

FISCAL NOTE N. 1

STATE OF ALASKA
1999 LEGISLATIVE SESSION

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Revision Date: _____ Dept Affected: Natural Resources
 Title: An Act relating to the University of Alaska BRU: Resource Development
and university land & authorizing U of A to select additional land Component: Land Development
 Sponsor: Sen. Taylor, et.al.
 Requestor: Sen Resources Component Serial No. 431

Expenditures/Revenues (Inflation not included unless otherwise noted below) (Thousands of Dollars)

OPERATING EXPENDITURES	FY2000	FY2001	FY2002	FY2003	FY2004	FY2005
PERSONAL SERVICES	142.0	161.0	161.0	161.0	161.0	161.0
TRAVEL	15.0	15.0	15.0	15.0	15.0	15.0
CONTRACTUAL	1,500.0	1,500.0	1,500.0	1,500.0	1,500.0	1,500.0
SUPPLIES						
EQUIPMENT						
LAND & STRUCTURES						
GRANTS, CLAIMS						
MISCELLANEOUS						
TOTAL OPERATING	1,657.0	1,676.0	1,676.0	1,676.0	1,676.0	1,676.0
CAPITAL EXPENDITURES						
CHANGE IN REVENUES (fund code)	see note					

FUND SOURCE (Thousands of Dollars)

1002 Federal Receipts						
1003 GF Match						
1004 GF	30.0	32.0	32.0	32.0	32.0	32.0
1005 GF/Program Receipts						
1037 GF/Mental Health						
I/A (University)	1,627.0	1,644.0	1,644.0	1,644.0	1,644.0	1,644.0
TOTAL	1,657.0	1,676.0	1,676.0	1,676.0	1,676.0	1,676.0

Estimate of any current year (FY99) cost: \$ _____

POSITIONS

FULL-TIME	3	3	3	3	3	3
PART-TIME						
TEMPORARY						

ANALYSIS: (Attach a separate page if necessary)

This fiscal note is the minimum necessary for DNR to process land selections and conveyances to the University of Alaska. Costs could be higher depending on what lands are selected and the level of controversy relating to individual parcels. Most costs for the conveyance work will be paid for by the University using Interagency Receipts; however, this money still must come from state funds.

For FY 00, staff will include 2 mos. of a Natural Resource Manager I, 12 mos. Natural Resource Officer (NRO) II, and 12 mos. NRO I who will help identify parcels for University selection, check land status and land records, prepare public notice, respond to public inquiries, negotiate with the University, and perform other tasks to prepare land lists. Includes 6 mos. for a Land Surveyor I to prepare survey instructions and contracts for survey. Large [cont.]

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 Division: Land Date: 22-Jan-99
 Approved by Commissioner: [Signature] Date: 1-25-99
 Agency: Natural Resources

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ANALYSIS [continued]:

contractual expenditures reflect the cost to survey parcels. FY 01 and following years include the above costs, plus costs to issue title documents.

* Note: It is impossible to project how much revenue these conveyances will generate for the University, and will be lost to the state, without knowing exactly what lands will be transferred. However, it can be assumed the University will select the most valuable parcels it can find. The effect is to divert a significant revenue stream out of the general fund, where it would have been available for those public purposes the Legislature deemed most important in a given year, into the hands of the Board of Regents for strictly university purposes. Also, by removing the most valuable parcels from the state's asset base, the bill reduces one of the most important incentives for local government to incorporate: the opportunity to select top-quality commercial, residential, and industrial land for municipal ownership under AS 29.65.