

PROGRAM DESCRIPTION

Department: Agriculture	HB Section(s): <u>135.679 RSMo</u>
Program Name: Qualified Beef Tax Credits	
Program is found in the following core budget(s): MASBDA	

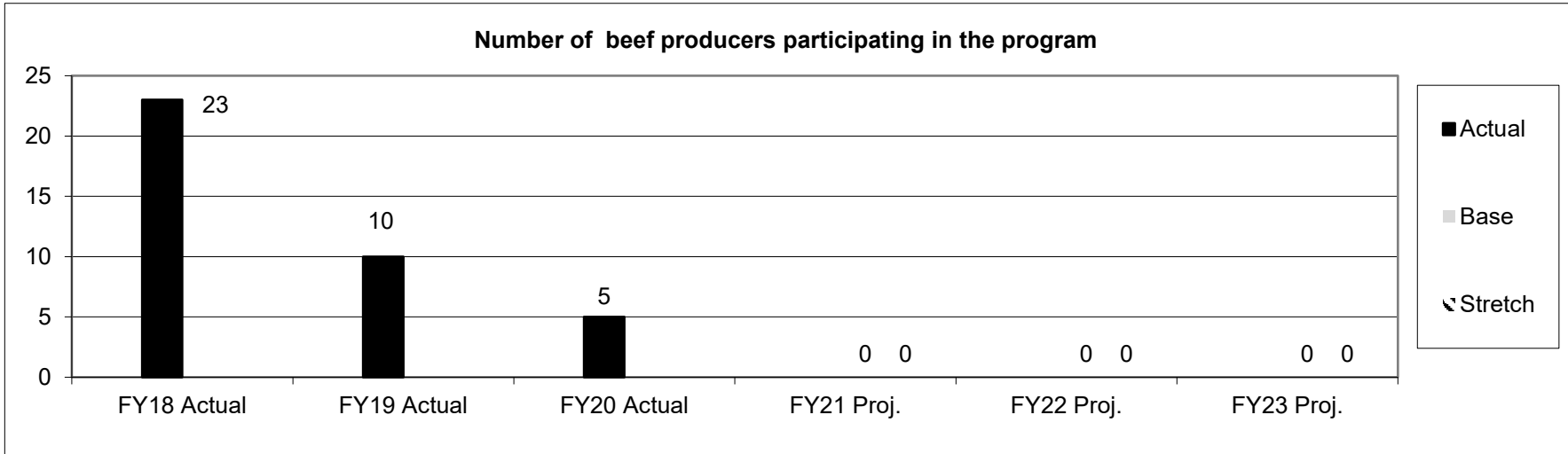
1a. What strategic priority does this program address?

- 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: The eligibility dates are subject to change due to action by the House Budget Committee on May 18, 2018, stating that no credits are approved for Qualified Beef, pursuant to Section 135.679, RSMo, for any tax year beginning on or after July 1, 2018 and on or before June 30, 2019.; in FY19 they did not reauthorized QB tax credits for July 1, 2019 to June 30, 2020; in FY20 they did not reauthorize QB tax credits for July 1, 2020 to June 30, 2021.

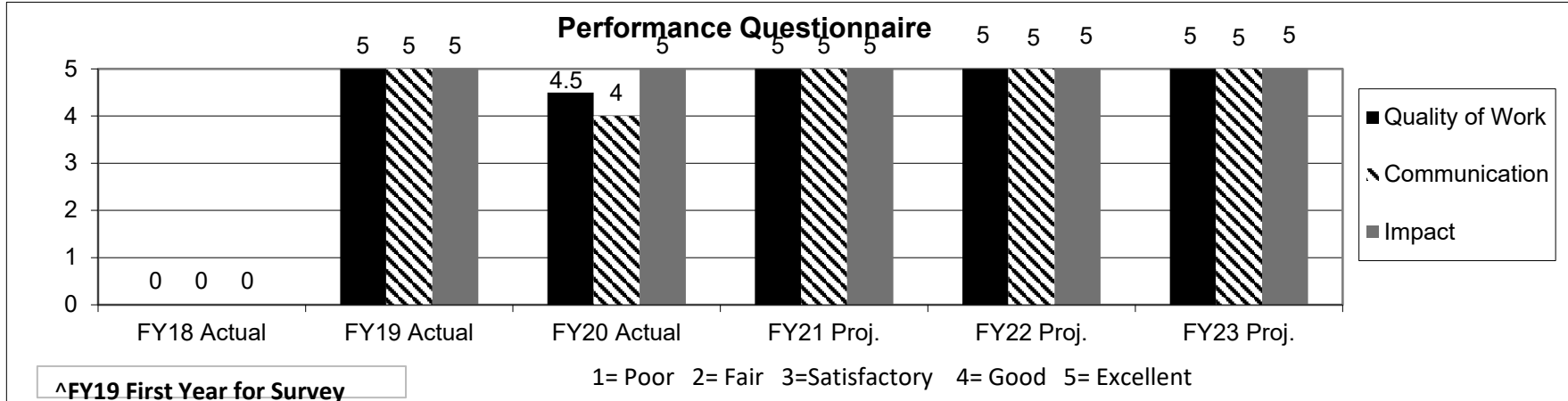
Note 2: FY21 to FY 23 is estimated with the assumption that Qualified Beef Tax Credits will not be authorized for those years due to the last 3 years decision by the House Budget Committee.

