

**The attached Fiscal Note Packet accompanied the
report for the following:**

**CCS HB 286
(HB 286-APPROP: OPERATING BUDGET/LOANS/FUNDS)**

**Please refer to the 6/4/18 memo from the Division of
Legislative Finance for a finalized listing of those
fiscal notes.
(House Journal Page 3824)**

103 PAGES

* **Sec. 2.** The following appropriation items are for operating expenditures from the general fund or other funds as set out in the fiscal year 2019 budget summary by funding source to the state agencies named and for the purposes set out in the new legislation for the fiscal year beginning July 1, 2018 and ending June 30, 2019, unless otherwise indicated. The appropriations in this section fund legislation assumed to have passed during the second session of the thirtieth legislature. If a measure listed in this section fails to pass and its substance is not incorporated in some other measure, or is vetoed by the governor, the appropriation for that measure shall be reduced accordingly.

Appropriation

HB 47 MUNICIPAL PERS CONTRIBUTIONS/INTEREST

State Retirement Payments

PERS State Assistance

All Other PERS

1004 Gen Fund

141,000

HB 76 MARICULTURE REVOLVING LOAN FUND

Department of Commerce, Community and Economic Development

Investments

Investments

1224 MariculRLF

6,400

HB 106 CIVIL LEGAL SERVICES FUND

Fund Transfers

OpSys DGF Transfers (non-add)

Civil Legal Services Fund

1004 Gen Fund

300,300

HB 110 MASSAGE THERAPY LICENSING; EXEMPTIONS

Department of Commerce, Community and Economic Development

Corporations, Business and Professional Licensing

Corporations, Business and Professional Licensing

1156 Rcpt Svcs

10,800

HB 147 PUBLIC ACCOUNTING

Department of Commerce, Community and Economic Development

	Appropriation
1	
2	Corporations, Business and Professional Licensing
3	Corporations, Business and Professional Licensing
4	1156 Rcpt Svcs 4,000
5	HB 151 DHSS;CINA; FOSTER CARE; CHILD PROTECTION
6	Department of Health and Social Services
7	Children's Services
8	Children's Services Training
9	1002 Fed Rcpts 62,600
10	1004 Gen Fund 83,000
11	Front Line Social Workers
12	1002 Fed Rcpts 696,200
13	1004 Gen Fund 1,273,900
14	HB 212 REAA & SMALL MUNI SCHOOL DISTRICT FUND
15	Department of Education and Early Development
16	Education Support and Admin Services
17	School Finance & Facilities
18	1004 Gen Fund 323,000
19	HB 213 PUBLIC SCHOOL TRUST FUND
20	Department of Education and Early Development
21	K-12 Aid to School Districts
22	Foundation Program
23	1066 Pub School 18,351,300
24	HB 214 BREE'S LAW; DATING VIOLENCE PROGRAMS
25	Department of Education and Early Development
26	Education Support and Admin Services
27	Student and School Achievement
28	1004 Gen Fund 263,300
29	HB 216 CRIMES;RESTITUTION;DIVIDEND FUND
30	Department of Administration
31	Violent Crimes Compensation Board
32	Violent Crimes Compensation Board

	Appropriation
1	
2	178,700
3	Department of Corrections
4	Health and Rehabilitation Services
5	Physical Health Care
6	430,100
7	-430,100
8	Department of Revenue
9	Taxation and Treasury
10	Permanent Fund Dividend Division
11	20,000
12	Legislature
13	Legislative Council
14	Office of Victims Rights
15	-167,600
16	251,400
17	Fund Capitalization
18	Caps Spent as Duplicated Funds
19	Crime Victim Compensation Fund
20	178,700
21	HB 217 LOCAL FOOD PROCUREMENT; FARM TOURS; FEES
22	Department of Natural Resources
23	Agriculture
24	Agricultural Development
25	5,000
26	HB 219 CRIM HIST CHECK: ST EMPLOYEES/CONTRACTORS
27	Department of Revenue
28	Taxation and Treasury
29	Tax Division
30	4,800
31	Child Support Services
32	Child Support Services Division

	Appropriation
1	
2	6,600
3	3,400
4	
5	
6	
7	
8	19,986,100
9	
10	
11	
12	
13	
14	
15	7,700
16	
17	
18	
19	6,100
20	3,000
21	
22	
23	
24	
25	27,000,000
26	
27	
28	
29	
30	2,600
31	
32	

	Appropriation
1	
2	Corporations, Business and Professional Licensing
3	Corporations, Business and Professional Licensing
4	1156 Rcpt Svcs 3,600
5	SB 6 INDUSTRIAL HEMP PRODUCT.;CANNABIDIOL OIL
6	Department of Natural Resources
7	Agriculture
8	North Latitude Plant Material Center
9	1004 Gen Fund 10,000
10	SB 15 E-CIGS/TOBACCO/NICOTINE & MINORS; SALES
11	Department of Commerce, Community and Economic Development
12	Corporations, Business and Professional Licensing
13	Corporations, Business and Professional Licensing
14	1005 GF/Prgm 5,600
15	SB 32 PRESCRIPTIONS FOR BIOLOGICAL PRODUCTS
16	Department of Commerce, Community and Economic Development
17	Corporations, Business and Professional Licensing
18	Corporations, Business and Professional Licensing
19	1156 Rcpt Svcs 4,500
20	SB 37 PHARMACY BD./COMMERCIAL FISHERIES COMM.
21	Department of Commerce, Community and Economic Development
22	Corporations, Business and Professional Licensing
23	Corporations, Business and Professional Licensing
24	1156 Rcpt Svcs 173,300
25	Department of Fish and Game
26	Commercial Fisheries
27	Commercial Fisheries Entry Commission
28	1201 CFEC Rcpts -187,000
29	SB 76 ALCOHOLIC BEVERAGE CONTROL; ALCOHOL REG
30	Department of Commerce, Community and Economic Development
31	Alcohol and Marijuana Control Office
32	Alcohol and Marijuana Control Office

	Appropriation
1	
2	381,800
3	
4	
5	
6	
7	65,000
8	
9	
10	
11	
12	7,070,300
13	
14	
15	
16	
17	461,600
18	
19	
20	
21	19,500,000
22	
23	
24	
25	
26	1,300
27	
28	
29	
30	25,000
31	25,000
32	

	Appropriation	
1		
2	Department of Commerce, Community and Economic Development	
3	Corporations, Business and Professional Licensing	
4	Corporations, Business and Professional Licensing	
5	1156 Rcpt Svcs	252,300
6	SB 126 VISITING PHYSICIANS WITH SPORTS TEAMS	
7	Department of Commerce, Community and Economic Development	
8	Corporations, Business and Professional Licensing	
9	Corporations, Business and Professional Licensing	
10	1156 Rcpt Svcs	2,500
11	SB 155 REAL EST APPRAISAL MNGMT COMP; APPRAISERS	
12	Department of Commerce, Community and Economic Development	
13	Corporations, Business and Professional Licensing	
14	Corporations, Business and Professional Licensing	
15	1156 Rcpt Svcs	111,900
16	SB 216 SCHOOL FUNDING FOR CONSOLIDATED SCHOOLS	
17	Fund Capitalization	
18	Fund Capitalization (no approps out)	
19	Public Education Fund (starts FY17)	
20	1004 Gen Fund	386,300
21	*** Total New Legislation Funding ***	97,295,300

AMENDMENT

HB47

OFFERED IN CONFERENCE

TO: SCS CSHB 286(FIN)

1 Page 73, line 4, following "(a)":

2 Insert "The sum of \$148,000 is appropriated from the general fund to the Department
3 of Administration for deposit in the defined benefit plan account in the public employees'
4 retirement system as an additional state contribution under AS 39.35.280 for the fiscal year
5 ending June 30, 2018.

6 (b)"

7

8 Reletter the following subsections accordingly.

9

10 Page 77, line 22:

11 Delete "21(a) - (d)"

12 Insert "21(a) - (e)"

13

14 Page 77, line 24:

15 Delete "21(e) and (f)"

16 Insert "21(f) and (g)"

17

18 Page 77, line 31:

19 Delete "sec. 18(a) of this Act takes effect after June 30, 2018, sec. 18(a) of this Act is"

20 Insert "secs. 18(a), 21(a), and 28 of this Act take effect after June 30, 2018, secs.

21 18(a), 21(a), and 28 of this Act are"

22

23 Page 78, line 2:

1 Delete "and 19 - 26"

2 Insert "19, 20, 21(b) - (h), and 22 - 26"

3

4 Page 78, line 3:

5 Delete "and 19 - 26"

6 Insert "19, 20, 21(b) - (h), and 22 - 26"

7

8 Page 78, line 4:

9 Delete "and 27"

10 Insert ", 21(a), 27, and 28"

11

12 Page 78, following line 3:

13 Insert a new bill section to read:

14 **"* Sec. 28. CONTINGENCY.** The appropriation made in sec. 21(a) of this Act is contingent
15 on the passage by the Thirtieth Alaska State Legislature in the Second Regular Session and
16 enactment into law of a version of House Bill 47 or a similar bill that takes effect on or before
17 June 30, 2018."

18

19 Renumber the following bill sections accordingly.

20

21 Page 78, line 5:

22 Delete "sec. 28"

23 Insert "sec. 29"

AMENDMENT

HB106

OFFERED IN CONFERENCE

TO: SCS CSHB 286(FIN)

1 Page 58, following line 6:

2 Insert a new subsection to read:

3 "(h) The sum of \$300,300 is appropriated from the civil legal services fund
4 (AS 37.05.590) to the Department of Commerce, Community, and Economic Development
5 for payment as a grant under AS 37.05.316 to Alaska Legal Services Corporation for the
6 fiscal year ending June 30, 2019."

7

8 Page 78, line 2:

9 Delete "and 19 - 26"

10 Insert "19 - 26, and 28"

11

12 Page 78, line 3:

13 Delete "and 19 - 26"

14 Insert "19 - 26, and 28"

15

16 Page 78, following line 3:

17 Insert a new bill section to read:

18 **"* Sec. 28. CONTINGENCY.** The appropriation made in sec. 10(h) of this Act is contingent
19 on the passage by the Thirtieth Alaska State Legislature in the Second Regular Session and
20 enactment into law of a version of House Bill 106 or a similar bill."

21

22 Renumber the following bill sections accordingly.

23

- 1 Page 78, line 5:
- 2 Delete "sec. 28"
- 3 Insert "sec. 29"

AMENDMENT

HB331a

OFFERED IN CONFERENCE

TO: SCS CSHB 286(FIN)

1 Page 58, line 13:

2 Delete "sec. 19(p)"

3 Insert "sec. 20(p)"

4

5 Page 60, following line 8:

6 Insert a new bill section to read:

7 **"* Sec. 15.** DEPARTMENT OF REVENUE. The amount determined to be available in the
8 Alaska Tax Credit Certificate Bond Corporation reserve fund (AS 37.18.040) for purchases,
9 refunds, or payments under AS 43.55.028, estimated to be \$737,900,000, is appropriated from
10 the Alaska Tax Credit Certificate Bond Corporation reserve fund (AS 37.18.040) to the
11 Department of Revenue, office of the commissioner, for the purpose of making purchases,
12 refunds, or payments under AS 43.55.028 for the fiscal year ending June 30, 2019."

13

14 Renumber the following bill sections accordingly.

15

16 Page 77, line 22:

17 Delete "17(c) and (d), 19, 20, and 21(a) - (d)"

18 Insert "18(c) and (d), 20, 21, and 22(a) - (d)"

19

20 Page 77, line 24:

21 Delete "21(e) and (f)"

22 Insert "22(e) and (f)"

23

1 Page 77, line 31:

2 Delete "18(a)" in both places

3 Insert "19(a)" in both places

4

5 Page 78, line 2:

6 Delete "secs. 1 - 17, 18(b) - (d), and 19 - 26"

7 Insert "secs. 1 - 18, 19(b) - (d), 20 - 27, and 29"

8

9 Page 78, line 3:

10 Delete "secs. 1 - 17, 18(b) - (d), and 19 - 26"

11 Insert "secs. 1 - 18, 19(b) - (d), 20 - 27, and 29"

12

13 Page 78, following line 3:

14 Insert a new bill section to read:

15 **"* Sec. 29. CONTINGENCY.** The appropriation made in sec. 15 of this Act is contingent
16 on the passage by the Thirtieth Alaska State Legislature in the Second Regular Session and
17 enactment into law of a version of House Bill 331 or a similar bill."

18

19 Renumber the following bill sections accordingly.

20

21 Page 78, line 4:

22 Delete "Sections 18(a) and 27"

23 Insert "Sections 19(a) and 28"

24

25 Page 78, line 5:

26 Delete "sec. 28"

27 Insert "sec. 30"

AMENDMENT

HB331b

OFFERED IN CONFERENCE

BY REPRESENTATIVE SEATON

TO: SCS CSHB 286(FIN)

1 Page 68, lines 22 - 28:

2 Delete all material and insert:

3 "(f) The amount necessary to purchase tax credit certificates issued under
4 AS 43.55.023 and 43.55.025 and to pay refunds and payments claimed under AS 43.20.046,
5 43.20.047, and 43.20.053 of persons that do not participate in the bond purchase program, in
6 an amount not to exceed the assumed payment amount calculated under AS 43.55.028(I)
7 without the discount provided in AS 43.55.028(m), as calculated under AS 43.55.028(e) for
8 the fiscal year ending June 30, 2019, not to exceed \$100,000,000 if bonds are issued and sold,
9 is appropriated from the general fund to the oil and gas tax credit fund (AS 43.55.028);
10 however, if bonds are not issued and sold for the purpose of financing purchases, refunds, and
11 payments under AS 43.55.028 during the fiscal year ending June 30, 2019, the amount
12 appropriated by this subsection may not exceed \$100,000,000."
13

14 Page 78, line 2:

15 Delete "and 19 - 26"

16 Insert "19 - 26, and 28"

17

18 Page 78, line 3:

19 Delete "and 19 - 26"

20 Insert "19 - 26, and 28"

21

22 Page 78, following line 3:

23 Insert a new bill section to read:

1 **"* Sec. 28.** CONTINGENCY. The appropriation made in sec. 19(f) of this Act is contingent
2 on the passage by the Thirtieth Alaska State Legislature in the Second Regular Session and
3 enactment into law of a version of House Bill 331, or a similar bill establishing the Alaska
4 Tax Credit Certificate Bond Corporation and authorizing the issuance of bonds for the
5 purpose of financing purchases, refunds, and payments under AS 43.55.028."

6

7 Renumber the following bill sections accordingly.

8

9 Page 78, line 5:

10 Delete "sec. 28"

11 Insert "sec. 29"

AMENDMENT

SB92

OFFERED IN CONFERENCE

TO: SCS CSHB 286(FIN)

1 Page 58, line 13:

2 Delete "sec. 19(p)"

3 Insert "sec. 19(q)"

4

5 Page 69, following line 7:

6 Insert a new subsection to read:

7 "(j) The amount received from fees assessed under AS 05.25.096(a)(5) and (6), civil
8 penalties collected under AS 30.30.015, the sale of vessels under AS 30.30, and donations and
9 other receipts deposited under AS 30.30.096 as program receipts during the fiscal year ending
10 June 30, 2019, less the amount of those program receipts appropriated to the Department of
11 Administration, division of motor vehicles, for the fiscal year ending June 30, 2019, estimated
12 to be \$0, is appropriated to the derelict vessel prevention program fund (AS 30.30.096)."

13

14 Reletter the following subsections accordingly.

15

16 Page 70, line 9:

17 Delete "(p)"

18 Insert "(q)"

19

20 Page 70, line 17:

21 Delete "(q)"

22 Insert "(r)"

23

1 Page 78, line 2:

2 Delete "and 19 - 26"

3 Insert "19 - 26, and 28"

4

5 Page 78, line 3:

6 Delete "and 19 - 26"

7 Insert "19 - 26, and 28"

8

9 Page 78, following line 3:

10 Insert a new bill section to read:

11 "* **Sec. 28.** CONTINGENCY. The appropriation made in sec. 19(j) of this Act is contingent
12 on the passage by the Thirtieth Alaska State Legislature and enactment into law of a version
13 of Senate Bill 92."

14

15 Renumber the following bill sections accordingly.

16

17 Page 78, line 5:

18 Delete "sec. 28"

19 Insert "sec. 29"

Fiscal Note

State of Alaska
2018 Legislative Session

Bill Version:	HB 47
Fiscal Note Number:	4
(S) Publish Date:	4/20/2018

Identifier: HB047-SRP-PSA-04-06-18
 Title: MUNICIPAL PERS CONTRIBUTIONS/INTEREST
 Sponsor: FOSTER
 Requester: (S) STA

Department: State Retirement Payments
 Appropriation: PERS State Assistance
 Allocation: All Other PERS
 OMB Component Number: 2866

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								
Travel								
Services								
Commodities								
Capital Outlay								
Grants & Benefits								
Miscellaneous	141.0		133.0	124.0	116.0	107.0	98.0	
Total Operating	141.0	0.0	133.0	124.0	116.0	107.0	98.0	

Fund Source (Operating Only)

1004 Gen Fund (UGF)	141.0		133.0	124.0	116.0	107.0	98.0
Total	141.0	0.0	133.0	124.0	116.0	107.0	98.0

Positions

Full-time							
Part-time							
Temporary							

Change in Revenues

None							
Total	0.0	0.0	0.0	0.0	0.0	0.0	0.0

Estimated SUPPLEMENTAL (FY2018) cost: 148.0 (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? No
 If yes, by what date are the regulations to be adopted, amended or repealed?

Why this fiscal note differs from previous version/comments:

Updated with current actuarial information, including change related to City of St. George.

Previously, St. George had been assumed to have active payroll on which to base the actuarial study on. After discussion with St. George's mayor, they indicated they had no funds in order to hire employees into PERS positions. As such, the Division modified the assumed salaries of St. George to \$0, which results in an increase of the amounts needed from GF to fund this bill.

Prepared By: Ajay Desai, Director
 Division: Retirement & Benefits
 Approved By: Leslie Ridle, Commissioner
 Agency: Department of Administration

Phone: (907)465-4471
 Date: 04/06/2018
 Date: 04/09/18

APPROVED BY
CONFERENCE
COMMITTEE

Printed 5/10/2018

REPORTED OUT OF
SFC 05/08/2018

FISCAL NOTE ANALYSIS

STATE OF ALASKA
2018 LEGISLATIVE SESSION

Analysis

This bill modifies the 2008 salary floor set out in AS 39.35.255 on which the Public Employees' Retirement System (PERS) employer contributions are based for PERS municipalities that have sustained more than a 25% decrease in population between 2000 and 2010. The bill also creates a new subsection in AS 39.35.004 that allows the PERS Plan Administrator to determine the interest rate charged on delinquent payments to the PERS, which is currently a penalty rate of 12%. This Plan Administrator determined interest rate only applies to municipalities that meet the population decline described above.

This bill applies to five (5) PERS employers: Anderson, Atka, Galena, Pelican, and St. George. Of these five (5) employers, Atka is not impacted as their 2012 salary exceeds the 2008 salary floor. The remaining four (4) employers will see their 2008 salary floor reduced to their reported 2012 salaries.

This bill also adds AS 39.35.610(c) that if an employer who has suffered a decrease of more than 25% in population is late in transferring payrolls and associated funds, the PERS Plan Administrator may assess an interest rate less than that required in section (a), which is one and one-half of the Plan's actuarial rate of return (8%), or currently 12%.

Conduent Human Resource Services (Conduent), the PERS actuarial consultant, has calculated the financial effects if this bill should pass. The basic result will be a shortfall in actuarially projected PERS employer contributions in the following amounts (\$ are in thousands):

FY2019	FY2020	FY2021	FY2022	FY2023	FY2024
\$141.0	\$133.0	\$124.0	\$116.0	\$107.0	\$98.0

See attached letter from Conduent dated April 5, 2018. All else being equal, such amounts would count as an actuarial loss for the year, added to the unfunded liability, and amortized over the descending 25-year period. The additional amortization amounts would be added to the amount computed under AS 39.35.280 - additional state contributions. Over the remaining time of the 25-year amortization period, the additional amounts paid under the additional state contribution would accrue to an amount that is larger than shown in the attached actuarial letter.

This bill is effective immediately and is prospective, principal amounts owed by the impacted PERS municipalities (the difference between the salary floor and the actual payroll amounts times 22% for each fiscal year) are still due for fiscal years 2009 to 2017. The interest rate to charge on these outstanding payments would be determined by the Plan Administrator. Currently, principal amounts owed by impacted PERS municipalities are as follows:

- Anderson - \$0
- Atka - \$0
- Galena - \$1,099,633.35
- Pelican - \$0
- St. George - \$237,169.41
- TOTAL - \$1,336,802.76

EXPLANATION - SUPPLEMENTAL APPROPRIATION

Since the bill is effective immediately, this bill would also assume an FY2018 supplemental contribution for the impacted PERS municipalities for salary contributions that would not be collected as a result of the reduction of the salary floor for the four (4) municipalities. Conduent estimates that amount to be \$148.0, and the fund source is state general funds.

Fiscal Note

State of Alaska
2018 Legislative Session

Bill Version:	SCS CSHB 76(FIN)
Fiscal Note Number:	3
(S) Publish Date:	5/4/2018

Identifier: HB076CS(FSH)-DCCED-INV-03-30-18
Title: MARICULTURE REVOLVING LOAN FUND
Sponsor: ORTIZ
Requester: (S) Finance

Department: Department of Commerce, Community and
Economic Development
Appropriation: Investments
Allocation: Investments
OMB Component Number: 383

Expenditures/Revenues

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

	FY2019	Included in	Out-Year Cost Estimates				
	Appropriation Requested	Governor's FY2019 Request	FY 2020	FY 2021	FY 2022	FY 2023	FY 2024
OPERATING EXPENDITURES	FY 2019	FY 2019	FY 2020	FY 2021	FY 2022	FY 2023	FY 2024
Personal Services							
Travel							
Services	6.4						
Commodities							
Capital Outlay							
Grants & Benefits							
Miscellaneous							
Total Operating	6.4	0.0	0.0	0.0	0.0	0.0	0.0

Fund Source (Operating Only)

1224 MariculRLF (DGF)	6.4						
Total	6.4	0.0	0.0	0.0	0.0	0.0	0.0

Positions

Full-time							
Part-time							
Temporary							

Change in Revenues

None							
Total	0.0	0.0	0.0	0.0	0.0	0.0	0.0

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 to reflect changes in committee substitute; cost of regulation project have been added.

