

Fiscal Note

State of Alaska
2018 Legislative Session

Bill Version:	HCS CSSB 6(FIN)
Fiscal Note Number:	15
(H) Publish Date:	2/12/2018

Identifier: HFIN SB6-DNR-PMC-02-9-18
Title: INDUSTRIAL HEMP PRODUCTION
Sponsor: HUGHES
Requester: House Finance

Department: Department of Natural Resources
Appropriation: Agriculture
Allocation: North Latitude Plant Material Center
OMB Component Number: 2204

Expenditures/Revenues

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

(Thousands of Dollars)

	FY2019 Appropriation Requested	Included in Governor's FY2019 Request	Out-Year Cost Estimates				
OPERATING EXPENDITURES	FY 2019	FY 2019	FY 2020	FY 2021	FY 2022	FY 2023	FY 2024
Personal Services							
Travel							
Services	10.0						
Commodities							
Capital Outlay							
Grants & Benefits							
Miscellaneous							
Total Operating	10.0	0.0	0.0	0.0	0.0	0.0	0.0

Fund Source (Operating Only)

1004 Gen Fund (UGF)	10.0						
Total	10.0	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 (FY2018) cost: 0.0 (separate supplemental appropriation required)
(discuss reasons and fund source(s) in analysis section)

Estimated CAPITAL (FY2019) 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If yes, by what date are the regulations to be adopted, amended or repealed? 06/30/18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/comments:

This revised fiscal note changes the fund source back to UGF from GF/PR to support an RSA with the Department of Law to draft regulations. Program receipts will not be available for collection until regulations are in place.

Prepared By: Representative Seaton
House Finance Committee
Representative Foster
House Finance Committee

Phone: (907)465-2689
Date: 02/09/2018

FISCAL NOTE ANALYSIS

**STATE OF ALASKA
2018 LEGISLATIVE SESSION****Analysis**

This bill requires the commissioner of Department of Natural Resources to adopt regulations and conduct oversight of industrial hemp in Alaska.

DNR would enter into an RSA with the Department of Law (DOL) to assist in drafting regulations at a cost of approximately \$10 thousand.

The cost of administering the registration program will be determined after regulations are drafted. Those costs will be recovered via revenue from approximately 25 farms the department anticipates to register in the first year.