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

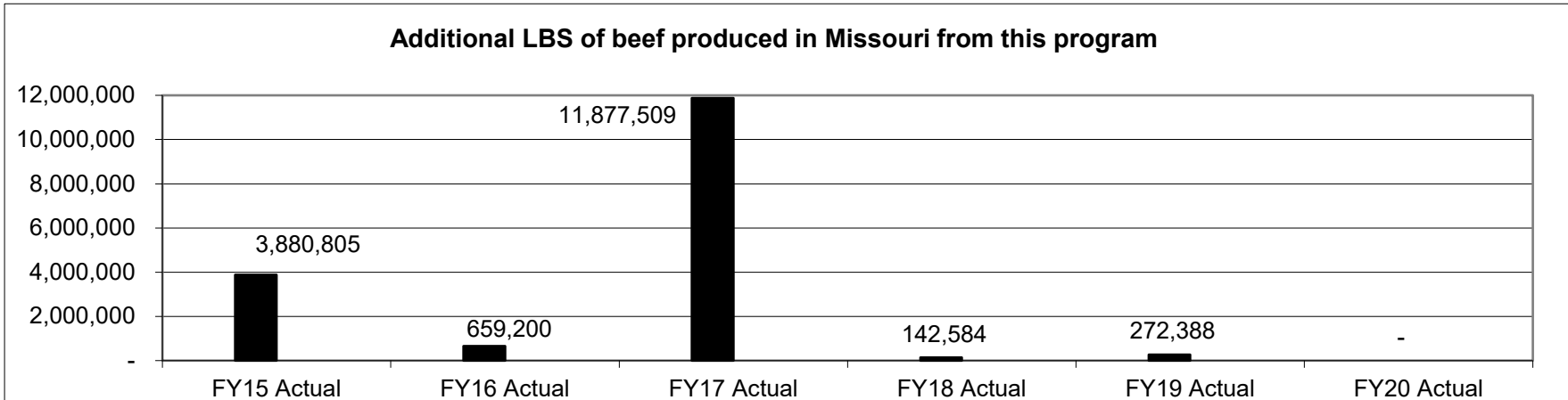


*Quality of Work = Competency of staff and service provided *Communication = Written and verbal communication between staff and lenders
 *Impact = Value added to their business

Note 1: We mailed 6 surveys and received 2 back from participants and banks.

Note 2: No Qualified Beef tax credits will be accepted and issued in FY21 due to tax credits were not authorized for July 1, 2018 to June 30, 2021.

