$100,000 per fiscal year.

### **High Volume Breeder Kennel Control (700427)**

This line item will be used to license and inspect high volume breeders as required by S.B. 130 of the 129th General Assembly, which is described in greater detail in the "**Budget Highlights and Issues of Interest**" section. The bill requires the Department of Agriculture to annually inspect each facility that is registered as a high volume breeder under the bill. Additionally, the Department is required to inspect

operations if a complaint is filed against a high volume breeder. To help fund these requirements, S.B. 130 established a series of fees based on the number of litters produced by a high volume breeder. These fees are summarized in the table below.

<b>New License and Registration Fees</b>	
<b>License Type</b>	<b>Annual Fee</b>
High Volume Breeder (9-15 litters)	\$150
High Volume Breeder (16-25 litters)	\$250
High Volume Breeder (26-35 litters)	\$350
High Volume Breeder (36-45 litters)	\$500
High Volume Breeder (46+ litters)	\$750
Dog Retailers	\$500
Animal Rescues	No fee

Because the Department will not begin collecting any revenue from these fees until FY 2014, GRF line item 700427, High Volume Breeder Kennel Control, will be used to fund this program initially. The executive recommends appropriations of \$400,000 in FY 2014 and \$200,000 in FY 2015 for this purpose. This will pay for the administration of the program, which the Department anticipates to be primarily staffing costs for two clerical positions and five additional field staff. Additionally, S.B. 130 instituted a spending cap of \$2.5 million for this program in each fiscal year and requires AGR to present a spending plan to the Controlling Board for approval.

## Category 2: Plants and Pesticides

This category funds AGR's plant inspection and pesticide regulation activities. This includes consumer and farmer protection regulations, such as inspecting honey bee colonies, controlling the spread of gypsy moths and other pests, testing germination of packaged seeds, verifying label statements on feed and fertilizers, and regulating nursery stock. Line items within this category of spending are supported by fees and federal grants.

<b>Governor's Recommended Amounts for Plants and Pesticides</b>				
<b>Fund</b>		<b>ALI and Name</b>	<b>FY 2014</b>	<b>FY 2015</b>
<b>Federal Special Revenue Fund Group</b>				
3820	700601	Cooperative Contracts	\$4,500,000	\$4,500,000
3R20	700614	Federal Plant Industry	\$1,606,000	\$1,606,000
<b>Federal Special Revenue Fund Group Subtotal</b>			<b>\$6,106,000</b>	<b>\$6,106,000</b>
<b>State Special Revenue Fund Group</b>				
4C90	700605	Commercial Feed and Seed	\$1,760,000	\$1,760,000
5FC0	700648	Plant Pest Program	\$1,190,000	\$1,190,000
6690	700635	Pesticide, Fertilizer, and Lime Inspection Program	\$3,418,041	\$3,418,041
<b>State Special Revenue Fund Group Subtotal</b>			<b>\$6,368,041</b>	<b>\$6,368,041</b>
<b>Total Funding: Plants and Pesticides</b>			<b>\$12,474,041</b>	<b>\$12,474,041</b>

### Cooperative Contracts (700601)

This line item receives revenues from federal agencies for grants and contracted services provided by AGR. These federal awards are deposited into the Cooperative Contracts Fund (Fund 3820) to facilitate cash flow where revenue from these various federal sources is intermittently received. The 20 various federal grants and contracts are under the federal Plant and Animal Disease, Pest Control and Animal Care, and Consolidated Pesticide Enforcement Cooperative Agreements. Once AGR receives federal funding for these purposes, the required sums of cash are then transferred to the appropriate program-specific fund. In some cases, the costs related to the above programs are paid directly from Fund 3820. Receipts from the federal government totaled \$3.9 million in FY 2012 and are expected to be \$4.5 million all-told by the close of FY 2013. The executive recommendation for this line item is \$4.5 million in both FY 2014 and FY 2015, matching estimated FY 2013 spending on these various federally funded projects.

**Federal Plant Industry (700614)**

Line item 700614, Federal Plant Industry, is also used to distribute funding from federal grants and cooperative agreements and is used for cost sharing in the operation of the Gypsy Moth and Emerald Ash Borer programs, as well as for operating the Pesticide Program and performing pest and disease surveys for the USDA. Additionally, this line item is used for Asian Longhorned Beetle eradication.

The Emerald Ash Borer, an ash tree-killing insect is believed to have arrived to the United States on wooden cargo pallets from its native Asia in 2002, and now infests ash trees in six Midwestern states. Its presence in Ohio was detected in 2003. The insect can kill ash trees within three to five years of infestation. According to the Ohio Department of Agriculture, Ohio has approximately 3.8 billion ash trees. Because ash wood is widely used in flooring, cabinetry, and furniture making, and is one of the most popular types of landscape trees, the infestation is of serious concern to the manufacturing and nursery industries. The gypsy moth is a nonnative, invasive species that has advanced into Ohio from Pennsylvania and Michigan. In its caterpillar stage, it feeds on the leaves of trees, primarily oak, and shrubs. Healthy trees can withstand two years of defoliation before dying. The moth has been found in 51 of Ohio's 88 counties.

The Asian Longhorned Beetle is the latest serious insect threat to Ohio's timber crop. The beetle grows, reproduces in, and kills deciduous hardwood trees such as maple, birch, horse chestnut, poplar, willow, elm, and ash. Ohio is the fifth state where infestations have been confirmed, along with Illinois, Massachusetts, New Jersey, and New York. The beetle was first discovered in Ohio on June 9, 2011, in Clermont County. As of the end of 2012, ODA has quarantined 61 square miles of infested acreage in the county and has removed almost 8,800 infested trees in the county since November 2011.

The executive recommendation for this line item is \$1.6 million in both FY 2014 and FY 2015 for insect control and eradication, a 71.2% decrease from the estimated FY 2013 spending of \$5.6 million on these efforts. However, it may be that additional federal funding will be forthcoming in addition to the USDA grant funding the Department received in FY 2013 for the Asian Longhorned Beetle problem in Clermont County.

**Commercial Feed and Seed, Plant Pest Program, and Pesticide, Fertilizer, and Lime Inspection Program, (700605, 700648, and 700635)**

These line items fund the Plant Division's various responsibilities relating to testing germination of packaged seeds, verifying label statements on feed and fertilizers, and regulating nursery stock. Line item 700605, Commercial Feed and Seed, is used to test feeds for medication, perform routine inspections of feed mills, perform BSE (mad cow) inspections, testing lime, fertilizer sampling, and inspections of fertilizer contaminants and anhydrous ammonia facilities. There were 4,556 specialty fertilizer registrations in CY 2011. There were approximately 2,282 routine inspections on

pesticide and fertilizer dealers and facilities in CY 2011. Fund 4C90 revenues consist of per-unit fees charged to feed dealers for feed inspections. The executive recommendation for this line item is \$1.7 million in both FY 2014 and FY 2015, a decrease of 3.1% from estimated FY 2013 spending of \$1.8 million. Fund 4C90 collected approximately \$1.7 million in revenues in FY 2012 and is expected to collect \$1.8 million in FY 2013.

Line item 700648, Plant Pest Program, is supported through various nursery stock fees that are deposited into Fund 5FC0. This line item will be used to fund annual inspections of nursery stock producers. There were 1,227 dealer inspections under this program in CY 2011. State and federal pest quarantines are also administered under funding in this line item. The executive recommendation for this line item is \$1.9 million in both FY 2014 and FY 2015, a decrease of 59.3% from estimated FY 2013 spending of \$2.9 million. The decrease in funding between FY 2013 and FY 2014 is due to spending associated with quarantine efforts of the Asian Longhorned Beetle in Clermont County that was covered by this line item in FY 2013. Fund 5FC0 collected \$1.0 million in revenues in FY 2012 and an estimated \$1.2 million in FY 2013. The main appropriations bill also contains a provision in which fees collected under the Apiary Law would be deposited into Fund 5FC0 instead of the General Revenue Fund. These fees typically generate approximately \$27,000 each fiscal year.

Line item 700635, Pesticide, Fertilizer, and Lime Inspection Program, is used to register pesticides, license applicators, test applicators, perform routine pesticide inspections, investigate citizen complaints, and enforce pesticide laws. In CY 2011, staff licensed 28,707 pesticide applicators and restricted-use pesticide product dealers, and registered 14,754 pesticide products for use in Ohio. Additionally, as of CY 2011, there were 375 registered pesticide business locations in Ohio. License fees collected from dealers and applicators is deposited into the Pesticide Program Fund (Fund 6690).

The executive recommendation for this line item is \$3.4 million in both FY 2014 and FY 2015, a decrease of 23.4% when compared to estimated spending of \$4.5 million in FY 2013, a difference primarily attributable to one-time capital improvement costs at the Department's Reynoldsburg campus incurred in FY 2013. Fund 6690 received \$3.6 million in revenue in FY 2012 and is expected to collect approximately the same amount in FY 2013.

### Category 3: Commodities and Marketing

This category is used to fund the Department's marketing activities, which seek to increase consumer purchasing and awareness of Ohio-based foods and other agricultural products.

<b>Governor's Recommended Amounts for Commodities and Marketing</b>				
<b>Fund</b>		<b>ALI and Name</b>	<b>FY 2014</b>	<b>FY 2015</b>
<b>General Revenue Fund</b>				
GRF	700404	Ohio Proud	\$50,000	\$50,000
<b>General Revenue Fund Subtotal</b>			<b>\$50,000</b>	<b>\$50,000</b>
<b>State Special Revenue Fund Group</b>				
4900	700651	License Plates – Sustainable Agriculture	\$10,000	\$10,000
4940	700612	Agricultural Commodity Marketing Program	\$218,000	\$213,000
4960	700626	Ohio Grape Industries	\$970,000	\$970,000
4970	700627	Commodity Handlers Regulatory Program	\$482,672	\$482,672
4R00	700636	Ohio Proud Marketing	\$45,500	\$45,500
5CP0	700652	License Plate Scholarships	\$10,000	\$10,000
<b>State Special Revenue Fund Group Subtotal</b>			<b>\$1,736,172</b>	<b>\$1,731,172</b>
<b>Total Funding: Commodities and Marketing</b>			<b>\$1,786,172</b>	<b>\$1,781,172</b>

#### Ohio Proud and Ohio Proud Marketing (700404 and 700636)

These line items are used to fund Ohio Proud, a domestic marketing program to promote Ohio food and agricultural products within the state and throughout the country. There are approximately 478 partners in 78 counties that produce more than 3,000 different products that are licensed members of the Ohio Proud Program. Participating companies are also involved in the Ohio Proud logo program, in which the Ohio Proud logo is placed on domestic products sold by the participating company. These line items fund two employees.

