

Fiscal Note

State of Alaska
2018 Legislative Session

Bill Version:	CSHB 188(FSH)
Fiscal Note Number:	1
(H) Publish Date:	2/28/2018

Identifier: HB188-DCCED-DED-01-19-18
 Title: COMM. FISH. ENTRY PERMITS; LOANS;
 TRUSTS
 Sponsor: KREISS-TOMKINS
 Requester: (H) Fisheries

Department: Department of Commerce, Community and
 Economic Development
 Appropriation: Economic Development
 Allocation: Economic Development
 OMB Component Number: 2743

Expenditures/Revenues

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

	FY2019 Appropriation Requested	Included in Governor's FY2019 Request	Out-Year Cost Estimates					
			FY 2019	FY 2020	FY 2021	FY 2022	FY 2023	FY 2024
OPERATING EXPENDITURES								
Personal Services	324.2		324.2	324.2	324.2	324.2	324.2	324.2
Travel	30.0		30.0	30.0	30.0	30.0	30.0	30.0
Services	90.0		45.0	45.0	45.0	45.0	45.0	45.0
Commodities	32.0		2.0	2.0	2.0	2.0	2.0	2.0
Capital Outlay								
Grants & Benefits								
Miscellaneous								
Total Operating	476.2	0.0	401.2	401.2	401.2	401.2	401.2	401.2

Fund Source (Operating Only)

1004 Gen Fund (UGF)	476.2							
1005 GF/Prgm (DGF)			401.2	401.2	401.2	401.2	401.2	401.2
Total	476.2	0.0	401.2	401.2	401.2	401.2	401.2	401.2

Positions

Full-time	3.0		3.0	3.0	3.0	3.0	3.0
Part-time							
Temporary							

Change in Revenues

1005 GF/Prgm (DGF)			401.2	401.2	401.2	401.2	401.2
Total	0.0	0.0	401.2	401.2	401.2	401.2	401.2

Estimated SUPPLEMENTAL (FY2018) cost: 0.0 (separate supplemental appropriation required)
 (discuss reasons and fund source(s) in analysis section)

Estimated CAPITAL (FY2019) 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? Yes
 If yes, by what date are the regulations to be adopted, amended or repealed? 07/01/19

Why this fiscal note differs from previous version/comments:

Updated on new form for 2018 legislative session; personal services costs are updated to reflect FY2018 costs.

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Division:	Division of Economic Development	Date:	01/19/2018
Approved By:	Catherine Reardon, Director	Date:	01/19/18
Agency:	Division of Administrative Services, DCCED		

FISCAL NOTE ANALYSIS

STATE OF ALASKA
2018 LEGISLATIVE SESSION

Analysis

HB 188 creates Regional Fisheries Trusts (RFT) that will own, buy, sell, and lease Limited Entry Permits (permits) to people who are domiciled in Alaska. The intent of the bill is to give easier access to permits in coastal communities that historically had more permit holders.

The Division of Economic Development would be required to oversee the program, conduct annual audit of RFT's, and provide support to the program. Three positions would be required to establish and administer the program and audit and oversee the RFTs: one Program Coordinator; one Audit & Review Analyst; and one Administrative Assistant. The number of potential RFTs is unknown at this time, and additional division support may be required as RFTs are established.

HB 188 requires the department to assess fees equal to the actual expenses incurred by the department. In the first year no RFTs would exist to pay those fees, and so general funds are used for program operations. Fee revenue would replace general fund starting in the second year.

This program would require promulgation of complex regulations. The initial start of the program would require extensive data collection, statewide travel, and public meetings. Oversight, including attendance at RFT board meetings and audits, would require travel to the RFT locations which are unknown at this time.

Personal Services:

- Program Coordinator II (full-time, range 20)
- Audit & Review Analyst III (full-time, range 23)
- Administrative Assistant I (full-time, range 12)

Travel: 15 trips at \$2.0 each. These trips include quarterly travel for the Program Coordinator for oversight and board meeting attendance to an estimated 3 RFTs and one annual trip to each location for the Audit & Review Analyst to conduct the audit.

Services: \$25.0 in legal costs to establish regulations and \$20.0 in research for the development of the regulations will be required in the first year. \$15.0 in annual department-wide support costs per position.

Commodities: \$30.0 in the first year for computer, office furniture, and other one-time needs for the three new positions. \$2.0 annually for office supplies, postage and other miscellaneous items.