

RevEx Work Group

ISSUE 1

MARCH 8, 2016

Meeting Objectives and Discussion Questions

- Understand progress of subcommittees and next steps
- Understand ACM Fund revenues and expenditures
- Discussion and direction related to meeting questions:
 - Are the **overall** revenues for the ACM fund expenditures appropriate or should they be adjusted?
 - Are the **overall** revenue and expenditures by industry sector equitable and do they need to be?
 - If revenues need to be adjusted, what are your thoughts on the most palatable place(s) to make these adjustments?

Review of Overall Project

- Looking at ACM Fund and ACCP Fund revenues and expenditures
- Focusing on 8 major issues
- “Committee of the Whole” on Issue #1
- Four subcommittees addressing the other 7 issues
- Many participants are issue-specific; over 50 different participants

Pesticide Registration (Issue 2 & 3)

- Met on October 21
- Included 5 additional participants
- Discussed several different scenarios for pesticide registration
- Consensus to pursue a flat fee option
- Conducted survey of all registrants -- 218 of 650 responded
- High support for flat fee. . . but concern over the possible fee size
- Support either keeping current registration cycle or moving to July 1
- No solid direction on 25 (b) pesticides

ACCP Subcommittee (Issues 4 & 5)

- Met November 12, January 6 & February 22
- Included 6 additional participants
- Most want to continue the ACCP Fund
- Discussed ideas for a new funding structure & other changes
- DATCP presented a proposal based on feedback
- Members are vetting the proposal with their organizations
- May meet again to discuss possible refinements to the proposal

Feed Subcommittee (Issues 6 & 7)

- Expanded scope of subcommittee
- Included 13 additional participants
- Met on February 22
- Discussed concerns & confusion re: feed tonnage fees and reporting
- Discussed 3 possible ways to assess and collect inspection fees
- Consensus to assess a minimum tonnage fee for under 200 tons
- Will meet again on March 30

Fertilizer & Soil & Plant Additive Permits (Issue 8)

- Final subcommittee to meet
- Sent invites on February 27 to 20 possible participants
- Meeting date is being scheduled – hopefully early to mid-April
- Anticipate one meeting

Next Steps

- Finish subcommittee work by May
- Write report
- Reconvene participants in June/July to provide feedback on report
- Many different paths at that point
- Budget signed ~ July 1, 2017
- Implement any approved changes beginning July 1, 2017
- Update rules

ACM Fund --Refresher

MARCH 8, 2016

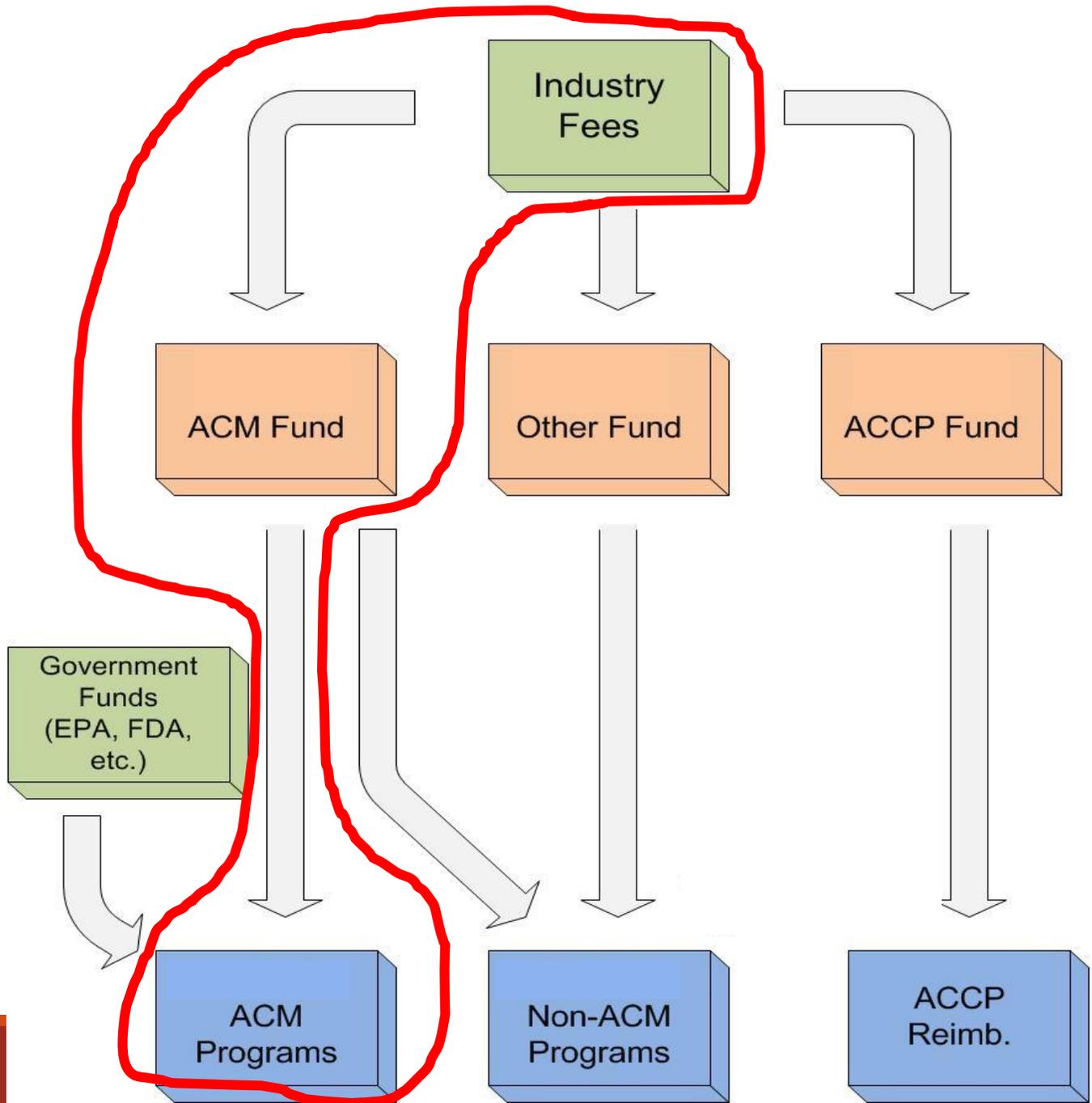
ACM Bureau Funds

2 Funds

Agrichemical Management (ACM)