GRF line item 700404, Ohio Proud, pays the operating costs of the program, and constitutes 62.5% of the overall funding for the initiative. The executive recommendation for this line item is \$50,000 in both FY 2014 and FY 2015, matching estimated FY 2013 spending of \$50,000 for this purpose. Line item 700636, Ohio Proud Marketing, is funded through the initial \$100 fee paid by companies to join Ohio Proud. The executive recommendation for this line item is \$45,500 in both FY 2014 and FY 2015, an increase of 49.2% from FY 2013 estimated spending of \$30,500. The Ohio Proud Marketing Program Fund collected \$17,523 in FY 2012, and revenues for FY 2013 are estimated to be \$15,000.

**Agricultural Commodity Marketing Program and Commodity Handlers Regulatory Program (700612 and 700627)**

Line item 700612, Agricultural Commodity Marketing Program, consists of voluntary assessments from the producers of agricultural commodities to cover the operating costs for marketing those commodities. The division provides oversight for six legislative marketing programs: apple, beef, corn, egg, small fruit and vegetable, and sheep and wool. The executive recommendation for this line item is \$218,000 in FY 2014 and \$213,000 in FY 2015, a 0.9% decrease from FY 2013 estimated expenditures of \$220,000.

Line item 700627, Commodity Handlers Regulatory Program, is used to pay the costs of licensing and regulating grain warehouses and handlers. Funds are used to pay for two employees and for the cost of inspecting grain elevators to determine the quantity of grain stored and financial status of the facility. The Commodity Handlers Regulatory Fund (Fund 4970) consists of inspection fees paid by commodity handlers, and interest transferred in from a related indemnity fund. In FY 2010, there were 422 facilities examined. Examination fees range from \$50 to \$1,200 depending on the size of the facility. The executive recommendation for this line item is \$482,672 in both FY 2014 and FY 2015, in line with estimated FY 2013 spending in this area. The interest transfers in each year of the upcoming biennium will support the recommended appropriations.

**Ohio Grape Industries (700626)**

This line item is used to fund the Ohio Grape Industries Program, which promotes the sale and production of grape products within the state by providing new information on growing techniques, marketing strategies, and identification of grape varieties suitable for cultivation in Ohio. Several research programs funding through the Ohio Grape Industries Fund (Fund 4960) have resulted in techniques for growing high-quality grapes in a "cool-climate" environment which has helped to reduce losses from severe weather. Currently, there are 160 licensed wineries in Ohio, an increase of 36 since FY 2008. This line item is funded through a five cent per gallon tax on all wine sales in Ohio that is deposited into the Ohio Grape Industries Fund (Fund 4960). This has yielded receipts of approximately \$1.0 million in FY 2012 and is expected to generate \$850,000 in FY 2013. The executive recommendation for this line item is \$970,000 in both FY 2014 and FY 2015, an increase of 14.6% from estimated FY 2013 spending of \$846,611.

**License Plates – Sustainable Agriculture and License Plate Scholarships (700651 and 700652)**

The first line item, 700651, License Plates – Sustainable Agriculture, is used to promote agriculture awareness and programs through the issuance of license plates. The second line item, 700652, License Plate Scholarships, is used to help fund the Ohio

Agriculture License Plate Scholarship Program, which is designed to help benefit individuals who attend an institution of higher learning located in this state and are enrolled in a program related to agriculture. Both line items are appropriated \$10,000 in each fiscal year.

### Category 4: Other Agriculture Services

This category encompasses line items that fund other agricultural services not directly related to food or plant regulation.

<b>Governor's Recommended Amounts for Other Agriculture Services</b>				
<b>Fund</b>		<b>ALI and Name</b>	<b>FY 2014</b>	<b>FY 2015</b>
<b>General Revenue Fund</b>				
GRF	700412	Weights and Measures	\$600,000	\$600,000
<b>General Revenue Fund Subtotal</b>			<b>\$600,000</b>	<b>\$600,000</b>
<b>State Special Revenue Fund Group</b>				
4D20	700609	Auction Education	\$35,000	\$35,000
5780	700620	Ride Inspection Fees	\$1,175,142	\$1,175,142
5880	700633	Brand Registration	\$5,000	\$5,000
5B80	700629	Auctioneers	\$340,000	\$340,000
5H20	700608	Metrology Lab and Scale Certification	\$552,000	\$552,000
<b>State Special Revenue Fund Group Subtotal</b>			<b>\$2,107,142</b>	<b>\$2,107,142</b>
<b>Total Funding: Other Agriculture Services</b>			<b>\$2,707,142</b>	<b>\$2,707,142</b>

#### **Weights and Measures and Metrology Lab and Scale Certification (700412 and 700608)**

These line items are used to pay the operating expenses of the Division of Weights and Measures, which consists of ten employees. The Division oversees commercial marketplace scales, gas pumps, and supermarket check outs. It provides advice, assists, and trains county and city weights and measures staff, and enforces laws pertaining to true weights and measures. In CY 2011, the Division administered 8,780 physical standards tests and made 532 physical standards adjustments which encompassed 263 companies and agencies. The Division also inspected eight livestock vehicles and scales, 678 law enforcement scales, and seven LP gas meters. GRF line item 700412, Weights and Measures, is used to pay the operating costs of the Division, which primarily entails employee salaries. The executive recommendation for this line item is \$600,000 in each fiscal year, matching FY 2013 estimated expenditures.

The second line item, 700608, Metrology Lab and Scale Certification, is funded through fees paid by private companies for calibration and measuring device certification services which are deposited into the Metrology and Scale Certification Fund (Fund 5H20). This line item provides funding to certify and ensure the accuracy of secondary weights and measures standards. The executive recommendation for line item 700608, Metrology Lab and Scale Certification, is \$552,000 in both FY 2014 and FY 2015, a decrease of 12.2% from FY 2013 estimated spending of \$628,594. In FY 2012, Fund 5H20 receipts were \$650,628. Approximately \$650,000 is expected in FY 2013.

**Auctioneers and Auction Education (700629 and 700609)**

These line items are used to pay the operating expenses related to the regulation of the auctioneer industry, including the licensing of auctioneers, and providing continuing education. Line item 700629, Auctioneers, is used to pay the operating expenses of licensing auctioneers, of whom there are approximately 3,200 statewide. Auctioneers are required to renew their license biennially, which includes a fee of \$200 that is deposited into the Auctioneer Fund (Fund 5B80). In FY 2012, Fund 5B80 collected \$348,597 in revenue. The revenue estimate for FY 2013 is \$350,000. The executive recommendation for this line item is \$340,000 in both FY 2014 and FY 2015, a 6.4% decrease from FY 2013 estimates.

Line item 700609 is used to provide continuing education to licensed auctioneers. The line item is funded by the proceeds from \$7.50 collected from each initial or renewed auctioneer's license in Ohio. This amount is then deposited into the Auction Education Fund (Fund 4D20). Receipts were approximately \$25,657 in FY 2012 with \$28,000 expected in FY 2013. The executive recommendation for this line item is \$35,000 in both FY 2014 and FY 2015, a decrease of 14.6% from FY 2013 estimated spending of \$41,000.

**Ride Inspection Fees (700620)**

This line item is used to oversee and enforce safety requirements for the operation of amusement rides. The line item funds ten employees, and is supported by fees for permits, inspections, reinspections, and fines for amusement ride operators. The inspectors of this division annually inspect approximately 3,326 amusement rides and license approximately 671 games and sideshows. The Amusement Ride Inspection Fund (Fund 5780) collected \$1.1 million in revenue in FY 2012, with a similar amount expected for FY 2013. The executive recommendation for this line item is \$1.2 million in both FY 2014 and FY 2015, an increase of 3.1% from FY 2013 estimates of \$1.1 million.

**Brand Registration (700633)**

This line item is used to record livestock brands and keep a central registry of brands used on livestock. Brands are used infrequently; therefore, this line item rarely receives any appropriations. The executive recommendation for this line item is \$5,000 in both FY 2014 and FY 2015.

## Category 5: Farmland

This category includes line items used to fund initiatives and programs aimed at the preservation of agricultural farmland in Ohio.

<b>Governor's Recommended Amounts for Farmland</b>				
<b>Fund</b>		<b>ALI and Name</b>	<b>FY 2014</b>	<b>FY 2015</b>
<b>General Revenue Fund</b>				
GRF	700409	Farmland Preservation	\$72,750	\$72,750
GRF	700501	County Agricultural Societies	\$391,415	\$391,415
<b>General Revenue Fund Subtotal</b>			<b>\$464,165</b>	<b>\$464,165</b>
<b>Federal Special Revenue Fund Group</b>				
3360	700617	Ohio Farm Revolving Loan Fund	\$150,000	\$150,000
3AB0	700641	Agricultural Easement	\$1,000,000	\$1,000,000
<b>Federal Special Revenue Fund Group Subtotal</b>			<b>\$1,150,000</b>	<b>\$1,150,000</b>
<b>Clean Ohio Conservation Fund Group</b>				
7057	700632	Clean Ohio Agricultural Easement	\$310,000	\$310,000
<b>Clean Ohio Fund Group Subtotal</b>			<b>\$310,000</b>	<b>\$310,000</b>
<b>Total Funding: Farmland</b>			<b>\$1,924,165</b>	<b>\$1,924,165</b>

### **Farmland Preservation, Agricultural Easement, and Clean Ohio Agricultural Easement (700409, 700641, and 700632)**

These line items fund the Office of Farmland Preservation, which attempts to preserve fertile farmlands in Ohio through the agricultural easement donation program, the agricultural easement purchase program, and through the implementation of agricultural security areas. Agricultural easement purchases essentially consist of a landowner receiving a predetermined payment for a specified area of property in return for an agreement with the state that the specified property will remain for agricultural use forever, instead of being developed for different purposes. AGR offers easement options periodically. Interested parties can apply for an easement, and through a series of criteria, each applicant is given a score. Depending on available funding, a certain number of applicants are awarded an easement. During a typical cycle of easement awards, there are approximately 200 applicants.

GRF line item 700409, Farmland Preservation, pays the operating costs of the Office of Farmland Preservation, which includes payroll for and the administrative costs associated with implementing its various farmland preservation programs. The executive recommendation for this line item is \$72,750 in both FY 2014 and FY 2015. This equals estimated FY 2013 spending for this purpose.

The second line item, 700641, Agricultural Easement, is used to help with purchases of agricultural easements. The Agricultural Easement Fund (Fund 3AB0) receives matching grants from the federal government for the purchase of agricultural easements through the federal Farm and Ranch Land Protection Program. Fund 3AB0 received federal matching funds of \$2.6 million in FY 2012, and had accumulated a cash balance of approximately \$6.4 million in that fiscal year. During FY 2013, AGR received Controlling Board approval to increase the FY 2013 appropriation from \$1.0 million to approximately \$6.1 million. This increase was used to purchase 36 total easements during FY 2013. The executive recommendation for this line item is \$1.0 million in both FY 2014 and FY 2015.

