

PROGRAM DESCRIPTION

Department: Agriculture
Program Name: Qualified Beef Tax Credits
Program is found in the following core budget(s): MASBDA

HB Section(s): 6.035 - 6.065

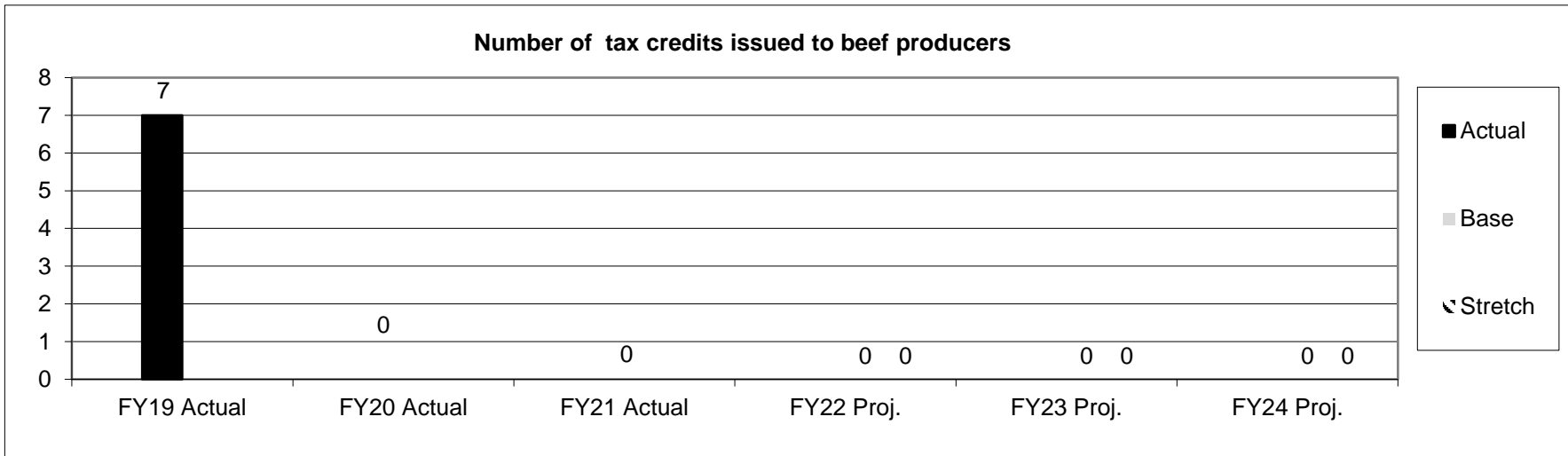
1a. What strategic priority does this program address?

- Empower More Beef Producers

1b. What does this program do?

- This program is designed to provide two different incentives for Missouri Farmers to background and finish cattle in the state.
 1. Cattle weighing 599 lbs or less, a \$0.10 per pound tax credit for each pound of cattle gain post an established baseline weight, with a minimum gain of an additional 100lbs each.
 2. Cattle weighing 600lbs or more, a \$0.25 per pound tax credit for each pound cattle gain past an established baseline weight, with a minimum gain of an additional 100lbs each.
- This generates economic activity in the state by keeping cattle in Missouri that would otherwise be shipped out of state.
- This also generates additional revenue for support businesses such as veterinarians, feedlots, meat processors, and feed stores.

2a. Provide an activity measure(s) for the program.



Note 1: Beginning on May 18, 2018, the House Budget Committee passed a motion stating no credits would be approved for Qualified Beef tax credits, pursuant to Section 135.679, RSMo. No new tax credits have been issued for FY20, FY21, or FY22.