Agricultural Chemical Cleanup Program (ACCP)

Revenue and Expenditures Flow



ACM Fund

	ACM Fund
Fund established	1989
Funding sources	Pesticide, feed, lime, fertilizer, & soil and plant additive (SPA) license, permit & tonnage fees
Uses	Operations – staff, travel, rent, IT, lab, etc.
Fluctuation	Low - Moderate
Tax Dollars (GPR)	\$0
Reserve	A reserve of 15-20% is required

ACM Fund Revenues & Expenditures, FY13-14

Opening Balance	\$6,090,315		
FY 13-14 Revenue Total	\$7,975,093		
Expenditures			
ACM Program		\$5,979,930	
Non-ACM Programs		\$1,763,293	
Expenditures Total		\$7,743,223	
FY 13-14 Ending Balance			\$6,322,185

ACM Fund Revenues & Expenditures, FY14-15

Opening Balance	\$6,322,185		
FY 14-15 Revenue Total	\$7,470,076		
Expenditures			
ACM Program		\$5,998,043	
Required Non-ACM Programs		\$815,990	
Expenditures Total		\$6,814,033	
FY 14-15 Ending Balance			\$6,978,228

ACM Fund

Non-ACM Program Uses, FY 14-15

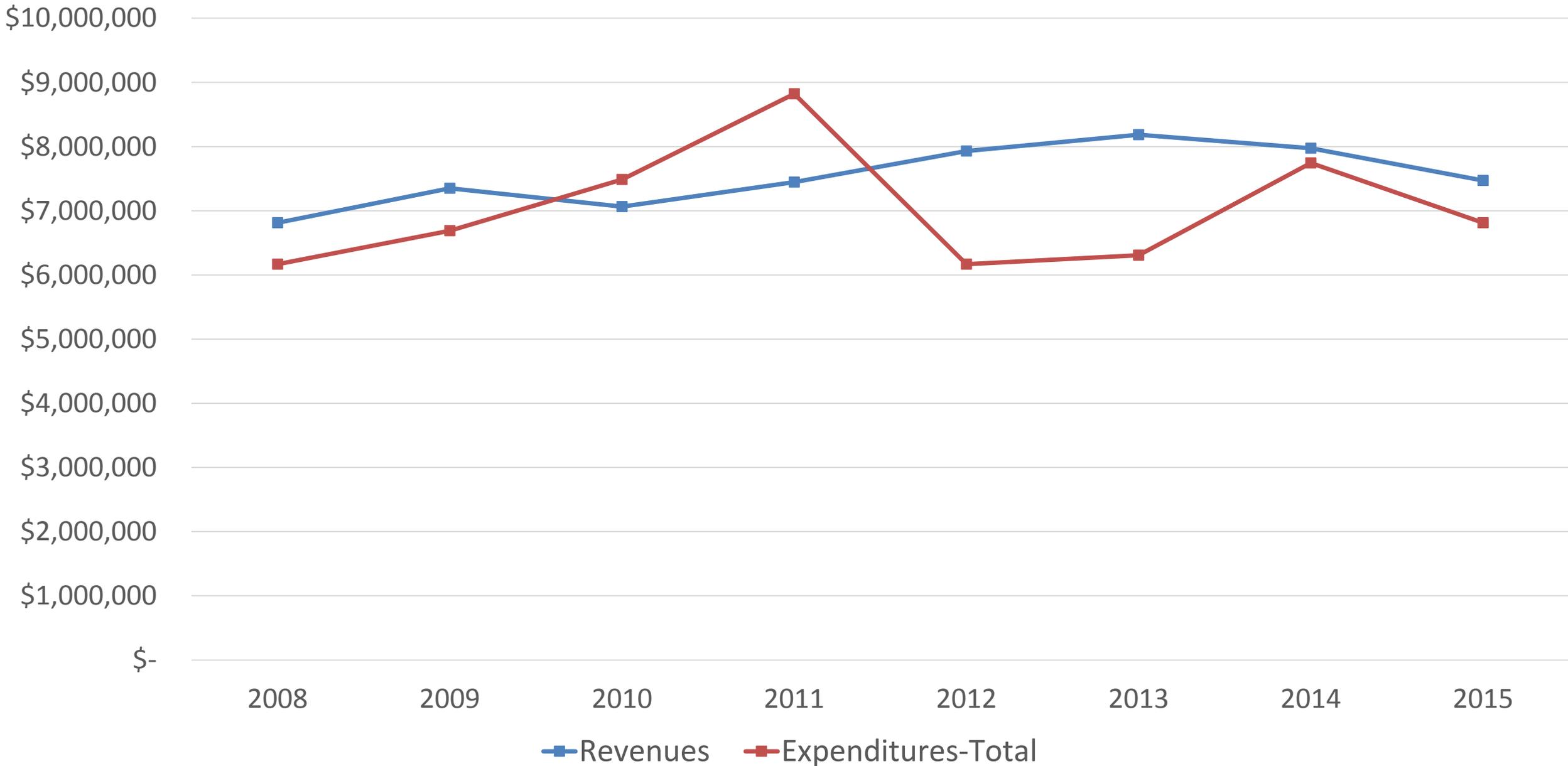
Non-ACM Program Expenditures	Amount
Animal Health Division	\$351,978
Discovery Farms	\$248,460
Ag in the Classroom	\$93,900
Grazing Grants (Final Payment)	\$121,652
Total FY14-15 Non-ACM Program Expenditures	\$815,990

