

# FISCAL NOTE

**STATE OF ALASKA**  
**2008 LEGISLATIVE SESSION**

Fiscal Note Number: 3  
 Bill Version: CSHB 134(FSH)  
 (H) Publish Date: 2/27/08

Identifier (file name): HB134CSFSH-DNR-CPL-02-27-08 Dept. Affected: Natural Resources  
 Title: Protection of Salmon Spawning Water RDU: Resource Development  
 Component: Claims, Permits and Leases  
 Sponsor: Rep. Edgmon  
 Requester: House RES Component Number: 2460

**Expenditures/Revenues** (Thousands of Dollars)

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

	Appropriation Required	Information						
		FY 2009	FY 2009	FY 2010	FY 2011	FY 2012	FY 2013	FY 2014
<b>OPERATING EXPENDITURES</b>								
Personal Services								
Travel								
Contractual								
Supplies								
Equipment								
Land & Structures								
Grants & Claims								
Miscellaneous								
<b>TOTAL OPERATING</b>		<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>

<b>CAPITAL EXPENDITURES</b>								
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<b>CHANGE IN REVENUES ( )</b>			<b>*** INDETERMINATE ***</b>					
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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								
Other Interagency Receipts								
<b>TOTAL</b>		<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>

Estimate of any current year (FY2008) cost: 0.0

**POSITIONS**

Full-time								
Part-time								
Temporary								

**ANALYSIS:** (Attach a separate page if necessary)

CSHB134(FSH) proposes to prohibit water use from anadromous fish waters in connection with a sulfide mining operation, over an area of approximately 19 million acres of land and submerged land within the watersheds of the Nushagak, Kvichak, Naknek, Egegik and Ugashik Rivers. The legislation also prohibits any alteration to anadromous fish waters within the Bristol Bay watershed, in connection with a sulfide mining operation, that results in an adverse affect to that waterway. Further, under the bill, a violation of either of these provisions would become a punishable by fines of \$100,000 to \$1,000,000 per day (AS 16.10.015).

Prepared by: Dick Mylius, Director Phone 269-8600  
 Division: Mining, Land and Water Date/Time February 27, 2008  
 Approved by: Tom Irwin, Commissioner Date February 27, 2008  
Natural Resources

**FISCAL NOTE #3**

**STATE OF ALASKA  
2008 LEGISLATIVE SESSION**

**BILL NO. CSHB 134(FSH)**

**ANALYSIS CONTINUATION**

The state owned portion of these lands contain numerous, significant mineral deposits and is considered to have high mineral potential.

Mining, Land & Water's land management costs are not likely to be increased in this area as a result of this proposed legislation. However, the net fiscal impact to the state may be affected by the potential loss of significant future revenues from sources such as mineral rents and royalties, taxes, rentals, and permit fees. Because the potential and size of these revenue losses are not known the division has provided this indeterminate fiscal note.