Prepared By: Britteny Cioni-Haywood, Director
Division: Division of Economic Development
Approved By: Catherine Reardon, Director
Agency: Division of Administrative Services, DCCED

Phone: (907)465-2625
Date: 03/30/2018
Date: 03/30/18

APPROVED BY
CONFERENCE
COMMITTEE
Printed 5/10/2018

REPORTED OUT OF
SFC 05/04/2018

FISCAL NOTE ANALYSIS

STATE OF ALASKA
2018 LEGISLATIVE SESSION

Analysis

CSHB 76(FSH) changes Mariculture Revolving Loan Fund eligibility to allow Alaska residents or entities organized in Alaska to borrow from the loan fund for mariculture farming, mariculture hatcheries, or shellfish enhancement projects.

This bill makes 40% of the fund available, on an annual basis, to be loaned to hatcheries and shellfish enhancement projects up to an aggregate of \$1 million for 30 years for each borrower. It authorizes, from the 40%, one-time \$100,000 grants to nonprofit organizations for planning purposes for a mariculture hatchery or shellfish enhancement project, up to a total one-time grants aggregate of \$500,000 to be paid directly from the Mariculture Revolving Loan Fund through the statutory authority granted under AS 16.10.905(9).

In addition, this legislation authorizes loan funds to be used for vessel purchases by mariculture hatcheries; authorizes hatchery loans to have no interest and no payment for up to 11 years; allows the department to rely on a voluntary assessment for repayment of loans; and adds definitions in statute for "hatchery" and "shellfish enhancement project".

This legislation would create a new loan type and therefore require updated regulations, a new application, training of loan staff, and internal policy and procedure updates. An increase in the operating expenditure authority from the Mariculture Revolving Loan Fund in the amount of \$6.4 would be needed in the first year to cover the costs of the regulations project.

Fiscal Note

State of Alaska
2018 Legislative Session

Bill Version:	SCS HB 106(FIN)
Fiscal Note Number:	5
(S) Publish Date:	5/4/2018

Identifier: HB106-GOV-OMB-4-30-18
Title: CIVIL LEGAL SERVICES FUND
Sponsor: CLAMAN
Requester: Senate Finance

Department: Fund Transfers
Appropriation: OpSys DGF Transfers (non-add)
Allocation: Civil Legal Services Fund
OMB Component Number: 3015

Expenditures/Revenues

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

	FY2019	Included in	Out-Year Cost Estimates					
	Appropriation Requested	Governor's FY2019 Request	FY 2019	FY 2020	FY 2021	FY 2022	FY 2023	FY 2024
OPERATING EXPENDITURES	FY 2019	FY 2019						
Personal Services								
Travel								
Services								
Commodities								
Capital Outlay								
Grants & Benefits								
Miscellaneous	300.3		300.3	300.3	300.3	300.3	300.3	300.3
Total Operating	300.3	0.0	300.3	300.3	300.3	300.3	300.3	300.3

Fund Source (Operating Only)

1004 Gen Fund (UGF)	300.3		300.3	300.3	300.3	300.3	300.3	300.3
Total	300.3	0.0	300.3	300.3	300.3	300.3	300.3	300.3

Positions

Full-time								
Part-time								
Temporary								

Change in Revenues

1250 UGF Rev (UGF)	(300.3)		(300.3)	(300.3)	(300.3)	(300.3)	(300.3)	(300.3)
Total	(300.3)	0.0	(300.3)	(300.3)	(300.3)	(300.3)	(300.3)	(300.3)

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? no
If yes, by what date are the regulations to be adopted, amended or repealed? n/a

Why this fiscal note differs from previous version/comments:

Updated for SLA 2018 form. The fiscal note replaces an indeterminate note with estimates based on bill language and FY17 collected amounts. It also updates the percentage of court filing fees appropriated to the Civil Legal Services Fund.

Prepared By: Caroline Schultz, Policy Analyst
Division: Office of Management and Budget
Approved By: Pat Pitney, Director
Agency: Office of Management and Budget

Phone: (907)465-4663
Date: 04/25/2018 02:00 PM
Date: 04/25/18

APPROVED BY
CONFERENCE
COMMITTEE
Printed 5/10/2018

REPORTED OUT OF
SFC 05/04/2018

FISCAL NOTE ANALYSIS

STATE OF ALASKA
2018 LEGISLATIVE SESSION

Analysis

HB 106 would allow the legislature to appropriate up to 10 percent of the filing fees received by the Court System during the previous fiscal year to the Civil Legal Services Fund.

This fiscal note is based on the assumption that filing fees will be consistent with the FY2017 level and that the full 10 percent will be appropriated to the Civil Legal Services Fund, although in reality collected amounts will vary. Amounts collected in the past five years (and the 10 percent share) are shown below for reference.

FY2017: \$3,003,000 collected/deposited into general fund; 10% of that would be \$300,300

FY2016: \$2,536,000 collected/deposited into general fund; 10% of that would be \$253,600

FY2015: \$2,234,200 collected/deposited into general fund; 10% of that would be \$223,420

FY2014: \$2,252,900 collected/deposited into general fund; 10% of that would be \$225,290

FY2013: \$2,238,700 collected/deposited into general fund; 10% of that would be \$223,870

Deposits to the Civil Legal Services Fund may be used for appropriations to organizations that provide legal services to low-income individuals. Because court filing fees would otherwise be classified as unrestricted general fund revenue (UGF), foregone UGF resulting from this legislation is shown in the Change in Revenue line on page one.

Fiscal Note

State of Alaska
2018 Legislative Session

Bill Version:	CSHB 110(L&C)
Fiscal Note Number:	2
(H) Publish Date:	3/2/2018

Identifier: HB110CS(L&C)-DCCED-CBPL-02-23-18
 Title: MASSAGE THERAPY LICENSING; EXEMPTIONS
 Sponsor: KITO
 Requester: (H) Finance

Department: Department of Commerce, Community and
 Economic Development
 Appropriation: Corporations, Business and Professional
 Licensing
 Allocation: Corporations, Business and Professional
 Licensing
 OMB Component Number: 2360

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								
Travel			4.6	4.6	4.6	4.6	4.6	4.6
Services	10.8							
Commodities								
Capital Outlay								
Grants & Benefits								
Miscellaneous								
Total Operating	10.8	0.0	4.6	4.6	4.6	4.6	4.6	4.6

Fund Source (Operating Only)

1156 Rcpt Svcs (DGF)	10.8		4.6	4.6	4.6	4.6	4.6	4.6
Total	10.8	0.0	4.6	4.6	4.6	4.6	4.6	4.6

Positions

Full-time								
Part-time								
Temporary								

Change in Revenues

1156 Rcpt Svcs (DGF)	10.8		4.6	4.6	4.6	4.6	4.6	4.6
Total	10.8	0.0	4.6	4.6	4.6	4.6	4.6	4.6

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 to reflect the change in frequency of background checks required upon renewal.

Prepared By: Janey McCullough, Director
 Division: Corporations, Business and Professional Licensing
 Approved By: Catherine Reardon, Director
 Agency: Division of Administrative Services, DCCED

Phone: (907)465-2538
 Date: 02/23/2018
 Date: 02/23/18

APPROVED BY
CONFERENCE
COMMITTEE
Printed 5/10/2018

REPORTED OUT OF
SFC 04/15/2018

REPORTED OUT OF
HFC 03/01/2018

FISCAL NOTE ANALYSIS

STATE OF ALASKA
2018 LEGISLATIVE SESSION

Analysis

HB 110 provides authority for the Board of Massage Therapy to establish a license for massage therapy establishments and to develop regulations for licensing requirements. Regulating massage therapy establishments is intended to facilitate protection of the public from businesses that engage in prostitution, sex trafficking, and the employment of unlicensed persons performing massage-therapy type activities.

This bill also amends the qualifications for initial licensure as a massage therapist to increase the required hours of supervised instruction and clinical work and reduce the number of hours required in safety education covering blood borne pathogens and universal precautions.

This bill allows the board to issue an 'exemption' from licensure in response to an application from a person who provides proof their work falls into specific, limited categories.

The bill changes the requirement of fingerprinting and background check from every renewal to only once every six years.

The bill removes the prohibition against a former member of another licensing board serving as the public member of the Board of Massage Therapy.

If the bill passes the following expenses will be incurred:

Travel: \$4.6 (two trips per year to conduct onsite investigative inspections in out years)

Services: \$10.8 (costs to amend regulations including legal, printing and postage in the first year)

The potential number of establishments affected by this bill is unknown at this time. Future costs for legal and hearing service expenses in out years are unknown.

Professional licensing programs within the Division of Corporations, Business and Professional Licensing are funded by Receipt Supported Services, fund source 1156 Rcpt Svcs (DGF). Licensing fees for each occupation are set per AS 08.01.065 so the total amount of revenue collected approximately equals the occupation's actual regulatory costs.

Fiscal Note

State of Alaska
2018 Legislative Session

Bill Version:	SSHB 147
Fiscal Note Number:	1
(H) Publish Date:	3/12/2018

Identifier: HB147SS-DCCED-CBPL-02-22-18
Title: PUBLIC ACCOUNTING
Sponsor: THOMPSON
Requester: (H) Labor & Commerce

Department: Department of Commerce, Community and Economic Development
Appropriation: Corporations, Business and Professional Licensing
Allocation: Corporations, Business and Professional Licensing
OMB Component Number: 2360

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								
Travel								
Services	4.0							
Commodities								
Capital Outlay								
Grants & Benefits								
Miscellaneous								
Total Operating	4.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0

Fund Source (Operating Only)

1156 Rcpt Svcs (DGF)	4.0							
Total	4.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0

Positions

Full-time								
Part-time								
Temporary								

Change in Revenues

1156 Rcpt Svcs (DGF)	4.0							
Total	4.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0

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:

Not applicable, initial version.

Prepared By: Janey McCullough, Director

Division: Corporations, Business and Professional Licensing

Approved By: Catherine Reardon, Director

Agency: Division of Administrative Services, DCCED

Phone: (907)465-2538

Date: 02/23/2018

Date: 02/23/18

APPROVED BY
CONFERENCE
COMMITTEE
Printed 5/10/2018

REPORTED OUT OF
SFC 04/23/2018

FISCAL NOTE ANALYSIS

STATE OF ALASKA
2018 LEGISLATIVE SESSION

Analysis

HB147 amends Board of Public Accountancy statutes.

The bill removes the requirement that a full copy of proposed regulations be mailed to every licensee, thereby allowing the board to follow the same notice procedures as all other programs in the division.

This legislation removes the specific accounting experience requirements for licensure from statute and allows the board to establish experience requirements by regulation.

The bill updates statutes to reflect the national Uniform Accountancy Act (UAA).

If the bill passes, the following expenses will be incurred:

Services: \$4.0 (printing, postage and legal costs for regulation project)

Professional licensing programs within the Division of Corporations, Business and Professional Licensing are funded by Receipt Supported Services, fund source 1156 Rcpt Svcs (DGF). Licensing fees for each occupation are set per AS 08.01.065 so the total amount of revenue collected approximately equals the occupation's actual regulatory costs.

Fiscal Note

State of Alaska
2018 Legislative Session

Bill Version:	SCS CSHB 151(HSS)
Fiscal Note Number:	12
(S) Publish Date:	4/6/2018

Identifier: HB151CS(FIN)-DHSS-CST-3-16-18
 Title: DHSS;CINA; FOSTER CARE; CHILD PROTECTION
 Sponsor: GARA
 Requester: Senate HSS

Department: Department of Health and Social Services
 Appropriation: Children's Services
 Allocation: Children's Services Training
 OMB Component Number: 2667

Expenditures/Revenues

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

	FY2019	Included in	Out-Year Cost Estimates				
	Appropriation Requested	Governor's FY2019 Request	FY 2020	FY 2021	FY 2022	FY 2023	FY 2024
OPERATING EXPENDITURES	FY 2019	FY 2019	FY 2020	FY 2021	FY 2022	FY 2023	FY 2024
Personal Services							
Travel							
Services	145.6		145.6	145.6	145.6	145.6	145.6
Commodities							
Capital Outlay							
Grants & Benefits							
Miscellaneous							
Total Operating	145.6	0.0	145.6	145.6	145.6	145.6	145.6

Fund Source (Operating Only)

1002 Fed Rcpts (Fed)	62.6		62.6	62.6	62.6	62.6	62.6
1004 Gen Fund (UGF)	83.0		83.0	83.0	83.0	83.0	83.0
Total	145.6	0.0	145.6	145.6	145.6	145.6	145.6

Positions

Full-time							
Part-time							
Temporary							

Change in Revenues

None							
Total	0.0	0.0	0.0	0.0	0.0	0.0	0.0

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? no
 If yes, by what date are the regulations to be adopted, amended or repealed? n/a

Why this fiscal note differs from previous version/comments:

The number of trainers was reduced from three to one as a result of the FY2018 approved budget amendment that increased training from two or three weeks to five weeks. Two trainers resulted from the budget amendment in FY2018. Shifted travel for training back to the Front Line Social Workers component. The general fund match fund source was converted to general fund to align the expenditures to the state accounting system.

Prepared By: Christy Lawton, Division Director	Phone: (907)269-8018
Division: Office of Children's Services	Date: 03/16/2018 02:00 PM
Approved By: Shawnda O'Brien, Asst. Commissioner	Date: 03/16/18
Agency: Health and Social Services	

APPROVED BY
CONFERENCE
COMMITTEE

Printed 5/10/2018

REPORTED OUT OF
SFC 05/02/2018

FISCAL NOTE ANALYSIS

STATE OF ALASKA
2018 LEGISLATIVE SESSION

Analysis

Section 15 adds a new subsection AS 47.14.112, *Training and workload standards; report to legislature*, to implement workload standards and training programs for the Office of Children's Services front line case carrying staff. The CSHB151 recommends a longer training period of a minimum of six weeks.

Until FY2018, the division's current training occurred over a period of two to three weeks. In FY2018, a budget amendment was approved as part of the FY2018 budget, which increased training to five weeks. The division maintains a Reimbursable Services Agreement with the University of Alaska Anchorage, Child Welfare Academy, in the amount of \$1,345.9 for the five week training. An additional \$145.6 would be required to extend the training for front line case carrying staff to six weeks and require one additional trainer to be provided by the University of Alaska, Anchorage.

The federal reimbursement rate for this component is estimated at 43 percent.

Fiscal Note

State of Alaska
2018 Legislative Session

Bill Version:	SCS CSHB 151(HSS)
Fiscal Note Number:	11
(S) Publish Date:	4/6/2018

Identifier: HB151CS(FIN)-DHSS-FLSW-3-16-18
 Title: DHSS;CINA; FOSTER CARE; CHILD PROTECTION
 Sponsor: GARA
 Requester: Senate HSS

Department: Department of Health and Social Services
 Appropriation: Children's Services
 Allocation: Front Line Social Workers
 OMB Component Number: 2305

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	1,546.5		2,062.0	2,062.0	2,062.0	2,062.0	2,062.0	2,062.0
Travel	96.0		96.0	96.0	96.0	96.0	96.0	96.0
Services	184.8		184.8	184.8	184.8	184.8	184.8	184.8
Commodities	142.8		8.4	8.4	8.4	8.4	8.4	8.4
Capital Outlay								
Grants & Benefits								
Miscellaneous								
Total Operating	1,970.1	0.0	2,351.2	2,351.2	2,351.2	2,351.2	2,351.2	2,351.2

Fund Source (Operating Only)

1002 Fed Rcpts (Fed)	696.2		799.4	799.4	799.4	799.4	799.4	799.4
1004 Gen Fund (UGF)	1,273.9		1,551.8	1,551.8	1,551.8	1,551.8	1,551.8	1,551.8
Total	1,970.1	0.0	2,351.2	2,351.2	2,351.2	2,351.2	2,351.2	2,351.2

Positions

Full-time	21.0		21.0	21.0	21.0	21.0	21.0	21.0
Part-time								
Temporary								

Change in Revenues

None								
Total	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0

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? no
 If yes, by what date are the regulations to be adopted, amended or repealed? n/a

Why this fiscal note differs from previous version/comments:

Reduced positions based on receipt of 31 positions in FY2018. Due to better retention trends so far in the current year, there is a remaining need for 12 Protective Services Specialists, 3 supervisory positions and 6 support staff to meet the standards outlined in this CS. Travel expenditures were moved from Children's Services Training component to this component. The general funds for these costs are a combination of match to federal funds and regular general funds. For accounting purposes the fiscal note is placing the costs in general funds rather than general fund match.

Prepared By: Christy Lawton, Division Director
 Division: Office of Children's Services
 Approved By: Shawnda O'Brien, Asst. Commissioner
 Agency: Health and Social Services

Phone: (907)269-8018
 Date: 03/16/2018 02:00 PM
 Date: 03/16/18

APPROVED BY
CONFERENCE
COMMITTEE
Printed 5/10/2018

REPORTED OUT OF
SFC 05/02/2018

FISCAL NOTE ANALYSIS

STATE OF ALASKA
2018 LEGISLATIVE SESSION

Analysis

Section 15 requires that the division implement workload standards and increase the level of training for new front line caseworkers. New caseworker workload recommendations:

- No more than six cases are assigned to a new front line worker in the first three months of employment, and
- No more than twelve cases in fourth, fifth, and six month of employment.

This section also amends AS 47.14 by adding a new subsection, AS 47.14.112(a)(2), requiring mentors. The division added mentors in FY2018. New subsection AS 47.14.112(a)(4) recommending that average statewide caseload be not more than thirteen families for each worker. In order to maintain this recommended average, the division will need an increase in front line worker positions. The division needs to add a total of 12 Protective Services Specialists positions. Per the workload study completed in 2012 by Hornby, Zeller and Associates, the following ratios of support and supervision are needed:

- One Supervisor for every five front line workers
- One Social Services Associate for every four front line workers
- One Office Assistant for every 3.7 front line workers

The division proposes to bring on the additional staff in the first year. The following is a breakdown to reflect the number of staff necessary to ensure acceptable caseloads of an average of thirteen cases per caseworker and lower caseloads in rural areas that require significant travel.

QTY	Title	Range	Location
5	Protective Services Specialist I/II	15/17	Anchorage
2	Protective Services Specialist I/II	15/17	Fairbanks
1	Protective Services Specialist I/II	15/17	Nome
2	Protective Services Specialist I/II	15/17	Kotzebue
1	Protective Services Specialist I/II	15/17	Kenai
1	Protective Services Specialist I/II	15/17	Craig
1	Social Services Associate II	12	Anchorage
1	Social Services Associate II	12	Petersburg
1	Social Services Associate II	12	Valdez
3	Office Assistant II	10	Anchorage/Wasilla
3	Protective Services Specialist IV	20	Anchorage/Wasilla
21			

In the first year, personal services are calculated at 75 percent of total cost in consideration of the time it would take to establish and recruit for the new positions. In addition, months 1-3 are calculated with a higher federal share based on the enhanced federal reimbursement rate for Protective Services Specialists when high training standards are met. The table below reflects the personal services detail for new hires in FY2019.

FISCAL NOTE ANALYSIS

STATE OF ALASKA
2018 LEGISLATIVE SESSION

BILL NO. CSHB151(FIN)

Analysis

FY2019									
Year 1									
QTY	Title	Range	Location	Salary & Benefits @ 75%	TOTAL	Month 1-3 @ 45% fed reimbursement	Month 4-12 @ 34% fed reimbursement	TOTAL FEDERAL SHARE	STATE GENERAL FUND
Enhanced Training for New Hires: No more than six cases month 1-3, no more than 12 cases in months 4-6.									
5	Protective Services Specialist I/II	15/17	Anchorage	\$ 72.0	\$ 360.2	\$ 40.5	\$ 91.9	\$ 132.4	\$ 227.8
2	Protective Services Specialist I/II	15/17	Fairbanks	\$ 73.8	\$ 147.6	\$ 16.6	\$ 37.6	\$ 54.3	\$ 93.4
1	Protective Services Specialist I/II	15/17	Nome	\$ 93.9	\$ 93.9	\$ 10.6	\$ 23.9	\$ 34.5	\$ 59.4
2	Protective Services Specialist I/II	15/17	Kotzebue	\$ 107.5	\$ 215.0	\$ 24.2	\$ 54.8	\$ 79.0	\$ 136.0
1	Protective Services Specialist I/II	15/17	Kenai	\$ 72.0	\$ 72.0	\$ 8.1	\$ 18.4	\$ 26.5	\$ 45.6
1	Protective Services Specialist I/II	15/17	Craig	\$ 72.0	\$ 72.0	\$ 8.1	\$ 18.4	\$ 26.5	\$ 45.6
1	Social Services Associate II	12	Anchorage	\$ 54.8	\$ 54.8			\$ 18.6	\$ 36.2
1	Social Services Associate II	12	Petersburg	\$ 54.8	\$ 54.8			\$ 18.6	\$ 36.2
1	Social Services Associate II	12	Valdez	\$ 59.4	\$ 59.4			\$ 20.2	\$ 39.2
3	Office Assistant II	10	Anchorage/Wasilla	\$ 50.1	\$ 150.2			\$ 51.1	\$ 99.2
3	Protective Services Specialist IV	20	Anchorage/Wasilla	\$ 88.8	\$ 266.3			\$ 90.6	\$ 175.8
21					\$ 1,546.5			\$ 552.2	\$ 994.3

NOTE: Actual amounts shown in thousands; rounding may result in what appear to be math errors but in fact are not.