Grant Revenue, FY 14-15

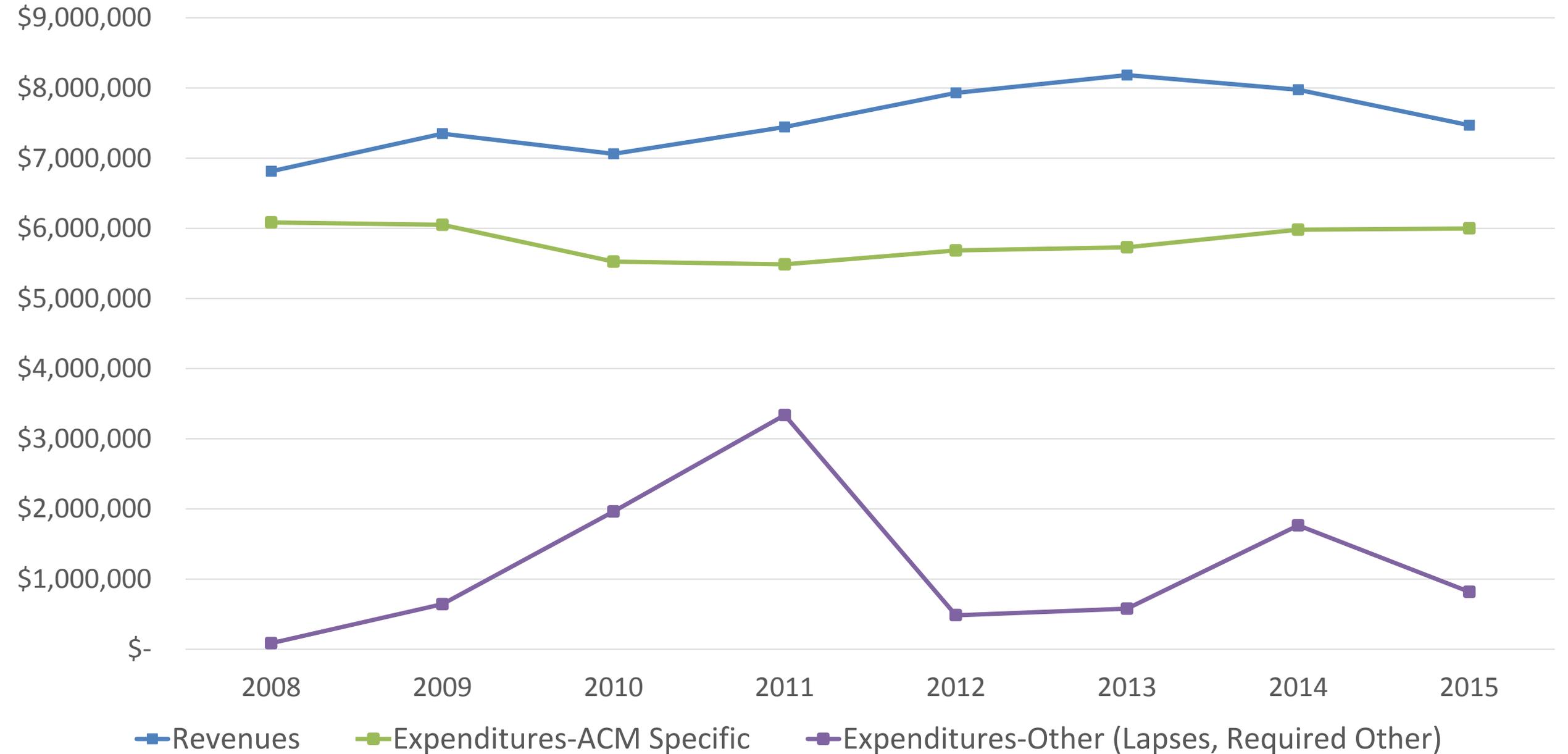
Not a part of the ACM Fund, but revenue is used to support ACM programs and staff.

<u>Source</u>	<u>Revenue</u>
EPA Pesticide Grant	\$619,133
USDA-FDA Medicated Feed Grant	\$111,672
TOTAL	\$730,805

