

FISCAL NOTE

STATE OF ALASKA
2003 LEGISLATIVE SESSION

Fiscal Note Number: 4
 Bill Version: CSSB 215(STA)
 (H) Publish Date: 5/21/02

Revision Date/Time (Note if correction): _____ Dept. Affected: Administration
 Title: An Act...for a lease-purchase agreement for a BRU: Leases
seafood and food safety laboratory facility.... Component: Leases
 Sponsor: Rules by Request of the Governor
 Requester: (S) State Affairs Component No. 81

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		(60.0)	(120.0)	(123.0)	(123.0)	(123.0)
Supplies						
Equipment						
Land & Structures						
Grants & Claims						
Miscellaneous						
TOTAL OPERATING	0.0	(60.0)	(120.0)	(123.0)	(123.0)	(123.0)

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		(50.8)	(101.7)	(104.2)	(104.2)	(104.2)
1005 GF/Program Receipts						
1037 GF/Mental Health						
1007 I/A Receipts		(9.2)	(18.3)	(18.8)	(18.8)	(18.8)
TOTAL	0.0	(60.0)	(120.0)	(123.0)	(123.0)	(123.0)

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)

The bill would authorize financing and construction of a new laboratory facility that would replace the current leased location in Palmer. The Division will execute a lease purchase agreement for the lease purchase of a new seafood and food safety laboratory in Anchorage.

Lease savings would begin mid way through (January) FY2005 when we anticipate occupying the new facility. Annual costs for the Palmer lease in FY2004 are budgeted in the Department of Administration's (DOA) Leases component as \$99.1 of General Funds and in the Department of Environmental Conservation's (DEC) operating budget and paid to DOA via a \$17.9 RAS. Future years estimated lease savings have been adjusted to reflect the January 2005 occupancy date.

Costs for the design, construction, acquisition and construction contract compliance are not included in this fiscal note as those costs and associated work will be borne by other state departments.

Prepared by: Vern Jones, Chief Procurement Officer Phone 465-5684
 Division: General Services Date/Time 5/12/03 10:53 AM
 Approved by: Mike Miller, Commissioner Date 5/12/2003
 Agency: Administration

FISCAL NOTE #4

**STATE OF ALASKA
2003 LEGISLATIVE SESSION**

BILL NO. CSSB 215(STA)

ANALYSIS CONTINUATION

Current Palmer Laboratory Lease

Lease #: 2359

Location/Property: Palmer/Palmer Lab

Sq Ft: 9,252

Term: Firm Term thru 1/31/03, W/ 3 One Year Renewal Options (extended expiration = 12/31/06)

FY2004:

Total Cost per Year (annual): \$117.0

RAS (amount paid by DEC) Amount (annual): \$17.9

DOA Budget Amount (annual): \$99.1

FY2005:

Total Cost per Year (annual): \$120.0

DOA Reduction (1/2 year): \$50.8

RAS (amount paid by DEC) Amount (1/2 Year): \$9.2

FY2006:

Total Cost per Year (annual): \$120.0

DOA Reduction (annual): \$101.7

RAS (amount paid by DEC) Amount (annual): \$18.3

FY2007 (increased by 5% replacement factor):

Total Cost per Year (annual): \$123.0

DOA Reduction (annual): \$104.2

RAS (amount paid by DEC) Amount (annual): \$18.8

FY2008 & 2009:

Lease costs estimated to be the same as the FY2007 rate.