

FISCAL NOTE

STATE OF ALASKA
2009 LEGISLATIVE SESSION

Fiscal Note Number: _____
Bill Version: SB 14
() Publish Date: _____

Identifier (File Name): SB14-DOR-TAX-03-05-09 Dept. Affected: Revenue 04
Title: Extend Motor Fuel Tax Suspension RDU: Taxation and Treasury
Component: Taxation and Treasury
Sponsor: Senator Davis
Requester: (S) Labor & Commerce Component No.: 2476

Expenditures/Revenues (Thousands of Dollars)

Note: Amounts do not include inflation unless otherwise noted below.

OPERATING EXPENDITURES	Appropriation Required	Information					
	FY 2010	FY 2010	FY 2011	FY 2012	FY 2013	FY 2014	FY 2015
Personal Services							
Travel							
Contractual							
Supplies							
Equipment							
Land & Structures							
Grants & Claims							
Miscellaneous							
TOTAL OPERATING	0.0	0.0	0.0	0.0	0.0	0.0	0.0

CAPITAL EXPENDITURES	0	0.0	0.0	0.0	0.0	0.0	0.0
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CHANGE IN REVENUES ()	(33,900.0)	0.0	(40,600.0)	(10,200.0)	0.0	0.0	0.0
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FUND SOURCE (Thousands of Dollars)

1002 Federal Receipts							
1003 GF Match							
1004 GF							
1005 GF/Program Receipts							
1037 GF/Mental Health							
Other Interagency Receipts							
TOTAL	0.0	0.0	0.0	0.0	0.0	0.0	0.0

Estimate of any current year (FY2009) cost: 0

POSITIONS

Full-time							
Part-time							
Temporary							

ANALYSIS: (Attach a separate page if necessary)

This bill would extend the existing motor fuel tax suspension for an additional two years, until August 31, 2011. Revenue from the motor fuel tax goes to the General Fund. 60 percent of taxes attributable to aviation fuel sales at municipally owned or operated airports is customarily shared with the respective municipalities.

In FY 2008, the last year before the tax suspension, the motor fuel tax generated \$41.6 million, and \$148,000 of that was shared with municipalities. As a result of this bill, we anticipate no motor fuel tax revenues in FY 2010 and FY 2011. For FY 2012, we estimate that the state will receive nine months of revenue (beginning with returns due in October 2011). Revenue impacts shown are based on the expected reduction compared to our Fall 2008 revenue forecast. Expenditures will not be affected as this is a temporary suspension and taxpayers are still required to file informational returns.

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Division: Tax Division Date/Time: 3/4/09 3:04pm
Approved by: Ginger Blaisdell Director Date: 3/5/2009
Agency: Administrative Services