Annual support costs for new hires (34% fed, 66% GF):
 Travel for training for new hire Protective Services Specialists with duty stations outside of Anchorage/Wasilla to the six week training - 7 staff x \$12.0 = \$84.0
 Travel for training for new hire Social Services Associates with duty stations outside of Anchorage/Wasilla to the basic two to three week training - 2 staff x \$6.0 = \$12.0

Leased space, information technology, telecommunications, phones, utilities - 21 staff x \$8.8 = \$184.8

General office supplies - 21 staff x \$0.4 = \$8.4

One-time commodities (desk, chair, phone, computer) - 21 staff x \$6.4 = \$134.4

The table below reflects personal services detail for FY2020 through FY2024:

Year 2 - 5							
QTY	Title	Range	Location	Salary & Benefits	TOTAL	FEDERAL SHARE @ 34% reimbursement	STATE GENERAL FUND
5	Protective Services Specialist I/II	15/17	Anchorage	\$ 96.1	\$ 480.3	\$ 163.3	\$ 317.0
2	Protective Services Specialist I/II	15/17	Fairbanks	\$ 98.4	\$ 196.9	\$ 66.9	\$ 129.9
1	Protective Services Specialist I/II	15/17	Nome	\$ 125.2	\$ 125.2	\$ 42.6	\$ 82.6
2	Protective Services Specialist I/II	15/17	Kotzebue	\$ 143.3	\$ 286.6	\$ 97.5	\$ 189.2
1	Protective Services Specialist I/II	15/17	Kenai	\$ 96.1	\$ 96.1	\$ 32.7	\$ 63.4
1	Protective Services Specialist I/II	15/17	Craig	\$ 96.1	\$ 96.1	\$ 32.7	\$ 63.4
1	Social Services Associate II	12	Anchorage	\$ 73.1	\$ 73.1	\$ 24.9	\$ 48.2
1	Social Services Associate II	12	Petersburg	\$ 73.1	\$ 73.1	\$ 24.9	\$ 48.2
1	Social Services Associate II	12	Valdez	\$ 79.2	\$ 79.2	\$ 26.9	\$ 52.3
3	Office Assistant II	10	Anchorage/Wasilla	\$ 66.8	\$ 200.3	\$ 68.1	\$ 132.2
3	Protective Services Specialist IV	20	Anchorage/Wasilla	\$ 118.4	\$ 355.1	\$ 120.7	\$ 234.4
21					\$ 2,062.0	\$ 701.1	\$ 1,360.9

FISCAL NOTE ANALYSIS

STATE OF ALASKA
2018 LEGISLATIVE SESSION

BILL NO. CSHB151(FIN)

Analysis

Summary of costs by line item and fund source:

FY2019		fed	GF
personal services	\$ 1,546.5	\$ 552.2	\$ 994.3
travel	\$ 96.0	\$ 32.6	\$ 63.4
services	\$ 184.8	\$ 62.8	\$ 122.0
commodities	\$ 142.8	\$ 48.6	\$ 94.2
TOTAL	\$ 1,970.1	\$ 696.2	\$ 1,273.9

FY2020 and beyond		fed	GF
personal services	\$ 2,062.0	\$ 701.1	\$ 1,360.9
travel	\$ 96.0	\$ 32.6	\$ 63.4
services	\$ 184.8	\$ 62.8	\$ 122.0
commodities	\$ 8.4	\$ 2.9	\$ 5.5
TOTAL	\$ 2,351.2	\$ 799.4	\$ 1,551.8

The Office of Children's Services recognizes to maintain optimal caseloads outlined in this bill, all case carrying positions would need to be filled. Vacancy and turnover contribute to rising caseloads and with every position that becomes vacant, the caseloads are distributed among remaining staff, creating higher than reasonable caseloads for the duration of the recruitment process.

When evaluating the number of case carrying positions that would be necessary to maintain the workload standards required by **Section 15**, the Office of Children's Services considered and evaluated the length of time a position was vacant while in recruitment. The longest vacancy was ten months and the shortest vacancy was one month. In FY2017, the average length a position remained vacant was 3.6 months and in FY2018, the year-to-date average is 1.9 months.

The additional 12 case carrying positions are being requested to offset the additional caseloads-to-staff ratio added by vacancy and turnover and allow caseloads to be evenly distributed among case carrying staff while positions are in the process of being recruited and filled.

Fiscal Note

State of Alaska
2018 Legislative Session

Bill Version:	SCS CSHB 212(FIN)
Fiscal Note Number:	2
(S) Publish Date:	5/8/2018

Identifier: HB212SCS(FIN)-EED-SFF-5-7-18
 Title: REAA & SMALL MUNI SCHOOL DISTRICT FUND
 Sponsor: FOSTER
 Requester: Senate Finance

Department: Department of Education and Early Development
 Appropriation: Education Support and Admin Services
 Allocation: School Finance & Facilities
 OMB Component Number: 2737

Expenditures/Revenues

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

	FY2019	Included in	Out-Year Cost Estimates					
	Appropriation Requested	Governor's FY2019 Request	FY 2019	FY 2020	FY 2021	FY 2022	FY 2023	FY 2024
OPERATING EXPENDITURES	FY 2019	FY 2019						
Personal Services								
Travel								
Services	323.0		24.0	15.0	15.0	15.0	15.0	15.0
Commodities								
Capital Outlay								
Grants & Benefits								
Miscellaneous								
Total Operating	323.0	0.0	24.0	15.0	15.0	15.0	15.0	15.0

Fund Source (Operating Only)

1004 Gen Fund (UGF)	323.0		24.0	15.0	15.0	15.0	15.0	15.0
Total	323.0	0.0	24.0	15.0	15.0	15.0	15.0	15.0

Positions

Full-time								
Part-time								
Temporary								

Change in Revenues

None								
Total	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0

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? 09/30/19

Why this fiscal note differs from previous version/comments:

This CS includes provisions to have the department encourage, evaluate, and require use of previous school designs and building systems when that results in an operational or capital cost savings; also includes a requirement for the department to develop and periodically update regional model school standards, costs, and design ratios that achieve efficient and cost-effective school construction.

Prepared By: Tim Mearig, Technical Engineer/Architect I	Phone: (907)465-6906
Division: Education Support Services / School Finance and Facilities	Date: 05/07/2018 04:00 PM
Approved By: Dr. Michael Johnson, Commissioner	Date: 05/07/18
Agency: Department of Education & Early Development	

APPROVED BY
CONFERENCE
COMMITTEE

REPORTED OUT OF
SFC 05/08/2018

FISCAL NOTE ANALYSIS

STATE OF ALASKA
2018 LEGISLATIVE SESSION

Analysis

Under AS 14.11.030, this bill seeks to clarify that the regional educational attendance area and small municipal school district fund (REAA Fund) may be used to pay for the costs of major maintenance in addition to the currently eligible costs of school construction, but establishes the primary purpose of the fund as being school construction. The bill also makes necessary corrections to reporting on the REAA Fund so that the costs of major maintenance will be included.

Sections 1-3: These sections include provisions to have the department encourage, evaluate, and require use of previous school designs and building systems when that results in an operational or capital cost savings. Implementation of tools in this area is proposed through the involvement of industry professionals at a cost of \$15.0. These sections will also require development of regulations at a cost of \$4.0 in department charge backs. Total costs for Sections 1-3 in FY2019 = \$19.0

Section 4: This section includes a requirement for the department to develop and periodically update regional model school standards, costs, and design ratios that achieve efficient and cost-effective school construction. This requirement implements the recommendations found in the December 2017 BR&GR report to the legislature which identifies the following costs:

a.	Energy modeling and data collection	\$ 80.0
b.	Defining geographic costs	\$ 55.0 *
c.	Adding cost detail to the model school estimate	\$ 65.0 *
d.	Consultant assistance to establish cost vetting	\$ 5.0*
e.	Industry specialists for model school cost vetting	\$ 15.0 **
f.	Building system standards research	\$ 25.0
g.	Building system standards definition	\$ 50.0
	TOTAL	\$295.0

* Increased slightly from BR&GR report based on additional data

** This is an annual cost

Sections 1-4: Work of the Bond Reimbursement & Grant Review Committee (BRGR) will be required to meet statutory duties in AS 14.11.014 associated with this bill - 2 one-day meetings of the committee and department staff in FY2019 and FY2020 (9 persons x \$0.5 per day average travel and per diem x 2 meetings = \$9.0 annually).

Fiscal Note

State of Alaska
2018 Legislative Session

Bill Version:	SCS CSHB 213(FIN)
Fiscal Note Number:	5
(S) Publish Date:	4/23/2018

Identifier: HB213-SFIN-DEED-K12 4-23-18
 Title: PUBLIC SCHOOL TRUST FUND
 Sponsor: PARISH
 Requester: Senate Finance Committee

Department: Department of Education and Early Development
 Appropriation: K-12 Aid to School Districts
 Allocation: Foundation Program
 OMB Component Number: 141

Expenditures/Revenues

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

	FY2019	Included in	Out-Year Cost Estimates					
	Appropriation Requested	Governor's FY2019 Request	FY 2019	FY 2020	FY 2021	FY 2022	FY 2023	FY 2024
OPERATING EXPENDITURES	FY 2019	FY 2019						
Personal Services								
Travel								
Services								
Commodities								
Capital Outlay								
Grants & Benefits	18,351.3	5,337.4						
Miscellaneous								
Total Operating	18,351.3	5,337.4	0.0	0.0	0.0	0.0	0.0	0.0

Fund Source (Operating Only)

1066 Pub School (Other)	18,351.3	5,337.4						
Total	18,351.3	5,337.4	0.0	0.0	0.0	0.0	0.0	0.0

Positions

Full-time								
Part-time								
Temporary								

Change in Revenues

None								
Total	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0

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? No
 If yes, by what date are the regulations to be adopted, amended or repealed?

Why this fiscal note differs from previous version/comments:

The "Included in FY19 Governor's request column" in this note actually reflects the amounts in House Bill 287, which was passed by the Legislature. The additional amount of Public School Trust Funds appropriated in the "FY19 Appropriation Requested" column will be offset by an equal reduction of the UGF capitalization of the Public Education Fund included in HB 287.

Prepared By: Senator MacKinnon
Senate Finance Committee
Senator Hoffman
Senate Finance Committee

Phone: (907)465-3777
 Date: 04/23/2018

APPROVED BY
CONFERENCE
COMMITTEE

REPORTED OUT OF
SFC 04/23/2018

FISCAL NOTE ANALYSIS

STATE OF ALASKA
2018 LEGISLATIVE SESSION

Analysis

CSHB213 proposes changes to the Public School Trust Fund under AS 37.14, with a new percent of market value (POMV) approach. The POMV proposed would identify 5% of the monthly average market value of the fund for the previous five fiscal years preceding the previous fiscal year, as determined by the commissioner of revenue, as available for use in the state public school program (Foundation Program) and reimbursement of the costs of administration of the fund. According to the Department of Revenue, the FY19 POMV draw would be \$28,476.8.

Within the FY2019 Governor's Budget, \$28,000.0 is appropriated from the Public School Trust Fund, of which \$23,337.4 is for the Foundation Program and \$4,662.6 is for Mt. Edgecumbe Boarding School. Based on current statutes, the Department of Revenue only recommended \$10,000.0 from the Public School Trust Fund for FY2019. The POMV proposed would make an additional \$18,476.8 realizable above the amount DOR recommends spending without the bill.

In the Governor's budget, an additional \$125.5 is appropriated to the Department of Revenue to manage this fund. This is not a designated use of the fund under current statutes, and is in addition to the recommended \$10 million. Section 3 of the bill adds management of the fund as an allowable use of the fund, and specifies that it is to come out of the POMV draw. The additional amount that can be spent for the K-12 Formula is therefore \$18,351.3 (\$18,476.8 less \$125.5).

House Bill 287, the standalone education appropriation bill, includes only the DOR-recommended \$10 million appropriation of Public School Trust Funds. If HB 213 is passed, an additional \$18,351.3 of Public School Trust Funds will be appropriated in this allocation. HB 287 appropriates the amount necessary to fully fund the K-12 formula as a UGF fund capitalization. Legislative Finance will reduce the estimated capitalization of the fund by \$18,351.3. This bill does not affect total funding for education, only the fund source.

	Governor	HB 287	HB 213	HB 287 + HB 213
Foundation Formula	23,337.4	5,337.4	18,351.3	23,688.7
Mt. Edgecumbe	4,662.6	4,662.6	-	4,662.6
DOR	125.5	125.5	-	125.5
Total	28,125.5	10,125.5	18,351.3	28,476.8

Fiscal Note

State of Alaska
2018 Legislative Session

Bill Version: HB 214
Fiscal Note Number: _____
() Publish Date: _____

Identifier: HB214SCS(FIN)-EED-SSA-5-1-18
Title: BREE'S LAW; DATING VIOLENCE PROGRAMS
Sponsor: DRUMMOND
Requester: Senate Finance Committee

Department: Department of Education and Early Development
Appropriation: Education Support and Admin Services
Allocation: Student and School Achievement
OMB Component Number: 2796

Expenditures/Revenues

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

	FY2019	Included in	Out-Year Cost Estimates				
	Appropriation Requested	Governor's FY2019 Request	FY 2020	FY 2021	FY 2022	FY 2023	FY 2024
OPERATING EXPENDITURES	FY 2019	FY 2019					
Personal Services							
Travel							
Services	4.0						
Commodities							
Capital Outlay							
Grants & Benefits	259.3		119.3	75.0	75.0	75.0	75.0
Miscellaneous							
Total Operating	263.3	0.0	119.3	75.0	75.0	75.0	75.0

Fund Source (Operating Only)

1004 Gen Fund (UGF)	263.3		119.3	75.0	75.0	75.0	75.0
Total	263.3	0.0	119.3	75.0	75.0	75.0	75.0

Positions

Full-time							
Part-time							
Temporary							

Change in Revenues

None							
Total	0.0	0.0	0.0	0.0	0.0	0.0	0.0

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? 03/31/19

Why this fiscal note differs from previous version/comments:

This version requires the Department of Education & Early Development to, in consultation with school districts, develop and approve a teen dating violence and abuse prevention training program related to teen dating violence and abuse awareness and prevention for school district employees and students in grades seven through 12. This version will require DEED to develop new student training resources as well as to review district created and emergent training resources periodically for potential adoption as departmentally approved curricula. This legislation also names a program adopted by the department as the Bree Moore Teen Dating Violence Awareness and Prevention Program in uncodified law.

Prepared By: Todd Brocius, Health & Safety Program Administrator Phone: (907)465-2887
Division: Educator & School Excellence Date: 05/01/2018 03:00 PM
Approved By: Dr. Michael Johnson, Commissioner Date: 05/01/18
Agency: Department of Education & Early Development

APPROVED BY
CONFERENCE
COMMITTEE

FISCAL NOTE ANALYSIS

STATE OF ALASKA
2018 LEGISLATIVE SESSION

BILL NO. HB 214

Analysis

Section 1: Amends AS 14.30.356(a) to require the Department of Education & Early Development (DEED) , in consultation with school districts, to develop and approve a program for schools that includes training for school district employees and students and parent notices relating to dating violence and abuse prevention in grades seven through 12.

Year 1 costs include curriculum development for three bands of age appropriate and culturally relevant content, for both urban and rural schools. Costs also include the development of an eLearning course for teacher training on using the curriculum and drafting required regulation changes (\$4.0). \$259,300.0

Year 2 costs include curriculum materials production and distribution expenses for curriculum produced via DEED. \$119,260.0 (costs for the purchase of curricula approved but not produced by DEED are not included here and will be district expenses)

Out year costs include ongoing costs of training new staff and materials production, distribution, and updating. \$75.0

Section 2: Amends AS 14.30.356(b) by listing the inclusions for the dating violence and abuse training, notices and instructions.

Section 4: In uncodified law, the Bree Moore Teen Dating Violence Awareness and Prevention Program is named as a program developed and approved by DEED (in consultation with school districts) for the delivery of training in teen dating violence awareness and prevention.

Fiscal Note

State of Alaska
2018 Legislative Session

Bill Version:	CSSSHB 216(FIN)
Fiscal Note Number:	9
(H) Publish Date:	4/11/2018

Identifier: SSHB216CS(FIN)-DOA-VCCB-3-26-18
 Title: CRIMES;RESTITUTION;DIVIDEND FUND
 Sponsor: KOPP
 Requester: (H) FIN

Department: Department of Administration
 Appropriation: Violent Crimes Compensation Board
 Allocation: Violent Crimes Compensation Board
 OMB Component Number: 2694

Expenditures/Revenues

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

	FY2019	Included in	Out-Year Cost Estimates					
	Appropriation Requested	Governor's FY2019 Request	FY 2019	FY 2020	FY 2021	FY 2022	FY 2023	FY 2024
OPERATING EXPENDITURES	FY 2019	FY 2019						
Personal Services								
Travel								
Services								
Commodities								
Capital Outlay								
Grants & Benefits	178.7		178.7	178.7	178.7	178.7	178.7	178.7
Miscellaneous								
Total Operating	178.7	0.0	178.7	178.7	178.7	178.7	178.7	178.7

Fund Source (Operating Only)

1220 Crime VCF (Other)	178.7		178.7	178.7	178.7	178.7	178.7	178.7
Total	178.7	0.0	178.7	178.7	178.7	178.7	178.7	178.7

Positions

Full-time								
Part-time								
Temporary								

Change in Revenues

None								
Total	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0

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? No
 If yes, by what date are the regulations to be adopted, amended or repealed?

Why this fiscal note differs from previous version/comments:

The committee substitute introduces allocations to various agencies as a stated percentage, and changes the effective date of the bill to 1/1/2019.

Prepared By: Kate Hudson
 Division: Violent Crimes Compensation Board
 Approved By: Leslie Ridle, Commissioner
 Agency: Administration

Phone: (907)465-5525
 Date: 03/26/2018 12:00 PM
 Date: 03/26/18

APPROVED BY
CONFERENCE
COMMITTEE
Printed 5/10/2018

REPORTED OUT OF
SFC 04/24/2018

REPORTED OUT OF
HFC 04/09/2018

FISCAL NOTE ANALYSIS

STATE OF ALASKA
2018 LEGISLATIVE SESSION

Analysis

The proposed legislation creates the Restorative Justice Account within the Permanent Fund Dividend Account. Annually, the amount of dividends garnished from convicted felons are transferred to the Restorative Justice Account to be appropriated by the legislature to the following recipients in the priority order and percentages listed:

- (1) 10 to 13 percent to the crime victim compensation fund for payments to crime victims and for operating costs of the Violent Crimes Compensation Board;
- (2) 2 to 6 percent to the Office of Victims' Rights for payments to crime victims and for operating costs of the Office of Victims' Rights;
- (3) 1 to 3 percent to nonprofit organizations to provide grants for services for crime victims and domestic violence and sexual assault programs;
- (4) 1 to 3 percent to nonprofit organizations to provide grants for mental health services and substance abuse treatment for offenders; and
- (5) 79 to 88 percent to the Department of Corrections for costs related to incarceration or probation

Currently, the Department of Revenue, in concert with the Department of Corrections, estimates the total amount of potential PFDs deemed ineligible under AS 43.23.005(d). This figure is estimated at \$12,613,500 for FY2018 and \$12,571,900 for FY2019. These funds are allocated to various department budgets by the Office of Management and Budget and approved by the legislature through the budget process. In the Governor's FY2019 budget request, \$11,493,400 has been allocated to the Department of Corrections with the remainder being allocated to the Crime Victim Compensation Fund. Historically, appropriations to the Crime Victim Compensation Fund have been given first priority, then any remaining funding is used to offset general funds allocated to the Department of Corrections Physical Health Care Component.

This fiscal note includes authority for the board to spend from additional funds allocated to the Crime Victim Compensation Fund in a separate fund capitalization fiscal note of an equal amount.

Fiscal Note

State of Alaska
2018 Legislative Session

Bill Version: HB 216
Fiscal Note Number: _____
() Publish Date: _____

Identifier: HB216-CC-DOC-05-01-2018
Title: CRIMES;RESTITUTION;DIVIDEND FUND
Sponsor: KOPP
Requester: Conference Committee

Department: Department of Corrections
Appropriation: Health and Rehabilitation Services
Allocation: Physical Health Care
OMB Component Number: 2952

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								
Travel								
Services								
Commodities								
Capital Outlay								
Grants & Benefits								
Miscellaneous								
Total Operating	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0

Fund Source (Operating Only)

1004 Gen Fund (UGF)	430.1		430.1	430.1	430.1	430.1	430.1
1171 Rest Just (Other)	(430.1)		(430.1)	(430.1)	(430.1)	(430.1)	(430.1)
Total	0.0	0.0	0.0	0.0	0.0	0.0	0.0

Positions

Full-time							
Part-time							
Temporary							

Change in Revenues

None							
Total	0.0	0.0	0.0	0.0	0.0	0.0	0.0

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? No
If yes, by what date are the regulations to be adopted, amended or repealed?

Why this fiscal note differs from previous version/comments:

CC Fiscal Note - updated to replace temporary fund code with Restorative Justice Fund code.

FISCAL NOTE ANALYSIS

STATE OF ALASKA
2018 LEGISLATIVE SESSION

BILL NO. HB 216

Analysis

Passage of this legislation would create a new subaccount of the Permanent Fund Dividend Fund and establish a priority order for distribution of funding from PFDs that would have been paid to those who are ineligible as a result of AS 43.23.005(d).

Currently, the Department of Revenue, in concert with the Department of Corrections, estimates the total amount of potential PFDs deemed ineligible under AS 43.23.005(d). This figure is estimated at \$12,613,500 for FY2018 and \$12,571,900 for FY2019. These funds are allocated to various department budgets by the Office of Management and Budget and approved by the legislature through their budget process. In the Governor's FY2019 budget request, \$11,493,400 has been allocated to the Department of Corrections with the remainder being allocated to the Crime Victim Compensation Fund. Historically, appropriations to the Crime Victim Compensation Fund have been given first priority, then any remaining funding is used to offset general funds allocated to the Department of Corrections Physical Health Care Component.

This bill establishes a new priority order for allocation of these funds as follows:

1. Crime Victim Compensation Fund (AS 18.67.162)
2. Office of Victim's Rights for payments to victims
3. Nonprofit organizations to provide grants for mental health and substance abuse services
4. Nonprofit organizations to provide grants for services for crime victims and domestic violence and sexual assault programs
5. Programs in the Department of Corrections

Given these additional priorities, and depending on the size of these allocations, funds may not be sufficient to continue providing the current allocation to the Department of Corrections. Should this happen, any reductions to the PFD allocations to the department will have to be replaced with general funds while appropriations to the Crime Victim Compensation Fund will continue, but from the newly created "Restorative Justice Account" rather than the PFD Criminal fund.

