

DEPARTMENT OF AGRICULTURE

FINANCIAL SUMMARY

	FY 2010 EXPENDITURE	FY 2011 APPROPRIATION	FY 2012 REQUEST	GOVERNOR RECOMMENDS FY 2012
Office of the Director	\$ 31,627,155	\$ 15,370,086	\$ 22,582,431	\$ 22,554,985
Agriculture Business Development Division	3,923,269	4,712,695	4,789,601	4,638,100
Division of Animal Health	3,849,184	5,615,521	5,735,380	5,607,661
Division of Grain Inspection and Warehousing	2,306,625	2,829,264	2,827,608	2,827,418
Division of Plant Industries	2,583,727	3,158,612	3,476,655	3,476,655
Division of Weights and Measures	2,885,932	3,522,631	3,513,771	3,513,527
Missouri State Fair	3,602,042	4,916,117	4,900,707	4,900,707
State Milk Board	1,196,502	1,558,456	1,557,590	1,557,484
DEPARTMENTAL TOTAL	\$ 51,974,436	\$ 41,683,382	\$ 49,383,743	\$ 49,076,537
General Revenue Fund	9,180,831	22,847,496	25,731,695	25,037,319
Federal Budget Stabilization Fund	30,411,080	0	0	0
Federal Funds	2,415,135	4,317,568	4,475,585	4,475,585
Animal Health Laboratory Fee Fund	260,465	570,842	570,842	570,842
Animal Care Reserve Fund	276,893	801,181	875,620	751,482
State Fair Fees Fund	3,103,783	4,392,457	4,392,457	4,392,457
Milk Inspection Fees Fund	1,082,393	1,467,893	1,433,859	1,486,671
Grain Inspection Fees Fund	1,437,678	1,855,003	1,855,003	1,919,756
Petroleum Inspection Fund	1,725,640	2,406,500	2,275,907	2,361,363
Agriculture Business Development Fund	287,280	405,277	530,277	530,277
Missouri Wine and Grape Fund	1,445,546	1,828,859	1,828,859	1,897,083
Agriculture Protection Fund	0	0	4,623,333	4,863,396
Other Funds	347,712	790,306	790,306	790,306
Total Full-time Equivalent Employees	349.70	393.31	403.81	399.81
General Revenue Fund	182.60	189.19	99.43	84.51
Federal Funds	27.13	35.36	37.36	37.36
Other Funds	139.97	168.76	267.02	277.94

DEPARTMENT SUMMARY

The Fiscal Year 2012 budget provides \$49.1 million for the Department of Agriculture. The department provides services for Missouri's farmers, ranchers, and agriculture processors. The Governor's budget includes strategic investments in agriculture, including funds to promote local food production, strengthen annual disease control efforts, and promote ethanol and biodiesel production. The core functions provided by the Department of Agriculture include:

- Promote Missouri agriculture, both at home and abroad.
- Assist start-up value-added agriculture businesses.
- Protect Missouri's livestock and domestic animals, and the businesses and citizens who rely on them.
- Inspect Missouri's fresh fruits, vegetables, milk, feed, seed, and forest products.
- Regulate, control, and inspect measuring devices and petroleum products.

**DEPARTMENT OF AGRICULTURE
OFFICE OF THE DIRECTOR**

FINANCIAL SUMMARY

	FY 2010 EXPENDITURE	FY 2011 APPROPRIATION	GOVERNOR RECOMMENDS FY 2012
Office of the Director	\$ 31,627,155	\$ 15,370,086	\$ 22,554,985
PERSONAL SERVICE			
General Revenue Fund	894,721	854,684	239,475
Federal Funds	26,686	188,880	188,880
Other Funds	0	0	604,266
EXPENSE AND EQUIPMENT			
General Revenue Fund	147,619	142,313	38,297
Federal Funds	14,449	335,549	401,224
Other Funds	0	214,326	193,509
PROGRAM SPECIFIC DISTRIBUTION			
General Revenue Fund	119,959	13,507,500	20,762,500
Federal Funds	30,423,721	126,834	126,834
TOTAL			
General Revenue Fund	1,162,299	14,504,497	21,040,272
Federal Funds	30,464,856	651,263	716,938
Other Funds	0	214,326	797,775
Total Full-time Equivalent Employees			
General Revenue Fund	18.21	21.00	21.00
Federal Funds	17.52	17.55	4.91
Other Funds	0.69	3.45	3.45
Other Funds	0.00	0.00	12.64

The Office of the Director makes policy decisions on agricultural issues, sets the department's goals and priorities, and coordinates activities of the various divisions to achieve those goals. The Office of the Director includes administrative functions such as fiscal services, human resources, and public information. The Director's Office also administers the Ethanol Producer Incentive Program and the Biodiesel Producer Incentive Program.

