FISCAL NOTE

STATE OF ALASKA
2012 LEGISLATIVE SESSION

Bill Version	**SB206**
Fiscal Note Number	
() Publish Date	

Identifier (file name)	SB206-DNR-MLW-03-23-12	Dept. Affected	Department of Natural Resources
Title	Interstate Mining Compact & Commission	Appropriation	Land and Water Resources
		Allocation	Mining, Land and Water
Sponsor	Sen. Giessel		
Requester	(S) STA	OMB Component Number	3002

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	20.0		20.0	20.0	20.0	20.0	20.0
Services	40.0		40.0	40.0	40.0	40.0	40.0
Commodities							
Capital Outlay							
Grants, Benefits							
Miscellaneous							
TOTAL OPERATING	**60.0**	**0.0**	**60.0**	**60.0**	**60.0**	**60.0**	**60.0**

FUND SOURCE		(Thousands of Dollars)						
1002	Federal Receipts							
1003	GF Match							
1004	GF	60.0		60.0	60.0	60.0	60.0	60.0
1005	GF/Prgm (DGF)							
1037	GF/MH (UGF)							
1178	temp code (UGF)							
TOTAL		**60.0**	**0.0**	**60.0**	**60.0**	**60.0**	**60.0**	**60.0**

POSITIONS							
Full-time							
Part-time							
Temporary							

CHANGE IN REVENUES							

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)

Initial Version, not applicable

Prepared by	Brent Goodrum, Director	Phone	269-8501
Division	Mining, Land & Water	Date/Time	3/23/12 4:00 PM
Approved by	Daniel S. Sullivan, Commissioner	Date	3/23/2012
	Department of Natural Resources		

(Revised 1/17/2012 OMB)

Analysis

This bill would authorize Alaska to join and participate in the Interstate Mining Compact.

This fiscal note has two components, annual membership and travel.

Membership Dues:
Membership in the commission requires annual dues paid by each party state. The amount of dues to be paid by each party state is covered under Article VII of the Compact and Bylaws. There are currently 19 member states, Alaska's addition would bring that total to 20.

Specifically; each party state is required to pay one half of the commission's annual budget, in equal shares. With Alaska as a member, Alaska's portion would be 1/20th of half the annual budget. The other half of the annual budget is also paid by the member states but is paid in proportion to the value of the minerals, ores and other solid matter mined in each member state.

DNR estimates that Alaska's share for dues in the first membership-year will be approximately $40.0. This amount will fluctuate in future years based on the amount of the commission's annual budget and the value of the minerals, ores and other solid matter mined in Alaska annually. This value is based on national valuation reports prepared by federal agencies to insure impartial uniformity assessment of mining data. If the annual dues are significantly higher than $40.0, DNR may request supplemental funding in that year.

Travel costs:
Membership and participation in the Interstate Mining Compact Commission will require two or more trips per year by Commissioner, department staff, and possibly other representives of the Governor's office. The department estimates $20.0 per year for this expense.