The third line item, 700632, Clean Ohio Agricultural Easement, is used to administer agricultural easements in relation to the Clean Ohio bond fund. The Clean Ohio Agricultural Easement Fund (Fund 7057) collects interest from the Clean Ohio Fund. During the FY 2012-FY 2013 biennium, the Department purchased a total of 28 easements for approximately \$4.6 million through Clean Ohio Agricultural Easement funds. The executive recommendation for this line item is \$310,000 in both FY 2014 and FY 2015, equaling the FY 2013 spending estimate.

Since the implementation of the agricultural easement purchase program, approximately \$44 million in Clean Ohio funds, \$11.0 million in matching federal funds, and \$1.5 million in Tobacco Master Settlement funds have been disbursed to preserve approximately 42,400 acres of farmland through 235 easements. The agricultural donation program has preserved approximately 6,000 acres of farmland from 49 donations.

### **County Agricultural Societies (700501)**

This GRF subsidy line item is used to reimburse part of the expenses incurred by the 94 county and independent agricultural fairs for youth activities. The amount received through reimbursement is dependent upon the number of fairs seeking reimbursement, and the amount available. Reimbursements are issued after agricultural societies provide a report listing junior fair expenses that they have incurred. There are approximately 100,000 to 110,000 junior fair participants in Ohio each year and reimbursements are generally between \$3,000 and \$5,100 per year. The executive recommendation for this line item is \$391,415 in both FY 2014 and FY 2015, matching estimated FY 2013 spending for these purposes.

### **Ohio Farm Loan Revolving Fund (700617)**

This line item is used to issue loans or grants for projects that will generate economic activity in rural areas. Under the program, the state will guarantee 40% of the loan. The minimum loan that can be granted is \$25,000, with the maximum being generally \$200,000. The interest rate on the guaranteed portion is not to exceed 5% and

the loan is not to exceed ten years. Program funds can be used to acquire land; to construct, reconstruct, remodel, renovate, rehabilitate, enlarge, or improve buildings to be used for agricultural purposes; or to buy stationary equipment and fixed assets. Loans cannot be used for refinancing, working capital, inventory or receivables, speculative real estate development, or relocation costs. In FY 2012, two agribusiness projects received funding. NuVention solutions received a \$100,000 loan and a \$100,000 grant to construct a bio-reactor to help improve water quality in the Grand Lake St. Mary's watershed, and Blue Tractor Foods, LLC, received a \$150,000 loan to relocate a snack food operation from North Carolina to Chagrin Falls. The executive recommendation for this line item is \$150,000 in both FY 2014 and FY 2015, an increase of 119.6% from FY 2013 estimates of \$68,314. Ohio Farm Loan Revolving Fund (Fund 3360) receipts were \$525,156 in FY 2012, with expected receipts of \$35,000 in FY 2013. The estimated closing balance for FY 2013 is expected to be \$1.6 million.

## Category 6: Agriculture Administration

This category consists of line items appropriated across various agency programs, largely for centralized administrative purposes not directly attributable to any of the categories described in this analysis.

Governor's Recommended Amounts for Agriculture Administration				
Fund	ALI and Name		FY 2014	FY 2015
<b>General Services Fund Group</b>				
5DA0	700644	Laboratory Administration Support	\$1,115,000	\$1,115,000
5GH0	700655	Central Support Indirect Cost	\$4,368,013	\$4,404,073
<b>General Services Fund Group Subtotal</b>			<b>\$5,483,013</b>	<b>\$5,519,073</b>
<b>Federal Special Revenue Fund Group</b>				
3J40	700607	Indirect Cost	\$1,100,000	\$1,100,000
<b>Federal Special Revenue Fund Group Subtotal</b>			<b>\$1,100,000</b>	<b>\$1,100,000</b>
<b>State Special Revenue Fund Group</b>				
4E40	700606	Utility Radiological Safety	\$130,000	\$130,000
<b>State Special Revenue Fund Group Subtotal</b>			<b>\$130,000</b>	<b>\$130,000</b>
<b>Total Funding: Agriculture Administration</b>			<b>\$6,713,013</b>	<b>\$6,749,073</b>

### Laboratory Administration Support (700644)

This line item is used solely to pay the operational expenses of the Ohio Department of Health/Environmental Protection Agency laboratory building on AGR's campus. The line item funding is supported by quarterly payments from the Department of Health and the Environmental Protection Agency for their share of utility, supply, and repair costs for the facility. These amounts are deposited into the Laboratory Administration Fund (Fund 5DA0). Those receipts amounted to \$947,253 in FY 2012 and are estimated to total \$1.1 million by the close of FY 2013. The executive recommendation for this line item is \$1.1 million in both FY 2014 and FY 2015, a 21.2% increase from FY 2013 estimated spending of \$920,000.

### Central Support Indirect Cost (700655)

This line item funds central services and administrative costs related to the operations of each division. AGR uses an indirect cost-funding strategy to charge a given portion of the agency's payroll expenses (approximately 25%), periodically depositing the proceeds into the Central Support Indirect Cost Fund (Fund 5GH0). This fund collected \$5.1 million in FY 2012 and will collect an estimated \$4.2 million in FY 2013 from among the Department's divisions. The executive recommendation for this line item is \$4.3 million in FY 2014 and \$4.4 million in FY 2015, a 7.2% increase from FY 2013 estimated expenditures of \$4.1 million.

**Indirect Cost (700607)**

This line item is used to meet Statewide Cost Allocation Plan (SWCAP) requirements and pay the overhead costs of the agency that are attributable to federal grant activities. Indirect cost activities include the payment of utilities as well as the cost of salaries that are typically applied to federal grants, such as administrative staff. The Indirect Cost Fund (Fund 3J40) consists of federal grant moneys for cooperative agreements with Ohio for such activities as meat and poultry inspections and pesticide enforcement. AGR's indirect cost plan is to periodically take 20% of payroll costs and deposit them into Fund 3J40. In FY 2012, this fund collected \$1.1 million in revenues. The estimated revenue collection for FY 2013 is \$1.0 million. The executive recommendation for this line item is \$1.1 million in both FY 2014 and FY 2015, an increase of 10.0% from FY 2013 estimated spending of \$1.0 million.

**Utility Radiological Safety (700606)**

This line item is used to pay all necessary operating costs to ensure nuclear power plants are operated safely and that contingency plans are followed in case of a nuclear accident. The departments of Agriculture, Commerce, and Health, the Emergency Management Agency, the Environmental Protection Agency, and the Public Works Commission have developed a comprehensive policy for the state in case of a nuclear accident. The Utility Radiological Safety Fund (Fund 4E40) consists of sums paid by the Ohio Radiological Preparedness Board of the Public Utilities Commission. The executive recommendation for this line item, AGR's share of these expenses, is \$130,000 in both FY 2014 and FY 2015, a decrease of 1.4% compared to estimated FY 2013 spending of \$131,785 for this purpose.

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## Department of Agriculture

### General Revenue Fund

#### GRF 700401 Animal Disease Control

FY 2010 Actual	FY 2011 Actual	FY 2012 Actual	FY 2013 Estimate	FY 2014 Introduced	FY 2015 Introduced
\$3,495,491	\$4,198,115	\$3,924,612	\$3,936,687	<b>\$3,936,687</b>	<b>\$3,936,687</b>
	20.1%	-6.5%	0.3%	<b>0.0%</b>	<b>0.0%</b>

**Source:** General Revenue Fund

**Legal Basis:** ORC 943.13; Section 211.10 of Am. Sub. H.B. 153 of the 129th G.A.

**Purpose:** This line item is the primary source of funding for the Division of Animal Industry. It funds field and laboratory staff wages and benefits, laboratory supplies and equipment maintenance contracts for the Animal Disease Diagnostic Laboratory (ADDL), which protects Ohio's livestock and poultry from animal disease and bioterrorism. The lab conducts diagnostic testing of samples from food animals, horses, small animals, and exotic species. Services include avian serology, bacteriology, molecular diagnostics, pathology, serology, toxicology, and virology.

#### GRF 700403 Dairy Division

FY 2010 Actual	FY 2011 Actual	FY 2012 Actual	FY 2013 Estimate	FY 2014 Introduced	FY 2015 Introduced
\$1,115,606	\$1,153,300	\$1,087,508	\$1,088,115	<b>\$1,088,115</b>	<b>\$1,088,115</b>
	3.4%	-5.7%	0.1%	<b>0.0%</b>	<b>0.0%</b>

**Source:** General Revenue Fund

**Legal Basis:** ORC 917.07; Section 211.10 of Am. Sub. H.B. 153 of the 129th G.A.

**Purpose:** This line item is used in conjunction with Fund 4R20 line item 700637, Dairy Industry Inspection, to pay for the agency's milk inspection program. There are approximately 3,200 milk producers statewide. Registered sanitarians inspect dairy farm operations, tank trucks, and processing and manufacturing facilities verifying sanitary conditions at every of stage of milk processing by checking for bacteria, coliform, excessive antibiotics, pesticide residue, foreign substances, and excess water and butterfat content. Inspections standards meet or exceed those set by the U.S. Department of Health and Human Services, the Food and Drug Administration, and the U.S. Department of Agriculture.

## Department of Agriculture

### GRF 700404 Ohio Proud

FY 2010 Actual	FY 2011 Actual	FY 2012 Actual	FY 2013 Estimate	FY 2014 Introduced	FY 2015 Introduced
\$159,957	\$151,348	\$62,863	\$50,000	<b>\$50,000</b>	<b>\$50,000</b>
	-5.4%	-58.5%	-20.5%	<b>0.0%</b>	<b>0.0%</b>

**Source:** General Revenue Fund

**Legal Basis:** ORC 901.17(I) and 901.171; Section 211.10 of Am. Sub. H.B. 153 of the 129th G.A.

**Purpose:** This line item pays a portion of the operating costs of the Ohio Proud program, created in 1993 to market agricultural goods produced in Ohio and enhance consumer identity of agricultural products that are raised, grown, or processed in Ohio. The GRF appropriation represents 62% of total funding for the program, which consists of 478 participants. The remaining 38% is supported by licensing fees paid by participating companies. These receipts are deposited into the Ohio Proud Marketing Fund (Fund 4R00).

### GRF 700405 Animal Damage Control

FY 2010 Actual	FY 2011 Actual	FY 2012 Actual	FY 2013 Estimate	FY 2014 Introduced	FY 2015 Introduced
\$1,717	\$0	\$0	\$0	<b>\$0</b>	<b>\$0</b>
	-100%	N/A	N/A	<b>N/A</b>	<b>N/A</b>

**Source:** General Revenue Fund

**Legal Basis:** Discontinued line item (originally established in ORC 955.51 through 955.53)

**Purpose:** This line item was used to provide payments to farmers for livestock losses attributed to coyote and black vulture attacks.

