

TENNESSEE GENERAL ASSEMBLY
FISCAL REVIEW COMMITTEE



FISCAL NOTE

SB 2105 - HB 2482

March 1, 2018

SUMMARY OF BILL: Prohibits a dairy cooperative from offering to pay a lower price per unit to a milk producer who produces some of the producer's own milk than the per unit price offered to a milk producer who does not produce any of the producer's own milk.

ESTIMATED FISCAL IMPACT:

NOT SIGNIFICANT

Assumptions:

- The Tennessee Processing Cooperative Law, compiled in Title 43, Chapter 38, Part 1, authorizes domestic cooperatives to operate in Tennessee subject to the provisions in the Tenn. Code Ann. § 43-38-101 et seq.
- The proposed legislation adds a new section to the Processing Cooperative Law prohibiting a dairy cooperative from offering to pay a lower price per unit to dairy producers who produce some of their own milk that the cooperative offers to pay to dairy producers who do not produce some of their own milk.
- The proposed legislation does not change any of the reporting or registration requirements under the Processing Cooperative Law. The proposed legislation will not significantly impact the Secretary of State's policies or operations.
- Further, the proposed legislation does not impact the Department of Agriculture's regulation of dairy products.

IMPACT TO COMMERCE:

NOT SIGNIFICANT

Assumptions:

- The proposed legislation could impact the price dairy cooperatives pay for dairy products from producers.
- However, the impact to commerce is estimated to be not significant.

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CERTIFICATION:

The information contained herein is true and correct to the best of my knowledge.



Krista M. Lee, Executive Director

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