

FISCAL NOTE

STATE OF ALASKA
2012 LEGISLATIVE SESSION

Bill Version CSHB 258(FIN)
 Fiscal Note Number 7
 Publish Date 3/29/12 (H)

Identifier (file name) HB258CS-DOT-STWD-3-27-12 Dept. Affected DOT&PF
 Title Naturally Occurring Asbestos Appropriation Design, Engineering & Construction
 Allocation Stwd Design & Engineering Services
 Sponsor Representative Joule
 Requester H (FIN) OMB Component Number 2357

Expenditures/Revenues (Thousands of Dollars)

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

	FY13 Appropriation Requested	Included in Governor's FY13 Request	Out-Year Cost Estimates					
			FY13	FY14	FY15	FY16	FY17	FY18
OPERATING EXPENDITURES								
Personal Services	117.6		117.6	58.8	58.8	23.5	23.5	
Travel	35.0		20.0	10.0	5.0	5.0	5.0	
Services	50.0		52.5	52.5	2.5	2.5	2.5	
Commodities	7.5		0.5	0.5	0.5	0.5	0.5	
Capital Outlay								
Grants, Benefits								
Miscellaneous								
TOTAL OPERATING	210.1	0.0	190.6	121.8	66.8	31.5	31.5	

FUND SOURCE (Thousands of Dollars)

1002	Federal Receipts							
1003	GF Match							
1004	GF	210.1	190.6	121.8	66.8	31.5	31.5	
1005	GF/Prgm (DGF)							
1037	GF/MH (UGF)							
1178	temp code (UGF)							
TOTAL		210.1	0.0	190.6	121.8	66.8	31.5	31.5

POSITIONS

Full-time	1.0		1	0.5	0.5	0.2	0.2
Part-time							
Temporary							

CHANGE IN REVENUES

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Estimated **SUPPLEMENTAL (FY12) operating costs** _____ (separate supplemental appropriation required)
 (discuss reasons and fund source(s) in analysis section)

Estimated **CAPITAL (FY13) costs** _____ (separate capital appropriation required)
 (discuss reasons and fund source(s) in analysis section)

Why this fiscal note differs from previous version (if initial version, please note as such)

updated to reflect loss of database requirement, more travel in the intial years and lower personnel costs in the future.

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 Division Department of Transportation and Public Facilities
 Approved by Marc Luiken
Commissioner

Phone 465-4772
 Date/Time 3/27/12 11:00 AM
 Date 3/27/2012

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Analysis

This act requires the Department of Transportation and Public Facilities (DOT&PF) to develop and implement standards on a project-by-project basis for the use of gravel containing naturally occurring asbestos (NOA) when there is no economically reasonable alternative source of "clean" gravel. The Department is also required to develop testing methodologies and procedures for indemnification.

Additionally, DOT&PF is to approve private contractor plans for the use of naturally occurring asbestos in construction projects in Alaska. DOT&PF will only approve the plans. Liability rests with the contractor to comply with the DOT&PF plan if they seek future immunity, under certain circumstances, from illnesses that may arise from worker exposure to limited amounts of naturally occurring asbestos.

The Department will hire an Engineer/Architect I to oversee contractors, work with other departments on the development of regulations, policies, procedures and laboratory methodology as well review project plans to insure they are in compliance with appropriate policies, standards and that all applicable analysis is also in compliance with the newly developed analytical methodologies. Travel is necessary to attend meetings, work with other agencies, laboratories and consultants and travel to sites. (\$35.0)

The initial set up costs for a new staff is \$7.5. Ongoing costs of \$2.5 for core departmental services and \$0.5 for supplies.

The Department will contract with technical and regulatory consultants with NOA expertise to develop the regulations, standards, procedures, and testing methodologies (\$50.0/year for FYs 13, 14, 15). The Department assumes all NOA testing will be done by the contractors or material site owners.

First Year

Personal Services

Salary and benefits for Engineer/Architect I range 22 117.6

Travel 35.0

Services 50.0

Consultants (NOA specialists)

Commodities 7.5

TOTAL first year \$210.1