

FISCAL NOTE

STATE OF ALASKA
2004 LEGISLATIVE SESSION

Fiscal Note Number: 1
 Bill Version: CSHB 527(STA)
 (H) Publish Date: 4/7/04

Revision Date/Time (Note if correction): _____ Dept. Affected: DCED
 Title Alaska Securities Act RDU Banking, Securities & Corporations(115)
 Component Banking, Securities & Corporations
 Sponsor House State Affairs
 Requester House State Affairs Component No. 1233

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						
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 (1156)	79.0	79.0	79.0	79.0	79.0	79.0
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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						
1156 Receipt Supported Services						
TOTAL	0.0	0.0	0.0	0.0	0.0	0.0

Estimate of any current year (FY2004) cost: 0.0

Mark 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)

This legislation, among other things, increases the civil penalties for people who violate Alaska's Security Act. Penalties increase from \$2,500 for a single knowing violation to a maximum of \$100,000 for multiple knowing violations, and from \$500 to \$25,000 for unintentional violations. The department estimates an additional \$79.0 in revenues will be collected as a result of this increase. The estimate, which is subject to significant variability, is based on the weighted average of the amount of fines levied and collected over the past five years. Fines have ranged from a low \$15.7 to a high of \$683.5. Collection rates vary from a low of 0.5% to 85%. This legislation has no fiscal impact on the operations of the division.

Prepared by: Mark Davis, Director Phone (907) 465-5451
 Division Banking, Securities & Corporations Date/Time 3/8/04 2:22 PM
 Approved by: Edgar Blatchford, Commissioner Date 3/8/2004
 Agency Department of Community & Economic Development