Notwithstanding the new allocations of PFD criminal funds in this bill, it remains to be seen whether the legislature will reallocate funding in the budget bill or simply leave these allocations as they are. Current law (AS 43.23.028(b)) suggests 6 permissible uses of these funds, in practice however, since FY2012, only 2 have been funded (Crime Victim Compensation Fund and Department of Corrections). As such, the fund change in the Department of Corrections may shift to the "Restorative Justice Account" rather than the general fund.

Fiscal Note

State of Alaska
2018 Legislative Session

Bill Version:	CSSSHB 216(JUD)
Fiscal Note Number:	7
(H) Publish Date:	1/31/2018

Identifier: HB216-DOR-PFD-1-18.2018
 Title: CRIMES;RESTITUTION;DIVIDEND FUND
 Sponsor: KOPP
 Requester: JUD CHAIR

Department: Department of Revenue
 Appropriation: Taxation and Treasury
 Allocation: Permanent Fund Dividend Division
 OMB Component Number: 981

Expenditures/Revenues

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

	FY2019	Included in	Out-Year Cost Estimates					
	Appropriation Requested	Governor's FY2019 Request	FY 2019	FY 2020	FY 2021	FY 2022	FY 2023	FY 2024
OPERATING EXPENDITURES	FY 2019	FY 2019						
Personal Services								
Travel								
Services	20.0		15.0	15.0	15.0	15.0	15.0	15.0
Commodities								
Capital Outlay								
Grants & Benefits								
Miscellaneous								
Total Operating	20.0	0.0	15.0	15.0	15.0	15.0	15.0	15.0

Fund Source (Operating Only)

1004 Gen Fund (UGF)	20.0		15.0	15.0	15.0	15.0	15.0	15.0
Total	20.0	0.0	15.0	15.0	15.0	15.0	15.0	15.0

Positions

Full-time								
Part-time								
Temporary								

Change in Revenues

None								
Total	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0

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? 07/01/18

Why this fiscal note differs from previous version/comments:

To match the out year costs since this is a continuing account with on-going operational tasks.

Prepared By: Sara Race
 Division: Permanent Fund Dividend Division
 Approved By: Mike Barnhill
 Agency: OOC

Phone: (907)465-4785
 Date: 01/23/2018 01:00 PM
 Date: 01/23/2018

APPROVED BY
CONFERENCE
COMMITTEE
Printed 5/10/2018

REPORTED OUT OF
SFC 04/24/2018

REPORTED OUT OF
HFC 04/09/2018

FISCAL NOTE ANALYSIS

STATE OF ALASKA
2018 LEGISLATIVE SESSION

Analysis

The intent of this bill is to use existing law AS 43.23.005(d) which states that an individual is ineligible to receive a dividend if sentenced or convicted of a felony or a combination of misdemeanors and a felony, and to create a priority order that must be considered when appropriating funds. Annually a calculation is performed to determine the amount available for possible appropriation. It is based on actual applications filed during a dividend year. From that, a percentage of applicants that would have otherwise been eligible to receive the dividend, had they not been denied as a felon or misdemeanor, is determined and multiplied by the total number of individuals reported by Department of Corrections and Public Safety. The estimated number of otherwise eligible applicants is then multiplied by the dividend amount. That total calculated amount will be placed into a new Restorative Justice Account, a sub account of the Dividend Fund, and appropriated funds will be transferred to the respective recipients.

In the appropriation process the following priority order will be considered:

- DOA's Violent Crimes Compensation Board
- Restitution payments
- Grant funds
- Office of Victims' Rights
- DPS Council on Domestic Violence and Sexual Assault for program grants
- Department of Corrections costs related to incarceration or probation

The existing structure under AS 43.23.005(d) requires the Department of Revenue report the total amount calculated to OMB, and through the budgeting process funds have been appropriated to Department of Corrections and Public Safety. The proposed bill specifies that funds appropriated to Public Safety may only be used for funding grants, and Department of Corrections is moved to a lower priority.

The Department of Revenue and Permanent Fund Dividend Division are affected by this bill fiscally as a new subaccount will need to be added to the Dividend Fund, which will require additional accounting and operational task to be performed. Not only will a new subaccount need to be created, annually multiple financial transactions will be processed to transfer funds to the respective recipients and reporting requirements will be necessary. If funds outside of the calculation are appropriated to the Restorative Justice Account through the new section 6 AS 43.23.048(d) the number of transactions that will be required is unknown.

The primary mission of the division will not be significantly impacted as it does not change eligibility or payment requirements. However, it will require additional administrative and fiscal time to accomplish each year. Regulations will need to be adopted with enactment of the bill to execute the changes in 43.23.048.

Fiscal Note

State of Alaska
2018 Legislative Session

Bill Version: HB 216
Fiscal Note Number: _____
() Publish Date: _____

Identifier: HB216-CC-LEG-05-01-2018
Title: CRIMES;RESTITUTION;DIVIDEND FUND
Sponsor: KOPP
Requester: Conference Committee

Department: Legislature
Appropriation: Legislative Council
Allocation: Office of Victims Rights
OMB Component Number: 2769

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	77.6							
Travel								
Services	5.2							
Commodities	1.0							
Capital Outlay								
Grants & Benefits								
Miscellaneous								
Total Operating	83.8	0.0	0.0	0.0	0.0	0.0	0.0	0.0

Fund Source (Operating Only)

1004 Gen Fund (UGF)	(167.6)		(880.0)	(880.0)	(880.0)	(880.0)	(880.0)
1171 Rest Just (Other)	251.4		880.0	880.0	880.0	880.0	880.0
Total	83.8	0.0	0.0	0.0	0.0	0.0	0.0

Positions

Full-time							
Part-time							
Temporary	1.0						

Change in Revenues

None							
Total	0.0	0.0	0.0	0.0	0.0	0.0	0.0

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? 01/01/19

Why this fiscal note differs from previous version/comments:

CC Fiscal Note - updated to replace temporary fund code with the Restorative Justice Fund code. This fiscal note also reflects that a regulation change will be necessary if this bill passes and establishes the effective date.

FISCAL NOTE ANALYSIS

STATE OF ALASKA
2018 LEGISLATIVE SESSION

BILL NO. 216

Analysis

Passage of this legislation would create a new subaccount of the Permanent Fund Dividend Fund and establish a range for distribution of funding from PFDs that would have been paid to those who are ineligible as a result of AS 43.23.005(d).

Currently, the Department of Revenue, in concert with the Department of Corrections, estimates the total amount of potential PFDs deemed ineligible under AS 43.23.005(d). This figure is estimated at \$12,613,500 for FY2018 and \$12,571,900 for FY2019. These funds are allocated to various department budgets by the Office of Management and Budget and approved by the legislature through the budget process. In the Governor's FY2019 budget request, \$11,493,400 has been allocated to the Department of Corrections with the remainder being allocated to the Crime Victim Compensation Fund. Historically, appropriations to the Crime Victim Compensation Fund have been given first priority, then any remaining funding is used to offset general funds allocated to the Department of Corrections Physical Health Care Component.

This bill establishes a new allocation of these funds as follows:

1. 10 to 13 percent of total available funds are allocated to the Crime Victim Compensation Fund (AS 18.67.162)
2. 2 to 6 percent of total available funds are allocated to the Office of Victim's Rights for payments to victims
3. 1 to 3 percent of total available funds are allocated to nonprofit organizations to provide grants for services for crime victims and domestic violence and sexual assault programs
4. 1 to 3 percent of total available funds are allocated to nonprofit organizations to Provide grants for mental health and substance abuse services
5. 79 to 88 percent of total available funds are allocated to programs in the Department of Corrections

The Department of Corrections will see reduced appropriations from ineligible PFDs under AS 43.23.005(d) and require additional unrestricted general funds to supplant this reallocation. However, other departments will receive increased allocations from this source, replacing unrestricted general funds currently budgeted.

A placeholder amount is provided for out-year estimates due to uncertainty surrounding future inmate populations and Permanent Fund Dividend amounts. It is likely that one or both of these variables will increase into the future and that this allocation will increase into the future. The newly created Restorative Justice Account is reflected as a temporary code for the purposes of this fiscal note (Fund Code 1178).

A 2% to 6% allocation to the Office of Victims' Rights (OVR) equates to \$251.4 to \$754.3 thousand. This fiscal note assumes that the minimum of 2% (\$251.4) will be allocated to OVR as a fund source change, replacing existing general funds with Restorative Justice Account funds to support OVR's current operating expenses. There is a one-time increase in FY19 of \$83.8 to support a one-year temporary employee as detailed below. There is no increase in OVR's operating budget and no funds available to pay victim restitution claims under this fiscal note.

FY19 One-Time Increment: A full-time, nonpermanent employee at a Range 13 would be needed for one year (12 months) to perform data entry and establish electronic files for all restitution judgements with unpaid balances; the Court System statistics indicate that there are 20,000 restitution judgments with unpaid balances. Specifically, to meet the requirements under HB216, OVR needs one Range 13 full-time, nonpermanent position for 12 months;

salary and benefits = \$77,620

Additional license and new configuration for case management program, one-time cost = \$5,200

Print materials for victim restitution options and notice of restorative justice account and other costs = \$1,000

Total anticipated fiscal impact: \$83,820

Fiscal Note

State of Alaska
2018 Legislative Session

Bill Version: HB 216
Fiscal Note Number: _____
() Publish Date: _____

Identifier: HB216-CC-CVCF-05-01-2018
Title: CRIMES;RESTITUTION;DIVIDEND FUND
Sponsor: KOPP
Requester: Conference Committee

Department: Fund Capitalization
Appropriation: Caps Spent as Duplicated Funds
Allocation: Crime Victim Compensation Fund
OMB Component Number: 2936

Expenditures/Revenues

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

	FY2019	Included in	Out-Year Cost Estimates				
	Appropriation Requested	Governor's FY2019 Request	FY 2020	FY 2021	FY 2022	FY 2023	FY 2024
OPERATING EXPENDITURES	FY 2019	FY 2019					
Personal Services							
Travel							
Services							
Commodities							
Capital Outlay							
Grants & Benefits							
Miscellaneous	178.7		178.7	178.7	178.7	178.7	178.7
Total Operating	178.7	0.0	178.7	178.7	178.7	178.7	178.7

Fund Source (Operating Only)

1171 Rest Just (Other)	178.7		178.7	178.7	178.7	178.7	178.7
Total	178.7	0.0	178.7	178.7	178.7	178.7	178.7

Positions

Full-time							
Part-time							
Temporary							

Change in Revenues

None							
Total	0.0	0.0	0.0	0.0	0.0	0.0	0.0

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? No
If yes, by what date are the regulations to be adopted, amended or repealed?

Why this fiscal note differs from previous version/comments:

CC Fiscal Note - updated to replace temporary fund code with Restorative Justice Fund code.

FISCAL NOTE ANALYSIS

STATE OF ALASKA
2018 LEGISLATIVE SESSION

BILL NO. 216

Analysis

Passage of this legislation would create a new subaccount of the Permanent Fund Dividend Fund and establish a range for distribution of funding from PFDs that would have been paid to those who are ineligible as a result of AS 43.23.005(d).

Currently, the Department of Revenue, in concert with the Department of Corrections, estimates the total amount of potential PFDs deemed ineligible under AS 43.23.005(d). This figure is estimated at \$12,613,500 for FY2018 and \$12,571,900 for FY2019. These funds are allocated to various department budgets by the Office of Management and Budget and approved by the legislature through the budget process. In the Governor's FY2019 budget request, \$11,493,400 has been allocated to the Department of Corrections with the remainder being allocated to the Crime Victim Compensation Fund. Historically, appropriations to the Crime Victim Compensation Fund have been given first priority, then any remaining funding is used to offset general funds allocated to the Department of Corrections Physical Health Care Component.

This bill establishes a new allocation of these funds as follows:

1. 10 to 13 percent of total available funds are allocated to the Crime Victim Compensation Fund (AS 18.67.162)
2. 2 to 6 percent of total available funds are allocated to the Office of Victim's Rights for payments to victims
3. 1 to 3 percent of total available funds are allocated to nonprofit organizations to provide grants for services for crime victims and domestic violence and sexual assault programs
4. 1 to 3 percent of total available funds are allocated to nonprofit organizations to Provide grants for mental health and substance abuse services
5. 79 to 88 percent of total available funds are allocated to programs in the Department of Corrections

The Department of Corrections will see reduced appropriations from ineligible PFDs under AS 43.23.005(d) and require additional unrestricted general funds to supplant this reallocation. However, other departments will receive increased allocations from this source, replacing unrestricted general funds currently budgeted.

A placeholder amount is provided for out-year estimates due to uncertainty surrounding future inmate populations and Permanent Fund Dividend amounts. It is likely that one or both of these variables will increase into the future and that this allocation will increase into the future. The newly created Restorative Justice Account is reflected as a temporary code for the purposes of this fiscal note (Fund Code 1178).

A 10% to 13% allocation to the Violent Crimes Compensation Board equates to \$1,257.2 thousand to \$1,634.3 thousand. This fiscal note assumes that the 10% minimum will be allocated to the fund capitalization of the Violent Crime Compensation Fund. The current FY2019 Governor's request of \$1,078.5 in ineligible PFDs under AS 43.23.005(d) will be changed to the Restorative Justice Account with an additional \$178.7 thousand.

Fiscal Note

State of Alaska
2018 Legislative Session

Bill Version:	CSHB 217(RES)
Fiscal Note Number:	3
(H) Publish Date:	2/19/2018

Identifier: HB217-DNR-AGR-2-1-18
 Title: LOCAL FOOD PROCUREMENT; FARM TOURS;
 FEES
 Sponsor: TARR
 Requester: House Resources

Department: Department of Natural Resources
 Appropriation: Agriculture
 Allocation: Agricultural Development
 OMB Component Number: 455

Expenditures/Revenues

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

	FY2019	Included in	Out-Year Cost Estimates				
	Appropriation Requested	Governor's FY2019 Request	FY 2020	FY 2021	FY 2022	FY 2023	FY 2024
OPERATING EXPENDITURES	FY 2019	FY 2019	FY 2020	FY 2021	FY 2022	FY 2023	FY 2024
Personal Services							
Travel							
Services							
Commodities	5.0		5.0	5.0	5.0	5.0	5.0
Capital Outlay							
Grants & Benefits							
Miscellaneous							
Total Operating	5.0	0.0	5.0	5.0	5.0	5.0	5.0

Fund Source (Operating Only)

1005 GF/Prgm (DGF)	5.0		5.0	5.0	5.0	5.0	5.0
Total	5.0	0.0	5.0	5.0	5.0	5.0	5.0

Positions

Full-time							
Part-time							
Temporary							

Change in Revenues

1251 Non-UGF (Other)	10.0		10.0	10.0	10.0	10.0	10.0
Total	10.0	0.0	10.0	10.0	10.0	10.0	10.0

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? No
 If yes, by what date are the regulations to be adopted, amended or repealed?

Why this fiscal note differs from previous version/comments:

Initial version

Prepared By: Arthur Keyes, Director
 Division: Division of Agriculture
 Approved By: Andrew T. Mack, Commissioner
 Agency: Department of Natural Resources

Phone: (907)745-7200
 Date: 02/01/2018 02:00 PM
 Date: 02/01/18

APPROVED BY
CONFERENCE
COMMITTEE
Printed 5/10/2018

REPORTED OUT OF
SFC 05/01/2018

REPORTED OUT OF
HFC 04/06/2018

FISCAL NOTE ANALYSIS

STATE OF ALASKA
2018 LEGISLATIVE SESSION

Analysis

This bill allows the Department of Natural Resources to sell merchandise and charge fees associated with the Alaska Grown trademark.

The department estimates revenue of \$10 thousand per year based on the amount of Alaska Grown marketing materials distributed in previous years.

The department will continue to manage the Alaska Grown program through existing staff. Additional merchandise will be purchased through program receipts for inventory replacement.

Fiscal Note

State of Alaska
2018 Legislative Session

Bill Version:	CSHB 219(JUD)
Fiscal Note Number:	13
(S) Publish Date:	5/2/2018

Identifier: HB219-DOR-TAX-5-1-2018
 Title: CRIM HIST CHECK: ST
 EMPLOYEES/CONTRACTORS
 Sponsor: RLS BY REQUEST OF THE GOVERNOR
 Requester: Governor

Department: Department of Revenue
 Appropriation: Taxation and Treasury
 Allocation: Tax Division
 OMB Component Number: 2476

Expenditures/Revenues

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

	FY2019	Included in	Out-Year Cost Estimates				
	Appropriation Requested	Governor's FY2019 Request	FY 2020	FY 2021	FY 2022	FY 2023	FY 2024
OPERATING EXPENDITURES	FY 2019	FY 2019	FY 2020	FY 2021	FY 2022	FY 2023	FY 2024
Personal Services							
Travel							
Services	4.8		0.5	0.5	0.5	0.5	0.5
Commodities							
Capital Outlay							
Grants & Benefits							
Miscellaneous							
Total Operating	4.8	0.0	0.5	0.5	0.5	0.5	0.5

Fund Source (Operating Only)

1004 Gen Fund (UGF)	4.8		0.5	0.5	0.5	0.5	0.5
Total	4.8	0.0	0.5	0.5	0.5	0.5	0.5

Positions

Full-time							
Part-time							
Temporary							

Change in Revenues

None							
Total	0.0	0.0	0.0	0.0	0.0	0.0	0.0

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? No
 If yes, by what date are the regulations to be adopted, amended or repealed?

Why this fiscal note differs from previous version/comments:

Updated note that reflects no regulation changes needed for the Tax Division with this legislation.

Prepared By: Brandon Spanos
 Division: Tax
 Approved By: Mike Barnhill
 Agency: Department of Revenue

Phone: (907)269-6736
 Date: 03/07/2018 12:00 AM
 Date: 03/07/18

APPROVED BY
CONFERENCE
COMMITTEE

REPORTED OUT OF
SFC 05/01/2018

FISCAL NOTE ANALYSIS

STATE OF ALASKA
2018 LEGISLATIVE SESSION

Analysis

Child Support Services Division:

The Child Support Services Division has 196 employees who will be fingerprinted in the first year, and approximately 32 employees each subsequent year. Every 10 years, background checks must be renewed. Background checks would be conducted on all current and new employees at a cost of \$47 for each completed investigation.

The Child Support Services Division is authorized by the Federal Income Tax Refund Offset Program (P.L. 93-647) to recover delinquent child support debts from intercepted tax returns. This remedy involves the interaction of all IV-D state child support agencies and three federal agencies – the Office of Child Support Enforcement, the Bureau of the Fiscal Service, and the Internal Revenue Service.

The intercept program is a successful collection tool. This program collected over \$44,000,000.00 in federal tax return intercepts over the past five years. Passage of this bill will allow the Alaska Child Support Services Division to remain in compliance with IRS requirements, and to continue to intercept IRS refund payments for families.

In addition to the intercepted returns, state IV-D agencies are required to maintain a State Parent Locator Service to provide location information to the Federal Parent Locator Service (FPLS) which is available to authorized persons for authorized uses. The FPLS contains federal taxpayer information. All IV-D agencies have access to the FPLS to locate parents.

Fiscal Note

State of Alaska
2018 Legislative Session

Bill Version:	CSHB 219(JUD)
Fiscal Note Number:	14
(S) Publish Date:	5/2/2018

Identifier: DOR-CSSD-05-01-2018
 Title: CRIM HIST CHECK: ST
 EMPLOYEES/CONTRACTORS
 Sponsor: RLS BY REQUEST OF THE GOVERNOR
 Requester: Governor

Department: Department of Revenue
 Appropriation: Child Support Services
 Allocation: Child Support Services Division
 OMB Component Number: 111

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								
Travel								
Services	10.0		1.5	1.5	1.5	1.5	1.5	1.5
Commodities								
Capital Outlay								
Grants & Benefits								
Miscellaneous								
Total Operating	10.0	0.0	1.5	1.5	1.5	1.5	1.5	1.5

Fund Source (Operating Only)

1002 Fed Rcpts (Fed)	6.6		1.0	1.0	1.0	1.0	1.0	1.0
1003 G/F Match (UGF)	3.4		0.5	0.5	0.5	0.5	0.5	0.5
Total	10.0	0.0	1.5	1.5	1.5	1.5	1.5	1.5

Positions

Full-time								
Part-time								
Temporary								

Change in Revenues

None								
Total	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0

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? No
 If yes, by what date are the regulations to be adopted, amended or repealed?

Why this fiscal note differs from previous version/comments:

Updated note that reflects no regulation changes needed for CSSD with this legislation.

Prepared By: Carol Beecher, Director
 Division: Child Support Services Division
 Approved By: Mike Barnhill
 Agency: Department of Revenue

Phone: (907)269-6801
 Date: 03/07/2018 11:00 AM
 Date: 03/07/18

APPROVED BY
CONFERENCE
COMMITTEE
Printed 5/10/2018

REPORTED OUT OF
SFC 05/01/2018

FISCAL NOTE ANALYSIS

STATE OF ALASKA
2018 LEGISLATIVE SESSION

Analysis

Child Support Services Division:

The Child Support Services Division has 196 employees who will be fingerprinted in the first year, and approximately 32 employees each subsequent year. Every 10 years, background checks must be renewed. Background checks would be conducted on all current and new employees at a cost of \$47 for each completed investigation.

The Child Support Services Division is authorized by the Federal Income Tax Refund Offset Program (P.L. 93-647) to recover delinquent child support debts from intercepted tax returns. This remedy involves the interaction of all IV-D state child support agencies and three federal agencies – the Office of Child Support Enforcement, the Bureau of the Fiscal Service, and the Internal Revenue Service.

The intercept program is a successful collection tool. This program collected over \$44,000,000.00 in federal tax return intercepts over the past five years. Passage of this bill will allow the Alaska Child Support Services Division to remain in compliance with IRS requirements, and to continue to intercept IRS refund payments for families.

