

FISCAL NOTE

STATE OF ALASKA
2007 LEGISLATIVE SESSION

Fiscal Note Number: 1
 Bill Version: HB 164
 (H) Publish Date: 3/14/07

Revision Date/Time (Note if correction): _____ Dept. Affected: Dept of Environmental Conservation
 Title Commercial passenger vessels operating in RDU Division of Water
 Alaska waters _____ Component Water Quality
 Sponsor House Transportation Committee
 Requester House Transportation Committee Component No. 2062

Expenditures/Revenues (Thousands of Dollars)

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

OPERATING EXPENDITURES	FY 2008	FY 2009	FY 2010	FY 2011	FY 2012	FY 2013
Personal Services	(203.1)	(203.1)	(203.1)	(203.1)	(203.1)	(203.1)
Travel	(47.0)	(47.0)	(47.0)	(47.0)	(47.0)	(47.0)
Contractual	(4,340.5)	(4,340.5)	(4,340.5)	(4,340.5)	(4,340.5)	(4,340.5)
Supplies	(195.1)	(195.1)	(195.1)	(195.1)	(195.1)	(195.1)
Equipment						
Land & Structures						
Grants & Claims						
Miscellaneous						
TOTAL OPERATING	(4,785.7)	(4,785.7)	(4,785.7)	(4,785.7)	(4,785.7)	(4,785.7)

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						
1005 GF/Program Receipts						
1037 GF/Mental Health						
Other (Specify Type--Do not abbreviate)	(4,785.7)	(4,785.7)	(4,785.7)	(4,785.7)	(4,785.7)	(4,785.7)
TOTAL	(4,785.7)	(4,785.7)	(4,785.7)	(4,785.7)	(4,785.7)	(4,785.7)

Estimate of any current year (FY2007) cost: (495.3)

Mark this box (X) if funding for this bill is included in the Governor's FY 2008 budget proposal:

POSITIONS

Full-time	-2	-2	-2	-2	-2	-2
Part-time						
Temporary						

ANALYSIS: (Attach a separate page if necessary)

The impact of the proposed legislation will reduce the cost significantly from the FY2008 Governor's Amended budget. The total projected cost of implementing the Ocean Ranger program per the Ballot Initiative #2 is \$5,600.0. HB 164 would reduce the costs to \$814.4. The Governor's Amended budget (\$5,600.0) was based on placing 2 Ocean Rangers on board for 24 hour coverage while the ship was in Alaska waters. The proposed legislation would result in coverage only while the ships are in an Alaskan port.

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 Division Director Date/Time 3/7/07 12:00 p.m.
 Approved by: Larry Hartig - Commissioner Date 3/1/8307
 Agency Department of Environmental Conservation

FISCAL NOTE #1

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BILL NO. HB 164

ANALYSIS CONTINUATION

Following are the line item expenditure calculations for the for the proposed legislation:

Personal Services: The Governor's Amended FY2008 budget included 4 positions. Under HB 164, DEC needs two positions to administer the program: EPM I program manager (R21), EEII (R23 - head "ocean ranger" based at DEC). This is a reduction of 2 positions from Governor's Amended budget.

Governor's Amended budget	\$373.5
Reduction in cost due to HB164	(\$203.1)
Revised cost	\$ 170.4

Travel: Line item includes travel for DEC program staff for implementing the program.

Governor's Amended budget	\$55.0
Reduction in cost due to HB164	(\$47.0)
Revised cost	\$8.0

Contractual: The contractual cost includes cost of the ORs and other program related costs such as public notices, staff training, and legal support. DEC will fund ORs under contract, rather than attempt to hire them directly as state employees. Significant reductions from the Governor's Amended budget in needs for wireless work stations, cell phones, and other communication needs with reduction of ORs. In addition, there are significant reductions in cost since there will be no contract with cruiselines for 7-day passage berths for ORs under proposed HB164. 20K reduction in need for GPS tracking as HB164 assumes USCG will do this tracking.

Seven (7) new ocean rangers (ORs), 2 in Juneau, 2 in Ketchikan, 1 in Southcentral area, and 2 that will travel to other Southeast ports of call. No actual ridership between ports. The assumption is that the ORs will work for 12 hours maximum per day, whether inspecting or in travel status. (Contract includes : hourly pay, COLA, and benefits.) Vessel inspections require a minimum of 4 hours per vessel; no more than 2 vessels/day can be inspected per OR.

Governor's Amended budget	\$4,931.5
Reduction in cost due to HB164	(\$4,340.5)
Revised cost	\$591.0

Supplies: Some reductions in gear because of reduced number of ORs. Training and monitoring material needs may also see some reductions.

Governor's Amended budget	\$240.0
Reduction in cost due to HB164	(\$195.1)
Revised cost	\$45.0