## Department of Agriculture

### GRF 700406 Consumer Analytical Lab

FY 2010 Actual	FY 2011 Actual	FY 2012 Actual	FY 2013 Estimate	FY 2014 Introduced	FY 2015 Introduced
\$1,196,825	\$1,298,289	\$1,282,366	\$1,287,556	<b>\$1,287,556</b>	<b>\$1,287,556</b>
	8.5%	-1.2%	0.4%	<b>0.0%</b>	<b>0.0%</b>

**Source:** General Revenue Fund

**Legal Basis:** ORC 901.43; Section 211.10 of Am. Sub. H.B. 153 of the 129th G.A.

**Purpose:** This line item is used in conjunction with Fund 6520 line item 700634, Animal and Consumer Analytical Laboratory, for the operation of the Consumer Analytical Laboratory (CAL). The laboratory performs chemical analysis and microbiological surveillance testing for food, livestock and poultry feed to assure food product safety for human consumption and verify the accuracy of product labeling. The lab is certified by the USDA to provide surge capacity for other certified labs and by the CDC to test highly pathogenic samples. The laboratory also conducts race horse testing for county and independent fairs and contracts with the Ohio State Racing Commission to conduct forensic toxicological analyses to detect performance enhancing drugs and chemicals in equine and livestock samples.

### GRF 700407 Food Safety

FY 2010 Actual	FY 2011 Actual	FY 2012 Actual	FY 2013 Estimate	FY 2014 Introduced	FY 2015 Introduced
\$842,174	\$881,830	\$848,111	\$848,792	<b>\$848,792</b>	<b>\$848,792</b>
	4.7%	-3.8%	0.1%	<b>0.0%</b>	<b>0.0%</b>

**Source:** General Revenue Fund

**Legal Basis:** ORC 121.04, 917.02, and 3717.05; Section 211.10 of Am. Sub. H.B. 153 of the 129th G.A.

**Purpose:** This line item is used to pay personnel and maintenance expenses for the food safety inspection program. The Division of Food Safety is responsible for ensuring a uniform and comprehensive food safety inspection program at retail food establishments by local health departments through survey, evaluation and training. This includes surveillance, random sampling, facility inspection, consultation, and technical assistance. Samples collected by the program are tested at the agency's Consumer Analytical Laboratory. The program also provides enforcement support to local health departments to assure compliance with food safety at retail operations.

## Department of Agriculture

### GRF 700409 Farmland Preservation

FY 2010 Actual	FY 2011 Actual	FY 2012 Actual	FY 2013 Estimate	FY 2014 Introduced	FY 2015 Introduced
\$198,517	\$192,736	\$72,324	\$72,750	<b>\$72,750</b>	<b>\$72,750</b>
	-2.9%	-62.5%	0.6%	<b>0.0%</b>	<b>0.0%</b>

**Source:** General Revenue Fund

**Legal Basis:** ORC 901.54; Section 211.10 of Am. Sub. H.B. 153 of the 129th G.A.

**Purpose:** This line item pays a portion of the operating expenses of the Office of Farmland Preservation. The Office administers the agricultural easement donation and purchase program, which preserves productive farmland with perpetual easements on the property title to keep a piece of property in agricultural production forever.

### GRF 700411 International Trade and Market Development

FY 2010 Actual	FY 2011 Actual	FY 2012 Actual	FY 2013 Estimate	FY 2014 Introduced	FY 2015 Introduced
\$461,978	\$282,722	\$12,740	\$0	<b>\$0</b>	<b>\$0</b>
	-38.8%	-95.5%	-100%	<b>N/A</b>	<b>N/A</b>

**Source:** General Revenue Fund

**Legal Basis:** Discontinued line item (originally established in ORC 901.20 (B))

**Purpose:** This line item provided domestic and international promotion of Ohio's food and agricultural products. Information is provided to the public about the availability of locally grown and processed agricultural products. The program encourages agri-tourism opportunities to expand the understanding of agriculture in Ohio. Staff members represent the agriculture industry at trade shows, coordinate international trade missions, and conduct training seminars on product exporting and market research. The program also promotes development of bio-renewable fuel production facilities and retail dispensing facilities for consumers. This program is now solely funded by participation fees deposited into the Market Development Fund (Fund 4T70).

## Department of Agriculture

### GRF 700412 Weights and Measures

FY 2010 Actual	FY 2011 Actual	FY 2012 Actual	FY 2013 Estimate	FY 2014 Introduced	FY 2015 Introduced
\$186,004	\$362,697	\$649,926	\$600,000	<b>\$600,000</b>	<b>\$600,000</b>
	95.0%	79.2%	-7.7%	<b>0.0%</b>	<b>0.0%</b>

**Source:** General Revenue Fund

**Legal Basis:** ORC 901.10(A) and 1327.50 (A) through (S); Section 211.10 of Am. Sub. H.B. 153 of the 129th G.A.

**Purpose:** This line item is used to cover operating expenses for the Division of Weights and Measures. Responsibilities include overseeing the commercial marketplace, scales, gas pumps, supermarket check-outs, packaged and unpackaged commodities offered for sale to insure buyer and seller equity. The Division also assists and trains county and city weights and measures staff. The Division is the custodian of primary standards for Ohio's weights and measures, assures true and uniform weights and measures standards, and enforces laws pertaining to true and uniform weights and measures.

### GRF 700415 Poultry Inspection

FY 2010 Actual	FY 2011 Actual	FY 2012 Actual	FY 2013 Estimate	FY 2014 Introduced	FY 2015 Introduced
\$386,503	\$352,220	\$395,790	\$392,978	<b>\$392,978</b>	<b>\$392,978</b>
	-8.9%	12.4%	-0.7%	<b>0.0%</b>	<b>0.0%</b>

**Source:** General Revenue Fund

**Legal Basis:** ORC 918.12(B) and 918.21; Section 211.10 of Am. Sub. H.B. 153 of the 129th G.A.

**Purpose:** This line item provides funding for poultry laboratory testing, field collection of samples, and veterinary inspection of live birds transported into the state. These activities help prevent and combat avian influenza (AI) by certifying that animals are free of disease. The testing, inspection and surveillance programs are an integral part of the Department's farm based bio-security response plan.

## Department of Agriculture

### GRF 700418 Livestock Regulation Program

FY 2010 Actual	FY 2011 Actual	FY 2012 Actual	FY 2013 Estimate	FY 2014 Introduced	FY 2015 Introduced
\$1,279,481	\$1,307,761	\$1,066,975	\$1,108,071	<b>\$1,108,071</b>	<b>\$1,108,071</b>
	2.2%	-18.4%	3.9%	<b>0.0%</b>	<b>0.0%</b>

**Source:** General Revenue Fund

**Legal Basis:** ORC 903.02; Section 211.10 of Am. Sub. H.B. 153 of the 129th G.A. (originally established by Sub. S.B. 141 of the 123rd G.A.)

**Purpose:** This line item is used for operating expenses associated with the Livestock Environmental Permitting Program. This program issues permits to install after reviewing applications for large animal feeding facilities. The program also develops administrative rules and guidelines for best practices in operating procedures, compliance monitoring, ground water quality, manure handling and containment, as well as rodent, pest, and odor control.

### GRF 700424 Livestock Testing and Inspections

FY 2010 Actual	FY 2011 Actual	FY 2012 Actual	FY 2013 Estimate	FY 2014 Introduced	FY 2015 Introduced
\$90,434	\$97,101	\$98,615	\$102,770	<b>\$102,770</b>	<b>\$102,770</b>
	7.4%	1.6%	4.2%	<b>0.0%</b>	<b>0.0%</b>

**Source:** General Revenue Fund

**Legal Basis:** ORC 901.70 through 901.76; Section 211.10 of Am. Sub. H.B. 153 of the 129th G.A.

**Purpose:** This line item provides funding for supplies necessary to collect urine, blood or tissue samples from livestock exhibited at Ohio's county, independent and Ohio State fairs. Funds also support analytical and toxicology laboratory testing.

### GRF 700426 Dangerous and Restricted Animals

FY 2010 Actual	FY 2011 Actual	FY 2012 Actual	FY 2013 Estimate	FY 2014 Introduced	FY 2015 Introduced
\$0	\$0	\$0	\$500,000	<b>\$800,000</b>	<b>\$800,000</b>
	N/A	N/A	N/A	<b>60.0%</b>	<b>0.0%</b>

**Source:** General Revenue Fund

**Legal Basis:** Section 601.40 of Am. Sub. H.B. 487 of the 129th G.A.

**Purpose:** This line item is used to cover the initial costs of administering the Dangerous and Restricted Wild Animal Permitting Program created by S.B. 310 of the 129th G.A. Starting in January 2014, the Department will begin collecting fees from specified classes of dangerous wild animal owners to cover the ongoing costs of the regulatory program.

## Department of Agriculture

### GRF 700427 High Volume Breeder Kennel Control

FY 2010 Actual	FY 2011 Actual	FY 2012 Actual	FY 2013 Estimate	FY 2014 Introduced	FY 2015 Introduced
\$0	\$0	\$0	\$0	<b>\$400,000</b>	<b>\$200,000</b>
	N/A	N/A	N/A	<b>N/A</b>	<b>-50.0%</b>

**Source:** General Revenue Fund

**Legal Basis:** Proposed in Section 211.10 of H.B. 59 of the 130th G.A.

**Purpose:** This line item will be used to initially fund the High Volume Breeders Licensing program established in S.B. 130 of the 129th General Assembly. The line item will be used to pay initial operating costs, including staffing and inspection costs until the department begins collecting kennel registration fees in FY 2014.

### GRF 700499 Meat Inspection Program - State Share

FY 2010 Actual	FY 2011 Actual	FY 2012 Actual	FY 2013 Estimate	FY 2014 Introduced	FY 2015 Introduced
\$4,147,937	\$4,743,467	\$4,053,420	\$4,175,097	<b>\$4,175,097</b>	<b>\$4,175,097</b>
	14.4%	-14.5%	3.0%	<b>0.0%</b>	<b>0.0%</b>

**Source:** General Revenue Fund

**Legal Basis:** ORC 918.02; Section 211.10 of Am. Sub. H.B. 153 of the 129th G.A.

**Purpose:** This line item provides the 50% state match required to operate the federally approved meat inspection program in Ohio. Program costs are shared equally by the Ohio Department of Agriculture and the U.S. Department of Agriculture.

### GRF 700501 County Agricultural Societies

FY 2010 Actual	FY 2011 Actual	FY 2012 Actual	FY 2013 Estimate	FY 2014 Introduced	FY 2015 Introduced
\$406,179	\$385,760	\$387,170	\$391,415	<b>\$391,415</b>	<b>\$391,415</b>
	-5.0%	0.4%	1.1%	<b>0.0%</b>	<b>0.0%</b>

**Source:** General Revenue Fund

**Legal Basis:** ORC 1711.01 and 1711.02; Section 211.10 of Am. Sub. H.B. 153 of the 129th G.A.

**Purpose:** This line item is used to reimburse part of the expenses incurred by county and independent agricultural fairs for youth activities. The amount received by each fair depends on the number of fairs which apply for assistance and the total state appropriation.