In addition to the intercepted returns, state IV-D agencies are required to maintain a State Parent Locator Service to provide location information to the Federal Parent Locator Service (FPLS) which is available to authorized persons for authorized uses. The FPLS contains federal taxpayer information. All IV-D agencies have access to the FPLS to locate parents.

Fiscal Note

State of Alaska
2018 Legislative Session

Bill Version:	CSHB 236(FIN)
Fiscal Note Number:	3
(S) Publish Date:	4/13/2018

Identifier: HB236-DHSS-SBPP-4-9-18
Title: EXTEND: SENIOR BENEFITS PAYMENT PROGRAM
Sponsor: KAWASAKI
Requester: Senate Finance

Department: Department of Health and Social Services
Appropriation: Senior Benefits Payment Program
Allocation: Senior Benefits Payment Program
OMB Component Number: 2897

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								
Travel								
Services								
Commodities								
Capital Outlay								
Grants & Benefits	19,986.1		24,044.0	24,524.9	25,015.4	25,515.7	26,026.0	
Miscellaneous								
Total Operating	19,986.1	0.0	24,044.0	24,524.9	25,015.4	25,515.7	26,026.0	

Fund Source (Operating Only)

1004 Gen Fund (UGF)	19,986.1		24,044.0	24,524.9	25,015.4	25,515.7	26,026.0
Total	19,986.1	0.0	24,044.0	24,524.9	25,015.4	25,515.7	26,026.0

Positions

Full-time							
Part-time							
Temporary							

Change in Revenues

None							
Total	0.0	0.0	0.0	0.0	0.0	0.0	0.0

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? No
If yes, by what date are the regulations to be adopted, amended or repealed? n/a

Why this fiscal note differs from previous version/comments:

This revised fiscal note assumes continuation of the reduced benefit payment for the highest income category for FY2019, to remain within the current FY2018 appropriation, and then fully funded at the \$125.00 monthly payment beginning FY20.

Additionally, the Senior Benefits Payment Program is established in a separate appropriation with the following language:
"If benefits to seniors are prorated, the amount appropriated may not be used for any purpose other than payment of benefits for the Senior Benefits Payment Program."

Prepared By: Senator MacKinnon
Senate Finance Committee
Senator Hoffman
Senate Finance Committee

Phone: (907)465-3777
Date: 04/09/2018

APPROVED BY
CONFERENCE
COMMITTEE

REPORTED OUT OF
SFC 04/13/2018

FISCAL NOTE ANALYSIS

STATE OF ALASKA
2018 LEGISLATIVE SESSION

Analysis

HB 236 extends the Alaska Senior Benefits Payment Program from its current June 30, 2018 (FY2018) sunset through the end of FY2024. The costs for this proposed legislation are for FY2019 through FY2024.

The current regulations for the Senior Benefits Payment Program include language which instructs the division to reduce benefit payments for the highest income/lowest benefit tier to remain within the appropriated budget. In FY2018, the lowest benefit tier payment has therefore been reduced from \$125.00/month to \$76.00/month.

Assumptions:

For purposes of these projections, the department is assuming the highest income/lowest benefit tier remains funded at a reduced level in FY2019 to keep program costs within the current appropriation, and then beginning in FY2020, is fully funded to allow a monthly benefit payment of \$125.00.

Calculations use the last full fiscal year's (FY2017) average monthly caseload as a baseline:

- * \$250.00/month payment level - **1,646 beneficiaries**
 - * Income up to 75 percent of Alaska Federal Poverty Level (\$11,295.00/year for individuals, \$15,218.00/year for couples)
- * \$175.00/month payment level - **4,957 beneficiaries**
 - * Income between 75 and 100 percent Alaska Federal Poverty Level (\$15,060.00/year for individuals, \$20,290.00/year for couples)
- * \$125.00/month payment level (currently \$76.00/month) - **4,873 beneficiaries**
 - * Income between 100 and 175 percent Alaska Federal Poverty Level (\$26,355.00/year for individuals, \$35,508.00/year for couples)

Over the last five years, the program has experienced an annual average caseload growth rate of two percent. With the extension of the Senior Benefits Payment Program through FY2024, the projected benefit costs are as follows using this two percent caseload growth per fiscal year.

benefit level/month (whole dollars)	FY2019			FY2020		FY2021		FY2022		FY2023		FY2024	
	estimated caseload	appropriated - upper tier at \$66/mo	fully funded - upper tier at \$125/mo	estimated caseload	cost	estimated caseload	cost	estimated caseload	cost	estimated caseload	cost	estimated caseload	cost
\$ 125.00	5,070	\$ 4,018.4	\$ 7,604.8	5,171	\$ 7,756.9	5,275	\$ 7,912.0	5,380	\$ 8,070.3	5,488	\$ 8,231.7	5,598	\$ 8,396.3
\$ 175.00	5,157	\$ 10,830.3	\$ 10,830.3	5,260	\$11,046.9	5,366	\$11,267.8	5,473	\$11,493.1	5,582	\$11,723.0	5,694	\$11,957.5
\$ 250.00	1,712	\$ 5,137.5	\$ 5,137.5	1,747	\$ 5,240.2	1,782	\$ 5,345.1	1,817	\$ 5,452.0	1,854	\$ 5,561.0	1,891	\$ 5,672.2
	11,940	\$ 19,986.1	\$ 23,572.6	12,178	\$24,044.0	12,422	\$24,524.9	12,670	\$25,015.4	12,924	\$25,515.7	13,182	\$26,026.0

Fiscal Note

State of Alaska
2018 Legislative Session

Bill Version:	CSHB 267(CRA)
Fiscal Note Number:	2
(H) Publish Date:	2/14/2018

Identifier: HB267CS(CRA)-DCCED-CBPL-02-09-18
 Title: RELEASE HUNTING/FISHING RECORDS TO
 MUNI
 Sponsor: EDGMON
 Requester: (H) Resources

Department: Department of Commerce, Community and
 Economic Development
 Appropriation: Corporations, Business and Professional
 Licensing
 Allocation: Corporations, Business and Professional
 Licensing
 OMB Component Number: 2360

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								
Travel								
Services	7.7							
Commodities								
Capital Outlay								
Grants & Benefits								
Miscellaneous								
Total Operating	7.7	0.0	0.0	0.0	0.0	0.0	0.0	0.0

Fund Source (Operating Only)

1156 Rcpt Svcs (DGF)	7.7							
Total	7.7	0.0	0.0	0.0	0.0	0.0	0.0	0.0

Positions

Full-time								
Part-time								
Temporary								

Change in Revenues

1156 Rcpt Svcs (DGF)	7.7		0.0	0.0	0.0	0.0	0.0	0.0
Total	7.7	0.0	0.0	0.0	0.0	0.0	0.0	0.0

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? 12/31/18

Why this fiscal note differs from previous version/comments:

Updated note to reflect changes in the bill. A new position is no longer required, but database reports will be developed.

Prepared By: Janey McCullough, Director
 Division: Corporations, Business and Professional Licensing
 Approved By: Catherine Reardon, Director
 Agency: Division of Administrative Services, DCCED

Phone: (907)465-2538
 Date: 02/09/2018
 Date: 02/09/18

APPROVED BY
 CONFERENCE
 COMMITTEE
 Printed 5/10/2018

REPORTED OUT OF
 SFC 04/23/2018
 REPORTED OUT OF
 HFC 03/13/2018

FISCAL NOTE ANALYSIS

STATE OF ALASKA
2018 LEGISLATIVE SESSION

Analysis

HB 267 amends AS 08.54.760(b) by allowing municipalities to access all historical, current, and future confidential hunt records for the purpose of verifying taxes payable if that municipality levies a tax on such activities.

To implement this legislation, regulations will be required. The division will require information technology support to create reports from the existing licensing database.

If the bill passes the following expenses will be incurred:

Services: \$2.7 (regulations project)

\$5.0 (information technology costs to create reports from the licensing database)

Professional licensing programs within the Division of Corporations, Business and Professional Licensing are funded by Receipt Supported Services, fund source 1156 Rcpt Svcs (DGF). Licensing fees for each occupation are set per AS 08.01.065 so the total amount of revenue collected approximately equals the occupation's actual regulatory costs.

Fiscal Note

State of Alaska
2018 Legislative Session

Bill Version:	CSHB 267(RES)
Fiscal Note Number:	5
(S) Publish Date:	4/24/2018

Identifier: CSHB267(RES)-DFG-DSF-04-23-18
 Title: RELEASE HUNTING/FISHING RECORDS TO MUNI
 Sponsor: EDGMON
 Requester: House Finance Committee

Department: Department of Fish and Game
 Appropriation: Sport Fisheries
 Allocation: Sport Fisheries
 OMB Component Number: 464

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	9.1	0.0	0.0	0.0	0.0	0.0	0.0	0.0
Personal Services	9.1							
Travel								
Services								
Commodities								
Capital Outlay								
Grants & Benefits								
Miscellaneous								
Total Operating	9.1	0.0	0.0	0.0	0.0	0.0	0.0	0.0

Fund Source (Operating Only)

1004 Gen Fund (UGF)	6.1							
1005 GF/Prgm (DGF)	3.0							
Total	9.1	0.0	0.0	0.0	0.0	0.0	0.0	0.0

Positions

Full-time								
Part-time								
Temporary								

Change in Revenues

1005 GF/Prgm (DGF)	3.0							
1250 UGF Rev (UGF)	6.1							
Total	9.1	0.0	0.0	0.0	0.0	0.0	0.0	0.0

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? No
 If yes, by what date are the regulations to be adopted, amended or repealed? n/a

Why this fiscal note differs from previous version/comments:

Updated for House Resources Committee Substitute.

Prepared By: Tom Brookover, Director
 Division: Sport Fish Division
 Approved By: Carol Petraborg, Director
 Agency: Administrative Services

Phone: (907)267-2150
 Date: 04/23/2018
 Date: 04/23/18

APPROVED BY
CONFERENCE
COMMITTEE

REPORTED OUT OF
SFC 04/23/2018

FISCAL NOTE ANALYSIS

STATE OF ALASKA
2018 LEGISLATIVE SESSION

Analysis

Sport fishing business owners and guides are required by statute and regulation to license and register, respectively, with the department before conducting sport fishing or guide services. Further, sport fishing guides are required by regulation to obtain and complete a logbook. Logbooks require information including: Division of Motor Vehicles boat registration or United States Coast Guard documentation number for vessels used to provide guide services; locations where guide services were provided; effort, catch, and harvest by clients, owners, or employees of the sport fishing business or guide, and; other information the department requires. The sport fishing business owner is responsible for reporting logbook information and returning logbooks completed by the guide it employs to the department as specified in the logbook. The purpose of the logbook program is to provide information necessary for the management or conservation of the fishery resource or regulation of the guide industry.

Under Alaska Statutes, logbook information is confidential and may not be released by the department. This bill would require the release of certain records related to big game hunters, guided hunts, and guided sport fishing activities to municipalities for verification of taxes payable.

Assumptions: any of the existing municipalities in Alaska may request records or reports of guided fishing activities filed by a licensed sport fish guide with the Division of Sport Fish to verify taxes payable to the municipality; the department is aware of three municipalities that currently tax sport fishing guide activities in some way; and municipalities that request records or reports for the purposes of this bill will submit requests on an annual basis.

Limitations: it is not clear what records and/or reports are expected to be released to municipalities. Although the bill language specifies guided fishing activities, AS 16.05.815(a) refers to reports concerning landings of fish and other parameters commonly associated with a commercial, as opposed to a guided sport, fishery; and guided fishing activity data is collected at a certain geographic scale using geographic areas specified by the division for fishery management purposes. In most cases, the scale and area currently reported to the department for biological management purposes is incongruent with municipal boundaries and areas.

Sustainability of Information Being Requested: Authorities described under AS 16.40 will sunset 12/31/2018. Revenues from fees collected from businesses and guides under the salt water sport fishing operator and guide provisions in that statute currently fund a large portion of the guide licensing and reporting program, which generates the information requested in this bill by municipalities for compliance verification. Loss of the fee revenues after the sunset date will leave the program with a large shortfall in funding. Without funding, the reporting program will be reduced or eliminated.

FISCAL NOTE ANALYSIS

STATE OF ALASKA
2018 LEGISLATIVE SESSION

BILL NO. CSHB 267 (RES)

Analysis

Calculation Method: One-time and recurring costs are estimated to account for requests from three municipalities in Alaska. One-time costs are identified for FY19 and provide for initial work with each known municipality leveeing taxes to ascertain the types of information needed, reconcile municipal boundaries with the geographic reporting areas, and configure databases to provide the requested data. One-time costs identified for initial setup in FY19 for 3 municipalities are estimated at \$6.1. This includes salary for one Program Coordinator II (\$13.0/month) for 2 weeks.

$$(\$13.1 \text{ monthly salary divided by } 4.3 \text{ weeks per month, multiplied by } 2 \text{ weeks setup time})$$

$$(\$13.1/4.3)*2 = \$6.1$$

In addition to the initial setup costs, the department would collect an annual fee of \$1.0 from entities requesting these records. Note that we only assumed the 3 known taxing entities in our calculations which may be significantly deficient. The anticipated fee would generate \$3.0 in revenue that would be used to offset salary time to process, consult and deliver the final data request to the requesting municipalities.

In addition, the personal services identified in this fiscal note would not qualify for use of Fish and Game funds which is currently used to fund that position; thus the bill would require general fund and/or general fund program receipts with the ability to carry forward to cover unanticipated expenditures. Further, the expenditures related to processing these record requests must equal the revenues collected in fees for this activity.

If the number of municipalities requesting information from the division increases to a level that causes severe impacts to the existing workload of the Program Coordinator, then an additional PCN will be needed to meet the additional demand while still processing ongoing workloads to meet annual deadlines in other programs already assigned.

Fiscal Note

State of Alaska
2018 Legislative Session

Bill Version:	CSHB 331(FIN)
Fiscal Note Number:	5
(H) Publish Date:	5/2/2018

Identifier: DOR-TREASURY-4-12-18
Title: TAX CREDIT CERT. BOND CORP; ROYALTIES
Sponsor: RLS BY REQUEST OF THE GOVERNOR
Requester: House Finance Committee

Department: Debt Service
Appropriation: Oil & Gas Tax Credits Financing
Allocation: Oil&Gas Tax Credits Financing
OMB Component Number: 3211

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			***	***	***	***	***	***
Travel								
Services								
Commodities								
Capital Outlay								
Grants & Benefits								
Miscellaneous	27,000.0							
Total Operating	27,000.0	0.0	***	***	***	***	***	***

Fund Source (Operating Only)

1004 Gen Fund (UGF)	27,000.0							
Total	27,000.0	0.0	***	***	***	***	***	***

Positions

Full-time								
Part-time								
Temporary								

Change in Revenues

None								
Total	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0

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? no
If yes, by what date are the regulations to be adopted, amended or repealed?

Why this fiscal note differs from previous version/comments:

New fiscal note added for House Finance, due to removal of bond interest from the operating budget.

Prepared By: Ken Alper, Director and Deven Mitchell, Debt Manager
Division: Tax Division/Treasury Division
Approved By: Mike Barnhill
Agency: Department of Revenue

Phone: (907)465-8221
Date: 04/12/2018 04:00 PM
Date: 04/13/18

APPROVED BY
CONFERENCE
COMMITTEE
Printed 5/10/2018

REPORTED OUT OF
SFC 05/10/2018

REPORTED OUT OF
HFC 05/02/2018

FISCAL NOTE ANALYSIS

STATE OF ALASKA
2018 LEGISLATIVE SESSION

BILL NO. HB 331

Analysis

The legislation creates the Alaska Tax Credit Certificate Bond Corporation, "the Corporation", a new state corporation empowered to sell up to \$1 billion in bonds for the purpose of repurchasing outstanding oil and gas tax credit certificates. The bill establishes rules and criteria by which to determine the value of those certificates, and enables the department to make an offer to purchase the certificates at the authorized value. The bonds of the Corporation will be secured by a subject to appropriation pledge of the State to make the debt service payments. When the bonds are sold the annual payment amount of the State will be finalized and embedded in a Funding Agreement which will be a subject to appropriation contractual commitment between the Corporation and the Department of Revenue.

This fiscal note appropriates funds for FY2019 to make the estimated first debt service payment on the initial bond offering. The appropriated funds will be deposited into the Debt Service Fund within the Reserve Fund created by Sec. AS 37.18.040 of the bill. The \$27 million estimate for FY 2019 is based on the largest possible need if all \$807 million of outstanding credits participate, and all obtain the reduced annual discount rate, estimated at 5.1%, from their face value. Should less than the full \$27 million be needed for FY19 interest payments, the balance will lapse. Given the uncertainty about actual participation and the final discount rates, the future years are listed as indeterminate. There will be up to three additional bond offerings for the estimated \$150 million of cashable tax credits expected to be approved before the sunset of the Corporation's ability to issue bonds in 2021. For future budget cycles, the administration will seek appropriations for the Funding Agreement and debt service payments based on the actual bonds existing at that time combined with projections for any additional bonds to be issued.

The Corporation's costs of issuing the bonds including bond counsel, financial advisor, printing, cusips, rating agencies, and other miscellaneous costs will be funded from bond proceeds. Ongoing administrative monitoring and disclosure, paying agent, and arbitrage rebate costs will require annual appropriation once established.

Estimated Maximum Case Bond Payments for the first issuance of bonds of the Corporation are shown below:

Expected Bond Payments		Year	Initial Balance	Interest	Principal	Annual Payment	Ending Balance
(all values in \$millions)		FY19	\$745.3	\$27.0	\$0.0	\$27.0	\$745.3
		FY20	\$745.3	\$27.0	\$0.0	\$27.0	\$745.3
Total Credits Repurchased	\$ 807.0	FY21	\$745.3	\$27.0	\$34.7	\$61.7	\$710.6
Annual Discount Rate	5.12%	FY22	\$710.6	\$25.7	\$66.1	\$91.8	\$644.5
Amount Paid with Discount	\$ 737.9	FY23	\$644.5	\$23.3	\$89.9	\$113.2	\$554.6
Financing Cost	\$ 7.4	FY24	\$554.6	\$20.1	\$103.2	\$123.3	\$451.4
Total Bonds Issued	\$ 745.3	FY25	\$451.4	\$16.3	\$106.9	\$123.2	\$344.5
Bond Interest Rate	3.62%	FY26	\$344.5	\$12.5	\$110.8	\$123.3	\$233.7
		FY27	\$233.7	\$8.5	\$114.8	\$123.3	\$118.9
		FY28	\$118.9	\$4.3	\$118.9	\$123.2	\$0.0

Fiscal Note

State of Alaska
2018 Legislative Session

Bill Version:	CSHB 346(L&C)
Fiscal Note Number:	1
(H) Publish Date:	2/26/2018

Identifier: HB346-DCCED-CBPL-02-16-18
Title: DENTIST: TEMPORARY PERMIT
Sponsor: LABOR & COMMERCE
Requester: (H) Labor & Commerce

Department: Department of Commerce, Community and Economic Development
Appropriation: Corporations, Business and Professional Licensing
Allocation: Corporations, Business and Professional Licensing
OMB Component Number: 2360

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								
Travel								
Services	2.6							
Commodities								
Capital Outlay								
Grants & Benefits								
Miscellaneous								
Total Operating	2.6	0.0	0.0	0.0	0.0	0.0	0.0	0.0

Fund Source (Operating Only)

1156 Rcpt Svcs (DGF)	2.6							
Total	2.6	0.0	0.0	0.0	0.0	0.0	0.0	0.0

Positions

Full-time								
Part-time								
Temporary								

Change in Revenues

1156 Rcpt Svcs (DGF)	2.6							
Total	2.6	0.0	0.0	0.0	0.0	0.0	0.0	0.0

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:

Not applicable, initial version.

Prepared By: Janey McCullough, Director
Division: Corporations, Business and Professional Licensing
Approved By: Catherine Reardon, Director
Agency: Division of Administrative Services, DCCED

Phone: (907)465-2538
Date: 02/16/2018
Date: 02/16/18

APPROVED BY
CONFERENCE
COMMITTEE
Printed 5/10/2018

REPORTED OUT OF
SFC 05/06/2018
REPORTED OUT OF
HFC 03/16/2018
Control Code: agoQx

FISCAL NOTE ANALYSIS

STATE OF ALASKA
2018 LEGISLATIVE SESSION**Analysis**

HB346 amends AS 08.36 by adding a new section for a temporary permit. The temporary permit is intended to expedite permitting so that a dentist from outside of the state could temporarily replace a dentist who is incapacitated. The new section describes the temporary permit, the requirements to obtain the permit, and options to extend the permit.

If the bill passes, the division will require \$2.6 to cover legal costs to amend regulations, printing, and postage in the first year.

Professional licensing programs within the Division of Corporations, Business and Professional Licensing are funded by Receipt Supported Services, fund source 1156 Rcpt Svcs (DGF). Licensing fees for each occupation are set per AS 08.01.065 so the total amount of revenue collected approximately equals the occupation's actual regulatory costs.

Fiscal Note

State of Alaska
2018 Legislative Session

Bill Version:	HCS CSSSSB 4(L&C)
Fiscal Note Number:	5
(H) Publish Date:	3/28/2018

Identifier: SB004CSSS(FIN)am-DCCED-CBPL-03-09-18
 Title: BARBER/HAIRDRESS;TATTOO;BRAIDING;COLO
 RING
 Sponsor: MICCICHE
 Requester: (H) Labor & Commerce

Department: Department of Commerce, Community and
 Economic Development
 Appropriation: Corporations, Business and Professional
 Licensing
 Allocation: Corporations, Business and Professional
 Licensing
 OMB Component Number: 2360

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								
Travel								
Services	3.6							
Commodities								
Capital Outlay								
Grants & Benefits								
Miscellaneous								
Total Operating	3.6	0.0	0.0	0.0	0.0	0.0	0.0	0.0

Fund Source (Operating Only)

1156 Rcpt Svcs (DGF)	3.6							
Total	3.6	0.0	0.0	0.0	0.0	0.0	0.0	0.0

Positions

Full-time								
Part-time								
Temporary								

Change in Revenues

1156 Rcpt Svcs (DGF)	3.6							
Total	3.6	0.0	0.0	0.0	0.0	0.0	0.0	0.0

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 for current Committee Substitute.

