State of Rhode Island
Budget Office
Department of Administration

State Fiscal Note for Bill Number: 2016-H-7264

Date of State Budget Office Approval:
Date Requested: Friday, January 29, 2016
Date Due: Monday, February 08, 2016

<table>
<thead>
<tr>
<th>Impact on Expenditures</th>
<th>Impact on Revenues</th>
</tr>
</thead>
<tbody>
<tr>
<td>FY 2016</td>
<td>N/A</td>
</tr>
<tr>
<td>FY 2017</td>
<td>$0</td>
</tr>
<tr>
<td>FY 2018</td>
<td>$0</td>
</tr>
</tbody>
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Explanation by State Budget Office:
House bill H-7264 would amend §23-1-54 of the Rhode Island General Laws entitled “Fees payable to the Department of Health”. This legislation would change the name of the Food Business fee entitled “Food processors wholesale” to “In-State Food processors wholesale”, therefore restricting the issuance of this registration to in-state businesses only.

Comments on Sources of Funds:
Revenues generated by this registration fee are receipted by the Department of Health and deposited as general revenues.

Summary of Facts and Assumptions:
1) Section 2 of this legislation sets an effective date of July 1, 2017; therefore FY 2016 would not be impacted.
2) Only food wholesale businesses located outside of the State of Rhode Island and currently pay the Food Processors Wholesale fee to the state are affected.
3) The current fee for this annual registration is $500.00 and renewals are conducted on an annual basis the first day of October.
4) The Department projects the issuance of 581 registrations in FY 2016 to out-of-state wholesale food processors. Of that amount, 496 would be registration renewals and 85 would be new registration applications. The Department also projects that 581 registrations would be issued in FY 2017 as well.

Summary of Fiscal Impact:
Revenues:
FY 2016: N/A
FY 2017: ($290,500) ($500 x 581 registrations)
FY 2018: ($290,500) ($500 x 581 registrations)

Budget Office Signature: [Signature]
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Thursday, February 04, 2016