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



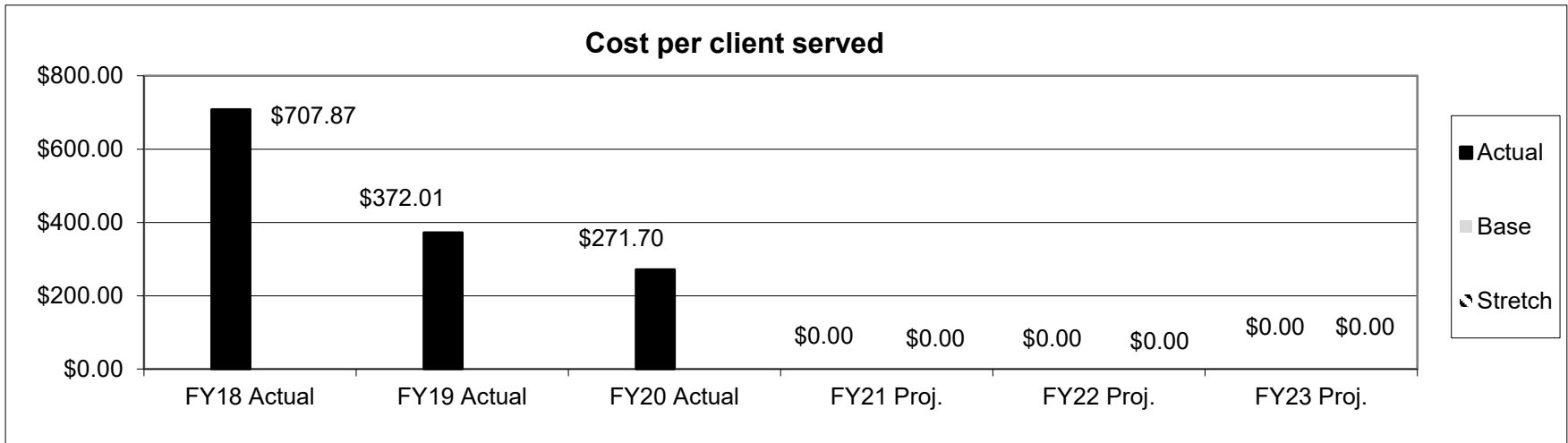
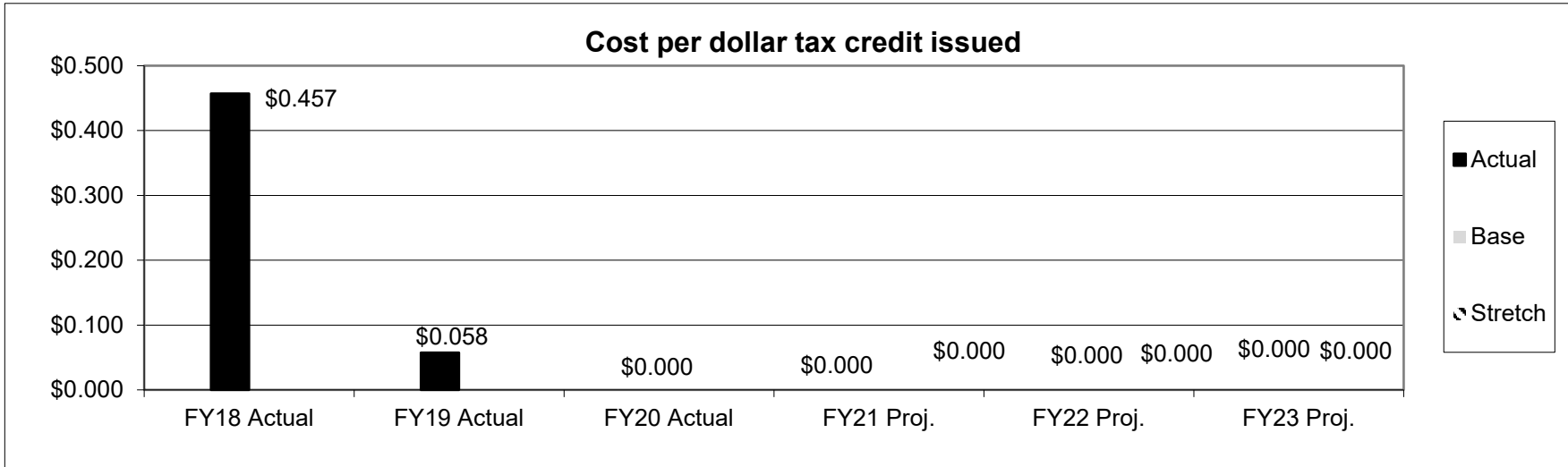
Note 1: On August 28, 2016, the program changed to include the \$.25 per additional pound on cattle weighing 600 or more pounds, with the tax credits being limited to a maximum of \$15,000 per credit.

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

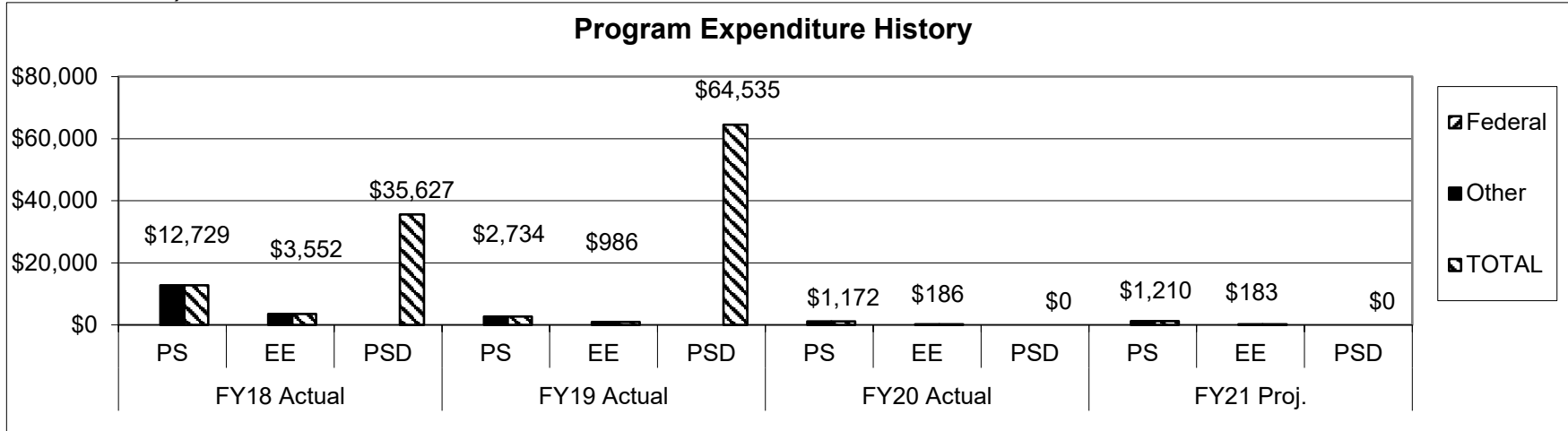


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3. Provide actual expenditures for the prior three fiscal years and planned expenditures for the current fiscal year. (Note: Amounts do not include fringe benefit costs.)



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