Prepared By: Janey McCullough, Director
 Division: Corporations, Business and Professional Licensing
 Approved By: Catherine Reardon, Director
 Agency: Division of Administrative Services, DCCED

Phone: (907)465-2538
 Date: 03/09/2018
 Date: 03/09/18

APPROVED BY
CONFERENCE
COMMITTEE
Printed 5/10/2018

REPORTED OUT OF
HFC 04/11/2018
Control Code: vyyjt

FISCAL NOTE ANALYSIS

STATE OF ALASKA
2018 LEGISLATIVE SESSION

Analysis

SB 4 authorizes the Board of Barbers and Hairdressers to add two new license types: one for hair braiding, and one for barbers with a limited scope of practice. The new limited-barber license will not allow practice involving chemical straightening or curling, chemical dyeing, or bleaching of the hair.

In addition, this bill removes the Department of Environmental Conservation from shop and school inspections for barbering, hairdressing, hair braiding (new), manicuring, or esthetics, and requires the board to adopt regulations regulating the cleanliness of shops and schools for those vocations.

If the bill passes, the division will require \$3.6 to cover legal costs to amend regulations, printing, and postage in the first year.

Professional licensing programs within the Division of Corporations, Business and Professional Licensing are funded by Receipt Supported Services, fund source 1156 Rcpt Svcs (DGF). Licensing fees for each occupation are set per AS 08.01.065 so the total amount of revenue collected approximately equals the occupation's actual regulatory costs.

Fiscal Note

State of Alaska
2018 Legislative Session

Bill Version:	HCS CSSB 6(FIN)
Fiscal Note Number:	15
(H) Publish Date:	2/12/2018

Identifier: HFIN SB6-DNR-PMC-02-9-18
 Title: INDUSTRIAL HEMP PRODUCT.;CANNABIDIOL
 OIL
 Sponsor: HUGHES
 Requester: House Finance

Department: Department of Natural Resources
 Appropriation: Agriculture
 Allocation: North Latitude Plant Material Center
 OMB Component Number: 2204

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								
Travel								
Services	10.0							
Commodities								
Capital Outlay								
Grants & Benefits								
Miscellaneous								
Total Operating	10.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0

Fund Source (Operating Only)

1004 Gen Fund (UGF)	10.0							
Total	10.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0

Positions

Full-time								
Part-time								
Temporary								

Change in Revenues

None								
Total	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0

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? 06/30/18

Why this fiscal note differs from previous version/comments:

This revised fiscal note changes the fund source back to UGF from GF/PR to support an RSA with the Department of Law to draft regulations. Program receipts will not be available for collection until regulations are in place.

Prepared By: Representative Seaton
 House Finance Committee
 Representative Foster
 House Finance Committee

Phone: (907)465-2689
 Date: 02/09/2018

APPROVED BY
 CONFERENCE
 COMMITTEE
 Printed 5/10/2018

REPORTED OUT OF
 HFC 02/12/2018
 Control Code: jkLVr

FISCAL NOTE ANALYSIS

STATE OF ALASKA
2018 LEGISLATIVE SESSION

Analysis

This bill requires the commissioner of Department of Natural Resources to adopt regulations and conduct oversight of industrial hemp in Alaska.

DNR would enter into an RSA with the Department of Law (DOL) to assist in drafting regulations at a cost of approximately \$10 thousand.

The cost of administering the registration program will be determined after regulations are drafted. Those costs will be recovered via revenue from approximately 25 farms the department anticipates to register in the first year.

Fiscal Note

State of Alaska
2018 Legislative Session

Bill Version:	CSSB 15(FIN)
Fiscal Note Number:	7
(S) Publish Date:	2/28/2018

Identifier: SB015CS(JUD)-DCCED-CBPL-02-09-18
Title: E-CIGS/TOBACCO/NICOTINE & MINORS; SALES
Sponsor: STEVENS
Requester: (S) Finance

Department: Department of Commerce, Community and Economic Development
Appropriation: Corporations, Business and Professional Licensing
Allocation: Corporations, Business and Professional Licensing
OMB Component Number: 2360

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								
Travel								
Services	5.6							
Commodities								
Capital Outlay								
Grants & Benefits								
Miscellaneous								
Total Operating	5.6	0.0	0.0	0.0	0.0	0.0	0.0	0.0

Fund Source (Operating Only)

1005 GF/Prgm (DGF)	5.6							
Total	5.6	0.0	0.0	0.0	0.0	0.0	0.0	0.0

Positions

Full-time								
Part-time								
Temporary								

Change in Revenues

None								
Total	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0

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 to the 2018 fiscal note form.

Prepared By: Janey McCullough, Director
Division: Corporations, Business and Professional Licensing
Approved By: Catherine Reardon, Director
Agency: Division of Administrative Services, DCCED

Phone: (907)465-2538
Date: 02/09/2018 12:00 PM
Date: 02/09/18

APPROVED BY
CONFERENCE
COMMITTEE
Printed 5/10/2018

REPORTED OUT OF
SFC 02/28/2018
REPORTED OUT OF
HFC 04/16/2018

FISCAL NOTE ANALYSIS

STATE OF ALASKA
2018 LEGISLATIVE SESSION

Analysis

CSSB 15 will make selling to a minor or possession by a minor of "electronic smoking products, or products containing nicotine" a criminal offense. This bill adds requirements for a business license endorsement for retailers of "electronic smoking products, or products containing nicotine" and adds "electronic smoking products, or products containing nicotine" to the existing business license endorsement for retailers of tobacco products.

This legislation adds civil fines for violations of business licensing endorsement for "electronic smoking products, or products containing nicotine". This bill will add "electronic smoking products, or products containing nicotine" into existing language for a business license endorsement (AS 11.76.109). This will require the court to notify the department upon a conviction of an endorsement holder. This will increase the issuance of pertinent civil penalties, suspension of business licensing endorsements, responses to requests for hearings, and will also be required to appropriately secure and store seized items until they are released or appropriately destroyed based on the type of product.

CSSB 15 will increase the civil fines for violations of business licensing endorsements within a 24 month period for the first offense from \$0.3 to \$1.0, the second offense from \$0.5 to \$2.0, and the third offense from \$1.0 to \$4.0. In addition, it will allow for the indefinite suspension of a business license endorsement if convicted three or more times of business license endorsement violations within a 24 month time period, and will increase that civil penalty from \$2.5 to \$10.0.

This legislation requires changes the warning signage the department must make available to a person who holds a business license endorsement. It also requires a change to the CBPL database, warning signs, forms, online filing, websites, investigations, and a regulation change. This committee substitute changes the required notice from two separate signs to one combined sign, and changes the required minimum dimensions of those signs.

If the bill passes the following expenses will be incurred:

Services: \$3.0 (legal costs to amend regulations, printing, and postage in the first year)
 \$1.0 (IT services for system change)
 \$1.6 (printing and postage to mail new signage)

There will be legal and hearing service expense in out years, but costs are unknown.

Business licensing at CBPL is funded by General Fund/Program Receipts fund source 1005 GF/Prgm (DGF). Business licensing fees are set per AS 43.70, revenue in excess of authorized budgeted expenses reverts to the State of Alaska general fund.

Fiscal Note

State of Alaska
2018 Legislative Session

Bill Version:	HCS SB 32(FIN)
Fiscal Note Number:	2
(H) Publish Date:	4/12/2018

Identifier: SB032-DCCED-CBPL-04-06-18
Title: PRESCRIPTIONS FOR BIOLOGICAL PRODUCTS
Sponsor: HUGHES
Requester: (H) Finance

Department: Department of Commerce, Community and Economic Development
Appropriation: Corporations, Business and Professional Licensing
Allocation: Corporations, Business and Professional Licensing
OMB Component Number: 2360

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								
Travel								
Services	4.5							
Commodities								
Capital Outlay								
Grants & Benefits								
Miscellaneous								
Total Operating	4.5	0.0	0.0	0.0	0.0	0.0	0.0	0.0

Fund Source (Operating Only)

1156 Rcpt Svcs (DGF)	4.5							
Total	4.5	0.0	0.0	0.0	0.0	0.0	0.0	0.0

Positions

Full-time								
Part-time								
Temporary								

Change in Revenues

1156 Rcpt Svcs (DGF)	4.5							
Total	4.5	0.0	0.0	0.0	0.0	0.0	0.0	0.0

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 to the 2018 fiscal note form.

Prepared By: Janey McCullough, Director
Division: Corporations, Business and Professional Licensing
Approved By: Catherine Reardon, Director
Agency: Division of Administrative Services, DCCED

Phone: (907)465-2538
Date: 04/06/2018
Date: 04/06/18

APPROVED BY
CONFERENCE
COMMITTEE
Printed 5/10/2018

REPORTED OUT OF
HFC 04/12/2018
Control Code: dctnW

FISCAL NOTE ANALYSIS

STATE OF ALASKA
2018 LEGISLATIVE SESSION

Analysis

SB 32 allows a substitution of a prescription for a biological product with an interchangeable biological product. If the original prescribed product is not available in the pharmacy or is more expensive than an interchangeable product, the pharmacist may choose to dispense the interchangeable product. Substitution would allow for more availability of a biological product, and lower cost to the patient. This bill requires the pharmacy to contact the prescribing practitioner if a substitution of the original prescription of a biological product is made with an interchangeable biological product.

In addition this bill requires the Board of Pharmacy to post and maintain a link to the US Food and Drug Administration's list of all currently approved interchangeable biological products on the board's website.

The bill does not specifically change the pharmacy licensing program. However, it does allow a broader scope for a pharmacist to dispense an equivalent product more available to a patient.

If the bill passes the division will require \$4.5 for legal costs to amend regulations, printing, and postage in the first year.

Professional licensing programs within the Division of Corporations, Business and Professional Licensing are funded by Receipt Supported Services, fund source 1156 Rcpt Svcs (DGF). Licensing fees for each occupation are set per AS 08.01.065 so the total amount of revenue collected approximately equals the occupation's actual regulatory costs.

Fiscal Note

State of Alaska
2018 Legislative Session

Bill Version:	CSSB 37(FIN)
Fiscal Note Number:	3
(H) Publish Date:	4/13/2018

Identifier: SB037CS(FIN)-DCCED-CBPL-04-06-18
Title: PHARMACY BD./COMMERCIAL FISHERIES
COMM.
Sponsor: GIESSEL BY REQUEST
Requester: (H) Finance

Department: Department of Commerce, Community and
Economic Development
Appropriation: Corporations, Business and Professional
Licensing
Allocation: Corporations, Business and Professional
Licensing
OMB Component Number: 2360

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	136.5		136.5	136.5	136.5	136.5	136.5	136.5
Travel	6.0		6.0	6.0	6.0	6.0	6.0	6.0
Services	20.8		15.0	15.0	15.0	15.0	15.0	15.0
Commodities	10.0							
Capital Outlay								
Grants & Benefits								
Miscellaneous								
Total Operating	173.3	0.0	157.5	157.5	157.5	157.5	157.5	157.5

Fund Source (Operating Only)

1156 Rcpt Svcs (DGF)	173.3		157.5	157.5	157.5	157.5	157.5	157.5
Total	173.3	0.0	157.5	157.5	157.5	157.5	157.5	157.5

Positions

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

Change in Revenues

1156 Rcpt Svcs (DGF)	173.3		157.5	157.5	157.5	157.5	157.5	157.5
Total	173.3	0.0	157.5	157.5	157.5	157.5	157.5	157.5

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? 08/01/19

Why this fiscal note differs from previous version/comments:

Update analysis for current Finance Committee Substitute.

Prepared By: Janey McCullough, Director
Division: Corporations, Business and Professional Licensing
Approved By: Catherine Reardon, Director
Agency: Division of Administrative Services, DCCED

Phone: (907)465-2538
Date: 04/06/2018
Date: 04/06/18

APPROVED BY
CONFERENCE
COMMITTEE
Printed 5/10/2018

REPORTED OUT OF
HFC 04/12/2018
Control Code: tSPXs

FISCAL NOTE ANALYSIS

STATE OF ALASKA
2018 LEGISLATIVE SESSION

Analysis

SB 37 proposes to give authority to the Board of Pharmacy to license and inspect out-of-state wholesale drug distributors, third-party logistics providers, and outsourcing facilities. Current statutes allow licensing of in-state wholesale distributors only. In November 2013, Federal law was enacted under the Drug Supply Chain Security Act (DSCSA) requiring regulations for licensing of wholesale drug distributors within two years after the date of enactment. Alaska currently is one of two states that do not license out-of-state wholesale distributors.

The bill authorizes the board to establish the qualifications and duties of an executive administrator to assist the board in complying with the new Federal regulations, to serve as the principal executive officer of the board and liaison to the legislative and executive branches of state government, the media, and other state pharmacy boards. Without the executive administrator, the pharmacy policy of the state would remain fully in the purview of a volunteer board. The executive administrator would serve in the same capacity and be in the partially exempt service at a step in range 23, similar to the other executive administrators of healthcare boards within the division.

This bill will specifically change the Board of Pharmacy licensing program by increasing the number of applications received and processed by division staff. The new license types will bring in enough revenue to cover the costs to implement this Act.

The new Federal regulations are extensive, requiring policy research and implementation by board staff to ensure regulations meet the Federal requirements and that the new regulations for the licensing and inspection of the facilities are implemented within a time frame of nine to twelve months.

If the bill passes the following expenses will be incurred:

Personal Services:	\$136.5 (one permanent full time executive administrator, range 23)
Travel:	\$6.0 (one executive administrator to attend four board meetings per year)
Services:	\$5.8 (legal costs to amend regulations, printing, and postage in the first year)
	\$15.0 (statewide core services RSAs: Human Resources, financial support, mail, software licenses, and department support costs)
Commodities:	\$10.0 (computer, office furniture, and other one-time needs in the first year)

Professional licensing programs within the Division of Corporations, Business and Professional Licensing are funded by Receipt Supported Services, fund source 1156 Rcpt Svcs (DGF). Licensing fees for each occupation are set per AS 08.01.065 so the total amount of revenue collected approximately equals the occupation's actual regulatory costs.

Fiscal Note

State of Alaska
2018 Legislative Session

Bill Version:	HCS CSSB 37(RLS)
Fiscal Note Number:	4
(H) Publish Date:	4/17/2018

Identifier: SB37CS(RLS)-DFG-CFED-04-16-18
 Title: PHARMACY BD./COMMERCIAL FISHERIES
 COMM.
 Sponsor: GIESSEL BY REQUEST
 Requester: H RLS

Department: Department of Fish and Game
 Appropriation: Commercial Fisheries
 Allocation: Commercial Fisheries Entry Commission
 OMB Component Number: 471

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	(187.0)		(187.0)	(187.0)	(228.8)	(228.8)	(228.8)	
Travel								
Services								
Commodities								
Capital Outlay								
Grants & Benefits								
Miscellaneous								
Total Operating	(187.0)	0.0	(187.0)	(187.0)	(228.8)	(228.8)	(228.8)	(228.8)

Fund Source (Operating Only)

1201 CFEC Rcpts (DGF)	(187.0)		(187.0)	(187.0)	(228.8)	(228.8)	(228.8)
Total	(187.0)	0.0	(187.0)	(187.0)	(228.8)	(228.8)	(228.8)

Positions

Full-time	(1.0)		(1.0)	(1.0)	(1.0)	(1.0)	(1.0)
Part-time							
Temporary							

Change in Revenues

None							
Total	0.0	0.0	0.0	0.0	0.0	0.0	0.0

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? no
 If yes, by what date are the regulations to be adopted, amended or repealed? n/a

Why this fiscal note differs from previous version/comments:

Updated for committee substitute.

Prepared By: Caroline Schultz, Policy Analyst
 Division: Office of Management and Budget
 Approved By: Pat Pitney, Director
 Agency: Office of Management and Budget

Phone: (907)465-4663
 Date: 04/16/2018 03:00 PM
 Date: 04/09/18

APPROVED BY
CONFERENCE
COMMITTEE
Printed 5/10/2018

FISCAL NOTE ANALYSIS

STATE OF ALASKA
2018 LEGISLATIVE SESSION

Analysis

The HFIN CS reduces the number of Commerical Fisheries Entry Commission (CFEC) commissioners from 3 to 2 and lowers the salary range for one commissioners from range 27 to range 24. The salary reduction will be effective for commissioners appointed after the bill's effective date. The affected commissioner's terms expires in FY22.

Savings realized in FY19-FY24

Deleting one range 27 commissioner: \$187,008

Additional savings realized in out-years

FY22-FY24: Replacing range 27 commissioner with range 24 commissioner: \$187,008 - \$145,194 = \$41,814

Total savings:

	FY19	FY20	FY21	FY22	FY23	FY24
Delete range 27	\$ (187.0)	\$ (187.0)	\$ (187.0)	\$ (187.0)	\$ (187.0)	\$ (187.0)
Range 27 to 24				\$ (41.8)	\$ (41.8)	\$ (41.8)
Total	\$ (187.0)	\$ (187.0)	\$ (187.0)	\$ (228.8)	\$ (228.8)	\$ (228.8)

Fiscal Note

State of Alaska
2018 Legislative Session

Bill Version:	CSSSSB 76(FIN)
Fiscal Note Number:	3
(S) Publish Date:	4/30/2018

Identifier: SB76CSSS(JUD)-DCCED-AMCO-04-16-18
 Title: ALCOHOLIC BEVERAGE CONTROL; ALCOHOL REG
 Sponsor: MICCICHE
 Requester: (S) Finance

Department: Department of Commerce, Community and Economic Development
 Appropriation: Alcohol and Marijuana Control Office
 Allocation: Alcohol and Marijuana Control Office
 OMB Component Number: 3119

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
OPERATING EXPENDITURES	FY 2019	FY 2019	FY 2020	FY 2021	FY 2022	FY 2023	FY 2024
Personal Services	73.2		73.2				
Travel	9.8		9.8	6.4			
Services	287.0		337.0	50.0	50.0	50.0	50.0
Commodities	11.8		0.8				
Capital Outlay							
Grants & Benefits							
Miscellaneous							
Total Operating	381.8	0.0	420.8	56.4	50.0	50.0	50.0

Fund Source (Operating Only)

1005 GF/Prgm (DGF)	381.8		420.8	56.4	50.0	50.0	50.0
Total	381.8	0.0	420.8	56.4	50.0	50.0	50.0

Positions

Full-time							
Part-time							
Temporary	1.0		1.0				

Change in Revenues

1005 GF/Prgm (DGF)			527.0	472.0	472.0	472.0	472.0
Total	0.0	0.0	527.0	472.0	472.0	472.0	472.0

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? 01/01/20

Why this fiscal note differs from previous version/comments:

Updated Change in Revenues section to reflect changes made to club licenses in the latest committee substitute. Updated travel line to correct typo.

Prepared By: Erika McConnell, Director Phone: (907)269-0351
 Division: Alcohol and Marijuana Control Office Date: 04/16/2018
 Approved By: Catherine Reardon, Director Date: 04/16/18
 Agency: Division of Administrative Services, DCCED

APPROVED BY
CONFERENCE
COMMITTEE

REPORTED OUT OF
SFC 04/30/2018

FISCAL NOTE ANALYSIS

STATE OF ALASKA
2018 LEGISLATIVE SESSION

Analysis

This bill is a result of recommendations from a five-year process initiated by the Alcoholic Beverage Control (ABC) Board to improve the structure, organization, specific policies, and associated implementation issues in alcohol regulation.

EXPENDITURES (in thousands)

The liquor licensing functions of the Alcohol and Marijuana Control Board are fully funded by program receipts from licensing fees. The agency anticipates that additional receipt authority is needed to accomplish the requirements of this legislation. Collection of alcohol licensing receipts is anticipated to be sufficient to fund these expenditures.

As a result of this bill, regulations across 3 AAC 304 will need to be rewritten by the Alcoholic Beverage Control Board. AMCO does not have existing capacity to manage an extensive regulations project, so a long-term non-permanent position is requested for two years, along with necessary services and supplies.

The Alcoholic Beverage Control Board will add four full days of meetings, likely to existing meetings planned, in the first two fiscal years to review, propose, and adopt regulations under the Administrative Procedure Act.

SB76 adds educational outreach responsibility to the Alcoholic Beverage Control Board, which will serve as the lead agency and provide written and web-based publications to various stakeholders across the state. The existing Local Government Specialist IV will coordinate this program, and additional expenditure authority will be needed to produce materials and travel to engage with industry, the public, municipalities, rural governments, and other stakeholders.

The aged alcohol licensing database needs to be replaced with licensing workflow/database software to comply with data collection, research, and reporting requirements. The initial costs for this will be spread over the first two years, with an annual maintenance fee after the first year.

1000 Personal Services Long-term non-permanent Regulations Specialist II range 16 to develop regulations:
\$73.2/year for the first two years

2000 Travel Board travel costs for four additional days of meetings: \$3.4/year for the first two years (\$1.6/meeting day)
Local Government Specialist travel for two-day trips to each of the four judicial districts per year: \$6.4/year for the first three years (\$1.6/two-day trip)

3000 Services Attorney review of regulations: \$12.0/year in each of the first two years (75 hours/year)
Printing, design, and publication costs for education materials: \$10.0/year for the first two years
Database development/acquisition: \$250.0/year in the first two years
Software maintenance: \$50.0/year beginning in year two
Statewide core services and allocated costs: \$15.0/year

4000 Supplies: Start-up costs for new employee (computer, cubicle): \$10.0 in the first year
Printing/public notice: \$0.8/year for the first two years
Postage: \$1.0/year for the first two years

The Department of Public Safety will provide access to the TRACS mobile citation system at no cost, which will allow enforcement to issue, manage, and transmit citations to defendants and the Alaska Court System.

FISCAL NOTE ANALYSIS

STATE OF ALASKA
2018 LEGISLATIVE SESSION

BILL NO. SSSB76

Analysis

FEE CHANGES (in whole dollars)

Revenues are anticipated to increase due to a re-evaluation of the fee structure by the Steering Committee along with increased expectations and requirements for administration, education, and enforcement.