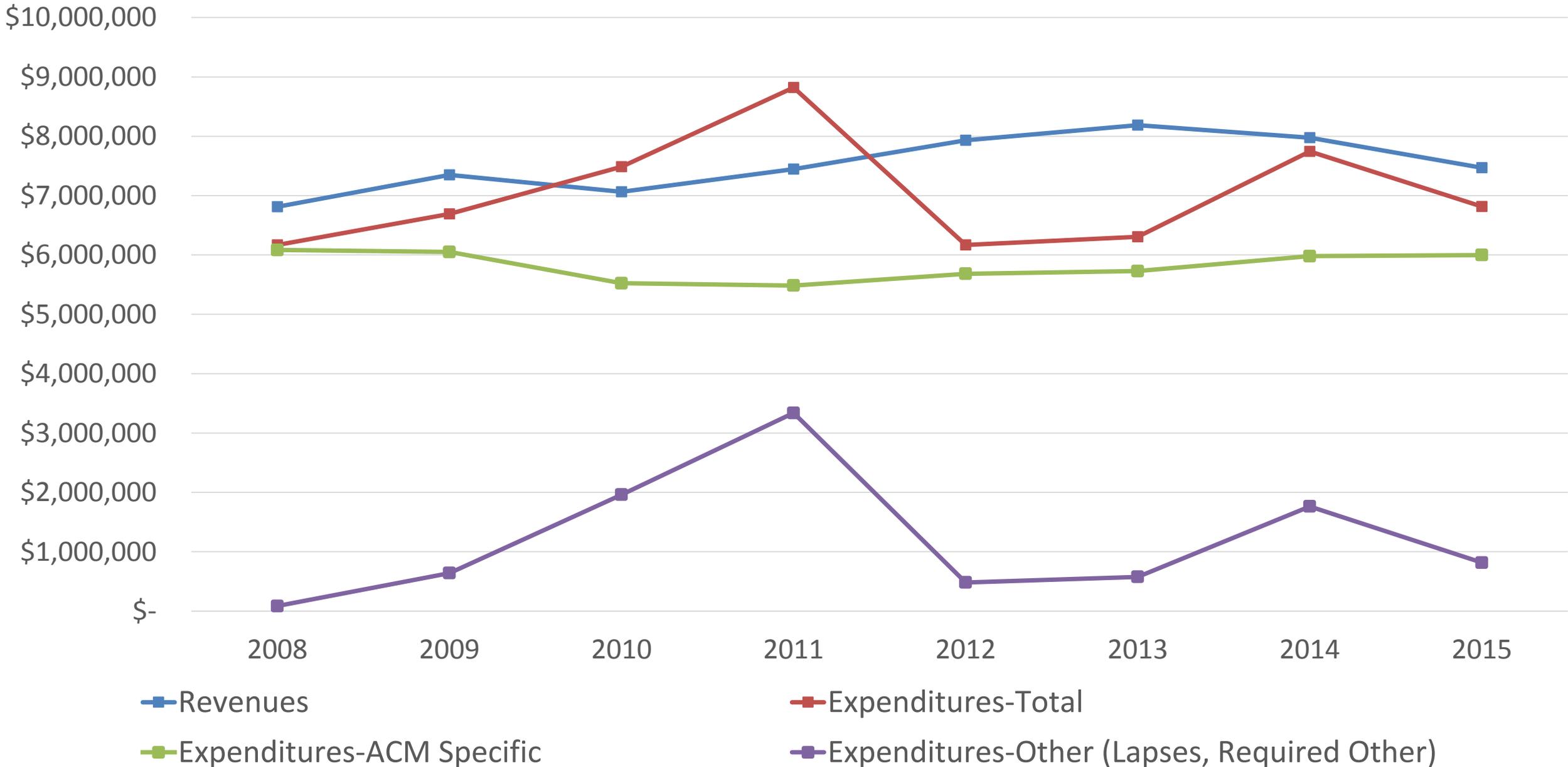
ACM Fund Revenues and Expenditures, 2008-2015



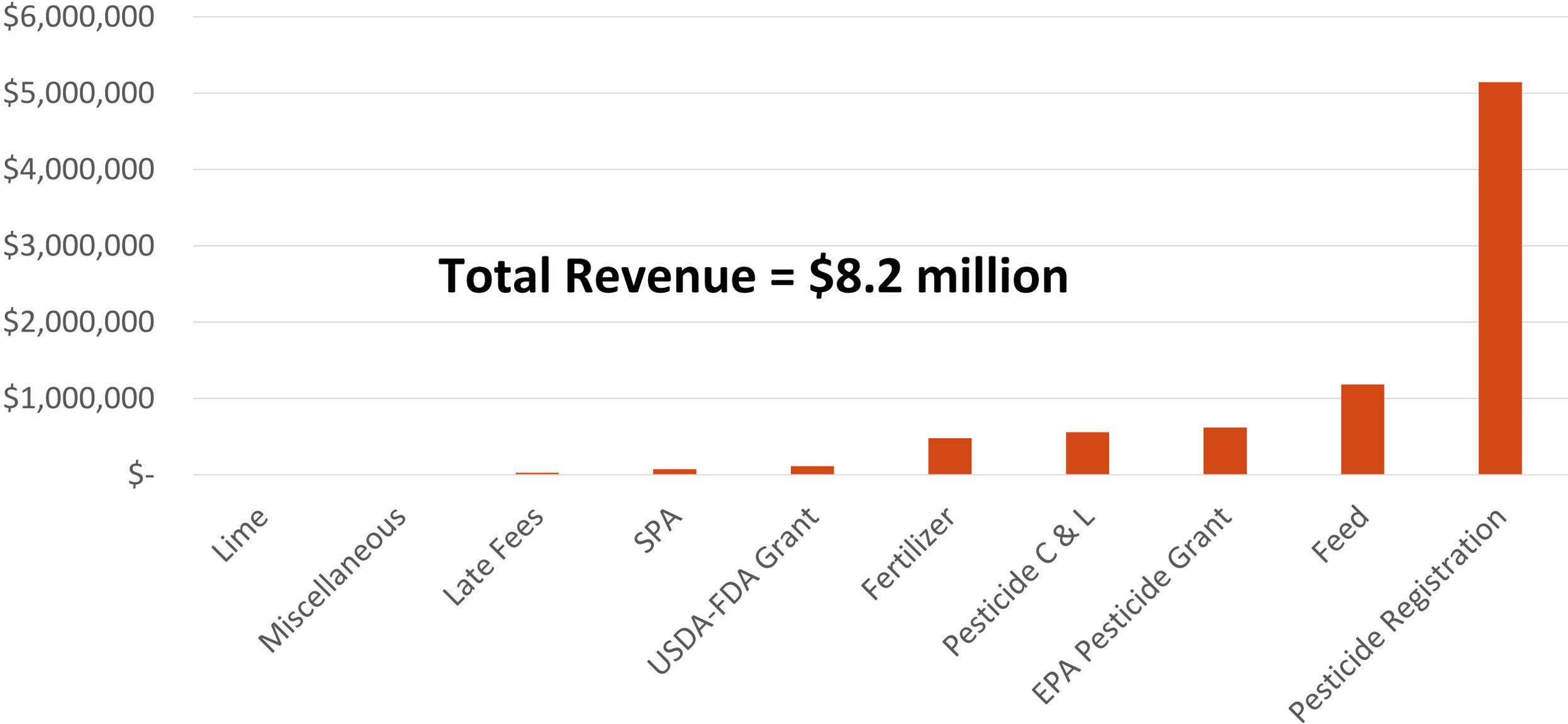
ACM Fund Revenues and Expenditures, 2008-2015



