

FISCAL NOTE

STATE OF ALASKA
2007 LEGISLATIVE SESSION

Fiscal Note Number: 2
 Bill Version: CSSB 72(CRA)
 (S) Publish Date: 2/26/07

Revision Date/Time (Note if correction): _____ Dept. Affected: Natural Resources
 Title Community Revenue Sharing RDU Resource Development
 Component Commissioner's Office
 Sponsor Senate Community & Regional Affairs committee
 Requester S CRA Component No. 423

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						
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						
-----------------------------	--	--	--	--	--	--

CHANGE IN REVENUES (multiple)	(144,753.0)	(144,753.0)	(144,753.0)	(144,753.0)	(144,753.0)	(144,753.0)
--------------------------------------	--------------------	--------------------	--------------------	--------------------	--------------------	--------------------

FUND SOURCE (Thousands of Dollars)

1002 Federal Receipts						
1003 GF Match						
1004 GF	42.1	42.1	42.1	42.1	42.1	42.1
1005 GF/Program Receipts						
1037 GF/Mental Health						
1155 Timber Receipts	(42.1)	(42.1)	(42.1)	(42.1)	(42.1)	(42.1)
TOTAL	0.0	0.0	0.0	0.0	0.0	0.0

Estimate of any current year (FY2007) cost: 0.0

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

POSITIONS

Full-time						
Part-time						
Temporary						

ANALYSIS: (Attach a separate page if necessary)

See Page two for detail on estimate of revenue that would be redirected from the general fund to the community revenue sharing fund under this legislation (\$144,753.0), based on FY06 revenue.

The \$42.1 fund change is the estimated general fund required to replace lost timber sale receipts in the Division of Forestry. Timber sale receipts are fully allocated to support forest management on state land, including timber sales for local businesses and reforestation; Forest Resources & Practices Act implementation and enforcement on state and private land; and the New Growth Prospectus efforts to increase private investment in wood processing facilities in Alaska. A 6% redirection of timber receipts would require general fund replacement to maintain the existing level of service.

Prepared by: Nico Bus, Administrative Services Director Phone 465-2406
 Division: Support Services Date/Time 2/12/2007
 Approved by: Tom Irwin, Commissioner Date 2/12/2007
 Agency: Natural Resources

FISCAL NOTE # 2

STATE OF ALASKA
2007 LEGISLATIVE SESSION

BILL NO. CSSB 72(CRA)

ANALYSIS CONTINUATION

The following is DNR's estimate of the effect of the proposed AS 29.60.850 (a) (1), (2), and (6), the portions of the bill that relate to DNR revenue.

Section (a):

1) disposals of state land or interests in state land, together with the fixtures on the land.

	FY06	6%	
	Revenue		
ML&W	6,721.5	403.3	
Agriculture	1,003.0	60.2	
Total	<u>7,724.5</u>	<u>463.5</u>	(* see note below)

2) disposals of minerals, including sand, gravel, stone, and water, mineral lease rentals, royalties, royalty sale proceeds, and federal mineral revenue sharing payments and bonuses.

Oil & Gas	2,394,570.1	143,674.2	
Pipeline Coord.	102.0	6.1	
ML&W	9,451.4	567.1	
Total	<u>2,404,123.5</u>	<u>144,247.4</u>	

6) timber produced or processed.

Forestry	<u>702.3</u>	<u>42.1</u>	
----------	--------------	-------------	--

† TOTAL DNR 2,412,550.3 144,753.0

* Note:

Preliminary estimates show that a general fund appropriation to supplant Land Disposal Income Fund (LDIF) may be required in FY09 and future years, to maintain the existing level of service that is currently supported by LDIF, if 6% of the revenue is directed to this new fund.