

# FISCAL NOTE

**STATE OF ALASKA**  
**2003 LEGISLATIVE SESSION**

Fiscal Note Number: 1  
 Bill Version: HB 224  
 (H) Publish Date: 3/28/03

Revision Date/Time (Note if correction): \_\_\_\_\_ Dept. Affected: Law  
 Title "An Act relating to a tobacco product manu- BRU Civil  
 facturer's compliance with certain statutory requirements . . ."

Sponsor Rules Committee Component Commercial  
 Requester Governor Component No. 2211

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

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

OPERATING EXPENDITURES	FY 2004	FY 2005	FY 2006	FY 2007	FY 2008	FY 2009
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--Do not abbreviate)						
<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 (FY2003) cost: 0.0

Check this box (X) if funding for this bill is included in the Governor's FY 2004 budget proposal:

**POSITIONS**

Full-time						
Part-time						
Temporary						

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

This bill, based on a model developed by the National Association of Attorneys General in cooperation with a working group of participating states, is designed to aid state enforcement of the tobacco product Master Settlement Agreement (MSA) and AS 45.53, and thus preserve, to the fullest extent possible, the revenue stream under the MSA. One of the provisions of the MSA required states to enact legislation that would "level the playing field" for non-participating tobacco manufacturers, by requiring them to deposit money into escrow for every cigarette they sell in the state. Since 1999, participating states have detected concerted efforts to evade the legislative escrow requirement. This bill is intended to end those efforts.

This bill will have no fiscal impact on the Department of Law.

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 Division Attorney General's Office Date/Time 1/28/03 11:30 AM  
 Approved by: Kathryn Daughhetee for Gregg D. Renkes, Attorney General Date 1/28/2003  
 Agency Department of Law