ACM Fund Revenues and Expenditures, 2008-2015

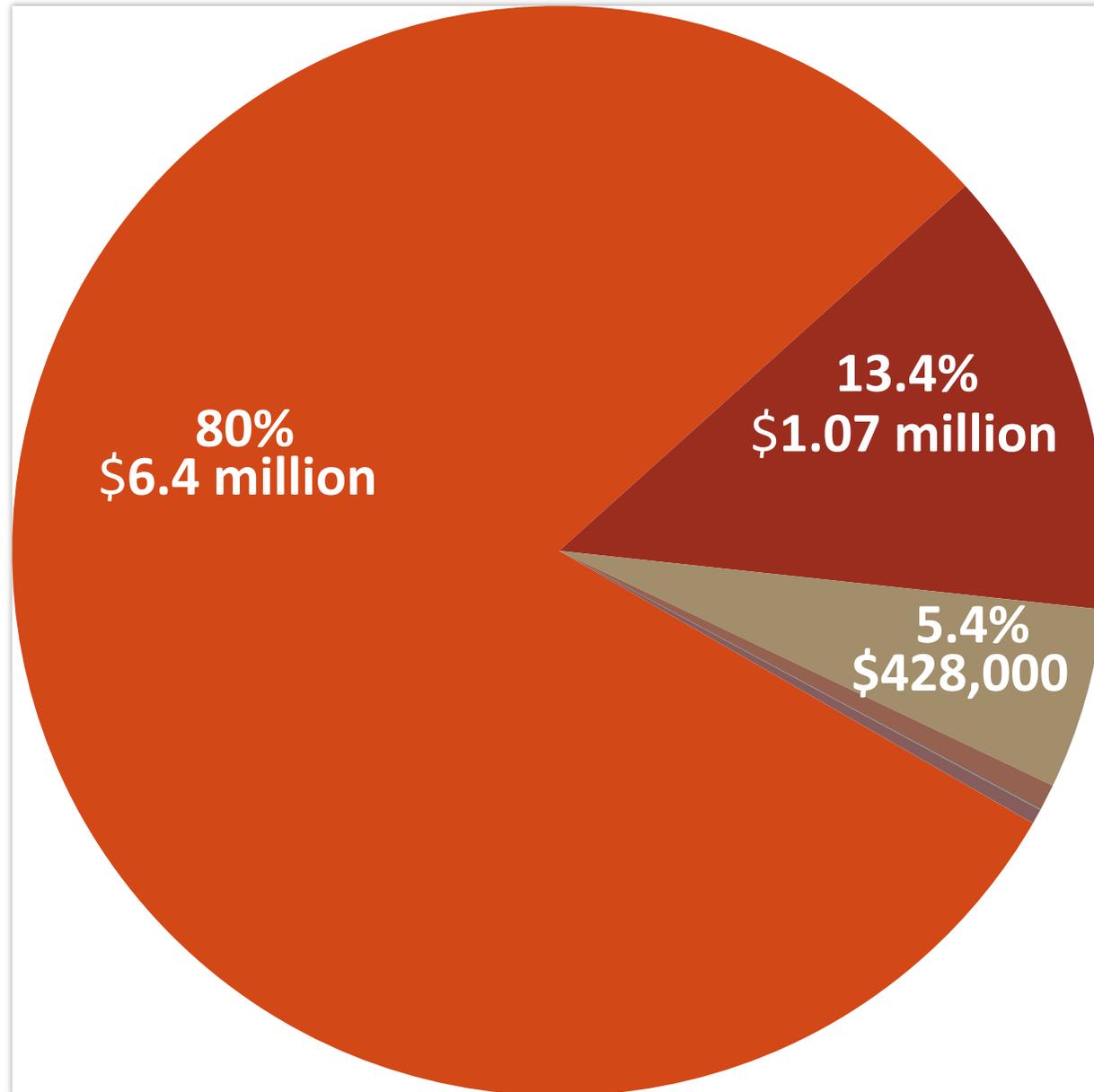


ACM Bureau *Operations* Total Revenue, FY2014-2015 (ACM Fund + Federal Grants)



