Fiscal Note State of Alaska Bill Version: SB 29 2021 Legislative Session Fiscal Note Number: () Publish Date: Identifier: SB29-DFG-DCF-2-26-21 Department: Department of Fish and Game Title: COOK INLET: NEW ADMIN AREA; PERMIT Appropriation: Commercial Fisheries BUYBACK Allocation: Commercial Fisheries Sponsor: **MICCICHE** OMB Component Number: 2965 Requester: (S)RESOURCES **Expenditures/Revenues** Note: Amounts do not include inflation unless otherwise noted below. (Thousands of Dollars) Included in FY2022 Governor's Appropriation FY2022 **Out-Year Cost Estimates** Requested Request **OPERATING EXPENDITURES** FY 2026 FY 2022 **FY 2022 FY 2023 FY 2024 FY 2025 FY 2027** Personal Services Travel Services Commodities Capital Outlay **Grants & Benefits** Miscellaneous 0.0 0.0 0.0 0.0 0.0 0.0 **Total Operating** 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 0.0 0.0 0.0 0.0 0.0 Total 0.0 0.0 Estimated SUPPLEMENTAL (FY2021) cost: 0.0 (separate supplemental appropriation required) Estimated CAPITAL (FY2022) cost: 0.0 (separate capital appropriation required) Does the bill create or modify a new fund or account? No (Supplemental/Capital/New Fund - 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? No If yes, by what date are the regulations to be adopted, amended or repealed? 01/01/24 Why this fiscal note differs from previous version/comments: Not applicable, initial version.

Prepared By:	Rachel Hanke, Legislative Liaison	Phone:	(907)465-6137
Division:	Office of the Commissioner	Date:	02/26/2021 10:53 AM

Approved By: Dayna Mackey, Administrative Services Director Date: 02/26/21

Agency: Office of Management & Budget

FISCAL NOTE ANALYSIS

STATE OF ALASKA 2021 LEGISLATIVE SESSION

BILL NO. SB29

Analysis

The purpose of this legislation is to reduce the number of commercial set net permits on the east side of the Cook Inlet, thereby improving profitability remaining set net permit holders and reducing king salmon harvest in the east side set net fishery. The bill allows for the division of an existing administrative area to establish a commercial shore set net entry permit buyback program.

The adoption of SB29 would require the Division of Commercial Fisheries to work in coordination with the Commercial Fisheries Entry Commission (CFEC) and the Department of Natural Resources by closing waters associated with shore fishery leases or waters fished by CFEC permit holders involved in the buyback to commercial fishing for salmon. These closures would be implemented by the Department of Fish and Game in accordance with the Administrative Procedures Act. This will result in costs to promulgate regulations, print notices to be mailed, post required notices in newspapers and/or radio broadcast, hold public proceedings, and staff time to administer.

For the purposes of this fiscal note, the Division of Commercial Fisheries assumes that it will gather the necessary documentation and close the areas cumulatively either on an annual basis, at a time that best fits the fishery's needs, or a single, large scale closure when the program sunsets. This fiscal note reflects the cost under those scenarios, which are estimated to be minimal enough that the division can absorb the costs. However, if the Department of Fish and Game is required to close the areas immediately upon receipt from the Department of Natural Resources and the Commercial Fisheries Entry Commission, 200 closures over a five-year period, the cost will rise by an indeterminate amount and will not be able to be absorbed.

(Revised 1/13/2021 OMB/LFD) Page 2 of 2