

Fiscal Note

State of Alaska
2013 Legislative Session

Bill Version: HB 49
Fiscal Note Number: _____
() Publish Date: _____

Identifier: HB049-DOR-TRS-02-22-13
Title: CHINOOK RESEARCH & RESTORATION
 ENDOWMENT
Sponsor: HERRON
Requester: House Fisheries

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	Included in	Out-Year Cost Estimates				
	Appropriation Requested	Governor's FY2014 Request	FY 2015	FY 2016	FY 2017	FY 2018	FY 2019
OPERATING EXPENDITURES	FY 2014	FY 2014					
Personal Services			85.0	85.0	85.0	85.0	85.0
Travel							
Services			8.0	8.0	9.0	9.0	9.0
Commodities							
Capital Outlay							
Grants & Benefits							
Miscellaneous							
Total Operating	0.0	0.0	93.0	93.0	94.0	94.0	94.0

Fund Source (Operating Only)

1178 temp code			93.0	93.0	94.0	94.0	94.0
Total	0.0	0.0	93.0	93.0	94.0	94.0	94.0

Positions

Full-time			1.0	1.0	1.0	1.0	1.0
Part-time							
Temporary							

Change in Revenues							
---------------------------	--	--	--	--	--	--	--

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? No
If yes, by what date are the regulations to be adopted, amended or repealed?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: <u>Pamela Leary</u>	Phone: <u>(907)465-2350</u>
Division: <u>Treasury</u>	Date: <u>02/22/2013 04:30 PM</u>
Approved By: <u>Angela Rodell</u>	Date: <u>02/22/13</u>
<u>Deputy Commissioner, DOR</u>	

FISCAL NOTE ANALYSIS

**STATE OF ALASKA
2013 LEGISLATIVE SESSION**

BILL NO. HB049

Analysis

This bill establishes a Chinook Salmon Fund as a separate fund. Appropriations of the fund will be moved to a grant account from which grants will be made for research and restoration projects. In order to prepare this fiscal note, we assumed that the fund would be created with an initial deposit of \$25 million. 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 5%. Note that more aggressive asset allocations may result in principal loss and higher investment management fees. As written, the bill contemplates that Department of Revenue staff would maintain records for all donations and monitor the use of money by the board. The increase in Personal Services costs reflect this requirement.

This fiscal note represents only the incremental increases in costs of the Treasury Division, however additional fees may be allocated to the fund based on the Division's cost allocation plan.