

FISCAL NOTE

STATE OF ALASKA cost # codes
2012 LEGISLATIVE SESSION

Bill Version SB 207 1A
Fiscal Note Number _____
Publish Date _____

Identifier (file name) SB207-DFG-SFD-4-02-12 Dept. Affected Fish and Game
Title SPORT FISH LICENSE EXEMPTION Appropriation Sport Fisheries
Allocation Sport Fisheries
Sponsor SENATOR PASKVAN
Requester Senate Resources Committee OMB Component Number 464

Expenditures/Revenues (Thousands of Dollars)

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

	FY13 Appropriation Requested	Included in Governor's FY13 Request	Out-Year Cost Estimates				
OPERATING EXPENDITURES	FY13	FY13	FY14	FY15	FY16	FY17	FY18
Personal Services							
Travel							
Services							
Commodities							
Capital Outlay							
Grants, Benefits							
Miscellaneous	(1,921.4)		(1,921.4)	(1,921.4)	(1,921.4)	(1,921.4)	(1,921.4)
TOTAL OPERATING	(1,921.4)	0.0	(1,921.4)	(1,921.4)	(1,921.4)	(1,921.4)	(1,921.4)

FUND SOURCE (Thousands of Dollars)

1002	Federal Receipts	(1,306.8)		(1,306.8)	(1,306.8)	(1,306.8)	(1,306.8)	(1,306.8)
1003	GF Match							
1004	GF							
1024	Fish/Game (Other)	(614.6)		(614.6)	(614.6)	(614.6)	(614.6)	(614.6)
1037	GF/MH (UGF)							
1178	temp code (UGF)							
TOTAL		(1,921.4)	0.0	(1,921.4)	(1,921.4)	(1,921.4)	(1,921.4)	(1,921.4)

POSITIONS

Full-time							
Part-time							
Temporary							

CHANGE IN REVENUES	(1,921.4)		(1,921.4)	(1,921.4)	(1,921.4)	(1,921.4)	(1,921.4)
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Estimated SUPPLEMENTAL (FY12) operating costs _____ (separate supplemental appropriation required)
(discuss reasons and fund source(s) in analysis section)

Estimated CAPITAL (FY13) costs _____ (separate capital appropriation required)
(discuss reasons and fund source(s) in analysis section)

Why this fiscal note differs from previous version (if initial version, please note as such)

This is the initial fiscal note for Senate Bill 207

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Department of Fish and Game

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Date/Time 04/01/12 7:26pm
Date 4/2/2012

FISCAL NOTE

STATE OF ALASKA
2012 LEGISLATIVE SESSION

BILL NO. SB 207 VA

Analysis

According to the 2010 census approximately 11% of Alaskans are disabled. Of the 464,000 Alaska residents 16-59 in age (April 2010 census), 51,000 (11 percent) would qualify as disabled. The Division of Administrative Services, Licensing Section estimates 19,890, approximately 39% of eligible disabled persons, would take advantage of a free license at the beginning of the program and possibility could increase once word of the program becomes common place.

39% eligible=19,890 licensee's

19,890 x \$15 = **\$298,350** (resident license revenue without the hatchery surcharge);

19,890 x \$9 = **\$179,010** (lost hatchery surcharge revenue can only be used to pay down hatchery bond debt);

In 2011 69% of resident license holders purchased a king salmon stamp

19,890 x 69% = 13,724 king salmon stamps sold @\$10/stamp = **\$137,240** in lost stamp revenue.

Total lost revenue for licenses, surcharge and king salmon stamps = **\$614,600**

Foregone Federal Aid due to lost or nonexistent match 75%(Federal-Sport Fish Restoration Fund)/25%(license revenue-state) match ratio = \$298,350 + 137,240 = \$435,590 (25% Fish and Game Fund match) = \$1,306,770 (75% in lost federal funds).

The Division of Sport Fish relies on license sales and Federal Sport Fish Restoration funds for about 74% of our annual division revenue. If there are 19,890 eligible applicants for this free license we project: \$298,350 in foregone license sale revenue; \$179,010 in lost license hatchery construction surcharge revenue; and \$137,241 in lost king salmon stamp revenue. The revenue collected from the sale of sport fishing licenses is used as matching funds for securing federal aid funds which would result in an estimated loss of \$1,306,770 in federal revenue.

The Division of Sport Fish has absorbed substantial losses of revenue (approximately \$6.5 million dollars) over the last several years owing to the national economy and manifest in the loss of about 75,000 non resident fishing licenses and king salmon stamps . Further decline in revenues will affect core services for the division on multiple fronts and impact our ability to provide protection for recreational sport fishing opportunity.