Certain biennial license fees have been increased:

- Manufacturing licenses have been standardized at \$1,500 (up from \$500 for wineries and \$1,000 for breweries and distilleries)
- Retail on-site service at manufacturing facilities is made a new license type with a \$1,250 license fee
- Destination Resort, and Outdoor Recreation Lodge licenses have been standardized at \$2,500 (up from \$1,200 for clubs and \$1,250 for resorts and lodges)
- Club licenses have been increased from \$1,200 to \$1,500
- All retail licenses that serve only beer and wine are standardized at \$1,250 (up from \$400-\$800)

Certain biennial license fees have been decreased:

- Wholesaler base license fee is unchanged but annual transaction fees are reduced
- Duplicate Beverage Dispensary Licenses are changed to endorsements, reducing the fee from a biennial \$2,500 fee to an one-time endorsement fee of \$1,250 and a biennial fee of \$200

Endorsements are a new concept in Title 4, created as add-ons to licenses to address specific needs or situations. Each endorsement has a biennial fee of \$200 (the multiple fixed-counter endorsement, which replaces the BDL Duplicate license, also has a one-time issuance fee of \$1,250). This fiscal note assumes an average of one endorsement per license; in reality, some licenses will have multiple endorsements and some licenses will have no endorsements.

Permit fees are clarified to be a per-day fee of \$50 (ABC Board may increase, but not decrease, fee by regulation) rather than a per-event fee. The negligible increase resulting from this change is not shown in this fiscal note.

REVENUE SUFFICIENCY (in thousands)

AMCO anticipates significant expenditures to prepare for the changes made by the bill before we will see increased revenues from the bill. However, receipt collections in FY2019 are anticipated to be sufficient to support increased expenditures for two reasons:

- 1) alcohol revenue has exceeded alcohol expenditures by an average of \$280.0/year over the last five years.
- 2) the ABC Board approved a regulations project that increases the application fees for new, transfer, and renewal applications, from which we anticipate an increase of \$175.0 in revenues in FY2019.

AMCO anticipates sufficient alcohol receipts to support the expenditures should SB 76 be enacted.

Fiscal Note

State of Alaska
2018 Legislative Session

Bill Version:	HCS CSSB 92(FIN)
Fiscal Note Number:	7
(H) Publish Date:	4/18/2018

Identifier: SB092CS(FIN)-DOA-DMV-04-14-18
 Title: VESSELS: REGISTRATION/TITLES; DERELICTS
 Sponsor: MICCICHE
 Requester: H FIN

Department: Department of Administration
 Appropriation: Motor Vehicles
 Allocation: Motor Vehicles
 OMB Component Number: 2348

Expenditures/Revenues

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

	FY2019	Included in	Out-Year Cost Estimates					
	Appropriation Requested	Governor's FY2019 Request	FY 2019	FY 2020	FY 2021	FY 2022	FY 2023	FY 2024
OPERATING EXPENDITURES	FY 2019	FY 2019						
Personal Services								
Travel								
Services	65.0		50.0	50.0	50.0	50.0	50.0	50.0
Commodities								
Capital Outlay								
Grants & Benefits								
Miscellaneous								
Total Operating	65.0	0.0	50.0	50.0	50.0	50.0	50.0	50.0

Fund Source (Operating Only)

1216 Boat Rcpts (DGF)	65.0		50.0	50.0	50.0	50.0	50.0	50.0
Total	65.0	0.0	50.0	50.0	50.0	50.0	50.0	50.0

Positions

Full-time								
Part-time								
Temporary								

Change in Revenues

1216 Boat Rcpts (DGF)	64.1		108.6	108.6	80.5	52.5	52.5
1250 UGF Rev (UGF)	0.0		19.6	19.6	19.6	19.6	19.6
Total	64.1	0.0	128.2	128.2	100.1	72.1	72.1

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? 07/01/21

Why this fiscal note differs from previous version/comments:

Updated revenues based on the removal of a boat registration fee increase, and an exemption for boats under 25' in length.

Prepared By: Marla Thompson, Director
 Division: Motor Vehicles
 Approved By: Leslie Ridle, Commissioner
 Agency: Department of Administration

Phone: (907)269-5574
 Date: 04/14/2018 05:30 PM
 Date: 04/14/18

APPROVED BY
CONFERENCE
COMMITTEE
Printed 5/10/2018

REPORTED OUT OF
HFC 04/17/2018
Control Code: okGZS

FISCAL NOTE ANALYSIS

STATE OF ALASKA
2018 LEGISLATIVE SESSION

Analysis

SB 92 amends AS 05.25.055 to require boats that do not meet exemption specifications to be titled, registered, and numbered. DMV does not currently title boats and would need to adopt regulations and program our software to address this new procedure. SB 92 adds a \$20 fee for boat titles or duplicate titles and a \$75 fee for registration of a barge.

Cost to DMV:

Based on similar experience implementing new requirements, DMV estimates 400 hours of programming time will be needed to analyze, program, add, and test the new functionality of issuing boat titles in the Alaska Licensing and Vehicle Information Network program, at a contractor cost of \$100/hr.

Start-up costs: 400 hrs x \$100/hr = \$40,000

Based on prior experience with title and registration disputes, DMV requests an increment of \$50,000 for increased attorney fees related to boat title disputes for future years.

FY19 costs: \$40,000 + \$25,000 (half-year of attorney costs) = \$65,000, FY20 - FY24 costs: \$50,000

Generated Revenue (Note: 1/1/19 effective date results in half expected revenue for FY19)**Title and Barge Fees**

There are over 68,000 motorized boats registered in the State of Alaska, of which 8,418 are 25 feet and over. A title fee of \$20 for boats above 24 feet would generate approximately \$168,360. Due to the three-year registration period, approximately \$56,120 in revenue for titling would be generated in each year, except for FY19, which will only generate one-half of one year's revenue because of the 1/1/19 effective date. Once currently registered boats are titled, the only time a title will change is when a boat is bought or sold. DMV does not have a mechanism to estimate future boat sales.

The requirement for barges to register is new and the registration of \$75 every three years will be \$2,500 per year, and \$1,250 for FY19. This assumes 100 barges will register over a three-year period.

Documented Boat Registration Fee

The requirement for documented boats is new and the registration of \$24 every three years will be \$69,600 per year, and \$34,800 for FY19.

Additional Information

DMV collects revenues from boat registration and title fees and accounts for them separately as Boat Receipts (fund code 1216). The estimated cost in FY19 to the DMV is \$65,000. The estimated revenues in FY19 as a result of this proposed legislation from new boat licensing fees, new barge registration fees, and new documented boat registration fees is estimated to be \$64,110. The \$890 difference between costs and revenues will be supported by current boat registration fees the DMV collects that is not impacted by this proposed legislation.

Beginning in FY20, the DMV estimates the revenue collected from documented boat registrations will exceed the \$50.0 cost of this proposed legislation; resulting in a lapse to general fund of \$19,600 (FY20-FY24: \$69,600 - \$50,000 = \$19,600). Also in FY20, the DMV estimates the revenues from title and barge fees will be available to transfer to the new Derelict Vessel Prevention Program Fund.

Fiscal Note

State of Alaska
2018 Legislative Session

Bill Version: SB 102
Fiscal Note Number: _____
() Publish Date: _____

Identifier: SB102-EED-LO-4-27-18
Title: INTERNET FOR SCHOOLS; FUNDING
Sponsor: FINANCE
Requester: Senate Rules Committee

Department: Department of Education and Early Development
Appropriation: Alaska State Libraries, Archives and Museums
Allocation: Library Operations
OMB Component Number: 208

Expenditures/Revenues

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

	FY2019	Included in	Out-Year Cost Estimates					
	Appropriation Requested	Governor's FY2019 Request	FY 2019	FY 2020	FY 2021	FY 2022	FY 2023	FY 2024
OPERATING EXPENDITURES	FY 2019	FY 2019						
Personal Services								
Travel								
Services	34.0		30.0	30.0	30.0	30.0	30.0	30.0
Commodities								
Capital Outlay								
Grants & Benefits	7,036.3	2,581.4	9,329.2	9,049.3	8,777.8	8,514.5	8,259.1	
Miscellaneous								
Total Operating	7,070.3	2,581.4	9,359.2	9,079.3	8,807.8	8,544.5	8,289.1	

Fund Source (Operating Only)

1226 High Ed (DGF)	7,070.3	2,581.4	9,359.2	9,079.3	8,807.8	8,544.5	8,289.1
Total	7,070.3	2,581.4	9,359.2	9,079.3	8,807.8	8,544.5	8,289.1

Positions

Full-time							
Part-time							
Temporary							

Change in Revenues

None							
Total	0.0	0.0	0.0	0.0	0.0	0.0	0.0

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? 09/30/18

Why this fiscal note differs from previous version/comments:

This fiscal note is updated to reflect the most current information available from school districts and the Federal Communications Commission.

Prepared By: Patience Frederiksen, Director
Division: Libraries, Archives & Museums
Approved By: Dr. Michael Johnson, Commissioner
Agency: Department of Education & Early Development
Phone: (907)465-2911
Date: 04/27/2018
Date: 04/27/18

APPROVED BY
CONFERENCE
COMMITTEE
Printed 5/10/2018

FISCAL NOTE ANALYSIS

STATE OF ALASKA
2018 LEGISLATIVE SESSION

BILL NO. SB 102

Analysis

Section 1: Amends AS 14.03.127, Funding for Internet services, (a) by increasing the megabits threshold for this program from 10 megabits to 25 megabits per second (mbps). A district in which one or more schools qualify for a discounted rate for Internet services is eligible to receive an amount for each school that is equal to the amount needed to bring the applicant's share to 25 megabits of download a second of the Internet services. This has been implemented through the School Broadband Assistance Grant (School BAG) program as managed by the Department of Education & Early Development's (DEED) Alaska State Library.

DEED used a Federal Communications Commission-generated (FCC) list from 2016 which shows that 197 schools are under 25 mbps. The estimated total cost to bring the 197 schools up to 25 mbps will be \$9,617.7, of which \$2,581.4 is currently included in the Governor's FY2019 budget request. The out-year costs are estimated on a 3% reduction based on funding patterns of the current School Broadband Assistance Grant program. The estimated amounts may be larger or smaller based on FY2019 information submitted to the FCC.

This fiscal note assumes that internet costs will rise proportionately from 10 mbps to 25 mbps. It also accepts that the FY2018 School BAG program numbers are an accurate predictor of what the FY2019 School BAG program will need at 25 mbps.

Additional contract hours and a technical review of grant applications will be necessary to administer the expanded grant program; \$30.0. In addition, regulations will need to be updated to reflect the increase from 10 mbps to 25 mbps, requiring an additional \$4.0 for legal services costs associated with the regulation changes.

Total estimated costs for broadband costs for schools projected to qualify under the School BAG program:

Total internet costs for 197 schools at 25 mbps	\$245,776,519
Total E-Rate support for 197 schools at 25 mbps	\$207,945,829
Total School BAG support for 197 schools at 25 mbps	\$9,617,724
Total school district portion for 197 schools at 25 mbps	\$28,212,967

Fiscal Note

State of Alaska
2018 Legislative Session

Bill Version:	CSSB 104(2d FIN)
Fiscal Note Number:	4
(S) Publish Date:	4/6/2018

Identifier: SB104CS(FIN)-EED-SSA-4-3-18
 Title: EDUCATION CURRICULUM REQUIREMENTS
 Sponsor: FINANCE
 Requester: Senate Finance Committee

Department: Department of Education and Early Development
 Appropriation: Education Support and Admin Services
 Allocation: Student and School Achievement
 OMB Component Number: 2796

Expenditures/Revenues

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

	FY2019	Included in	Out-Year Cost Estimates					
	Appropriation Requested	Governor's FY2019 Request	FY 2019	FY 2020	FY 2021	FY 2022	FY 2023	FY 2024
OPERATING EXPENDITURES	FY 2019	FY 2019						
Personal Services	328.8		328.8	328.8	328.8	328.8	328.8	328.8
Travel								
Services	32.8		28.8	28.8	28.8	28.8	28.8	28.8
Commodities	100.0		100.0	100.0	100.0	100.0	100.0	100.0
Capital Outlay								
Grants & Benefits								
Miscellaneous								
Total Operating	461.6	0.0	457.6	457.6	457.6	457.6	457.6	457.6

Fund Source (Operating Only)

1004 Gen Fund (UGF)	461.6		457.6	457.6	457.6	457.6	457.6	457.6
Total	461.6	0.0	457.6	457.6	457.6	457.6	457.6	457.6

Positions

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

Change in Revenues

None								
Total	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0

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:

Version Y of CSSB104(FIN) changes AS 14.07.030 extending the time period for a school district to review curriculum; adds a new section under AS 14.01.165 requiring the State Board of Education & Early Development (SBOE) to review curriculum for English Language Arts and mathematics every 5 years; requires the department and the SBOE to find, review and test the best available curricula and best practices for instruction for math and English Language Arts; also under AS 14.07, establishes a 3-year pilot program to test SBOE approved best curricula; provides for a financial incentive for school districts to adopt SBOE approved curricula at \$150 per ADM; establishes a fund for incentive payments; and requires the department to make available to school districts an electronic system for managing student information relating to individualized education programs for students with disabilities.

Prepared By: Paul Prussing, Director	Phone: (907)465-2871
Division: Student Learning	Date: 04/03/2018
Approved By: Dr. Michael Johnson, Commissioner	Date: 04/03/18
Agency: Department of Education & Early Development	

APPROVED BY
CONFERENCE
COMMITTEE

Printed 5/10/2018

REPORTED OUT OF
SFC 04/05/2018

FISCAL NOTE ANALYSIS

STATE OF ALASKA
2018 LEGISLATIVE SESSION

Analysis

Section 1. Amends AS 14.07.030 by adding a new section (b), indicating that the department may not require a district to review curriculum more than once every ten years.

Section 2. Amends AS 14.07.165 to require the State Board of Education & Early Development (SBOE) to review mathematics and English language arts curricula every five years to ensure effectiveness and best practices.

Section 3. Amends AS 14.07 by adding a new section AS 14.07.180. This section requires the SBOE and the department to establish standards and a procedure to reviewing, ranking, and approval of mathematics and English language arts curricula. Once the best mathematics and English/language art curricula have been identified and ranked, a three-year pilot program with five districts is created to ensure program effectiveness. Districts participating in the pilot are eligible for a 150.0 ADM increase. Up to \$10,000.0 is appropriated for this three-year pilot. At the end of the three-year pilot program, if the curricula is determined to be effective, a three year program is offered for other districts who wish to use the identified effective curricula. Funding is not to exceed \$6,700.0 per year. Funding for the pilot program and subsequent years is appropriated in FY2019.

Program Funding Summary:

Pilot Year 1, 2019-2020: 5 districts funded up to \$10,000.0;

Pilot Year 2, 2020-2021, continue Pilot, no additional funding;

Pilot Year 3, 2021-2022, continue Pilot, no additional funding.

Program year 4, 2022-2023, curricula incentive program available for additional districts, Up to \$6,700.0;

Program year 5, 2023-2024, curricula incentive program available for additional districts, Up to \$6,700.0;

Program year 6, 2024-2025, curricula incentive program available for additional districts, Up to \$6,600.0.

Total six year funding: \$30,000.0

The department would also be responsible for providing information on the curriculum that each school district has adopted by submitting an electronic report to the legislature as well as making the report available to the public by posting on the department's website. The department would be responsible for updating the report by July 1, annually.

Sections 4, 5, and 6. Districts would be relieved of the review or approval process of mathematics and English Language arts curriculum. If a school district chooses to adopt the SBOE's newly reviewed curriculum, it would not have to go through its own review and approval process for up to ten years.

Department staff necessary to oversee, maintain the curricula program review and implementation is 3 PFT positions: 2-Education Specialist II, Range 21, Step B, at \$119.4 each = \$238.8 and 1-Education Associate II, Range 15, Step B, at \$90.0. Total associated costs for these 3 positions includes salary and benefits of \$328.8 and department chargebacks of \$28.8, \$9.6 per position. In addition, \$4.0 for legal services is needed in FY2019 for regulation changes.

Section 7. This section amends AS 14.30.285 by adding a new subsection (h), which requires the department to make available to school districts an electronic system for managing student information relating to individualized education programs for students with disabilities. Estimated yearly cost: \$100.0

Section 8. Repeals AS 14.07.180(e)-(h), (j), (l), and (m) July 1, 2025. These subsections contain the three-year pilot program, incentive payments, and the requirement for the electronic report to the legislature.

Section 9. Makes the requirement under 4 AAC 05.080(e) invalid, meaning a local school board does not have to evaluate their curriculum every six years.

FISCAL NOTE ANALYSIS

STATE OF ALASKA
2018 LEGISLATIVE SESSION

BILL NO. SB 104

Analysis

The funding mechanism for Section 3 is a transfer to the Curriculum Improvement and Best Practices Fund (CBPF). The fiscal note effect for the pilot and curricula incentive program for FY2019 through FY2024 are reported in the fiscal note for the CBPF, as the funding for the fund capitalization is deposited to the CBPF not into the Student and School Achievement (SSA) funding component. The above analysis is presented here for explanation purposes only.

Fiscal Note

State of Alaska
2018 Legislative Session

Bill Version: SB 104
Fiscal Note Number: _____
() Publish Date: _____

Identifier: SB104CS(FIN)-EED-CBPF-5-9-18
Title: EDUCATION CURRICULUM REQUIREMENTS
Sponsor: FINANCE
Requester: House Finance Committee

Department: Fund Capitalization
Appropriation: Fund Capitalization (no approps out)
Allocation: Curriculum Improvement and Best Practices Fund
OMB Component Number:

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								
Travel								
Services								
Commodities								
Capital Outlay								
Grants & Benefits	19,500.0							
Miscellaneous								
Total Operating	19,500.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0

Fund Source (Operating Only)

1004 Gen Fund (UGF)	19,500.0							
Total	19,500.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0

Positions

Full-time								
Part-time								
Temporary								

Change in Revenues

None								
Total	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0

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:

This fiscal note corrects the ADM calculation based on the incentive program for Mathematics or English/Language Arts, not Mathematics and English/Language Arts.

Prepared By: Paul Prussing, Director Phone: (907)465-2871
Division: Student Learning Date: 05/09/2018 10:00 AM
Approved By: Dr. Michael Johnson, Commissioner Date: 05/09/18
Agency: Department of Education & Early Development

APPROVED BY
CONFERENCE
COMMITTEE

FISCAL NOTE ANALYSIS

STATE OF ALASKA
2018 LEGISLATIVE SESSION

BILL NO. SB 104

Analysis

Section 3. Amends AS 14.07 by adding a new section AS 14.07.180. This section requires the SBOE and the department to establish standards and a procedure to reviewing, ranking, and approval of mathematics and English language arts curricula. Once the best mathematics and English/language art curricula have been identified and ranked, a three-year pilot program with five districts is created to ensure program effectiveness. Districts participating in the pilot are eligible for a 150.0 ADM increase. Up to \$10,000.0 is appropriated for this three-year pilot. At the end of the three-year pilot program, if the curricula is determined to be effective, a three year program is offered for other districts who wish to use the identified effective curricula. Funding is not to exceed \$3,200.0 per year. Funding for the pilot program and subsequent years is appropriated in FY2019.

Program Funding Summary:

Pilot Year 1, 2019-2020: 5 districts funded up to \$10,000.0;

Pilot Year 2, 2020-2021: continue Pilot, no additional funding;

Pilot Year 3, 2021-2022: continue Pilot, no additional funding.

Program year 4, 2022-2023: curricula incentive program available for additional districts, Up to \$3,200.0;

Program year 5, 2023-2024: curricula incentive program available for additional districts, Up to \$3,200.0;

Program year 6, 2024-2025: curricula incentive program available for additional districts, Up to \$3,100.0.

Total six year funding: \$19,500.0

The department would also be responsible for providing information on the curriculum that each school district has adopted by submitting an electronic report to the legislature as well as making the report available to the public by posting on the department's website. The department would be responsible for updating the report by July 1, annually.

Section 8. Repeals AS 14.07.180(e)-(h), (j), (l), and (m) July 1, 2025. These subsections contain the three-year pilot program, incentive payments, and the requirement for the electronic report to the legislature.

Fiscal Note

State of Alaska
2018 Legislative Session

Bill Version:	CSSB 105(FIN)
Fiscal Note Number:	3
(S) Publish Date:	4/2/2018

Identifier: SB105CS(L&C)-DCCED-CBPL-02-22-18
Title: MARITAL/FAMILY THERAPY LIC & MED SERVICES
Sponsor: WILSON
Requester: (S) Finance

Department: Department of Commerce, Community and Economic Development
Appropriation: Corporations, Business and Professional Licensing
Allocation: Corporations, Business and Professional Licensing
OMB Component Number: 2360

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								
Travel								
Services	1.3							
Commodities								
Capital Outlay								
Grants & Benefits								
Miscellaneous								
Total Operating	1.3	0.0	0.0	0.0	0.0	0.0	0.0	0.0

Fund Source (Operating Only)

1156 Rcpt Svcs (DGF)	1.3							
Total	1.3	0.0	0.0	0.0	0.0	0.0	0.0	0.0

Positions

Full-time								
Part-time								
Temporary								

Change in Revenues

1156 Rcpt Svcs (DGF)	1.3							
Total	1.3	0.0	0.0	0.0	0.0	0.0	0.0	0.0

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? 01/01/19

Why this fiscal note differs from previous version/comments:

Updated for current CS with revised effective date.

Prepared By: Janey McCullough, Director
Division: Corporations, Business and Professional Licensing
Approved By: Catherine Reardon, Director
Agency: Division of Administrative Services, DCCED

Phone: (907)465-2538
Date: 02/23/2018
Date: 02/23/18

APPROVED BY
CONFERENCE
COMMITTEE
Printed 5/10/2018

REPORTED OUT OF
SFC 04/02/2018
REPORTED OUT OF
HFC 04/20/2018

FISCAL NOTE ANALYSIS

STATE OF ALASKA
2018 LEGISLATIVE SESSION

Analysis

SB105 allows the Alaska Department of Health and Social Services (DHSS) to reimburse a mental health physician clinic for services provided by a licensed marital and family therapist under the direct supervision of a licensed psychiatrist. The bill also allows DHSS to offer marital and family therapy services under Medicaid.

