

FISCAL NOTE

**STATE OF ALASKA
2000 LEGISLATIVE SESSION**

No. 4
 Bill Version: SB 296
 (S) Publish Date: 3-31-00

Revision Date/Time (Note if correction) _____ Dept. Affected Governor's Office
 Title An Act relating to charges for state services BRU Multiple
 Component Multiple
 Sponsor Senate Finance Committee
 Requester Senate Resources Committee Component No. _____

Expenditures/Revenues (Thousands of Dollars)

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

OPERATING EXPENDITURES	FY 2001	FY 2002	FY 2003	FY 2004	FY 2005	FY 2006
Personal Services	68.8	70.9	73.0	75.2	77.5	79.8
Travel						
Contractual						
Supplies						
Equipment						
Land & Structures						
Grants & Claims						
Miscellaneous						
TOTAL OPERATING	68.8	70.9	73.0	75.2	77.5	79.8

CAPITAL EXPENDITURES						
CHANGE IN REVENUES ()						

FUND SOURCE (Thousands of Dollars)

1002 Federal Receipts						
1003 GF Match						
1004 GF	68.8	70.9	73.0	75.2	77.5	79.8
1005 GF/Program Receipts						
1037 GF/Mental Health						
Other (Specify Type)						
TOTAL	68.8	70.9	73.0	75.2	77.5	79.8

Estimate of any current year (FY2000) cost: 0.0

POSITIONS

Full-time						
Part-time	2	2	2	2	2	2
Temporary						

ANALYSIS: (Attach a separate page if necessary)

SB 296 would require the Office of Management and Budget (OMB) to review complaints from any business or individual regarding permit-related charges that these businesses or individuals believe exceed the actual and reasonable direct cost of providing regulatory services. These complaints would come to OMB only if they could not be resolved at the department level. OMB would be required to determine within 30 days whether to uphold the complaint or affirm the relevant permit charges.

In addition, the bill provides that any business or individual can petition OMB to establish a single fee for all regulatory services that are required for the particular type of project being permitted.

(continued -- see attached page)

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 Division Office of Management and Budget Date/Time 3/26/00 7:59 AM
 Approved by Commissioner: Annalee McConnell, Director Date 3-28-00
Office of the Governor

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SB 296 Fiscal Note Analysis – Continued

These provisions would require OMB to establish the capability to rapidly audit and verify agency documentation for permit-related charges, and to establish multi-agency permit fees upon public petition. OMB does not currently perform these functions or have the staff resources to do this work. It is difficult to predict the volume of permit fee complaints and petitions for establishment of multi-agency permit fees that would result from the bill.

However, we estimate that these functions would require the equivalent of two half-time positions. One half-time position would be required by the Office of Management and Budget to respond to complaints regarding permit-related charges.

An additional half-time position would be required by the Division of Governmental Coordination (DGC) to respond to petitions to establish single multi-agency fees. DGC currently is primarily funded with federal money and required general fund match that cannot be used for these purposes.

Salary and benefits for these two half-time positions would total \$68.8 in the first year, with merit increases in subsequent years. Depending on the volume of work generated by this legislation, additional position(s) may be required in the future.

Under this fiscal note, \$34.4 would be provided to OMB (Component 2144) and \$34.4 would be provided to DGC (Component 18).

OMB
3/26/2000