

# FISCAL NOTE

**STATE OF ALASKA**  
**2011 LEGISLATIVE SESSION**

Fiscal Note Number 1  
 Bill Version SB 68  
 (S) Publish Date 3/7/11

Identifier (file name) SB068-CCED-DBS-02-17-11 Dept. Affected DCCED  
 Title Commercial Fishing & Agriculture Bank Appropriation Banking and Securities  
 Allocation Banking and Securities  
 Sponsor Senator Coghill  
 Requester Senate Labor and Commerce OMB Component Number 2808

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

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

	Appropriation Required	Information						
		FY 2012	FY 2012	FY 2013	FY 2014	FY 2015	FY 2016	FY 2017
<b>OPERATING EXPENDITURES</b>								
Personal Services								
Travel	5.8					5.8		
Services								
Commodities								
Capital Outlay								
Grants								
Miscellaneous								
<b>TOTAL OPERATING</b>	<b>5.8</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>5.8</b>	<b>0.0</b>	<b>0.0</b>

<b>CAPITAL EXPENDITURES</b>								
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<b>CHANGE IN REVENUES</b>		<b>22.2</b>				<b>22.2</b>		
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**FUND SOURCE** (Thousands of Dollars)

1002 Federal Receipts								
1003 GF Match								
1004 GF								
1005 GF/Program Receipts	5.8					5.8		
1037 GF/Mental Health								
Other (please identify)								
<b>TOTAL</b>	<b>5.8</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>5.8</b>	<b>0.0</b>	<b>0.0</b>

Estimate of any current year (FY2011) cost \_\_\_\_\_

**POSITIONS**

Full-time								
Part-time								
Temporary								

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

**Initial Version**

Prepared by Lorie L. Hovanec, Director  
 Division Banking and Securities  
 Approved by Susan K. Bell, Commissioner  
Commerce, Community, and Economic Development

Phone 269-6586  
 Date/Time 2/17/11 5:00 PM  
 Date 2/18/2011

FISCAL NOTE #1

STATE OF ALASKA  
2011 LEGISLATIVE SESSION

BILL NO. SB 68

**Analysis**

The Division of Banking and Securities examination staff will examine the Alaska Commercial Fishing and Agriculture Bank (CFAB) located in Anchorage once every three years. The one week examination will include the evaluation of the bank's loan portfolio quality and the appropriateness and effectiveness of the bank's policies, practices, and management to carry out the bank's statutory purposes. Examiners prepare a written Report of Examination and distribute it to the bank and the legislative auditor.

The division will use existing examination staff to conduct these exams, so no additional cost is needed for personal services.

Actual examination expenses (examiner hours and travel) are reimbursed by CFAB, and go to the general fund. The division up-fronts travel costs and must include travel expenditures for CFAB exams in its travel budget. Therefore, this fiscal note for travel every three years, beginning in FY 2012, is requested in the amount of \$ 5,800.

Revenue will increase every 3 years by \$22,238, which is the reimbursement of examination costs as detailed below:

Estimated Examiner Hours	\$16,438
Estimated Travel Costs	<u>\$ 5,800</u>
Total Estimated Cost to Conduct Examination	\$22,238