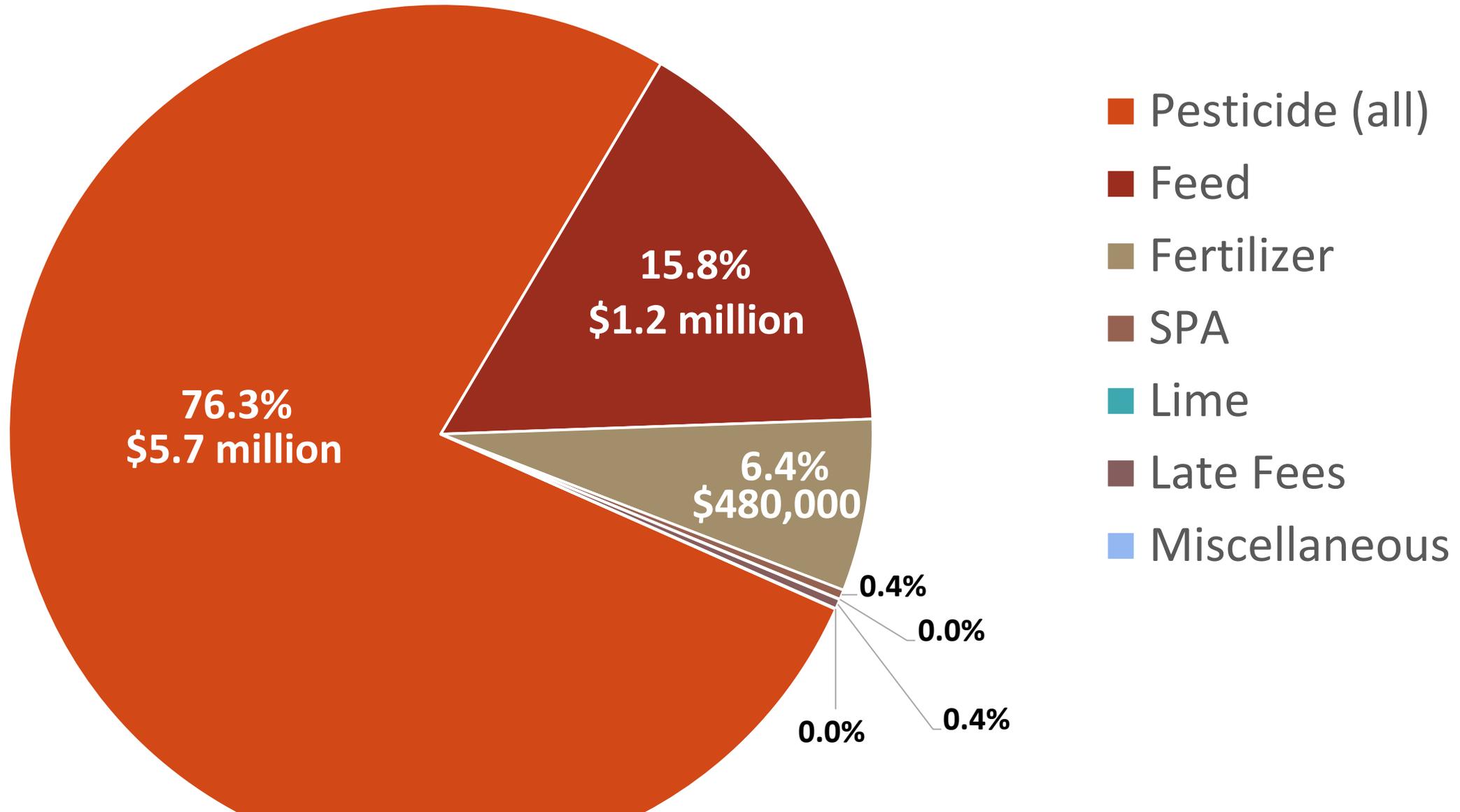
ACM Fund Revenues by Program

ACM Fund Revenues by Major Program Area, FY 13-14

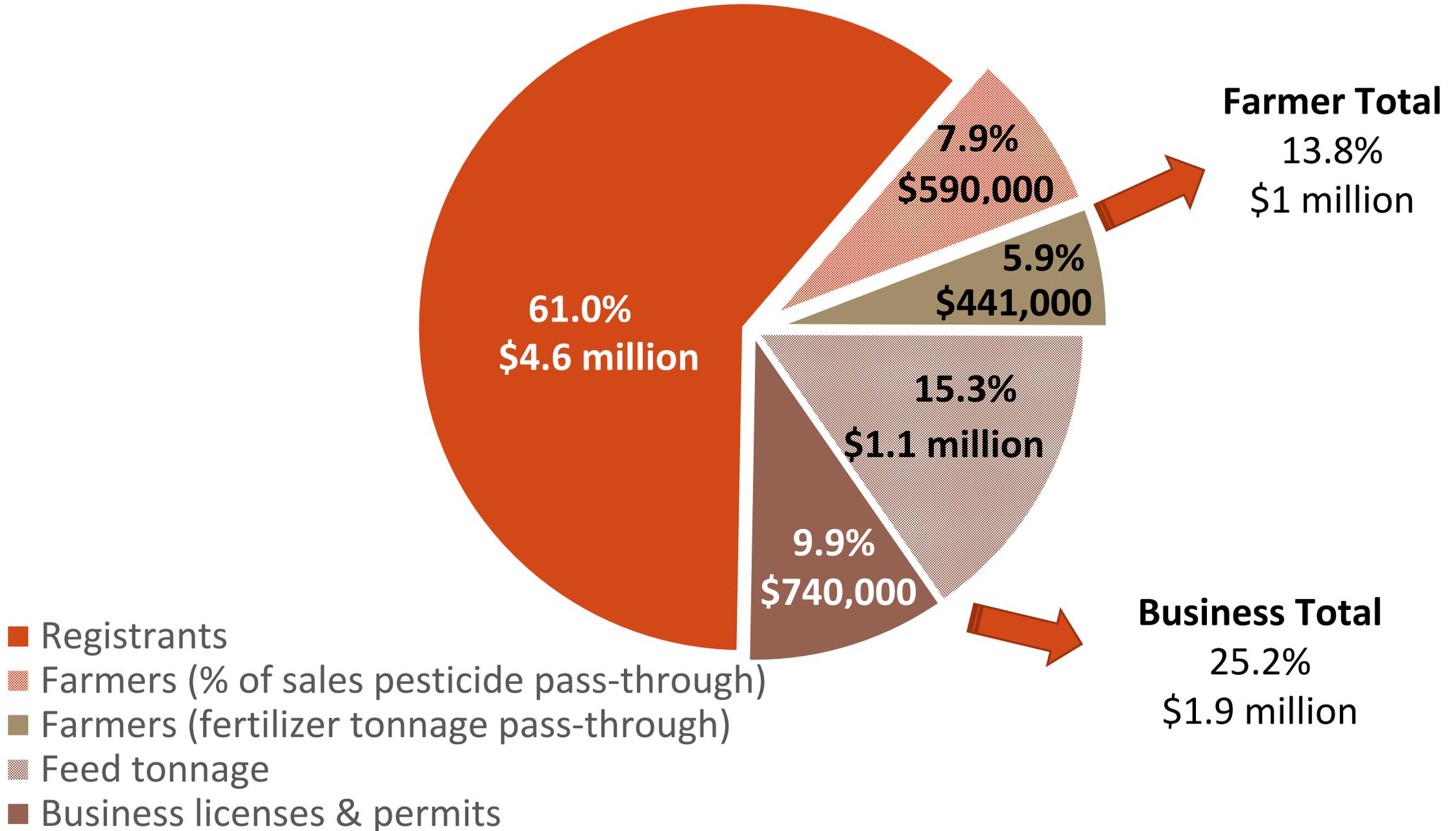


- Pesticide (all)
- Feed
- Fertilizer
- SPA
- Lime
- Late Fees
- Miscellaneous