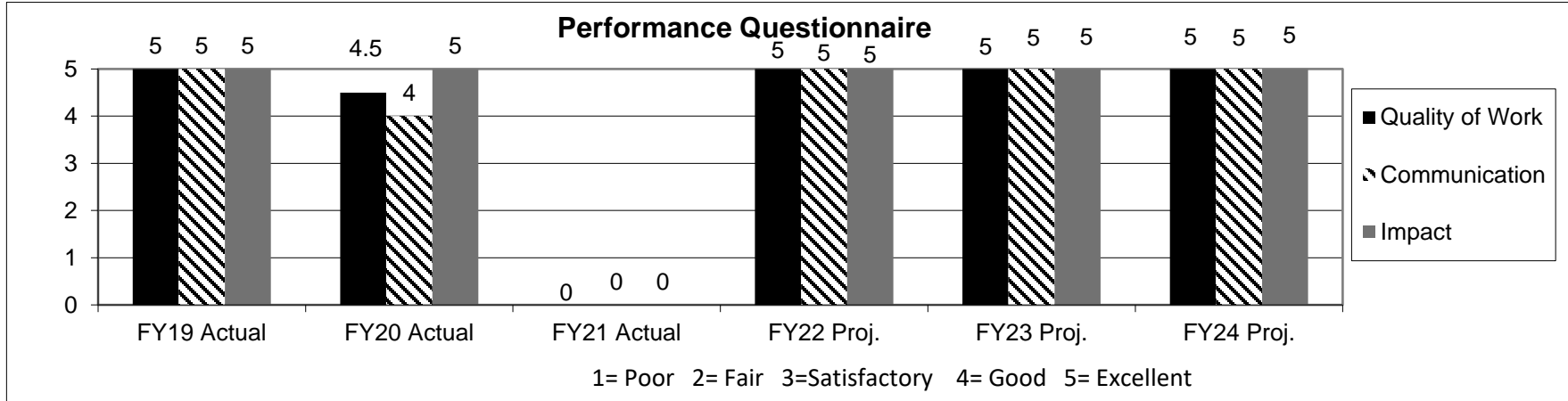
Note 2: The tax credit authorizing statute is set to expire on 12/31/2021.

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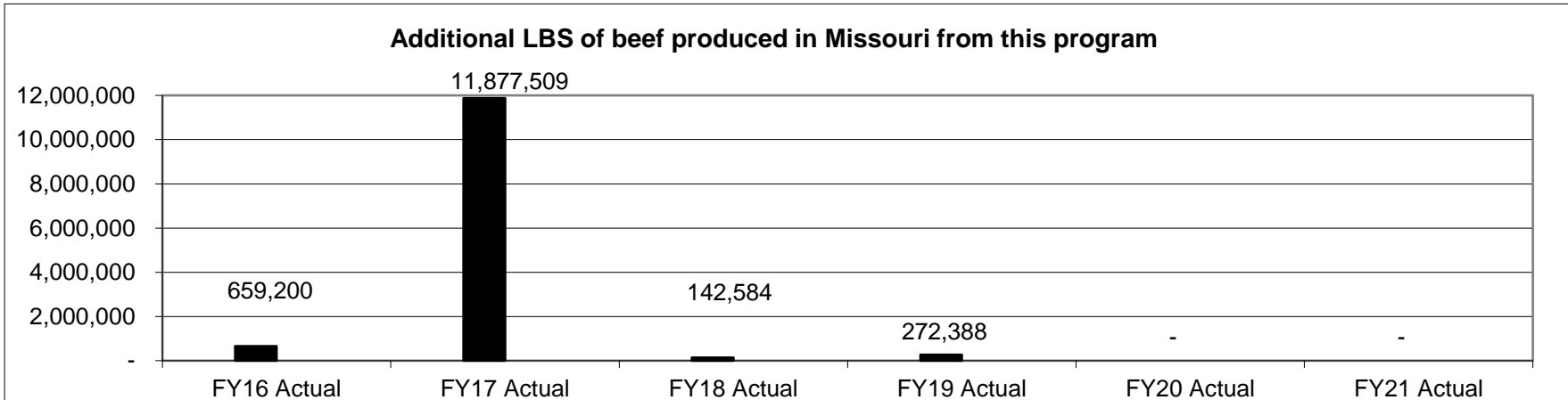
2b. Provide a measure(s) of the program's quality.



