

FISCAL NOTE

STATE OF ALASKA
2006 LEGISLATIVE SESSION

Fiscal Note Number: 2
 Bill Version: CSHB 276(JUD)
 (H) Publish Date: _____
 Dept. Affected: Health & Social Services

Revision Date/Time (Note if correction): _____

Title: BUSINESS LICENSE ENDORSEMENT AND SALE OF TOBACCO TO MINORS
 RDU: Behavioral Health

Component: Behavioral Health Grants

Sponsor: KOTT

Requester: HOUSE (JUD) Component No. 2669

Expenditures/Revenues (Thousands of Dollars)

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

OPERATING EXPENDITURES	FY 2007	FY 2008	FY 2009	FY 2010	FY 2011	FY 2012
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 (0)						
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FUND SOURCE (Thousands of Dollars)

1002 Federal Receipts	(654.7)	(654.7)	(654.7)	(654.7)	(654.7)	(654.7)
1003 GF Match						
1004 GF	654.7	654.7	654.7	654.7	654.7	654.7
1037 GF/Mental Health						
Other(Specify Type-do not abbreviate)						
Other(Specify Type-do not abbreviate)						
TOTAL	0.0	0.0	0.0	0.0	0.0	0.0

Estimate of any current year (FY2006) cost: _____

Mark this box (X) if funding for this bill is included in the Governor's FY 2007 budget proposal:

POSITIONS

Full-time						
Part-time						
Temporary						

ANALYSIS: (Attach a separate page if necessary)

This Bill removes the ability of the State to temporarily suspend the business tobacco endorsement of an establishment if an employee of that business sells tobacco to a minor.

If passed, this legislation could impact the overall federal Substance Abuse Prevention and Treatment (SAPT) Block Grant award by 1% for each 1% over the targeted sell rate of 20%. For example, in FY2006 our Block Grant award is \$4,676,744. If our SYNAR sell rate for 2006 is 30%, the penalty to Alaska would be \$467,674.

The highest sell rate Alaska has experienced since the inception of SYNAR was 34% - 14% over the 20% benchmark. Based on a 34% sell rate, the fiscal impact to DBH would be \$654,700 or 1% penalty for every 1% over the 20% requirement.

Prepared by: Cristy Willer, Director Phone 269-3140
 Division: Behavioral Health Date/Time _____
 Approved by: Karleen Jackson, Commissioner Date 03/24/2006
 Agency: Department of Health and Social Services