

FISCAL NOTE

STATE OF ALASKA
2004 LEGISLATIVE SESSION

Fiscal Note Number: 1
 Bill Version: SB 273
 (S) Publish Date: 2/11/04

Revision Date/Time (Note if correction): _____ Dept. Affected: Revenue
 Title ASMI Board/Seafood Taxes RDU Revenue Programs & Services
& Assessments Component Tax Division
 Sponsor Sen. Gary Stevens/JT Salmon Task Fc
 Requester Senate Labor and Commerce Component No. 2476

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	102.9	102.9	102.9	102.9	102.9	102.9
Travel						
Contractual	20.9	6.9	6.9	6.9	6.9	6.9
Supplies	2.0	2.0	2.0	2.0	2.0	2.0
Equipment	16.0					
Land & Structures						
Grants & Claims						
Miscellaneous						
TOTAL OPERATING	141.8	111.8	111.8	111.8	111.8	111.8

CAPITAL EXPENDITURES						
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CHANGE IN REVENUES ()	2,750.0	2,750.0	2,750.0	2,750.0	2,750.0	2,750.0
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FUND SOURCE (Thousands of Dollars)

1002 Federal Receipts						
1003 GF Match						
1004 GF	141.8	111.8	111.8	111.8	111.8	111.8
1005 GF/Program Receipts						
1037 GF/Mental Health						
Other (Specify Type--Do not abbreviate)						
TOTAL	141.8	111.8	111.8	111.8	111.8	111.8

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	2	2	2	2	2	2
Part-time						
Temporary						

ANALYSIS: (Attach a separate page if necessary)

See page 2 for analysis.

Prepared by: Chuck Harlamert Phone 465-2320
 Division Tax Division Date/Time 2/3/04 9:49 AM
 Approved by: Steve Porter, Deputy Commissioner Date 2/3/2004
 Agency Department of Revenue

FISCAL NOTE #1

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BILL NO. SB 273

ANALYSIS CONTINUATION

Revenue Analysis

The two components of the revenue increase are as follows: (1) the new tax of .3% tax on all non-salmon fishery resources (\$2,600,000) and (2) the inclusion of "hatchery permit" fish (\$150,000). The current 1% tax on salmon remains in place and the current "seafood marketing assessment" is replaced by a "seafood products tax" that would raise the equivalent amount of revenue. Both of these taxes currently raise about \$4.4 million. Total ASMI funding under the bill is estimated at \$7.15 million annually.

Cost Analysis

The Department will stop processing annual returns for the Seafood Marketing Assessment and instead, handle monthly Seafood Product Tax returns. In addition the Department will process combined Salmon Enhancement and Seafood Marketing Tax returns for an additional 345 taxpayers based of FY03 activity. We project that our return volume will increase by 3,300 returns per year.

We request funding for an additional tax technician and a clerk to perform initial processing, examination and accounting functions in support of the programs. Contractual costs for FY05 include the cost of building the two new forms into our date entry, examination, and posting application.