

Fiscal Note

State of Alaska
2013 Legislative Session

Bill Version: HB 123
Fiscal Note Number: _____
() Publish Date: _____

Identifier: HB123-DOR-TRS-2-22-13
Title: DEDICATED TRANSPORT FUND/PUB
TRANSPORT
Sponsor: P.WILSON
Requester: House Transportation

Department: Department of Revenue
Appropriation: Taxation and Treasury
Allocation: Treasury Division
OMB Component Number: 121

Expenditures/Revenues

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

(Thousands of Dollars)

	FY2014 Appropriation Requested	Included in Governor's FY2014 Request	Out-Year Cost Estimates				
OPERATING EXPENDITURES	FY 2014	FY 2014	FY 2015	FY 2016	FY 2017	FY 2018	FY 2019
Personal Services							
Travel							
Services			344.0	360.0	377.0	394.0	412.0
Commodities							
Capital Outlay							
Grants & Benefits							
Miscellaneous							
Total Operating	0.0	0.0	344.0	360.0	377.0	394.0	412.0

Fund Source (Operating Only)

1178 temp code			344.0	360.0	377.0	394.0	412.0
Total	0.0	0.0	344.0	360.0	377.0	394.0	412.0

Positions

Full-time							
Part-time							
Temporary							

Change in Revenues							
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Estimated SUPPLEMENTAL (FY2013) cost: 0.0

Estimated CAPITAL (FY2014) cost: 0.0

ASSOCIATED REGULATIONS

Does the bill direct, or will the bill result in, regulation changes adopted by your agency?

If yes, by what date are the regulations to be adopted, amended or repealed?

Why this fiscal note differs from previous version:

Initial version.

Prepared By:	Pamela Leary	Phone:	(907)465-2350
Division:	Treasury	Date:	02/22/2013 12:00 AM
Approved By:	Angela Rodell	Date:	02/22/13
	Deputy Commissioner, DOR		

FISCAL NOTE ANALYSIS

STATE OF ALASKA
2013 LEGISLATIVE SESSION

BILL NO. HB123

Analysis

This bill provides for a Transportation Infrastructure Fund to be established. In order to prepare this fiscal note, we assumed that the fund would be created with an initial deposit of \$1 billion and additional annual funding based on the 2012 Fall Revenue Forecast for fees associated with Studded Tire taxes, Vehicle Registration fees, Vehicle Rental taxes and Motor Fuel taxes. It is anticipated that the fund will be managed with an asset allocation that includes fixed income, domestic equity and international equity in order to yield a real annual rate of return of 6%. Note that more aggressive asset allocations may result in principal loss as well as higher investment management fees. Note that this fiscal note represents only the incremental increases in costs of the Treasury Division, however additional fees which would be allocated to the fund based on the Division's cost allocation plan.