

# FISCAL NOTE

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

Fiscal Note Number: 3  
 Bill Version: SCS CSHB 166(FIN)  
 (S) Publish Date: 4/8/08

Identifier (file name): SCSCSHB166-DOR-PFD-4-2-08 Dept. Affected: DOR  
 Title: PFD Charitable giving RDU: Revenue Programs & Support  
 Component: Permanent Fund Dividend  
 Sponsor: Representative Thomas  
 Requester: Senate Finance Component Number: 981

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

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

	Appropriation Required	Information					
		FY 2009	FY 2010	FY 2011	FY 2012	FY 2013	FY 2014
<b>OPERATING EXPENDITURES</b>							
Personal Services	136.1		136.1	136.1	136.1		
Travel	4.2		2.0	2.0	2.0		
Contractual	383.2		73.1	73.1	73.1		
Supplies							
Equipment	19.0						
Land & Structures							
Grants & Claims							
Miscellaneous							
<b>TOTAL OPERATING</b>	<b>542.5</b>	<b>0.0</b>	<b>211.2</b>	<b>211.2</b>	<b>211.2</b>	<b>0.0</b>	<b>0.0</b>

<b>CAPITAL EXPENDITURES</b>							
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<b>CHANGE IN REVENUES (</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							
Stat Des	542.5		211.2	211.2	211.2		
<b>TOTAL</b>	<b>542.5</b>	<b>0.0</b>	<b>211.2</b>	<b>211.2</b>	<b>211.2</b>	<b>0.0</b>	<b>0.0</b>

Estimate of any current year (FY2008) cost: 0.0

**POSITIONS**

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

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

This bill creates the need for a new unit to the PFD Division, complete with an application & eligibility process for non profits. Non-profits who are denied will have the right to appeal. PFD public response staff will experience an increase in activity as people question the new addition to the application and the associated rules. There is an immediate need for a data base that will contain the eligibility information for each charitable organization with the capability of saving document images and tracking applications through the eligibility phase and the appeals phase. The database programming would be contracted through task order.

Prepared by: Deborah M. Richter Phone 465-4785  
 Division: Permanent Fund Dividend Date/Time 4/02/08 9.51am  
 Approved by: Jerry Burnett Date 4/2/2008  
Department of Revenue

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**ANALYSIS CONTINUATION**

The changes to the existing database as it relates to the online application will also be performed by a contractor through a task order.

It is anticipated that agencies and applicants will operate in a paperless environment up to the appeals stage of eligibility.

Two positions are requested. 1 Program Coordinator FT. 1 PFD Technician II FT.

The Program Coordinator will work with and qualify non-profits interested in being included on the PFD application.

The PFD Technician II is required as increases are anticipated in both public contact and appeals of non-profits deemed ineligible. Current staff could not effectively handle the increase in work load.

Contractual Cost Breakdown:

YR (1)	
Non-Profit Eligibility Database Programming	300.0
Web Dividend Application & Non-Profit Application Programming	50.0
Department of Law Regulations	15.0
Public Notice Regulations	5.0
Print & Postage Cost for Appeals	2.0
Data Storage & Computer Services	3.1
1-800 Phone calls	3.0
New Position Wiring	<u>5.1</u>
	383.2

YR (2 & 3)	
Web Application & Eligibility Database Changes Annually	50.0
OAH Hearing Costs	15.0
Print & Postage Cost for Appeals	2.0
Data Storage & Computer Services	3.1
1-800 Phone calls	<u>3.0</u>
	73.1

\*For estimation purposes, it has been assumed that 2000 non profit organizations will apply to be included in the dividend application.