*Quality of Work = Competency of staff and service provided *Communication = Written and verbal communication between staff and lenders
 *Impact = Value added to their business

Note 3: MASBDA mailed 1 survey and received 0 back from participants.

2c. Provide a measure(s) of the program's impact.



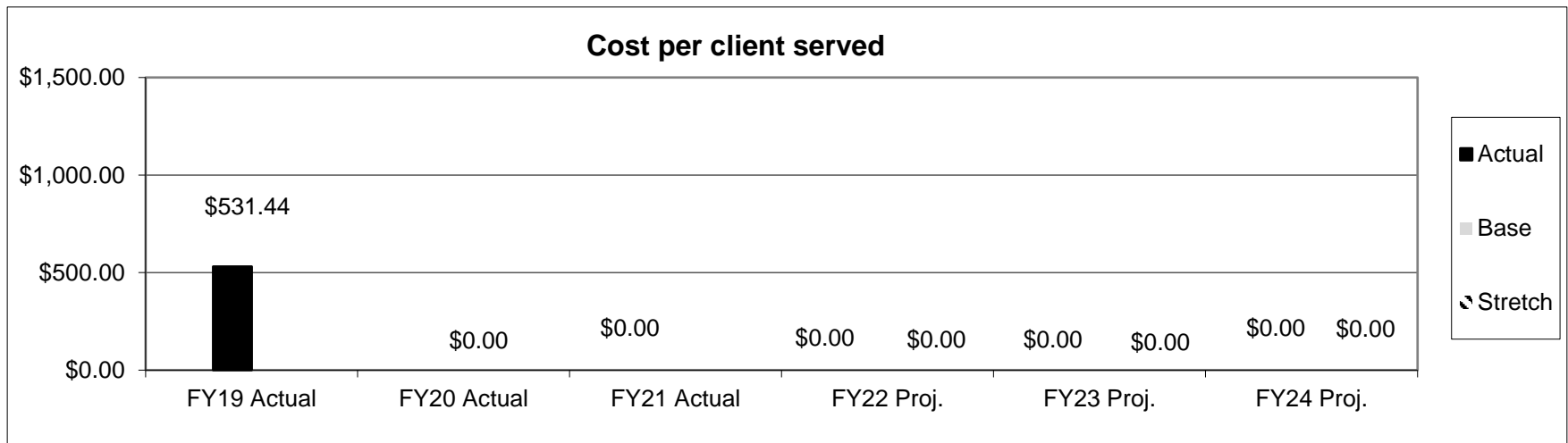
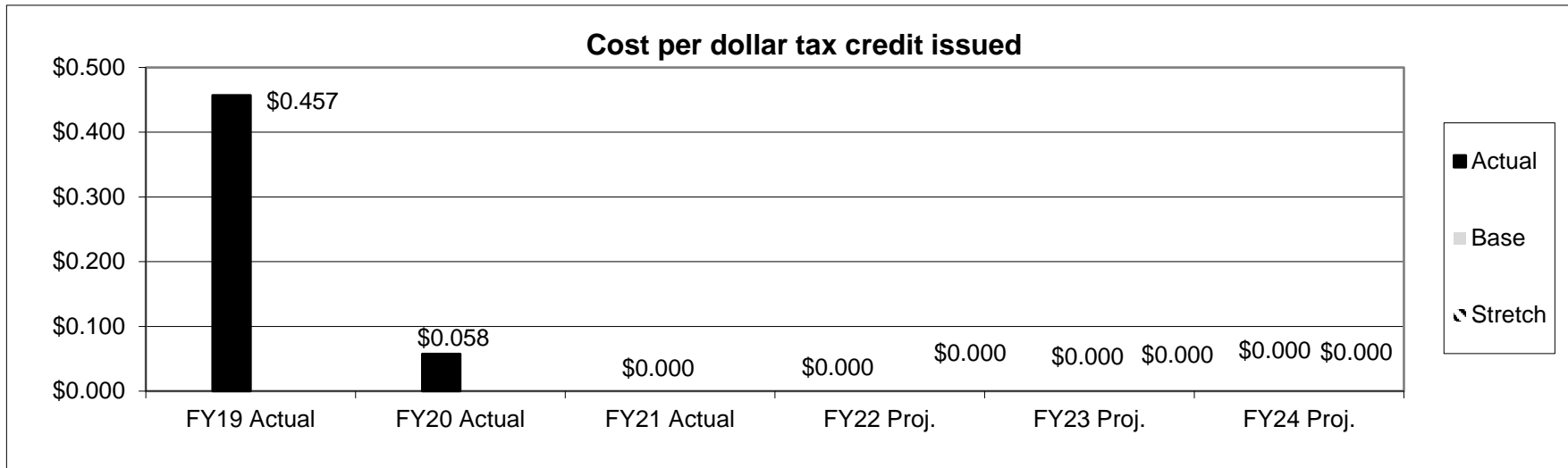
Note 4: On August 28, 2016, the program changed to include the \$.25 per additional pound on cattle weighing 600 or more pounds, with the tax credits being limited to a maximum of \$15,000 per credit.

