

Fiscal Note

State of Alaska
2017 Legislative Session

Bill Version: SB 64
Fiscal Note Number: _____
() Publish Date: _____

Identifier: SB064-DEC-SPAR-2-24-17
Title: UNIFORM ENVIROMENTAL COVENANTS ACT
Sponsor: MICCICHE
Requester: (S) Community and Regional Affairs

Department: Department of Environmental Conservation
Appropriation: Spill Prevention and Response
Allocation: Spill Prevention and Response
OMB Component Number: 3094

Expenditures/Revenues

Note: Amounts do not include inflation unless otherwise noted below. (Thousands of Dollars)

	FY2018	Included in	Out-Year Cost Estimates				
	Appropriation Requested	Governor's FY2018 Request	FY 2019	FY 2020	FY 2021	FY 2022	FY 2023
OPERATING EXPENDITURES	FY 2018	FY 2018	FY 2019	FY 2020	FY 2021	FY 2022	FY 2023
Personal Services							
Travel							
Services							
Commodities							
Capital Outlay							
Grants & Benefits							
Miscellaneous							
Total Operating	0.0	0.0	0.0	0.0	0.0	0.0	0.0

Fund Source (Operating Only)

None							
Total	0.0	0.0	0.0	0.0	0.0	0.0	0.0

Positions

Full-time							
Part-time							
Temporary							

Change in Revenues

None							
Total	0.0	0.0	0.0	0.0	0.0	0.0	0.0

Estimated SUPPLEMENTAL (FY2017) cost: 0.0 *(separate supplemental appropriation required)*
(discuss reasons and fund source(s) in analysis section)

Estimated CAPITAL (FY2018) cost: 0.0 *(separate capital appropriation required)*
(discuss reasons and fund source(s) in analysis section)

ASSOCIATED REGULATIONS

Does the bill direct, or will the bill result in, regulation changes adopted by your agency? **Yes**
If yes, by what date are the regulations to be adopted, amended or repealed? **06/30/18**

Why this fiscal note differs from previous version:

Not applicable, initial version.

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Division: <u>Spill Prevention and Response</u>	Date: <u>02/24/2017 09:00 AM</u>
Approved By: <u>Alice Edwards, Deputy Commissioner</u>	Date: <u>02/24/17</u>
Agency: <u>Department of Environmental Conservation</u>	

FISCAL NOTE ANALYSIS

STATE OF ALASKA
2017 LEGISLATIVE SESSION

BILL NO. SB064

Analysis

The proposed legislation establishes the ability to create environmental covenants for property with contamination remaining above cleanup levels. A covenant would restrict some activities from occurring on the property to avoid releasing the contamination but allow other uses to occur. It allows for transparency in real estate transactions and assurance to sellers that remaining contamination will be effectively managed. The Division currently maintains the contaminated sites database which contains deed notices. Environmental covenants will replace deed notices since they are sometimes lost as ownership turns over. The Division will modify this database to track environmental covenants with existing personnel resources. The database already has a public access webpage so there is no additional cost for adding a searchable element for environmental covenants. Staff already spend time creating and maintaining deed notices, and this effort will be replaced by similar effort to create and maintain environmental covenants. Increased personnel costs are not expected. Therefore, the department submits a zero fiscal note.