

Fiscal Note

State of Alaska
2017 Legislative Session

Bill Version:	HB 85
Fiscal Note Number:	2
(H) Publish Date:	2/8/2017

Identifier: HB085-DNR-MLW-2-4-17
 Title: MUNICIPAL LAND SELECTIONS: PETERSBURG
 Sponsor: KREISS-TOMKINS
 Requester: (H) CRA

Department: Department of Natural Resources
 Appropriation: Fire Suppression, Land & Water Resources
 Allocation: Mining, Land & Water
 OMB Component Number: 3002

Expenditures/Revenues

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

	FY2018	Included in	Out-Year Cost Estimates				
	Appropriation Requested	Governor's FY2018 Request	FY 2019	FY 2020	FY 2021	FY 2022	FY 2023
OPERATING EXPENDITURES	FY 2018	FY 2018	FY 2019	FY 2020	FY 2021	FY 2022	FY 2023
Personal Services							
Travel							
Services							
Commodities							
Capital Outlay							
Grants & Benefits							
Miscellaneous							
Total Operating	0.0	0.0	0.0	0.0	0.0	0.0	0.0

Fund Source (Operating Only)

None							
Total	0.0	0.0	0.0	0.0	0.0	0.0	0.0

Positions

Full-time							
Part-time							
Temporary							

Change in Revenues

Total	0.0	0.0	0.0	0.0	0.0	0.0	0.0
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Estimated SUPPLEMENTAL (FY2017) cost: 0.0 *(separate supplemental appropriation required)*
(discuss reasons and fund source(s) in analysis section)

Estimated CAPITAL (FY2018) cost: 0.0 *(separate capital appropriation required)*
(discuss reasons and fund source(s) in analysis section)

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 If yes, by what date are the regulations to be adopted, amended or repealed?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:

Not applicable; initial version.

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Division:	Mining, Land and Water	Date:	02/04/2017 11:00 AM
Approved By:	Andrew T. Mack, Commissioner	Date:	02/04/17
Agency:	Department of Natural Resources		

FISCAL NOTE ANALYSIS

STATE OF ALASKA
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Analysis

The Department of Natural Resources does not anticipate any direct fiscal impact to the department to adjudicate selections under the proposed legislation. There will be some travel costs for land inspections under this proposed entitlement but it will be absorbed by the department.

The bill proposes to revise AS 29.65.010(a) to provide the Petersburg Borough a significantly expanded municipal entitlement, granting a total of 14,666 acres of general grant land which represents over 95% of all the vacant, unappropriated, unreserved (VUU) state owned lands within the Petersburg Borough. With the exception of the City and Boroughs of Haines (21.3%) and Wrangell (44.2%), every other borough or municipality was allocated either 10% of VUU lands or an amount of VUU land established by law. The bill also provides that the Petersburg Borough must select or nominate for selection the land by a certain date.

Historically, municipal land transfers have not been reported as having a negative fiscal impact to the state or as an appropriation. However, a rough estimate of the monetary value of this expanded land transfer based on indicated value in the area is \$5,375 per acre ($\$5,375 \times 14,666 = \$78,829,750$).