

FISCAL NOTE

STATE OF ALASKA
2004 LEGISLATIVE SESSION

Fiscal Note Number: 6
 Bill Version: CSHB 333(FIN)
 (H) Publish Date: 4/19/04

Revision Date/Time (Note if correction): _____ Dept. Affected: Natural Resources
 Title Endowment for public education RDU Resource Development
 Component Commissioner's Office
 Sponsor Rep. OGG
 Requester (H) FIN Component No. 423

Expenditures/Revenues (Thousands of Dollars)

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

OPERATING EXPENDITURES	FY 2005	FY 2006	FY 2007	FY 2008	FY 2009	FY 2010
Personal Services	0.0	0.0	0.0	0.0	0.0	0.0
Travel						
Contractual						
Supplies						
Equipment						
Land & Structures						
Grants & Claims						
Miscellaneous						
TOTAL OPERATING	0.0	0.0	0.0	0.0	0.0	0.0

CAPITAL EXPENDITURES						
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CHANGE IN REVENUES ()	0.0	0.0	0.0	0.0	0.0	0.0
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FUND SOURCE (Thousands of Dollars)

1002 Federal Receipts						
1003 GF Match						
1004 GF	(353.9)	(805.8)	(401.1)	(249.1)	(318.7)	(219.8)
1005 GF/Program Receipts						
1037 GF/Mental Health						
University Endow./PS trust fund	412.9	887.4	529.5	407.5	509.8	443.6
1153 Land Disposal Income Fund	(59.0)	(81.6)	(128.4)	(158.4)	(191.1)	(223.8)
TOTAL	0.0	0.0	0.0	0.0	0.0	0.0

Estimate of any current year (FY2004) cost: 0.0

Check this box (X) if funding for this bill is included in the Governor's FY 2005 budget proposal:

POSITIONS

Full-time						
Part-time						
Temporary						

ANALYSIS: (Attach a separate page if necessary)

HB 333 conveys a 2% undivided interest in state land to the University of Alaska and a 3% undivided interest in state land to the Education Trust. DNR assumes that there is no actual deed required to execute this transfer, hence we have assumed there are no DNR expenditures.

Revenues from all new contracts generated after the effective date of the legislation would be diverted from the general fund and deposited with the University and the public school trust fund.

Revenues generated from state land fluctuate from year to year and are difficult estimate accurately. The revenue numbers are based on projected revenues for FY 2005.

(continued...)

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 Agency: Natural Resources

Phone 269-8600
 Date/Time 4/9/04
 Date 4/9/04

FISCAL NOTE #6

**STATE OF ALASKA
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BILL NO. CSHB 333(FIN)

ANALYSIS CONTINUATION

Revenue to the education trusts in FY05 is estimated to be approximately \$412,900. This represents 5% of the General Fund revenue (\$353,900) and Land Disposal Income fund revenue (\$59,000) attributed to new contracts, etc. in FY05. This is broken out by affected division as follows:

Oil and Gas Estimated revenues for FY05:

5% of General Fund - \$352,868

Mining Land and Water Estimated revenues for FY05:

5% of General Fund - \$1,024

5% of Land Disposal Income Fund - \$57,228

Agriculture Estimated revenues for FY05:

5% of Land Disposal Income Fund - \$1,743

Calculations for the general fund portion are based on estimated revenue remaining AFTER the permanent fund distribution of 25%, and school trust fund of 0.05% . As new land sale contracts, oil and gas leases, and mining claims are added each successive year the revenues obtained from these post-legislation sources increase.

Revenues are projected after FY05. Fluctuations are primarily due to the amounts of acreage that will become available for oil and gas leasing in those years. FY06 will see large increases in land availability as old leases expire, thus a large increase in anticipated new leases.