

# FISCAL NOTE

**STATE OF ALASKA**  
**2001 LEGISLATIVE SESSION**

Fiscal Note Number: 1  
 Bill Version: SB 77  
 (S) Publish Date: 2/22/01  
 Dept. Affected: Natural Resources  
 BRU: Oil & Gas Development  
 Component: Oil & Gas Development  
 Component Number: 439

Revision Date/Time (Note if correction): \_\_\_\_\_  
 Title: Net Profit Share Under/Overpayments  
 Sponsor: Senator Torgerson  
 Requester: Senate Resources

**Expenditures/Revenues** (Thousands of Dollars)

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

OPERATING EXPENDITURES	FY 2002	FY 2003	FY 2004	FY 2005	FY 2006	FY 2007
Personal Services						
Travel						
Contractual						
Supplies						
Equipment						
Land & Structures						
Grants & Claims						
Miscellaneous						
<b>TOTAL OPERATING</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>

<b>CAPITAL EXPENDITURES</b>						
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<b>CHANGE IN REVENUES ( )</b>						
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**FUND SOURCE** (Thousands of Dollars)

1002 Federal Receipts						
1003 GF Match						
1004 GF						
1005 GF/Program Receipts						
1037 GF/Mental Health						
Other (Specify Type)						
<b>TOTAL</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>

Estimate of any current year (FY2001) cost: none

Check this box (X) if funding for this bill is included in the Governor's FY2002 budget proposal:

**POSITIONS**

Full-time						
Part-time						
Temporary						

**ANALYSIS:** (Attach a separate page if necessary)

Approval of this Bill will result in savings of administrative time and resources for both the state and the oil and gas lessees. When oil and gas royalty reports were processed manually the interest waiver was justified from a time and resources standpoint. However, now that the reports are processed automatically, the reverse is true. Manual intervention and exception programming is currently required on a case-by-case basis in order to implement the interest waiver; not having to do this would streamline the process in Royalty Accounting. The original intent of AS 38.05.135(g) is no longer operative. The Bill sponsor statement correctly identifies the historical interest payment amounts that would be effected by repeal of AS 38.05.135(g).

There is no fiscal impact anticipated with implementation of this legislation.

Prepared by: William Van Dyke Phone 269-8786  
 Division: Oil and Gas Date/Time 20-Feb-01  
 Approved by: Pat Pourchot Date 20-Feb-01  
 Agency: Natural Resources

For distribution information, call the Governor's Legislative Office