



# 125th MAINE LEGISLATURE

LD 1819

LR 2771(01)

## Resolve, Regarding Legislative Review of Chapter 26: Producer Margins, a Major Substantive Rule of the Maine Milk Commission

### Preliminary Fiscal Impact Statement for Original Bill

Sponsor: Rep. Edgecomb of Caribou

Committee: Agriculture, Conservation and Forestry

Fiscal Note Required: Yes

### Preliminary Fiscal Impact Statement

	FY 2011-12	FY 2012-13	Projections FY 2013-14	Projections FY 2014-15
<b>Net Cost (Savings)</b>				
General Fund	\$7,729,584	\$27,283,448	\$27,565,868	\$27,565,868
<b>Appropriations/Allocations</b>				
Other Special Revenue Funds	\$7,729,584	\$27,283,448	\$27,565,868	\$27,565,868
<b>Revenue</b>				
General Fund	(\$7,729,584)	(\$27,283,448)	(\$27,565,868)	(\$27,565,868)
Other Special Revenue Funds	\$7,729,584	\$27,283,448	\$27,565,868	\$27,565,868

#### Fiscal Detail and Notes

This legislation proposes to adopt the Maine Milk Commission rule which creates a 4-tiered system and updates target prices for each tier based upon the breakeven cost of production used to make payouts through the Dairy Stabilization Program and the Maine Milk Income Loss Contract. It would result in a decrease in General Fund revenue of \$7,729,584 in fiscal year 2011-12 and \$27,283,448 in fiscal year 2012-13 and a corresponding increase in Other Special Revenue Funds revenue to the Department of Agriculture, Food and Rural Resources. The department would require a corresponding increase in Other Special Revenue Funds allocation in order to make increased payouts through the program.