NOTE: As provided in LFC policy, this report is intended for use by the standing finance committees of the legislature. The Legislative Finance Committee does not assume responsibility for the accuracy of the information in this report when used in any other situation.

Only the most recent FIR version, excluding attachments, is available on the Intranet. Previously issued FIRs and attachments may be obtained from the LFC office in Suite 101 of the State Capitol Building North.

FISCAL IMPACT REPORT

| SPONSOR: | Salazar | DATE TYPED: | 02/19/01 | HB | 591 |
|-------------|-------------------|-------------|----------|------|--------|
| SHORT TITLE | Promote NM Apples | | | SB | |
| | | | ANALY | YST: | Dotson |

APPROPRIATION

| Appropriation Contained | | Estimated Additional Impact | | Recurring | Fund |
|-------------------------|----------------------|-----------------------------|------|------------|----------------------|
| FY01 | FY02 | FY01 | FY02 | or Non-Rec | Affected |
| | See Fiscal Impact | | | | See Fiscal Impact |

(Parenthesis () Indicate Expenditure Decreases)

Duplicates/Relates to Appropriation in The General Appropriation Act <u>Duplicates SB 394</u>

SOURCES OF INFORMATION

Department of Agriculture

SUMMARY

Synopsis of Bill

HB 591 repeals the Apple Commission Act and transfers assets and obligations to the New Mexico Department of Agriculture.

Significant Issues

The Department of Agriculture is currently promoting New Mexico apples. The assets of the New Mexico Apple Commission would increase this promotion.

PERFORMANCE IMPLICATIONS

According to the Department of Agriculture, apple promotion will increase by 25%.

FISCAL IMPLICATIONS

The Department of Agriculture assumes all the obligations of the New Mexico Apple Commission. It is unknown if outstanding debts or legal liabilities exist.

ADMINISTRATIVE IMPLICATIONS

House Bill 591 -- Page 2

According to the Department Of agriculture, their staff have been working on apple promotions. Existing staff will continue work to promote, sell, and market New Mexico apples. The estimated \$22,000 will be spent directly on promotion of apples.

POSSIBLE QUESTIONS

What kind of obligations does the Department of Agriculture assume?

Is the New Mexico Apple Commission going to get sued?

CF/njw