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2d. Provide a measure(s) of the program's efficiency.



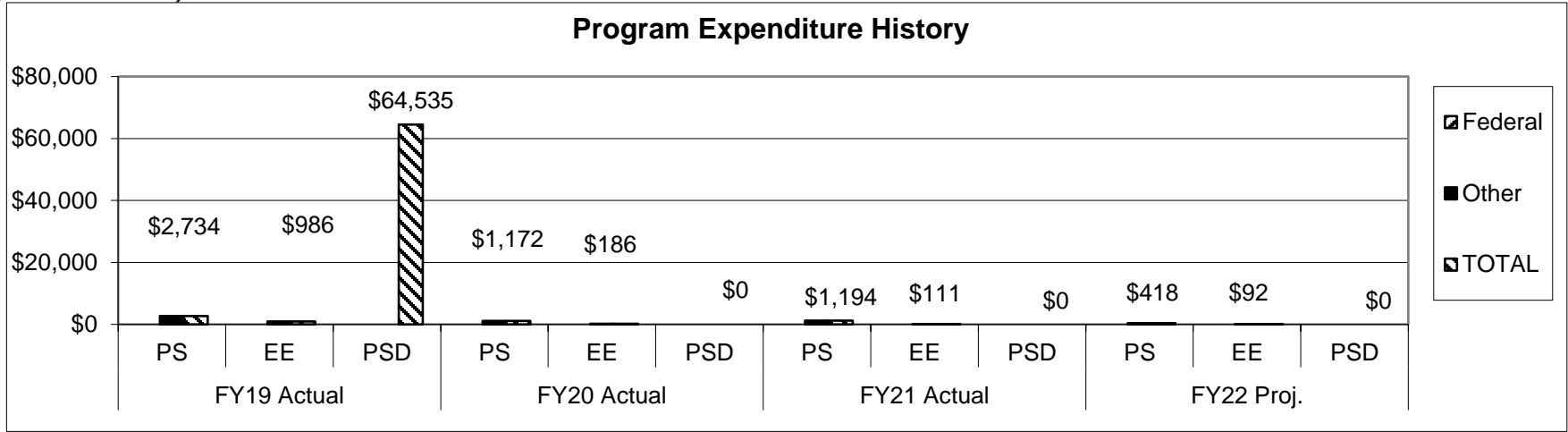
Note 5: Qualified Beef program had no appropriation starting with FY 20 and will sunset on December 31, 2021. See Note 1 above.

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3. Provide actual expenditures for the prior three fiscal years and planned expenditures for the current fiscal year. (Note: Amounts do not include fringe benefit costs.)



4. What are the sources of the "Other " funds?

Agriculture Development Fund (0904), Single-Purpose Animal Facilities Loan Guarantee Fund (0409), and other non-state funds

5. What is the authorization for this program, i.e., federal or state statute, etc.? (Include the federal program number, if applicable.)

135.679 RSMo

6. Are there federal matching requirements? If yes, please explain.

No

7. Is this a federally mandated program? If yes, please explain.

No