## Department of Agriculture

### General Services Fund Group

#### 5DA0 700644 Laboratory Administration Support

FY 2010 Actual	FY 2011 Actual	FY 2012 Actual	FY 2013 Estimate	FY 2014 Introduced	FY 2015 Introduced
\$904,116	\$965,522	\$899,474	\$920,000	<b>\$1,115,000</b>	<b>\$1,115,000</b>
	6.8%	-6.8%	2.3%	<b>21.2%</b>	<b>0.0%</b>

**Source:** General Services Fund Group: Quarterly payments from the Ohio Department of Health (ODH) and the Ohio Environmental Protection Agency (EPA) for their share of utility, supply and repair costs for the shared ODH/EPA laboratory building on the Department of Agriculture's Reynoldsburg campus

**Legal Basis:** ORC 901.44; Section 211.10 of Am. Sub. H.B. 153 of the 129th G.A. (originally established by Controlling Board on April 10, 2006)

**Purpose:** This line item is used solely to pay the operational expenses of the ODH/EPA laboratory building on the Department of Agriculture campus.

#### 5GH0 700655 Central Support Indirect Cost

FY 2010 Actual	FY 2011 Actual	FY 2012 Actual	FY 2013 Estimate	FY 2014 Introduced	FY 2015 Introduced
\$3,607,851	\$4,635,160	\$4,026,925	\$4,074,000	<b>\$4,368,013</b>	<b>\$4,404,073</b>
	28.5%	-13.1%	1.2%	<b>7.2%</b>	<b>0.8%</b>

**Source:** General Services Fund Group: Assessments charged to divisions within the Department of Agriculture and paid via Intra State Transfer Voucher

**Legal Basis:** ORC 901.91; Section 211.10 of Am. Sub. H.B. 153 of the 129th G.A.

**Purpose:** This line item is used to pay administrative and operational costs for the agency through chargebacks to individual divisions of the agency. Under this arrangement, the Director of Budget and Management must approve a plan for making these assessments. These costs were formerly paid out of appropriations for each agency division and the GRF.

## Department of Agriculture

### Federal Special Revenue Fund Group

#### 3260 700618 Meat Inspection Program - Federal Share

FY 2010 Actual	FY 2011 Actual	FY 2012 Actual	FY 2013 Estimate	FY 2014 Introduced	FY 2015 Introduced
\$3,960,274	\$4,219,453	\$4,041,122	\$4,527,921	<b>\$4,450,000</b>	<b>\$4,450,000</b>
	6.5%	-4.2%	12.0%	<b>-1.7%</b>	<b>0.0%</b>

**Source:** Federal Special Revenue Fund Group: CFDA 10.475, Cooperative Agreement with States for Intrastate Meat and Poultry Inspection

**Legal Basis:** ORC 918.02; Section 211.10 of Am. Sub. H.B. 153 of the 129th G.A.

**Purpose:** This line item supports the meat inspection program, which operates under a cooperative agreement between Ohio and the U.S. Department of Agriculture. The source of state matching funds is appropriation item 700499, Meat Inspection Match. The Division of Meat Inspection has the regulatory authority to inspect each animal/bird at the time of the harvest to conduct meat and poultry testing for the presence of harmful pathogenic micro-organisms.

#### 3360 700617 Ohio Farm Loan Revolving Fund

FY 2010 Actual	FY 2011 Actual	FY 2012 Actual	FY 2013 Estimate	FY 2014 Introduced	FY 2015 Introduced
\$70,893	\$665,634	\$358,218	\$68,314	<b>\$150,000</b>	<b>\$150,000</b>
	838.9%	-46.2%	-80.9%	<b>119.6%</b>	<b>0.0%</b>

**Source:** Federal Special Revenue Fund Group: Liquidated assets of the Ohio Rural Rehabilitation Corporation, interest earnings on invested principal and loan repayments

**Legal Basis:** ORC 901.30 through 901.34; Section 211.10 of Am. Sub. H.B. 153 of the 129th G.A. (originally established by Controlling Board in 1971)

**Purpose:** This line item is used to issue loans that will support projects that generate economic activity in rural communities.

## Department of Agriculture

### 3820 700601 Cooperative Contracts

FY 2010 Actual	FY 2011 Actual	FY 2012 Actual	FY 2013 Estimate	FY 2014 Introduced	FY 2015 Introduced
\$3,531,385	\$4,626,895	\$4,359,221	\$4,500,000	<b>\$4,500,000</b>	<b>\$4,500,000</b>
	31.0%	-5.8%	3.2%	<b>0.0%</b>	<b>0.0%</b>

**Source:** Federal Special Revenue Fund Group: CFDA 10.025, Plant and Animal Disease, Pest Control and Animal Care; CFDA 66.700, Consolidated Pesticide Enforcement Cooperative Agreements; other federal grant agreements

**Legal Basis:** ORC 901.051; Section 211.10 of Am. Sub. H.B. 153 of the 129th G.A.

**Purpose:** This line item is used to disburse federal grants and pay for services that the Department of Agriculture provides on behalf of the federal government. In regard to plant and animal diseases, the funding is used to conduct surveys, inspections to detect and appraise infestations, eradication and control activities, and carry out regulatory actions to prevent interstate spread of infestations and plant and animal diseases. Federal funding is also used for pesticide compliance and monitoring activities carried out by the department. These programs have been combined and are operated through the Cooperative Contracts Fund (Fund 3820) to aid cash flow, as federal allocations for these various purposes tends to be received intermittently.

### 3AB0 700641 Agricultural Easement

FY 2010 Actual	FY 2011 Actual	FY 2012 Actual	FY 2013 Estimate	FY 2014 Introduced	FY 2015 Introduced
\$113,923	\$0	\$20,346	\$6,113,520	<b>\$1,000,000</b>	<b>\$1,000,000</b>
	-100%	N/A	29,947.2%	<b>-83.6%</b>	<b>0.0%</b>

**Source:** Federal Special Revenue Fund Group: CFDA 10.913, Farm and Ranch Land Protection Program

**Legal Basis:** Section 211.10 of Am. Sub. H.B. 153 of the 129th G.A. (originally established by Controlling Board on February 10, 2003)

**Purpose:** This line item is used to receive matching grants from the federal government for the purchase of agricultural easements through the federal Farm and Ranch Land Protection Program, which preserves land for agricultural uses.

## Department of Agriculture

### 3J40 700607 Indirect Cost

FY 2010 Actual	FY 2011 Actual	FY 2012 Actual	FY 2013 Estimate	FY 2014 Introduced	FY 2015 Introduced
\$499,446	\$495,090	\$1,031,126	\$1,000,000	<b>\$1,100,000</b>	<b>\$1,100,000</b>
	-0.9%	108.3%	-3.0%	<b>10.0%</b>	<b>0.0%</b>

**Source:** Federal Special Revenue Fund Group: CFDA 10.475, Cooperative Agreements with States for Intrastate Meat and Poultry Inspection; CFDA 10.664, Cooperative Forestry Assistance; CFDA 66.700, Consolidated Pesticide Enforcement Cooperative Agreements; and other federal grant agreements

**Legal Basis:** ORC 921.21; Section 211.10 of Am. Sub. H.B. 153 of the 129th G.A.

**Purpose:** This line item is used to meet Statewide Indirect Cost Allocation Plan (SWICAP) requirements and pay the overhead costs of the agency that are associated with federal grant activities. Indirect cost activities include the payment of utilities as well as the cost of salaries that are generally applied to the federal grants (i.e. legal, administration, human resources, fiscal, and data processing).

### 3R20 700614 Federal Plant Industry

FY 2010 Actual	FY 2011 Actual	FY 2012 Actual	FY 2013 Estimate	FY 2014 Introduced	FY 2015 Introduced
\$1,606,103	\$2,178,623	\$2,588,685	\$5,584,800	<b>\$1,606,000</b>	<b>\$1,606,000</b>
	35.6%	18.8%	115.7%	<b>-71.2%</b>	<b>0.0%</b>

**Source:** Federal Special Revenue Fund Group: CFDA 10.025, Plant and Animal Disease, Pest Control and Animal Care; CFDA 10.664, Cooperative Forestry Assistance; CFDA 66.700, Consolidated Pesticide Enforcement Cooperative Agreements; and other federal grant agreements

**Legal Basis:** Section 211.10 of Am. Sub. H.B. 153 of the 129th G.A. (originally established by Am. Sub. H.B. 215 of 122nd G.A.)

**Purpose:** This line item contains funding from federal grants and cooperative agreements. It is used for cost sharing in the operation of the Asian Longhorned Beetle, Gypsy Moth, and Emerald Ash Borer programs, operating the Pesticide program, and performing pest and disease surveys for USDA.

## Department of Agriculture

### State Special Revenue Fund Group

#### 4900 700651 License Plates - Sustainable Agriculture

FY 2010 Actual	FY 2011 Actual	FY 2012 Actual	FY 2013 Estimate	FY 2014 Introduced	FY 2015 Introduced
\$11,750	\$3,410	\$0	\$0	<b>\$10,000</b>	<b>\$10,000</b>
	-71.0%	-100%	N/A	<b>N/A</b>	<b>0.0%</b>

**Source:** State Special Revenue Fund Group: Gifts, grants, bequests, and fees remitted by the Registrar of Motor Vehicles

**Legal Basis:** Proposed in Section 211.10 of H.B. 59 of the 130th G.A.

**Purpose:** This line item has been used to promote public awareness of agricultural issues and programs. According to the Bureau of Motor Vehicles, 1,860 "Ohio Agriculture" license plates and 50 "Sustainable Agriculture" license plates were sold in CY 2010.

#### 4940 700612 Agricultural Commodity Marketing Program

FY 2010 Actual	FY 2011 Actual	FY 2012 Actual	FY 2013 Estimate	FY 2014 Introduced	FY 2015 Introduced
\$246,807	\$203,222	\$226,019	\$220,000	<b>\$218,000</b>	<b>\$213,000</b>
	-17.7%	11.2%	-2.7%	<b>-0.9%</b>	<b>-2.3%</b>

**Source:** State Special Revenue Fund Group: Voluntary assessments from producers of six commodities such as apples, beef, or corn to cover the operating costs of a marketing program for that commodity

**Legal Basis:** ORC 924.09; Section 211.10 of Am. Sub. H.B. 153 of the 129th G.A.

**Purpose:** This line item is used to distribute funding to six commodity marketing boards to market their respective commodity and to promote Ohio agriculture goods (apples, beef, corn, eggs, small fruits and vegetables, and sheep and wool).

