



HOUSE COMMITTEE ON APPROPRIATIONS

FISCAL NOTE

HOUSE BILL NO. 2456

PRINTERS NO. 2876

PRIME SPONSOR: Mustello

COST / (SAVINGS)

FUND	FY 2021/22	FY 2022/23
General Fund, Milk Marketing Fund	See Fiscal Impact	See Fiscal Impact

SUMMARY: House Bill 2456, Printer's Number 2876, amends the Milk Marketing Law to increase the amount of penalty in lieu of suspension of a license.

ANALYSIS: This bill amends Section 404.1 of the Milk Marketing Law (Act 105 of 1937) addressing penalties in lieu of suspension. The board may accept from a licensee an offer of payment in lieu of suspension. The current payment is \$150 for each day of suspension and the bill would increase that amount to \$1,000 a day.

This legislation would take effect in 60 days upon enactment.

FISCAL IMPACT: Enactment of this legislation will allow the Milk Marketing Board to accept the increased payments in lieu of suspending the license of a milk processor with any penalties being deposited into the Milk Marketing Fund. The Milk Marketing Board has a budget of \$2.84 million in the current 2021-22 fiscal year and the Governor's 2022-23 Executive Budget also proposes this amount for next fiscal year with the Milk Marketing Fund projected to receive \$5,000 in fine/penalty revenue.

PREPARED BY: Jeffrey Clukey
House Appropriations Committee (R)

DATE: April 13, 2022

Estimates are calculated using the best information available. Actual costs and revenue impact incurred may vary from estimates.