Fiscal Year 2012 Governor's Recommendations

- \$8,875,000 for incentives for ethanol plants.
- \$797,775 other funds and 12.64 staff to replace core funding.
- \$200,000 federal funds to develop a business plan for the potential establishment of a National Food Animal Veterinary Institute.
- (\$2,339,225) and (12.64) staff core reduction from the Fiscal Year 2011 appropriation level.
- (\$348,651) federal and other funds core reduction for one-time expenditures.

**DEPARTMENT OF AGRICULTURE
AGRICULTURE BUSINESS DEVELOPMENT**

FINANCIAL SUMMARY

	FY 2010 EXPENDITURE	FY 2011 APPROPRIATION	GOVERNOR RECOMMENDS FY 2012
Agriculture Business Development Division	\$ 3,923,269	\$ 4,712,695	\$ 4,638,100
PERSONAL SERVICE			
General Revenue Fund	925,539	955,514	0
Federal Funds	7,843	66,340	66,340
Other Funds	383,058	448,284	1,375,132
EXPENSE AND EQUIPMENT			
General Revenue Fund	434,513	380,144	0
Federal Funds	87,983	428,678	428,678
Other Funds	1,513,257	2,019,658	2,504,860
PROGRAM SPECIFIC DISTRIBUTION			
General Revenue Fund	205,382	222,447	2
Federal Funds	312,779	42,500	42,500
Other Funds	52,915	149,130	220,588
TOTAL			
General Revenue Fund	1,565,434	1,558,105	2
Federal Funds	408,605	537,518	537,518
Other Funds	1,949,230	2,617,072	4,100,580
Total Full-time Equivalent Employees	33.03	34.08	34.08
General Revenue Fund	22.63	22.67	0.00
Federal Funds	0.37	1.26	1.26
Other Funds	10.03	10.15	32.82

The Agriculture Business Development Division (ABD) improves the profitability of Missouri's farmers and agribusinesses by increasing international and domestic sales of agricultural products that are produced or processed in Missouri. The division provides six specific services: (1) business counseling, (2) domestic marketing assistance, (3) international marketing assistance, (4) industry facilitation, (5) product promotion, and (6) financial programs. The first five of these services are administered through the Business Services Program of ABD. Financial programs are administered through the Missouri Agriculture and Small Business Development Authority (MASBDA), which is governed by an independent board. MASBDA administers loans, loan guarantees, grants, and tax credits aimed at increasing the profitability of Missouri's farmers.

ABD also administers the AgriMissouri branding initiative which promotes products that are produced or processed in Missouri through a variety of marketing channels, including retail, restaurants, schools, institutions, and direct-to-consumer marketing. Over 250 Missouri businesses are members of AgriMissouri. Members of the Commission on the Marketing of Missouri Agricultural Products serve as advisors to the department's AgriMissouri marketing efforts.

Fiscal Year 2012 Governor's Recommendations

- \$1,308,508 Agriculture Protection Fund and 22.67 staff to replace core funding.
- \$125,000 Agriculture Business Development Fund for agricultural conference expenses.
- \$50,000 Agriculture Protection Fund for grants to encourage local food production and consumption.
- (\$1,558,103) and (22.67) staff core reduction from the Fiscal Year 2011 appropriation level.

**DEPARTMENT OF AGRICULTURE
DIVISION OF ANIMAL HEALTH**

FINANCIAL SUMMARY

	FY 2010 EXPENDITURE	FY 2011 APPROPRIATION	GOVERNOR RECOMMENDS FY 2012
Division of Animal Health	\$ 3,849,184	\$ 5,615,521	\$ 5,607,661
PERSONAL SERVICE			
General Revenue Fund	1,773,655	1,972,587	1,972,587
Federal Funds	615,719	674,072	674,072
Other Funds	181,083	661,779	661,779
EXPENSE AND EQUIPMENT			
General Revenue Fund	516,452	508,544	498,092
Federal Funds	384,895	915,026	915,026
Other Funds	374,372	741,061	743,653
PROGRAM SPECIFIC DISTRIBUTION			
General Revenue Fund		1	1
Other Funds	3,008	142,451	142,451
TOTAL			
General Revenue Fund	2,290,107	2,481,132	2,470,680
Federal Funds	1,000,614	1,589,098	1,589,098
Other Funds	558,463	1,545,291	1,547,883
Total Full-time Equivalent Employees	65.83	73.35	73.35
General Revenue Fund	45.81	46.42	46.42
Federal Funds	14.70	15.50	15.50
Other Funds	5.32	11.43	11.43