## Department of Agriculture

### 4960 700626 Ohio Grape Industries

FY 2010 Actual	FY 2011 Actual	FY 2012 Actual	FY 2013 Estimate	FY 2014 Introduced	FY 2015 Introduced
\$808,248	\$983,458	\$839,261	\$846,611	<b>\$970,000</b>	<b>\$970,000</b>
	21.7%	-14.7%	0.9%	<b>14.6%</b>	<b>0.0%</b>

**Source:** State Special Revenue Fund Group: A five-cent per gallon tax on all wine sales in Ohio

**Legal Basis:** ORC 924.54, 4301.43, and 4301.432; Section 211.10 of Am. Sub. H.B. 153 of the 129th G.A.

**Purpose:** This line item is used by the Ohio Grape Industries Program to enhance the sale and production of grape products within the state by providing information on new growing techniques, marketing strategies and identification of grape varieties suitable for cultivation in Ohio. This line item also funds the Ohio Grape Industries Committee, which promotes the Ohio grape and grape product industries. This item also supports enology and viticulture research to reduce costs and increase the production of high value grapes in Ohio.

### 4970 700627 Commodity Handlers Regulatory Program

FY 2010 Actual	FY 2011 Actual	FY 2012 Actual	FY 2013 Estimate	FY 2014 Introduced	FY 2015 Introduced
\$413,860	\$477,108	\$461,147	\$482,672	<b>\$482,672</b>	<b>\$482,672</b>
	15.3%	-3.3%	4.7%	<b>0.0%</b>	<b>0.0%</b>

**Source:** State Special Revenue Fund Group: Fees paid by commodity handlers and interest transferred from the Commodity Depositors Fund (Fund 4980)

**Legal Basis:** ORC 926.19(A); Section 211.10 of Am. Sub. H.B. 153 of the 129th G.A.

**Purpose:** This line item is used to oversee the licensure and regulation of grain warehouses and handlers. Specifically, the money is used to inspect each grain elevator to determine the quantity of grain stored and the financial status of each facility.

## Department of Agriculture

### 4980 700628 Commodity Indemnity Fund

FY 2010 Actual	FY 2011 Actual	FY 2012 Actual	FY 2013 Estimate	FY 2014 Introduced	FY 2015 Introduced
\$0	\$0	\$4,182,901	\$0	<b>\$0</b>	<b>\$0</b>
	N/A	N/A	-100%	<b>N/A</b>	<b>N/A</b>

**Source:** State Special Revenue Fund Group: (1) Fees charged to licensed commodity handlers which is not to exceed one half cent per bushel, reviewed annually to determine if the fees are generating the necessary income to maintain the liquidity of the fund; and (2) revenues from legal settlements and interest earned on investments

**Legal Basis:** As needed line item (originally established in ORC 926.16 by Am. Sub. H.B. 425 of the 122nd G.A.)

**Purpose:** This line item is appropriated when needed to help pay for claims brought by agricultural commodity depositors against insolvent commodity handlers and warehouses. Interest from this line item is transferred into the Commodity Handlers Regulatory Fund (Fund 4970) to help fund the regulation of grain handlers. In FY 2012, the Department reimbursed 108 farmers a total of \$4.2 million for grain stored at elevators operated by Archibold Elevator, Inc., and Central Erie Supply and Elevator in Sandusky.

### 4C90 700605 Commercial Feed and Seed

FY 2010 Actual	FY 2011 Actual	FY 2012 Actual	FY 2013 Estimate	FY 2014 Introduced	FY 2015 Introduced
\$1,064,416	\$1,489,227	\$1,688,986	\$1,816,897	<b>\$1,760,000</b>	<b>\$1,760,000</b>
	39.9%	13.4%	7.6%	<b>-3.1%</b>	<b>0.0%</b>

**Source:** State Special Revenue Fund Group: Per unit fees charged to feed dealers for feed inspections

**Legal Basis:** ORC 905.31 through 905.50 and 923.46; Section 211.10 of Am. Sub. H.B. 153 of the 129th G.A.

**Purpose:** This line item is used to test feeds for medication, perform routine inspection of feed mill, perform BSE (mad cow) inspections, testing lime, fertilizer sampling and inspections of fertilizer contaminants and anhydrous ammonia facilities.

## Department of Agriculture

### 4D20 700609 Auction Education

FY 2010 Actual	FY 2011 Actual	FY 2012 Actual	FY 2013 Estimate	FY 2014 Introduced	FY 2015 Introduced
\$31,142	\$17,042	\$15,441	\$41,000	<b>\$35,000</b>	<b>\$35,000</b>
	-45.3%	-9.4%	165.5%	<b>-14.6%</b>	<b>0.0%</b>

**Source:** State Special Revenue Fund Group: \$7.50 of each fee collected for either an initial or renewed auctioneer's license in Ohio

**Legal Basis:** ORC 4707.171; Section 211.10 of Am. Sub. H.B. 153 of the 129th G.A. (originally established by Am. Sub. H.B. 94 of the 124th G.A.)

**Purpose:** This line item is used to provide continuing education programming for the auction profession in Ohio. The Department licensed approximately 3,200 auctioneers and auctioneering firms and entities.

### 4E40 700606 Utility Radiological Safety

FY 2010 Actual	FY 2011 Actual	FY 2012 Actual	FY 2013 Estimate	FY 2014 Introduced	FY 2015 Introduced
\$85,490	\$103,943	\$120,674	\$131,785	<b>\$130,000</b>	<b>\$130,000</b>
	21.6%	16.1%	9.2%	<b>-1.4%</b>	<b>0.0%</b>

**Source:** State Special Revenue Fund Group: Moneys paid from the Ohio Radiological Preparedness Board of the Public Utilities Commission

**Legal Basis:** ORC 4937.05; Section 506.10 of Am. Sub. H.B. 153 of the 129th G.A. (originally established by Controlling Board on May 4, 1992)

**Purpose:** This line item is used to ensure that nuclear power plants are operated safely and that contingency plans are followed in case of a nuclear accident. The departments of Agriculture, Commerce, Health, the Ohio Emergency Management Agency and Environmental Protection Agency as well as the Public Commission of Ohio are required to maintain a comprehensive policy for state action in case of nuclear power accidents.

## Department of Agriculture

### 4P70 700610 Food Safety Inspection

FY 2010 Actual	FY 2011 Actual	FY 2012 Actual	FY 2013 Estimate	FY 2014 Introduced	FY 2015 Introduced
\$960,228	\$869,856	\$805,147	\$1,012,489	<b>\$1,017,328</b>	<b>\$1,017,328</b>
	-9.4%	-7.4%	25.8%	<b>0.5%</b>	<b>0.0%</b>

**Source:** State Special Revenue Fund Group: Testing fees collected by local health departments for food sampling; license fees from wholesale bakeries, soft drink bottlers, canneries, frozen food establishments, cold storage warehouses, and syrup and extracts manufacturers for each retail food establishment license issued; and registration fees for all licensed and inspected food processing establishments

**Legal Basis:** ORC 911.02, 925, 3715, and 3717; Section 211.10 of Am. Sub. H.B. 153 of the 129th G.A.

**Purpose:** This line item is used to carry out the duties of the Division of Food Safety. The Division provides a comprehensive farm to table approach to ensure a safe food supply through surveillance, sampling, inspection, consultation, technical assistance and training. Regulatory responsibilities are enforced in food processing plants, wholesale storage and distribution sites; retail facilities; and facilities that sell and distribute over-the-counter drugs, dietary supplements, and cosmetics. The Division's customers include the general public (household consumers), the food industry, and 124 local health departments within the state, other state agencies, and the federal government. Testing is done at the agency's Consumer Analytical Laboratory.

### 4R00 700636 Ohio Proud Marketing

FY 2010 Actual	FY 2011 Actual	FY 2012 Actual	FY 2013 Estimate	FY 2014 Introduced	FY 2015 Introduced
\$9,953	\$6,510	\$25,235	\$30,500	<b>\$45,500</b>	<b>\$45,500</b>
	-34.6%	287.6%	20.9%	<b>49.2%</b>	<b>0.0%</b>

**Source:** State Special Revenue Fund Group: \$100 license fee paid by companies; proceeds from the sale of promotional items

**Legal Basis:** ORC 901.17(I); Section 211.10 of Am. Sub. H.B. 153 of the 129th G.A.

**Purpose:** This line item provides approximately 38% of the funding for the Ohio Proud program, established in 1993 to market Ohio agricultural products. A majority of these activities are supported by GRF appropriation item 700404, Ohio Proud. Currently, there are approximately 478 participants in the Ohio Proud Program.

## Department of Agriculture

### 4R20 700637 Dairy Industry Inspection

FY 2010 Actual	FY 2011 Actual	FY 2012 Actual	FY 2013 Estimate	FY 2014 Introduced	FY 2015 Introduced
\$1,762,004	\$1,741,391	\$1,645,548	\$1,694,624	<b>\$1,738,247</b>	<b>\$1,738,247</b>
	-1.2%	-5.5%	3.0%	<b>2.6%</b>	<b>0.0%</b>

**Source:** State Special Revenue Fund Group: Licensing and milk inspection fees

**Legal Basis:** ORC 917.07; Section 211.10 of Am. Sub. H.B. 153 of the 129th G.A.

**Purpose:** The line item supports the agency's Dairy Inspection Program in conjunction with GRF appropriation item 700403, Dairy Division. The program ensures that the milk and dairy products produced, processed and transported in Ohio are sanitary and safe for consumption.

### 4T60 700611 Poultry and Meat Inspection

FY 2010 Actual	FY 2011 Actual	FY 2012 Actual	FY 2013 Estimate	FY 2014 Introduced	FY 2015 Introduced
\$56,260	\$14,289	\$366	\$82,500	<b>\$120,000</b>	<b>\$120,000</b>
	-74.6%	-97.4%	22,442.8%	<b>45.5%</b>	<b>0.0%</b>

**Source:** State Special Revenue Fund Group: License fees, fines, and penalties from meat and poultry establishments

**Legal Basis:** ORC 918.15; Section 211.10 of Am. Sub. H.B. 153 of the 129th G.A.

**Purpose:** This line item supports the administration and operation of the Department's meat and poultry inspection program. The Division of Meat Inspection requires establishments to be re-licensed annually.

### 4T70 700613 Ohio Proud International and Domestic Market Development

FY 2010 Actual	FY 2011 Actual	FY 2012 Actual	FY 2013 Estimate	FY 2014 Introduced	FY 2015 Introduced
\$2,496	\$4,912	\$28,093	\$11,517	<b>\$0</b>	<b>\$0</b>
	96.8%	471.9%	-59.0%	<b>-100%</b>	<b>N/A</b>

**Source:** State Special Revenue Fund Group: Reimbursements from departmental employees; fees paid by groups participating in trade missions

**Legal Basis:** ORC 901.20; Section 211.10 of Am. Sub. H.B. 153 of the 129th G.A.

**Purpose:** This line item is used to pay the advance expenses of employees who travel overseas on trade missions. Companies or individuals that pay for participation in trade missions may also pay to participate in these activities. These fees pay for trade promotion events, registration fees, and booth rental. This line item is also used to provide domestic and international promotion of Ohio's food and agricultural products. Information is provided to the public about the availability of locally grown and processed agricultural products. The program encourages agri-tourism opportunities to expand the understanding of agriculture in Ohio.

