

FISCAL NOTE

STATE OF ALASKA
2004 LEGISLATIVE SESSION

Fiscal Note Number: 1
 Bill Version: CSHB 498(RES)
 H) Publish Date: 4/19/04

Revision Date/Time (Note if correction): _____ Dept. Affected: Natural Resources
 Title Sale or Trade of State Land RDU Resource Development
 Component Land Sales/Municipal Entitlements
 Sponsor Rep. Seaton
 Requester (H) RES Component No. 2456

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	95.3	95.3	95.3	95.3	95.3	95.3
Travel	10.0	10.0	10.0	10.0	10.0	10.0
Contractual	15.0	15.0	15.0	15.0	15.0	15.0
Supplies						
Equipment						
Land & Structures						
Grants & Claims						
Miscellaneous						
TOTAL OPERATING	120.3	120.3	120.3	120.3	120.3	120.3

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

1002 Federal Receipts						
1003 GF Match						
1004 GF	120.3	120.3	120.3	120.3	120.3	120.3
1005 GF/Program Receipts						
1037 GF/Mental Health						
University Endow./PS trust fund						
1153 Land Disposal Income Fund						
TOTAL	120.3	120.3	120.3	120.3	120.3	120.3

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	1	1	1	1	1	1
Part-time	2	2	2	2	2	2
Temporary						

ANALYSIS: (Attach a separate page if necessary)

HB 498 requires the department to sell an amount of settlement or agricultural land equal to or greater than the acreage acquired by the state from private individuals either through purchase or eminent domain. The legislation stipulates that the land sold under this section shall be of equal or greater value, reasonably proximate in location, close in time to the acquisition, and demonstrate similar economic development potential to the land acquired by the state.

The legislation also requires that the commissioner consider reclassifying certain lands as settlement land or agricultural land in order to satisfy the requirements of the section.

cont.

Prepared by: Bob Loeffler, Director
 Division: Mining, Land and Water
 Approved by: Thomas Irwin, Commissioner
 Agency: Natural Resources

Phone 269-8600
 Date/Time 4/15/04
 Date 4/15/04

FISCAL NOTE #1

STATE OF ALASKA
2004 LEGISLATIVE SESSION

BILL NO. CSHB 498(RES)

ANALYSIS CONTINUATION

This legislation would require DNR to track all state acquisitions of private land to determine those that fit the standards set, identify and assess suitable replacement lands and sell or trade these lands to replace the lands acquired from the private domain. DNR would need to track all acquisitions originating within DNR (including State Parks and ADF&G acquisitions which are done by DNR), as well as those qualifying acquisitions made by the Departments of Education, Administration, Transportation and Public Facilities (when acquired for airports, ports, public facilities), the University of Alaska, the Mental Health Trust Unit, or the Alaska Railroad. Lands acquired for easements or rights-of-way by the DNR (for EVOS purposes) or DOT&PF would be exempt.

Though the amount of land acquired by the state through purchase or eminent domain varies from year to year, based on historic records, DNR anticipates that approximately 4,800 acres of land acquisitions annually would qualify for disposal under this proposal. These lands would be contained in any number of tract sizes and number from scores to hundreds of individual parcels.

The state land acquisition tracking efforts would require:

1 NRS I – @\$52.0 for six (6) months = \$26.0

The state land replacement assessment, including reclassifying lands to settlement status would require:

1 NRS II – @\$59.0 for six (6) months = \$29.5

1 NRS I – @\$52.0 for six (6) months = \$26.0

1 Appraiser I – @\$55.0 for three (3) months = \$13.8

In addition, DNR estimates that it would require at least \$10.0 in travel costs to examine subject properties and \$15.0 in contractual costs for appraisal services.

Once the land has been identified, preparing for and conducting the land sale will be handled by existing Land Sales staff. Land sale costs such as public notice, brochures and contract issuance will be assumed as part of the existing land sale program. The bill will not result in increased land sales as the amount of land currently offered for sale (over 23,000 acres currently available over-the-counter, plus new offerings) exceeds the amount of acquisitions (estimated at 4,800 acres). No additional revenue is anticipated as DNR assumes that the acreage identified to be sold under this program will replace an equal amount of acreage that would have been sold under the existing program.