The Division of Animal Health implements programs to protect Missouri's livestock, poultry, and other domestic animals from dangerous, infectious, or contagious diseases. These responsibilities include the enforcement of animal health regulations as required under Section 267.230, RSMo. Through control and elimination of diseases and diseased animals, the division enables Missouri's livestock and poultry to remain eligible for interstate and international export marketing. Diagnostic laboratories are maintained in Jefferson City and Springfield, and additional professional services are contracted through the University of Missouri-Columbia College of Veterinary Medicine. The division also works closely with USDA-Veterinary Services and receives significant federal funding as a result of this relationship.

The division's Meat and Poultry Inspection Program works with producers to promote, protect, and develop the agricultural interests of Missouri processed meat products. This program helps livestock and poultry producers add value to their operations and capture additional profits from their meat products. To ensure the health and well-being of companion animals sold in Missouri, the division also licenses and inspects animal shelters, dog pounds, boarding kennels, commercial kennels, contract kennels, and pet shops.

Fiscal Year 2012 Governor's Recommendations

- \$2,592 Agriculture Protection Fund to replace core funding.
- (\$10,452) core reduction from the Fiscal Year 2011 appropriation level.

**DEPARTMENT OF AGRICULTURE
DIVISION OF GRAIN INSPECTION AND WAREHOUSING**

FINANCIAL SUMMARY

	FY 2010 EXPENDITURE	FY 2011 APPROPRIATION	GOVERNOR RECOMMENDS FY 2012
Division of Grain Inspection and Warehousing	\$ 2,306,625	\$ 2,829,264	\$ 2,827,418
PERSONAL SERVICE			
General Revenue Fund	658,362	700,035	700,035
Federal Funds	9,284	35,021	35,021
Other Funds	1,230,198	1,548,059	1,548,059
EXPENSE AND EQUIPMENT			
General Revenue Fund	111,163	100,473	52,825
Federal Funds	3,544	41,180	41,180
Other Funds	248,246	374,493	420,295
PROGRAM SPECIFIC DISTRIBUTION			
Other Funds	45,828	30,003	30,003
TOTAL			
General Revenue Fund	769,525	800,508	752,860
Federal Funds	12,828	76,201	76,201
Other Funds	1,524,272	1,952,555	1,998,357
Total Full-time Equivalent Employees	61.02	65.25	65.25
General Revenue Fund	15.68	17.00	17.00
Federal Funds	0.21	0.50	0.50
Other Funds	45.13	47.75	47.75

The Division of Grain Inspection and Warehousing operates four programs to assist Missouri grain farmers and agribusinesses. The Grain Regulatory Services Program enforces the Grain Warehouse Law, Chapter 411, RSMo, and the Grain Dealers Law, Section 276.401 through 276.581, RSMo, to ensure grain producers that license grain warehouses and grain dealers are reputable businesses in sound financial condition.

The Grain Inspection Services Program performs official inspection and weighing of grain upon request to assist both grain farmers and grain businesses in the marketing of Missouri's corn, soybean, wheat, and other grain crops. All costs are paid from fees charged for services performed.

The division also administers the state's Certified Agricultural Mediation Program, which mediates disputes between Missouri farmers and USDA agencies, and the Commodity Merchandising Program, which provides centralized administration for the collection and distribution of fees for nine commodity check-off programs.

Fiscal Year 2012 Governor's Recommendations

- \$45,802 Agriculture Protection Fund to replace core funding.
- (\$47,648) core reduction from the Fiscal Year 2011 appropriation level.