## Department of Agriculture

### 5780 700620 Ride Inspection Fees

FY 2010 Actual	FY 2011 Actual	FY 2012 Actual	FY 2013 Estimate	FY 2014 Introduced	FY 2015 Introduced
\$992,225	\$1,003,551	\$1,052,141	\$1,139,603	<b>\$1,175,142</b>	<b>\$1,175,142</b>
	1.1%	4.8%	8.3%	<b>3.1%</b>	<b>0.0%</b>

**Source:** State Special Revenue Fund Group: Fees for permits, inspections, and reinspections of amusement rides, and fines paid by violators of amusement ride operation regulations

**Legal Basis:** ORC 1711.50 through 1711.57; Section 211.10 of Am. Sub. H.B. 153 of the 129th G.A.

**Purpose:** This line item is used to oversee and enforce safety requirements for the operation of amusement rides. This line item also provides funding for an Amusement Ride Safety Advisory Board that studies subjects pertaining to ride safety and agency rules.

### 5880 700633 Brand Registration

FY 2010 Actual	FY 2011 Actual	FY 2012 Actual	FY 2013 Estimate	FY 2014 Introduced	FY 2015 Introduced
\$0	\$0	\$0	\$0	<b>\$5,000</b>	<b>\$5,000</b>
	N/A	N/A	N/A	<b>N/A</b>	<b>0.0%</b>

**Source:** State Special Revenue Fund Group: Licensing fees collected from registrants in Ohio

**Legal Basis:** As needed line item (originally established in ORC 947.06)

**Purpose:** This line item is used to record livestock brands and keep a central registry of brands used on livestock. Brands are registered infrequently; therefore, this line item rarely receives any appropriations.

### 5B80 700629 Auctioneers

FY 2010 Actual	FY 2011 Actual	FY 2012 Actual	FY 2013 Estimate	FY 2014 Introduced	FY 2015 Introduced
\$334,127	\$263,659	\$283,042	\$363,402	<b>\$340,000</b>	<b>\$340,000</b>
	-21.1%	7.4%	28.4%	<b>-6.4%</b>	<b>0.0%</b>

**Source:** State Special Revenue Fund Group: Licensing fees collected from auctioneers in Ohio

**Legal Basis:** ORC 4707.05; Section 211.10 of Am. Sub. H.B. 153 of the 129th G.A.

**Purpose:** This line item pays for operating expenses related to regulating the auctioneer industry. The Department licenses approximately 3,200 persons and firms involved in the auction industry annually.

## Department of Agriculture

### 5CP0 700652 License Plate Scholarships

FY 2010 Actual	FY 2011 Actual	FY 2012 Actual	FY 2013 Estimate	FY 2014 Introduced	FY 2015 Introduced
\$0	\$0	\$0	\$0	<b>\$10,000</b>	<b>\$10,000</b>
	N/A	N/A	N/A	<b>N/A</b>	<b>0.0%</b>

**Source:** State Special Revenue Fund Group: Gifts, grants, and bequests of monies

**Legal Basis:** Proposed in Section 211.10 of H.B. 59 of the 130th G.A.

**Purpose:** This line item has been used to help fund the Ohio Agriculture License Plate Scholarship Program, which is designed to benefit students who attend an institution of higher learning located in this state and are enrolled in a program that is related to agriculture.

### 5FC0 700648 Plant Pest Program

FY 2010 Actual	FY 2011 Actual	FY 2012 Actual	FY 2013 Estimate	FY 2014 Introduced	FY 2015 Introduced
\$1,030,460	\$1,323,078	\$1,056,917	\$2,926,920	<b>\$1,190,000</b>	<b>\$1,190,000</b>
	28.4%	-20.1%	176.9%	<b>-59.3%</b>	<b>0.0%</b>

**Source:** State Special Revenue Fund Group: Fee revenue from nursery stock fees and inspections

**Legal Basis:** ORC 927.54; Section 211.10 of Am. Sub. H.B. 153 of the 129th G.A.

**Purpose:** This line item is used to pay the operational costs of inspection and certification of nursery stock producers for harmful pests and issuing phytosanitary certificates for inspected stock.

### 5H20 700608 Metrology Lab and Scale Certification

FY 2010 Actual	FY 2011 Actual	FY 2012 Actual	FY 2013 Estimate	FY 2014 Introduced	FY 2015 Introduced
\$863,598	\$357,190	\$416,407	\$628,594	<b>\$552,000</b>	<b>\$552,000</b>
	-58.6%	16.6%	51.0%	<b>-12.2%</b>	<b>0.0%</b>

**Source:** State Special Revenue Fund Group: Fees paid by private companies for the lab's calibration and measuring device certification services

**Legal Basis:** ORC 1327.48 and 1327.50; Section 211.10 of Am. Sub. H.B. 153 of the 129th G.A. (originally established by Am. Sub. H.B. 283 of the 123rd G.A.)

**Purpose:** This line item provides funding for operation of the metrology laboratory to certify and ensure the accuracy of secondary weights and measures standards maintained by state, county, and city officials, as well as commercial and industrial clients.

## Department of Agriculture

### 5HP0 700656 Livestock Care Standards Board

FY 2010 Actual	FY 2011 Actual	FY 2012 Actual	FY 2013 Estimate	FY 2014 Introduced	FY 2015 Introduced
\$0	\$250,814	\$27,336	\$71,338	<b>\$0</b>	<b>\$0</b>
	N/A	-89.1%	161.0%	<b>-100%</b>	<b>N/A</b>

**Source:** State Special Revenue Fund Group: Transfers from various other Department of Agriculture funds; donations and gifts of money

**Legal Basis:** ORC 904.06(B); Section 211.10 of Am. Sub. H.B. 153 of the 129th G.A. (established by Controlling Board on May 10, 2010)

**Purpose:** This line item is used to pay all salaries, board member reimbursements, service contract costs and other expenses associated with the 13-member Livestock Care Standards Board, as well as any other Department of Agriculture employees that assist the Board in fulfilling its duties. The Board is responsible for the development of policies concerning livestock care best practices, biosecurity, animal disease prevention, and food safety.

### 5L80 700604 Livestock Management Program

FY 2010 Actual	FY 2011 Actual	FY 2012 Actual	FY 2013 Estimate	FY 2014 Introduced	FY 2015 Introduced
\$144,427	\$218,203	\$186,984	\$100,000	<b>\$145,000</b>	<b>\$145,000</b>
	51.1%	-14.3%	-46.5%	<b>45.0%</b>	<b>0.0%</b>

**Source:** State Special Revenue Fund Group: Application fees, permit fees, civil fines, and money recouped to offset hazardous abatement expenses

**Legal Basis:** ORC 903.19; Section 211.10 of Am. Sub. H.B. 153 of the 129th G.A. (originally established in Sub. S.B. 141 of the 123rd G.A.)

**Purpose:** This line item is used to administer emergency remediation for any water quality problems that cannot be accomplished quickly by enforcement actions.

### 5MA0 700657 Dangerous & Restricted Animals

FY 2010 Actual	FY 2011 Actual	FY 2012 Actual	FY 2013 Estimate	FY 2014 Introduced	FY 2015 Introduced
\$0	\$0	\$0	\$0	<b>\$195,000</b>	<b>\$195,000</b>
	N/A	N/A	N/A	<b>N/A</b>	<b>0.0%</b>

**Source:** State Special Revenue Fund Group: Permit fees from owners of dangerous wild animals

**Legal Basis:** ORC 935.07 (originally established in Sub. S.B. 310 of the 129th G.A.)

**Purpose:** This line item will be used in conjunction with GRF appropriation item 700426, Dangerous and Restricted Animals, to pay the operational costs of the Dangerous and Restricted Animal Program, including staffing costs, inspection costs, and facility maintenance. The department will begin collecting permit revenues in January of 2014.

## Department of Agriculture

### 5U10 700624 Auction Recovery Fund

FY 2010 Actual	FY 2011 Actual	FY 2012 Actual	FY 2013 Estimate	FY 2014 Introduced	FY 2015 Introduced
\$18,364	\$135	\$5,752	\$0	\$0	\$0
	-99.3%	4,172.6%	-100%	N/A	N/A

**Source:** State Special Revenue Fund Group: Moneys transferred from the Auctioneers Fund, a portion of license fees, repayments by licensed auctioneers for judgments made against them, and earned interest

**Legal Basis:** As needed line item (originally established in ORC 4707.25 and 4707.26 by Sub. S.B. 262 of the 124th G.A.)

**Purpose:** This line item receives appropriations by the Controlling Board, as needed, to make payments to those who have been awarded a final judgment against someone licensed under the Auctioneer Law. The Department's Enforcement Division investigates complaints involving auctioneers. Funding for recovery may be issued by the Director or by a court.

### 6520 700634 Animal and Consumer Analytical Laboratory

FY 2010 Actual	FY 2011 Actual	FY 2012 Actual	FY 2013 Estimate	FY 2014 Introduced	FY 2015 Introduced
\$4,206,434	\$4,110,149	\$4,183,136	\$4,238,001	\$4,966,383	\$4,966,383
	-2.3%	1.8%	1.3%	17.2%	0.0%

**Source:** State Special Revenue Fund Group: Fees received for laboratory services

**Legal Basis:** ORC 901.43; Section 211.10 of Am. Sub. H.B. 153 of the 129th G.A.

**Purpose:** The line item is used to support the operation of the Consumer Analytical Laboratory (CAL) and the Animal Disease Diagnostic Laboratory (ADDL). CAL tests assure food, dairy, meat, pesticide and fertilizer samples collected and submitted by regulatory divisions comply with the agency's feed, food commodity, and food safety regulations and standards. The ADDL is a full service veterinary diagnostic laboratory that conducts a variety of testing procedures on samples from livestock producers.

### 6690 700635 Pesticide, Fertilizer, and Lime Inspection Program

FY 2010 Actual	FY 2011 Actual	FY 2012 Actual	FY 2013 Estimate	FY 2014 Introduced	FY 2015 Introduced
\$2,920,331	\$2,627,059	\$3,320,516	\$4,464,171	\$3,418,041	\$3,418,041
	-10.0%	26.4%	34.4%	-23.4%	0.0%

**Source:** State Special Revenue Fund Group: Fees charged to pesticide dealers and applicators

**Legal Basis:** ORC 921.22; Section 211.10 of Am. Sub. H.B. 153 of the 129th G.A.

**Purpose:** This line item is used to register pesticides, license applicators, test applicators, perform routine pesticide inspections, investigate citizen complaints and enforce the state and federal pesticide laws.