ACM Fund Revenues by Major Program Area, FY14-15



ACM Fund Revenues by Industry Sector, FY14-15

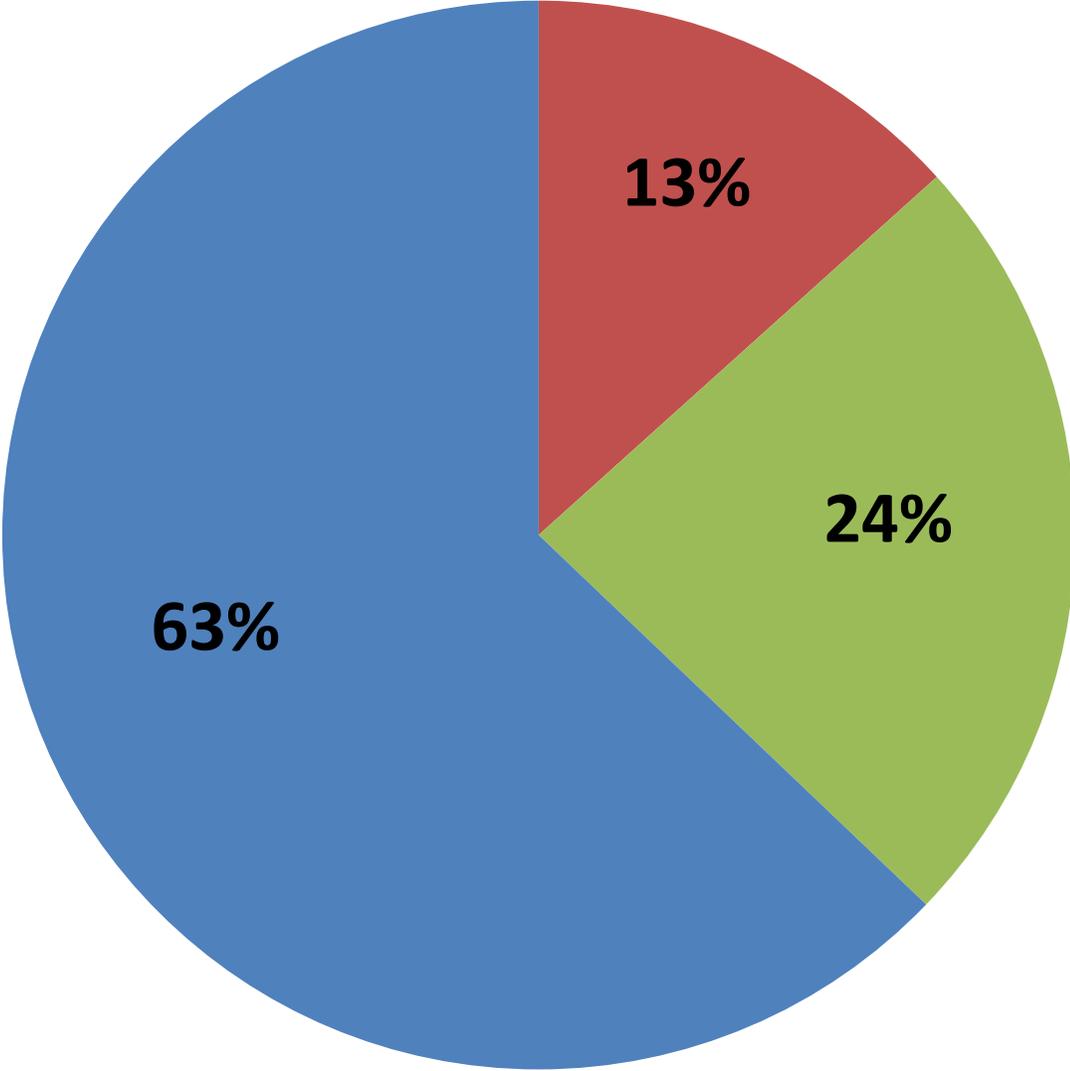


ACM Fund Expenditures

Expenditure Calculations

- ACM fund is integrated
- Used time reporting as a proxy
- Time reporting based on programs