**DEPARTMENT OF AGRICULTURE
DIVISION OF PLANT INDUSTRIES**

FINANCIAL SUMMARY

	FY 2010 EXPENDITURE	FY 2011 APPROPRIATION	GOVERNOR RECOMMENDS FY 2012
Division of Plant Industries	\$ 2,583,727	\$ 3,158,612	\$ 3,476,655
PERSONAL SERVICE			
General Revenue Fund	1,468,478	1,516,173	117,831
Federal Funds	396,113	519,270	593,873
Other Funds	18,395	38,216	1,552,765
EXPENSE AND EQUIPMENT			
General Revenue Fund	189,656	196,047	28,958
Federal Funds	507,496	778,797	796,536
Other Funds	3,589	30,410	306,993
PROGRAM SPECIFIC DISTRIBUTION			
Federal Funds	0	79,475	79,475
Other Funds	0	224	224
TOTAL			
General Revenue Fund	1,658,134	1,712,220	146,789
Federal Funds	903,609	1,377,542	1,469,884
Other Funds	21,984	68,850	1,859,982
Total Full-time Equivalent Employees	48.71	54.21	60.71
General Revenue Fund	37.52	39.56	2.46
Federal Funds	10.72	13.65	15.65
Other Funds	0.47	1.00	42.60

The Division of Plant Industries operates six programs and two laboratories serving Missouri agriculture. The Feed and Seed Program performs sampling and laboratory analyses of planting seed and commercial feeds to ensure that they meet requirements for accurate labeling. Inspections are also conducted to ensure good manufacturing practices are followed and that prohibited mammalian protein is not formulated into feed rations to help prevent the dissemination of Bovine Spongiform Encephalopathy (Mad Cow Disease).

The Pesticide Control Program promotes the safe use of pesticides by licensing private and commercial applications, conducting field inspections, conducting investigations of pesticide misuse, and ensuring the proper registration of pesticides. The Plant Pest Control Program conducts inspections of nurseries, greenhouses, and other plant products to prevent the introduction and dissemination of insect, disease, and noxious weed pests that could be detrimental to plants and crops. Phytosanitary certification inspections are also conducted for plant materials being exported to other states and countries.

The Integrated Pest Management Program (IPM) promotes effective alternative strategies to traditional pest control through the use of biological control agents, pest resistant varieties, and adoption of improved cultural practices. The IPM Program also administers the Boll Weevil Eradication Program. The Forest Resources and Weed Control Program inspects treated wood products to ensure that minimum preservation standards are met and assists county weed control boards in the control and eradication of Johnson grass, a noxious weed. The Fresh Fruit and Vegetable Inspection Program performs shipping point and terminal market inspections of fresh produce to facilitate the sale of Missouri grown produce and ensure the quality of produce sold to consumers.

Fiscal Year 2012 Governor's Recommendations

- \$1,515,773 Agriculture Protection Fund and 37.1 staff to replace core funding.
- \$185,698 Agriculture Protection Fund and 3.5 staff to help protect the state's trees against invasive pests and diseases.
- \$92,342 federal funds and two inspection staff to help safeguard livestock feed from potential contamination.
- \$89,661 Agriculture Protection Fund and one inspection staff to help guard against improper pesticide use.
- (\$1,565,431) and (37.1) staff core reduction from the Fiscal Year 2011 appropriation level.

**DEPARTMENT OF AGRICULTURE
DIVISION OF WEIGHTS AND MEASURES**

FINANCIAL SUMMARY

	FY 2010 EXPENDITURE	FY 2011 APPROPRIATION	GOVERNOR RECOMMENDS FY 2012
Division of Weights and Measures			
TOTAL	\$ 2,885,932	\$ 3,522,631	\$ 3,513,527
PERSONAL SERVICE			
General Revenue Fund	877,103	929,827	421,818
Federal Funds	15,630	35,946	35,946
Other Funds	1,290,687	1,504,637	2,005,806
EXPENSE AND EQUIPMENT			
General Revenue Fund	247,486	230,951	103,754
Federal Funds	20,073	0	0
Other Funds	434,953	771,270	896,203
PROGRAM SPECIFIC DISTRIBUTION			
Federal Funds	0	50,000	50,000
TOTAL			
General Revenue Fund	1,124,589	1,160,778	525,572
Federal Funds	35,703	85,946	85,946
Other Funds	1,725,640	2,275,907	2,902,009
Total Full-time Equivalent Employees	62.72	70.11	70.11
General Revenue Fund	26.46	28.61	11.59
Federal Funds	0.44	1.00	1.00
Other Funds	35.82	40.50	57.52

The Division of Weights and Measures operates four regulatory programs and two laboratories to fulfill its goal of protecting consumers. The Device and Commodity Program inspects livestock market, grain elevator, vehicle, and small retail scales and scanning devices to ensure their accuracy. In addition, milk sales practices are monitored and shell eggs are inspected for quality.

