

# Fiscal Note

State of Alaska  
2013 Legislative Session

Bill Version: CSHB 49(FSH)  
Fiscal Note Number: 1  
(H) Publish Date: 3/20/13

Identifier: HB049-DOR-TRS-02-22-13  
Title: CHINOOK RESEARCH & RESTORATION  
ENDOWMENT  
Sponsor: HERRON  
Requester: House Fisheries

Department: Department of Revenue  
Appropriation: Taxation and Treasury  
Allocation: Treasury Division  
OMB Component Number: 121

## Expenditures/Revenues

Note: Amounts do not include inflation unless otherwise noted below. (Thousands of Dollars)

|                               | FY2014                  | Included in               | Out-Year Cost Estimates |             |             |             |             |
|-------------------------------|-------------------------|---------------------------|-------------------------|-------------|-------------|-------------|-------------|
|                               | Appropriation Requested | Governor's FY2014 Request | FY 2015                 | FY 2016     | FY 2017     | FY 2018     | FY 2019     |
| <b>OPERATING EXPENDITURES</b> | <b>FY 2014</b>          | <b>FY 2014</b>            |                         |             |             |             |             |
| Personal Services             |                         |                           | 85.0                    | 85.0        | 85.0        | 85.0        | 85.0        |
| Travel                        |                         |                           |                         |             |             |             |             |
| Services                      |                         |                           | 8.0                     | 8.0         | 9.0         | 9.0         | 9.0         |
| Commodities                   |                         |                           |                         |             |             |             |             |
| Capital Outlay                |                         |                           |                         |             |             |             |             |
| Grants & Benefits             |                         |                           |                         |             |             |             |             |
| Miscellaneous                 |                         |                           |                         |             |             |             |             |
| <b>Total Operating</b>        | <b>0.0</b>              | <b>0.0</b>                | <b>93.0</b>             | <b>93.0</b> | <b>94.0</b> | <b>94.0</b> | <b>94.0</b> |

## Fund Source (Operating Only)

|                |            |            |             |             |             |             |             |
|----------------|------------|------------|-------------|-------------|-------------|-------------|-------------|
| 1178 temp code |            |            | 93.0        | 93.0        | 94.0        | 94.0        | 94.0        |
| <b>Total</b>   | <b>0.0</b> | <b>0.0</b> | <b>93.0</b> | <b>93.0</b> | <b>94.0</b> | <b>94.0</b> | <b>94.0</b> |

## Positions

|           |  |  |     |     |     |     |     |
|-----------|--|--|-----|-----|-----|-----|-----|
| Full-time |  |  | 1.0 | 1.0 | 1.0 | 1.0 | 1.0 |
| Part-time |  |  |     |     |     |     |     |
| Temporary |  |  |     |     |     |     |     |

|                           |  |  |  |  |  |  |  |
|---------------------------|--|--|--|--|--|--|--|
| <b>Change in Revenues</b> |  |  |  |  |  |  |  |
|---------------------------|--|--|--|--|--|--|--|

Estimated SUPPLEMENTAL (FY2013) cost: 0.0

Estimated CAPITAL (FY2014) cost: 0.0

## ASSOCIATED REGULATIONS

Does the bill direct, or will the bill result in, regulation changes adopted by your agency? No  
If yes, by what date are the regulations to be adopted, amended or repealed?

## Why this fiscal note differs from previous version:

Initial version.

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Division: Treasury Date: 02/22/2013 04:30 PM  
Approved By: Angela Rodell Date: 02/22/13  
Deputy Commissioner, DOR

FISCAL NOTE ANALYSIS #1

STATE OF ALASKA  
2013 LEGISLATIVE SESSION

BILL NO. CSHB 49(FSH)

**Analysis**

This bill establishes a Chinook Salmon Fund as a separate fund. Appropriations of the fund will be moved to a grant account from which grants will be made for research and restoration projects. In order to prepare this fiscal note, we assumed that the fund would be created with an initial deposit of \$25 million. It is anticipated that the fund will be managed with an asset allocation that includes fixed income, domestic equity and international equity in order to yield a real annual rate of return of 5%. Note that more aggressive asset allocations may result in principal loss and higher investment management fees. As written, the bill contemplates that Department of Revenue staff would maintain records for all donations and monitor the use of money by the board. The increase in Personal Services costs reflect this requirement.

This fiscal note represents only the incremental increases in costs of the Treasury Division, however additional fees may be allocated to the fund based on the Division's cost allocation plan.