

# FISCAL NOTE

**STATE OF ALASKA**  
**2012 LEGISLATIVE SESSION**

Bill Version CSSB 29(STA)  
 Fiscal Note Number 1  
 (S) Publish Date 3/14/12

Identifier (file name) SB 29 LB&A - Tax Expenditure Report Dept. Affected Legislature  
 Title Tax Expenditure Report Appropriation Legislative Budget & Audit  
 Allocation Legislative Finance Division  
 Sponsor Senator Wielechowski  
 Requester Senate State Affairs Committee OMB Component Number 774

**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				
			FY14	FY15	FY16	FY17	FY18
<b>OPERATING EXPENDITURES</b>	<b>FY13</b>	<b>FY13</b>	<b>FY14</b>	<b>FY15</b>	<b>FY16</b>	<b>FY17</b>	<b>FY18</b>
Personal Services							
Travel							
Services	0.0	0.0	0.0	0.0	50.0	50.0	50.0
Commodities							
Capital Outlay							
Grants, Benefits							
Miscellaneous							
<b>TOTAL OPERATING</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>50.0</b>	<b>50.0</b>	<b>50.0</b>

FUND SOURCE		(Thousands of Dollars)					
1002	Federal Receipts						
1003	GF Match						
1004	GF		0.0	0.0	50.0	50.0	50.0
1005	GF/Prgm (DGF)						
1037	GF/MH (UGF)						
1178	temp code (UGF)						
<b>TOTAL</b>		<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>50.0</b>	<b>50.0</b>

POSITIONS							
Full-time							
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)**

Initial Version for Legislative Finance. This bill has been revised so that the Dept. of Revenue provides Tax Expenditure Reports to Legislative Finance, which would prepare reports addressing whether tax expenditures achieved their purpose.

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 Division Legislative Finance Division  
 Approved by David Teal

Phone 465-3002  
 Date/Time 3/12/2012 17:00:00 PM  
 Date \_\_\_\_\_

**FISCAL NOTE #1**

**STATE OF ALASKA**  
**2012 LEGISLATIVE SESSION**

**BILL NO.** CSSB 29(STA)

**Analysis**

This bill would require the Department of Revenue to annually prepare and publish a report of tax expenditures. The Legislative Finance Division would work with the Department of Revenue to prepare reports regarding whether selected significant tax expenditures achieved their purpose. This review would occur on a seven-year cycle.

The effective date of the bill is July 1, 2015.

This note assumes that the Department's \$34.7 million management information system will generate the required information by FY16, and that reports regarding achievement of purpose will be brief assessments of the costs of tax expenditures versus the economic impacts of the tax expenditures. The projected cost is for annual contractual services to supplement the efforts of existing staff.