## Department of Agriculture

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### Clean Ohio Conservation Fund

#### 7057 700632 Clean Ohio Agricultural Easement

FY 2010 Actual	FY 2011 Actual	FY 2012 Actual	FY 2013 Estimate	FY 2014 Introduced	FY 2015 Introduced
\$171,414	\$183,904	\$190,073	\$310,000	<b>\$310,000</b>	<b>\$310,000</b>
	7.3%	3.4%	63.1%	<b>0.0%</b>	<b>0.0%</b>

**Source:** Clean Ohio Conservation Fund: Interest earned on Clean Ohio Revitalization Fund

**Legal Basis:** ORC 901.21; Section 211.10 of Am. Sub. H.B. 153 of the 129th G.A. (originally established by Am. Sub. H.B. 3 of the 124th G.A.)

**Purpose:** This line item is used by the Department of Agriculture to administer agricultural easements in relation to the Clean Ohio bond fund.

# FY 2014 - FY 2015 Introduced Appropriation Amounts

# All Fund Groups

Line Item Detail by Agency			FY 2012	Estimate FY 2013	Introduced FY 2014	FY 2013 to FY 2014 % Change	Introduced FY 2015	FY 2014 to FY 2015 % Change
<b>Report For Main Operating Appropriations Bill</b>			<b>Version: As Introduced</b>					
<b>AGR Department of Agriculture</b>								
GRF	700401	Animal Disease Control	\$ 3,924,612	\$ 3,936,687	\$ 3,936,687	0.00%	\$ 3,936,687	0.00%
GRF	700403	Dairy Division	\$ 1,087,508	\$ 1,088,115	\$ 1,088,115	0.00%	\$ 1,088,115	0.00%
GRF	700404	Ohio Proud	\$ 62,863	\$ 50,000	\$ 50,000	0.00%	\$ 50,000	0.00%
GRF	700406	Consumer Analytical Lab	\$ 1,282,366	\$ 1,287,556	\$ 1,287,556	0.00%	\$ 1,287,556	0.00%
GRF	700407	Food Safety	\$ 848,111	\$ 848,792	\$ 848,792	0.00%	\$ 848,792	0.00%
GRF	700409	Farmland Preservation	\$ 72,324	\$ 72,750	\$ 72,750	0.00%	\$ 72,750	0.00%
GRF	700411	International Trade and Market Development	\$ 12,740	\$ 0	\$ 0	N/A	\$ 0	N/A
GRF	700412	Weights and Measures	\$ 649,926	\$ 600,000	\$ 600,000	0.00%	\$ 600,000	0.00%
GRF	700415	Poultry Inspection	\$ 395,790	\$ 392,978	\$ 392,978	0.00%	\$ 392,978	0.00%
GRF	700418	Livestock Regulation Program	\$ 1,066,975	\$ 1,108,071	\$ 1,108,071	0.00%	\$ 1,108,071	0.00%
GRF	700424	Livestock Testing and Inspections	\$ 98,615	\$ 102,770	\$ 102,770	0.00%	\$ 102,770	0.00%
GRF	700426	Dangerous and Restricted Animals	\$ 0	\$ 500,000	\$ 800,000	60.00%	\$ 800,000	0.00%
GRF	700427	High Volume Breeder Kennel Control	\$ 0	\$ 0	\$ 400,000	N/A	\$ 200,000	-50.00%
GRF	700499	Meat Inspection Program - State Share	\$ 4,053,420	\$ 4,175,097	\$ 4,175,097	0.00%	\$ 4,175,097	0.00%
GRF	700501	County Agricultural Societies	\$ 387,170	\$ 391,415	\$ 391,415	0.00%	\$ 391,415	0.00%
<b>General Revenue Fund Total</b>			<b>\$ 13,942,419</b>	<b>\$ 14,554,231</b>	<b>\$ 15,254,231</b>	<b>4.81%</b>	<b>\$ 15,054,231</b>	<b>-1.31%</b>
5DA0	700644	Laboratory Administration Support	\$ 899,474	\$ 920,000	\$ 1,115,000	21.20%	\$ 1,115,000	0.00%
5GH0	700655	Central Support Indirect Cost	\$ 4,026,925	\$ 4,074,000	\$ 4,368,013	7.22%	\$ 4,404,073	0.83%
<b>General Services Fund Group Total</b>			<b>\$ 4,926,399</b>	<b>\$ 4,994,000</b>	<b>\$ 5,483,013</b>	<b>9.79%</b>	<b>\$ 5,519,073</b>	<b>0.66%</b>
3260	700618	Meat Inspection Program - Federal Share	\$ 4,041,122	\$ 4,527,921	\$ 4,450,000	-1.72%	\$ 4,450,000	0.00%
3360	700617	Ohio Farm Loan Revolving Fund	\$ 358,218	\$ 68,314	\$ 150,000	119.57%	\$ 150,000	0.00%
3820	700601	Cooperative Contracts	\$ 4,359,221	\$ 4,500,000	\$ 4,500,000	0.00%	\$ 4,500,000	0.00%
3AB0	700641	Agricultural Easement	\$ 20,346	\$ 6,113,520	\$ 1,000,000	-83.64%	\$ 1,000,000	0.00%
3J40	700607	Indirect Cost	\$ 1,031,126	\$ 1,000,000	\$ 1,100,000	10.00%	\$ 1,100,000	0.00%
3R20	700614	Federal Plant Industry	\$ 2,588,685	\$ 5,584,800	\$ 1,606,000	-71.24%	\$ 1,606,000	0.00%

Prepared by the Legislative Service Commission

## FY 2014 - FY 2015 Introduced Appropriation Amounts

## All Fund Groups

Line Item Detail by Agency			FY 2012	Estimate FY 2013	Introduced FY 2014	FY 2013 to FY 2014 % Change	Introduced FY 2015	FY 2014 to FY 2015 % Change
<b>AGR Department of Agriculture</b>								
<b>Federal Special Revenue Fund Group Total</b>			<b>\$ 12,398,718</b>	<b>\$ 21,794,555</b>	<b>\$ 12,806,000</b>	<b>-41.24%</b>	<b>\$ 12,806,000</b>	<b>0.00%</b>
4900	700651	License Plates - Sustainable Agriculture	\$ 0	\$ 0	\$ 10,000	N/A	\$ 10,000	0.00%
4940	700612	Agricultural Commodity Marketing Program	\$ 226,019	\$ 220,000	\$ 218,000	-0.91%	\$ 213,000	-2.29%
4960	700626	Ohio Grape Industries	\$ 839,261	\$ 846,611	\$ 970,000	14.57%	\$ 970,000	0.00%
4970	700627	Commodity Handlers Regulatory Program	\$ 461,147	\$ 482,672	\$ 482,672	0.00%	\$ 482,672	0.00%
4980	700628	Commodity Indemnity Fund	\$ 4,182,901	\$ 0	\$ 0	N/A	\$ 0	N/A
4C90	700605	Commercial Feed and Seed	\$ 1,688,986	\$ 1,816,897	\$ 1,760,000	-3.13%	\$ 1,760,000	0.00%
4D20	700609	Auction Education	\$ 15,441	\$ 41,000	\$ 35,000	-14.63%	\$ 35,000	0.00%
4E40	700606	Utility Radiological Safety	\$ 120,674	\$ 131,785	\$ 130,000	-1.35%	\$ 130,000	0.00%
4P70	700610	Food Safety Inspection	\$ 805,147	\$ 1,012,489	\$ 1,017,328	0.48%	\$ 1,017,328	0.00%
4R00	700636	Ohio Proud Marketing	\$ 25,235	\$ 30,500	\$ 45,500	49.18%	\$ 45,500	0.00%
4R20	700637	Dairy Industry Inspection	\$ 1,645,548	\$ 1,694,624	\$ 1,738,247	2.57%	\$ 1,738,247	0.00%
4T60	700611	Poultry and Meat Inspection	\$ 366	\$ 82,500	\$ 120,000	45.45%	\$ 120,000	0.00%
4T70	700613	Ohio Proud International and Domestic Market Development	\$ 28,093	\$ 11,517	\$ 0	-100.00%	\$ 0	N/A
5780	700620	Ride Inspection Fees	\$ 1,052,141	\$ 1,139,603	\$ 1,175,142	3.12%	\$ 1,175,142	0.00%
5880	700633	Brand Registration	\$ 0	\$ 0	\$ 5,000	N/A	\$ 5,000	0.00%
5B80	700629	Auctioneers	\$ 283,042	\$ 363,402	\$ 340,000	-6.44%	\$ 340,000	0.00%
5CP0	700652	License Plate Scholarships	\$ 0	\$ 0	\$ 10,000	N/A	\$ 10,000	0.00%
5FC0	700648	Plant Pest Program	\$ 1,056,917	\$ 2,926,920	\$ 1,190,000	-59.34%	\$ 1,190,000	0.00%
5H20	700608	Metrology Lab and Scale Certification	\$ 416,407	\$ 628,594	\$ 552,000	-12.18%	\$ 552,000	0.00%
5HP0	700656	Livestock Care Standards Board	\$ 27,336	\$ 71,338	\$ 0	-100.00%	\$ 0	N/A
5L80	700604	Livestock Management Program	\$ 186,984	\$ 100,000	\$ 145,000	45.00%	\$ 145,000	0.00%
5MA0	700657	Dangerous & Restricted Animals	\$ 0	\$ 0	\$ 195,000	N/A	\$ 195,000	0.00%
5U10	700624	Auction Recovery Fund	\$ 5,752	\$ 0	\$ 0	N/A	\$ 0	N/A
6520	700634	Animal and Consumer Analytical Laboratory	\$ 4,183,136	\$ 4,238,001	\$ 4,966,383	17.19%	\$ 4,966,383	0.00%
6690	700635	Pesticide, Fertilizer, and Lime Inspection Program	\$ 3,320,516	\$ 4,464,171	\$ 3,418,041	-23.43%	\$ 3,418,041	0.00%
<b>State Special Revenue Fund Group Total</b>			<b>\$ 20,571,048</b>	<b>\$ 20,302,624</b>	<b>\$ 18,523,313</b>	<b>-8.76%</b>	<b>\$ 18,518,313</b>	<b>-0.03%</b>

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## FY 2014 - FY 2015 Introduced Appropriation Amounts

## All Fund Groups

Line Item Detail by Agency			FY 2012	Estimate FY 2013	Introduced FY 2014	FY 2013 to FY 2014 % Change	Introduced FY 2015	FY 2014 to FY 2015 % Change
<b>AGR Department of Agriculture</b>								
7057	700632	Clean Ohio Agricultural Easement	\$ 190,073	\$ 310,000	\$ 310,000	0.00%	\$ 310,000	0.00%
<b>Clean Ohio Conservation Fund Total</b>			<b>\$ 190,073</b>	<b>\$ 310,000</b>	<b>\$ 310,000</b>	<b>0.00%</b>	<b>\$ 310,000</b>	<b>0.00%</b>
<b>Department of Agriculture Total</b>			<b>\$ 52,028,657</b>	<b>\$ 61,955,410</b>	<b>\$ 52,376,557</b>	<b>-15.46%</b>	<b>\$ 52,207,617</b>	<b>-0.32%</b>

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