The Petroleum/Propane/Anhydrous Ammonia Program protects consumers against inaccurate and unsafe gasoline pumps and unsafe practices by the retailer. In addition, the program approves propane gas delivery truck and dispenser meters to prevent overcharges on fuel bills and oversee anhydrous ammonia fertilizer installations for safety.

The Metrology Laboratory certifies volume and weight standards used by device service repair technicians, maintains all mass and volume standards used for calibrating industry standards, and certifies all weighing and measuring devices used by the division's inspectors. In addition, the Moisture Meter Program protects Missouri farmers against unjustified discounts on grain sales due to inaccurate moisture content values.

The Fuel Quality Program and laboratory collect samples and perform chemical analyses on gasoline, diesel fuel, heating oil, and other fuels to ensure that octane and other quality specifications are met.

Fiscal Year 2012 Governor's Recommendations

- \$626,102 Agriculture Protection Fund and 17.02 staff to replace core funding.
- (\$635,206) and (17.02) staff core reduction from the Fiscal Year 2011 appropriation level.

**DEPARTMENT OF AGRICULTURE
MISSOURI STATE FAIR**

FINANCIAL SUMMARY

	FY 2010 EXPENDITURE	FY 2011 APPROPRIATION	GOVERNOR RECOMMENDS FY 2012
State Fair	\$ 3,602,042	\$ 4,916,117	\$ 4,900,707
PERSONAL SERVICE			
General Revenue Fund	496,634	513,659	0
Other Funds	897,505	1,424,750	1,922,999
EXPENSE AND EQUIPMENT			
Other Funds	2,185,762	2,937,707	2,937,707
PROGRAM SPECIFIC DISTRIBUTION			
Other Funds	22,141	40,001	40,001
TOTAL			
General Revenue Fund	496,634	513,659	0
Other Funds	3,105,408	4,402,458	4,900,707
Total Full-time Equivalent Employees	51.94	63.38	63.38
General Revenue Fund	14.45	15.25	0.00
Other Funds	37.49	48.13	63.38

The Missouri State Fair is held annually in August on the state fairgrounds in Sedalia. The fair provides a showcase for livestock, agricultural products, commercial exhibits, and other displays. In addition, the fair offers a variety of entertainment and educational events. The fairgrounds are used during the rest of the year for exhibits, sales, meetings, competitions, and entertainment events.

Fiscal Year 2012 Governor's Recommendations

- \$498,249 Agriculture Protection Fund and 15.25 staff to replace core funding.
- (\$513,659) and (15.25) staff core reduction from the Fiscal Year 2011 appropriation level.

**DEPARTMENT OF AGRICULTURE
STATE MILK BOARD**

FINANCIAL SUMMARY

	FY 2010 EXPENDITURE	FY 2011 APPROPRIATION	GOVERNOR RECOMMENDS FY 2012
State Milk Board TOTAL	\$ 1,196,502	\$ 1,558,456	\$ 1,557,484
PERSONAL SERVICE			
General Revenue Fund	99,064	100,252	100,252
Other Funds	251,173	324,352	324,352
EXPENSE AND EQUIPMENT			
General Revenue Fund	15,045	16,345	892
Other Funds	169,187	339,947	354,428
PROGRAM SPECIFIC DISTRIBUTION			
Other Funds	662,033	777,560	777,560
TOTAL			
General Revenue Fund	114,109	116,597	101,144
Other Funds	1,082,393	1,441,859	1,456,340
Total Full-time Equivalent Employees	8.24	11.93	11.93
General Revenue Fund	2.53	2.13	2.13
Other Funds	5.71	9.80	9.80

The State Milk Board inspects, samples, and tests milk and milk products ensuring that they are wholesome and safe for consumption. The board operates both a Grade A Milk Inspection Program and a Manufacturing Grade Milk Inspection Program to ensure milk quality. An inspection fee of up to five cents per one hundred pounds of Grade A milk is assessed and deposited in the Milk Inspection Fees Fund to cover all costs of the Grade A Milk Inspection Program. The Manufacturing Grade Milk Inspection Program, which ensures sanitation and quality standards for milk used only for manufacturing dairy products (e.g. cheese, butter, and ice cream), is funded from general revenue because inspection fees have not been assessed on manufacturing grade milk producers. Approximately one-half of all Grade A milk is consumed as fluid milk with the remainder used for manufacturing purposes.

Fiscal Year 2012 Governor's Recommendations

- \$14,481 Agriculture Protection Fund to replace core funding.
- (\$15,453) core reduction from the Fiscal Year 2011 appropriation level.