

FISCAL NOTE

STATE OF ALASKA
2008 LEGISLATIVE SESSION

Fiscal Note Number: 7
 Bill Version: HCS CSSB 72(FIN)
 (H) Publish Date: 3/5/08

Identifier (file name): SB072HCSCS(CRA)-DNR-CO-02-13-08 Dept. Affected: Natural Resources
 Title: Community Revenue Sharing RDU: Resource Development
 Component: Commissioner's Office
 Sponsor: Senate Community & Regional Affairs Committee
 Requester: House Finance Component Number: 423

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
OPERATING EXPENDITURES								
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	0.0	0.0

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 Interagency Receipts								
TOTAL	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0

Estimate of any current year (FY2008) cost: _____

POSITIONS

Full-time								
Part-time								
Temporary								

ANALYSIS: (Attach a separate page if necessary)

Sec. 29.60.850 of the bill directs the Department of Revenue to deposit the lesser of \$50.0 million or 3% of money received by the state during the preceding fiscal year from mineral lease rentals, royalties, royalty sale proceeds, federal mineral revenue sharing payments and bonuses into a Community Revenue Sharing Fund.

Using the Department of Revenue's 2007 Fall Revenue Source Book for pertinent royalty estimates, the lesser of the two alternatives indicates the \$50.0 million annual appropriation. Please see page two for estimates of royalties both unrestricted and restricted that would be redirected to the community revenue sharing fund under this legislation if the \$50.0 million lesser amount were not identified in new AS 29.60.50(a)(1).

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 Division: Commissioner's Office Date/Time February 13, 2008
 Approved by: Tom Irwin, Commissioner Date February 13, 2008
Natural Resources

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BILL NO. HCS CSSB 72(FIN)

ANALYSIS CONTINUATION

Fiscal Year	*Unrestricted	**Restricted	***Other	TOTAL	**** 3%
	Oil & Gas Royalties	Oil & Gas Royalties	Mineral Lease Rentals & Royalties	Estimated Revenue	
FY08	1,833,600.0	627,700.0	5,181.6	2,466,481.6	73,994.4
FY09	1,566,100.0	536,100.0	5,181.6	2,107,381.6	63,221.4
FY10	1,511,700.0	517,500.0	5,181.6	2,034,381.6	61,031.4
FY11	1,501,200.0	513,900.0	5,181.6	2,020,281.6	60,608.4
FY12	1,503,700.0	514,700.0	5,181.6	2,023,581.6	60,707.4
FY13	1,504,400.0	515,000.0	5,181.6	2,024,581.6	60,737.4
FY14	1,496,300.0	512,200.0	5,181.6	2,013,681.6	60,410.4

Assumptions/Notes:

Dollars in thousands for fiscal note formatting.

* Forecast from Dept. of Revenue Fall 2007 Revenue Sources Book, figure A-4B

** FY08 forecast from Dept. of Revenue Fall 2007 Revenue Sources Book, figure A-7B.

*** Other Mineral Lease Rentals & Royalties includes: Mining rentals and leases; Coal rentals, leases and royalties. These numbers are based on FY06 Actuals; for purposes of this fiscal note we have assumed the same level.

**** Fiscal note shows estimate of money available in each fiscal year based on money received by the state in the immediately preceding fiscal year.