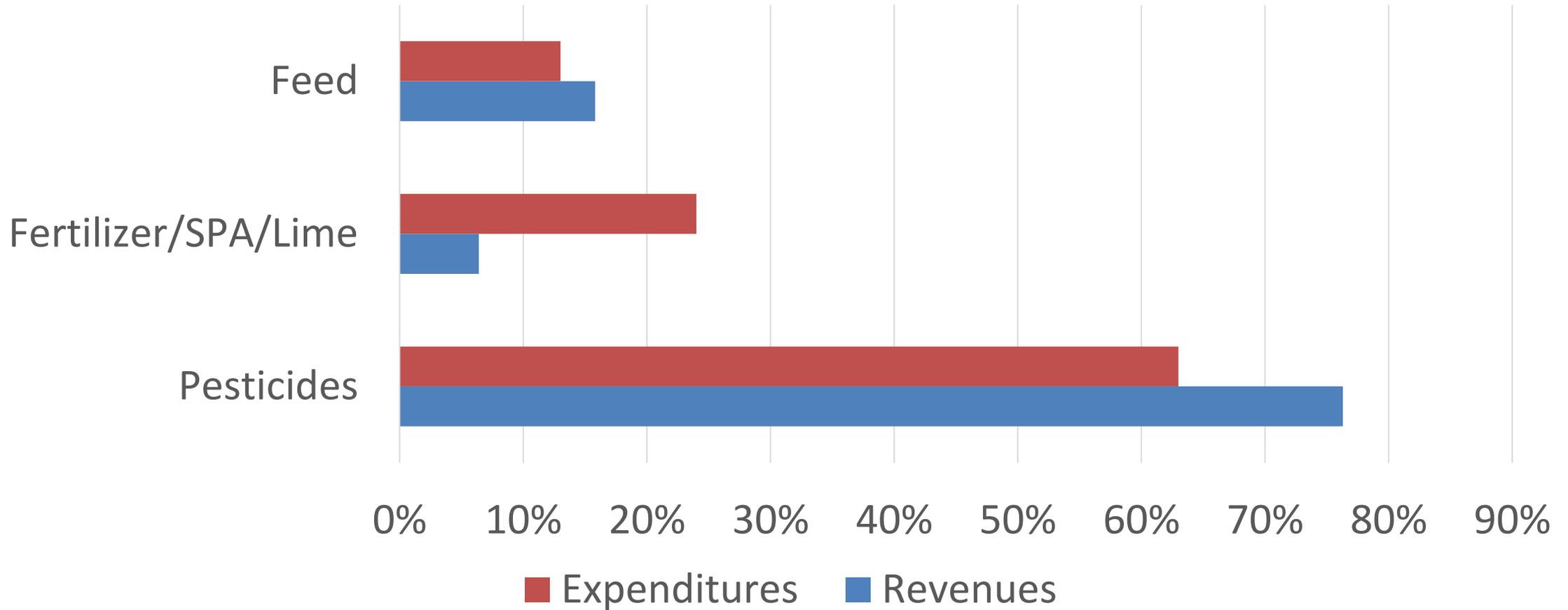
ACM Fund Program Expenditures, FY 14-15



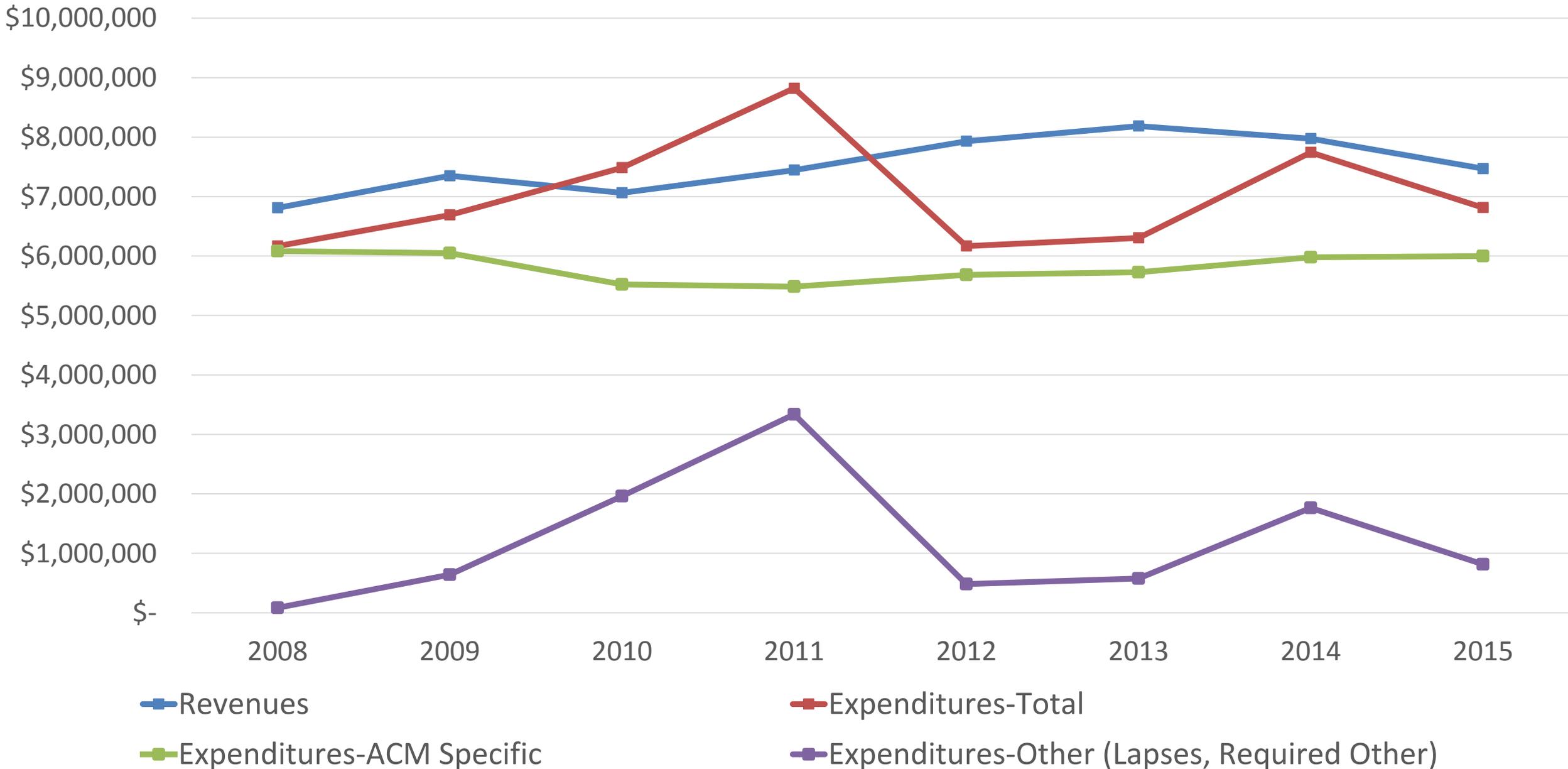
- Feed
- Fertilizer/SPA/Lime -- ALL
- Pesticides -- ALL

ACM Fund Revenues vs Expenditures

FY 14-15



ACM Fund Revenues and Expenditures, 2008-2015



Discussion Questions

- Are the overall revenues for the ACM fund expenditures appropriate or should they be adjusted?
- Are the overall revenue and expenditures by industry sector equitable and do they need to be?
- If revenues need to be adjusted, what are your thoughts on the most palatable place(s) to make these adjustments?