The bill requires licensed marital and family therapists to carry liability insurance; however, marital and family therapy associates will be exempt from the insurance requirement.

The bill clarifies training and supervision requirements for initial licensure. The legislation provides for supervisors not licensed under AS 08.63, but licensed under other Alaska mental health and medical boards, to supervise marital and family therapy associates who become licensed under AS 08.63.110.

If the bill passes the following expenses will be incurred:

Services: \$1.3 (regulations review, advertising, printing, and postage)

Professional licensing programs within the Division of Corporations, Business and Professional Licensing are funded by Receipt Supported Services, fund source 1156 Rcpt Svcs (DGF). Licensing fees for each occupation are set per AS 08.01.065 so the total amount of revenue collected approximately equals the occupation's actual regulatory costs.

Fiscal Note

State of Alaska
2018 Legislative Session

Bill Version:	CSSB 105(FIN)
Fiscal Note Number:	4
(S) Publish Date:	4/2/2018

Identifier: SB105CS(FIN)-DHSS-BHMS-3-30-18
 Title: MARITAL/FAMILY THERAPY LIC & MED SERVICES
 Sponsor: WILSON
 Requester: Senate FIN

Department: Department of Health and Social Services
 Appropriation: Medicaid Services
 Allocation: Behavioral Health Medicaid Services
 OMB Component Number: 2660

Expenditures/Revenues

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

	FY2019	Included in	Out-Year Cost Estimates				
	Appropriation Requested	Governor's FY2019 Request	FY 2020	FY 2021	FY 2022	FY 2023	FY 2024
OPERATING EXPENDITURES	FY 2019	FY 2019					
Personal Services							
Travel							
Services	50.0						
Commodities							
Capital Outlay							
Grants & Benefits			1,000.8	1,000.8	1,000.8	1,000.8	1,000.8
Miscellaneous							
Total Operating	50.0	0.0	1,000.8	1,000.8	1,000.8	1,000.8	1,000.8

Fund Source (Operating Only)

1002 Fed Rcpts (Fed)	25.0		660.5	660.5	660.5	660.5	660.5
1003 G/F Match (UGF)	25.0		340.3	340.3	340.3	340.3	340.3
Total	50.0	0.0	1,000.8	1,000.8	1,000.8	1,000.8	1,000.8

Positions

Full-time							
Part-time							
Temporary							

Change in Revenues

1251 Non-UGF (Other)	25.0		660.5	660.5	660.5	660.5	660.5
Total	25.0	0.0	660.5	660.5	660.5	660.5	660.5

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:

CS SB 105 (FIN) version N removes two sections that were in the previous version of the bill. While the removal does not change the dollar amounts of the FN it does change the narrative explanation on page 2.

Prepared By: Randall Burns, Division Director
 Division: Behavioral Health
 Approved By: Shawnda O'Brien, Asst. Commissioner
 Agency: Health and Social Services

Phone: (907)269-5948
 Date: 03/29/2018 10:00 AM
 Date: 03/30/18

APPROVED BY
CONFERENCE
COMMITTEE

REPORTED OUT OF
SFC 04/02/2018

REPORTED OUT OF
HFC 04/20/2018

FISCAL NOTE ANALYSIS

STATE OF ALASKA
2018 LEGISLATIVE SESSION

Analysis

CS SB 105 (FIN), Version N, amends requirements for marital and family therapists to obtain licenses; lists professions that may perform group supervision for marital and family therapist applicants, adds marital and family services to the optional list of services that may be reimbursed through Medicaid, and authorizes the Department of Health and Social Services and the Board of Marital and Family Therapy to adopt regulations to implement the changes. This fiscal note reflects the fact that licensed marriage and family therapist services have been added to the AS 47.07.030 list of Medicaid optional services for which the State will reimburse. The projected expenditures represent the Medicaid reimbursement for professional services provided by licensed marriage and family therapists to persons eligible for Medicaid services, whether children or adults, including the Medicaid Expansion population. Sections 1 - 3 of the bill have a January 1, 2019 effective date and will drive the need for Medicaid system, administrative regulation, and Medicaid State Plan Amendment changes. Any necessary regulations noted in Section 4 of the bill are estimated to be completed six months later, by July 1, 2019.

FY2019 General Fund Match in the Services Line: \$50.0 for development of business rules in the Medicaid Management Information System detailing the parameters for services/reimbursement.

FY2020 - FY2024 Federal Receipts and General Fund Match in the Grants, Benefits line:

Average annual per recipient cost X estimated number of recipients = Medicaid increment needed

\$1,581 annual per recipient cost X 633 recipients = \$1,000,773

The **\$1,581** average annual per recipient cost is based on FY2016 Medicaid claims data for those recipients receiving Mental Health Only services. *[Currently, Behavioral Health Medicaid reimburses an hour of clinic (counseling/therapy) services at \$100.00, family clinic services at \$110.00 per hour, and group clinic services at \$56.00 per hour, regardless of the category of the professional providing that service.]*

The estimated number of recipients is derived from two data sources:

- FY2016 Medicaid prevalence data (which indicates the number of unserved recipients who would benefit from behavioral health services): **6,330**

- 2011 National Survey for Drug Use and Health data (which estimates the percentage of unserved recipients that will actually seek treatment in any given year): **10%**

6,330 x 10% = 633 estimated recipients

Total General Funds Match request:

\$1,000,773 Medicaid Mental Health Only

X 34.0% (blended match rate resulting from regular and Expansion population)

\$ 340,263 General Funds Match

Recipients would be a mix of Medicaid Expansion recipients subject to an enhanced federal match rate and other Medicaid recipients subject to the regular federal match rate for services. We estimate that for the combined expansion and regular Medicaid, the average state match rate would be 34%.

There are presently just under 100 licensed marriage and family therapists in the State with an active license, and some of those professionals are already billing for their services under the umbrella of a mental health physician clinic. Therefore, we are unsure of the number of licensed marriage and family therapists who will be interested in beginning to *independently* bill Medicaid, subjecting their practices to the documentation and audit requirements that follow on enrollment in Medicaid as an independent provider. These cost projections are based on Medicaid utilization, and could be higher or lower, depending on the demand for licensed marriage and family therapist services from patients with other payment sources, like private insurance, and the willingness of licensed marriage and family therapists to provide services to Medicaid-eligible individuals.

Fiscal Note

State of Alaska
2018 Legislative Session

Bill Version:	CSSSSB 108(FIN)
Fiscal Note Number:	2
(S) Publish Date:	3/14/2018

Identifier: SB108SS-DCCED-CBPL-02-25-2018
Title: MEDICAL CARE/LICENSING/MEDICAL BOARD
Sponsor: GIESSEL
Requester: (S) Labor & Commerce

Department: Department of Commerce, Community and Economic Development
Appropriation: Corporations, Business and Professional Licensing
Allocation: Corporations, Business and Professional Licensing
OMB Component Number: 2360

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	177.8		177.8	177.8	177.8	177.8	177.8	177.8
Travel	1.5		1.5	1.5	1.5	1.5	1.5	1.5
Services	49.5		45.0	45.0	45.0	45.0	45.0	45.0
Commodities	23.5		1.0	1.0	1.0	1.0	1.0	1.0
Capital Outlay								
Grants & Benefits								
Miscellaneous								
Total Operating	252.3	0.0	225.3	225.3	225.3	225.3	225.3	225.3

Fund Source (Operating Only)

1156 Rcpt Svcs (DGF)	252.3		225.3	225.3	225.3	225.3	225.3	225.3
Total	252.3	0.0	225.3	225.3	225.3	225.3	225.3	225.3

Positions

Full-time	2.0		2.0	2.0	2.0	2.0	2.0	2.0
Part-time								
Temporary								

Change in Revenues

1156 Rcpt Svcs (DGF)	252.3		225.3	225.3	225.3	225.3	225.3	225.3
Total	252.3	0.0	225.3	225.3	225.3	225.3	225.3	225.3

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? 01/01/19

Why this fiscal note differs from previous version/comments:

Updated to reflect new positions on page one.

Prepared By: Janey McCullough, Director

Division: Corporations, Business and Professional Licensing

Approved By: Catherine Reardon, Director

Agency: Division of Administrative Services, DCCED

Phone: (907)465-2538

Date: 02/25/2018

Date: 02/25/18

FISCAL NOTE ANALYSIS

STATE OF ALASKA
2018 LEGISLATIVE SESSION

Analysis

SB 108 establishes a licensing program for certified medical assistants, which would allow them to practice as medical assistive personnel. The legislation allows certified medical assistants to act as delegates to access the Prescription Drug Monitoring Program on behalf of prescribing physicians. The bill also authorizes the board to set standards for delegation of routine duties to unlicensed assistive personal.

This bill would streamline the medical application process and improve licensure processing times, while ensuring public safety, by allowing the board to grant additional authority for the issuance of medical licenses and temporary permits. It also removes the requirement that applicants provide their duration of residence on their applications.

According to Department of Labor statistics, there are approximately 1,600 certified medical assistants currently working in Alaska with approximately 475 new positions projected annually. One full-time licensing examiner (located in Juneau) is needed to process those applications.

One full-time Records and Licensing Supervisor is needed to implement this program. Currently, one existing Records and Licensing Supervisor is spread among numerous programs; only part of that position's time is dedicated to medical programs. As a result of the addition of the certified medical assistant license type, the workload related to medical programs supports a dedicated Records and Licensing Supervisor.

If the bill passes the following expenses will be incurred:

Personal Services: \$177.8 (2 full-time positions)

Travel: \$1.5 (1 training session per year)

Services: \$10.0 (annual legal review)

\$5.0 (annual investigations)

\$4.5 (regulations project in the first year)

\$30.0 (annual core services & allocated costs)

Supplies: \$20.0 (set up for new employees in the first year)

\$2.5 (postage in the first year)

\$1.0 (office supplies)

Professional licensing programs within the Division of Corporations, Business and Professional Licensing are funded by Receipt Supported Services, fund source 1156 Rcpt Svcs (DGF). Licensing fees for each occupation are set per AS 08.01.065 so the total amount of revenue collected approximately equals the occupation's actual regulatory costs.

Fiscal Note

State of Alaska
2018 Legislative Session

Bill Version:	SB 126
Fiscal Note Number:	1
(S) Publish Date:	1/31/2018

Identifier: SB126-DCCED-CBPL-01-26-18
Title: VISITING PHYSICIANS WITH SPORTS TEAMS
Sponsor: MACKINNON
Requester: (S) Labor & Commerce

Department: Department of Commerce, Community and Economic Development
Appropriation: Corporations, Business and Professional Licensing
Allocation: Corporations, Business and Professional Licensing
OMB Component Number: 2360

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								
Travel								
Services	2.5							
Commodities								
Capital Outlay								
Grants & Benefits								
Miscellaneous								
Total Operating	2.5	0.0	0.0	0.0	0.0	0.0	0.0	0.0

Fund Source (Operating Only)

1156 Rcpt Svcs (DGF)	2.5							
Total	2.5	0.0	0.0	0.0	0.0	0.0	0.0	0.0

Positions

Full-time								
Part-time								
Temporary								

Change in Revenues

1156 Rcpt Svcs (DGF)	2.5							
Total	2.5	0.0	0.0	0.0	0.0	0.0	0.0	0.0

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? 12/31/18

Why this fiscal note differs from previous version/comments:

Not applicable, initial version.

Prepared By: Janey McCullough, Director
Division: Corporations, Business and Professional Licensing
Approved By: Catherine Reardon, Director
Agency: Division of Administrative Services, DCCED

Phone: (907)465-2538
Date: 01/26/2018
Date: 01/26/18

APPROVED BY
CONFERENCE
COMMITTEE
Printed 5/10/2018

REPORTED OUT OF
SFC 02/05/2018
REPORTED OUT OF
HFC 04/12/2018
Control Code: ULKly

FISCAL NOTE ANALYSIS

STATE OF ALASKA
2018 LEGISLATIVE SESSION

Analysis

SB 126 will create an exemption for out-of-state physicians who are under contract by an athletic team to provide medical services to members of the team while traveling in Alaska.

This legislation also revises the statute regarding pupil participation in a sporting event to reference such an exempt physician for concussion determination.

If the bill passes the following expenses will be incurred:

Services: \$2.5 (regulations project)

Professional licensing programs within the Division of Corporations, Business and Professional Licensing are funded by Receipt Supported Services, fund source 1156 Rcpt Svcs (DGF). Licensing fees for each occupation are set per AS 08.01.065 so the total amount of revenue collected approximately equals the occupation's actual regulatory costs.

Fiscal Note

State of Alaska
2018 Legislative Session

Bill Version:	CSSB 155(FIN)
Fiscal Note Number:	2
(S) Publish Date:	3/21/2018

Identifier: SB155-DCCED-CBPL-03-05-18
Title: REAL EST APPRAISAL MNGMT COMP;
APPRAISERS
Sponsor: MEYER
Requester: (S) Labor & Commerce

Department: Department of Commerce, Community and
Economic Development
Appropriation: Corporations, Business and Professional
Licensing
Allocation: Corporations, Business and Professional
Licensing
OMB Component Number: 2360

Expenditures/Revenues

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

(Thousands of Dollars)

	FY2019	Included in	Out-Year Cost Estimates				
	Appropriation Requested	Governor's FY2019 Request	FY 2019	FY 2020	FY 2021	FY 2022	FY 2023
OPERATING EXPENDITURES	FY 2019	FY 2019	FY 2020	FY 2021	FY 2022	FY 2023	FY 2024
Personal Services	80.5		80.5	80.5	80.5	80.5	80.5
Travel							
Services	21.4		17.0	17.0	17.0	17.0	17.0
Commodities	10.0						
Capital Outlay							
Grants & Benefits							
Miscellaneous							
Total Operating	111.9	0.0	97.5	97.5	97.5	97.5	97.5

Fund Source (Operating Only)

1156 Rcpt Svcs (DGF)	111.9		97.5	97.5	97.5	97.5	97.5
Total	111.9	0.0	97.5	97.5	97.5	97.5	97.5

Positions

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

Change in Revenues

1156 Rcpt Svcs (DGF)	111.9		97.5	97.5	97.5	97.5	97.5
Total	111.9	0.0	97.5	97.5	97.5	97.5	97.5

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 analysis to show the additional position will be shared among multiple programs.

Prepared By: Janey McCullough, Director
Division: Corporations, Business and Professional Licensing
Approved By: Catherine Reardon, Director
Agency: Division of Administrative Services, DCCED

Phone: (907)465-2538
Date: 03/05/2018 04:55 PM
Date: 03/05/18

FISCAL NOTE ANALYSIS

STATE OF ALASKA
2018 LEGISLATIVE SESSION

Analysis

SB155 would enact a registration and regulatory structure for Appraisal Management Companies (AMC) operating in this state. The appraisal management company is the only entity in the real estate valuation process that is not currently subject to licensing or regulation in Alaska, nor are there any laws or regulations specific to their activity.

This legislation amends AS 08.01.065 to allow the department to set, collect, and submit a fee to the federal government. This fee will be equal to the appraiser registry fee established by the federal Appraisal subcommittee.

The division will require one Occupational Licensing Examiner as a result of this legislation; the increased workload associated with this program cannot be absorbed by existing staff. This new position would serve as an Occupational Licensing Examiner over multiple existing programs as well as the new program. The position's costs would be spread among those programs through positive timekeeping. To implement this legislation, regulations will also be required.

If the bill passes the following expenses will be incurred:

Personal Services: \$80.5 (one permanent Occupational licensing examiner, range 14)

Services: \$15.0 (ongoing support services for new position)

\$4.4 (Large regulations project)

\$2.0 (Annual hearing services)

Commodities: \$10.0 (one-time startup costs of new position)

Professional licensing programs within the Division of Corporations, Business and Professional Licensing are funded by Receipt Supported Services, fund source 1156 Rcpt Svcs (DGF). Licensing fees for each occupation are set per AS 08.01.065 so the total amount of revenue collected approximately equals the occupation's actual regulatory costs.

Fiscal Note

State of Alaska
2018 Legislative Session

Bill Version:	CSSB 216(FIN)
Fiscal Note Number:	3
(S) Publish Date:	4/10/2018

Identifier: SB216-EED-PEF-3-23-18
 Title: SCHOOL FUNDING FOR CONSOLIDATED SCHOOLS
 Sponsor: FINANCE
 Requester: Senate Education Committee

Department: Fund Capitalization
 Appropriation: Fund Capitalization (no approps out)
 Allocation: Public Education Fund (starts FY17)
 OMB Component Number: 2804

Expenditures/Revenues

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

	FY2019	Included in	Out-Year Cost Estimates				
	Appropriation Requested	Governor's FY2019 Request	FY 2020	FY 2021	FY 2022	FY 2023	FY 2024
OPERATING EXPENDITURES	FY 2019	FY 2019					
Personal Services							
Travel							
Services							
Commodities							
Capital Outlay							
Grants & Benefits	386.3		386.3	386.3	386.3	386.3	386.3
Miscellaneous							
Total Operating	386.3	0.0	386.3	386.3	386.3	386.3	386.3

Fund Source (Operating Only)

1004 Gen Fund (UGF)	386.3		386.3	386.3	386.3	386.3	386.3
Total	386.3	0.0	386.3	386.3	386.3	386.3	386.3

Positions

Full-time							
Part-time							
Temporary							

Change in Revenues

None							
Total	0.0	0.0	0.0	0.0	0.0	0.0	0.0

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? No
 If yes, by what date are the regulations to be adopted, amended or repealed?

Why this fiscal note differs from previous version/comments:

Not applicable; initial version.

Prepared By: Heidi Teshner, Director
 Division: Finance and Support Services
 Approved By: Dr. Michael Johnson, Commissioner
 Agency: Department of Education & Early Development

Phone: (907)465-2875
 Date: 03/23/2018 04:00 PM
 Date: 03/23/18

APPROVED BY
CONFERENCE
COMMITTEE
Printed 5/10/2018

REPORTED OUT OF
SFC 04/10/2018

REPORTED OUT OF
HFC 04/20/2018

FISCAL NOTE ANALYSIS

STATE OF ALASKA
2018 LEGISLATIVE SESSION

Analysis

The intent of SB216 amends the public school funding formula under AS 14.17.410 by providing a provision that assists districts that consolidate one or more schools within a community. The district must show a decline in basic need for the affected schools in order to use this provision.

The process calculates the average daily membership (ADM) for each of the schools affected by the consolidation, based on AS 14.17.410(b)(A) - (C): beginning with school size adjustment (A); district cost factor (B); special education factor 1.20 (C); and the vocational and technical instruction adjustment of 1.015, also listed under (C). The total adjusted ADM up to this point is totaled up amongst the affected schools and then divided by the total unadjusted ADM that was submitted for those schools. The same process is then repeated for the affected schools in the previous fiscal year, prior to consolidation, to establish the base. The result of those two calculations, for the base year and the consolidation year, are subtracted and is multiplied by the original ADM submitted for the first year of consolidation. The result of the multiplication is added back to the ADM adjusted after the vocational and technical instruction adjustment of 1.015.

The above calculation will only be established in the first fiscal year of consolidation and then applied in the out years as follows: the first two fiscal years following the consolidation the district can offset 100% of the reduction in basic need of the affected schools; the third fiscal year there is a 66% offset of those funds; the fourth fiscal year 33% offset of those funds; and finally completely transitioned by the fifth fiscal year.

In the following hypothetical example the numbers are representative of individual schools in a community and the letters refer to the corresponding statutory references shown above.

Affected Schools 1, 2, 3, and 4, in the prior fiscal year:

School 1 (A) x (B) x (C) x (C)

School 2 (A) x (B) x (C) x (C)

School 3 (A) x (B) x (C) x (C)

School 4 (A) x (B) x (C) x (C)

TOTAL of ADM adjustments of Schools 1 ,2, 3, and 4 DIVIDED by the total ADM submitted for schools 1 ,2, 3, and 4 = quotient X

Consolidation of School 1 into Schools 2, 3, and 4, in the current fiscal year:

School 2 (A) x (B) x (C) x (C)

School 3 (A) x (B) x (C) x (C)

School 4 (A) x (B) x (C) x (C)

TOTAL of ADM adjustments of Schools 2, 3, and 4 DIVIDED by the total ADM submitted for schools 2, 3, and 4 = quotient Y

Quotient X of the prior fiscal year MINUS Quotient Y of the current fiscal year, MULTIPLIED by the Total ADM submitted in the current fiscal year, EQUALS the portion of ADM to be added back to the current/consolidated fiscal year's ADM as adjusted under AS 14.17.410(b)(A)-(C).

The calculation must be run each year to determine the total ADM adjustment under AS 14.17.410(b)(A)-(C) to ensure the affected schools are not above the base year prior to consolidation. If the total ADM's in the consolidation year for the affected schools increase then the provision would not be available to the district.

Following the calculation is language intended to provide additional qualifiers.

* If one of the fiscal year's calculation of basic need, following consolidation, for the affected schools is greater than the base year, then there is no adjustment and the provision ends.

FISCAL NOTE ANALYSIS

STATE OF ALASKA
2018 LEGISLATIVE SESSION

BILL NO. SB216

Analysis

- * A district may not use both the hold harmless provision and this provision at the same time.
- * Building a new facility for consolidation purposes does not qualify a district for this provision.
- * A district may not reopen and reconsolidate a school more than once every five years.
- * A district will provide the department with the schools and corresponding ADM affected by the consolidation.
- * Defines "community" for this chapter as an organized municipality or an unincorporated village ... with a population of less than 2,000 people. This means that some communities would not qualify for this provision, such as: Anchorage, Fairbanks, North Pole, Juneau, Homer, Soldotna, Ketchikan, Kodiak, Bethel, Palmer, Wasilla, etc.

Section 1 has no fiscal impact on the department, as districts will continue to receive the same amount of funding they currently receive after the consolidation of one or more schools within a community under this provision.

Section 2 would amend AS 14.17.905, facility constituting a school, by adding a new subsection (c) to fix an unintended consequence of the number of adjustments a community, with an ADM of more than 425 and one school, can receive. Currently the law reads that a community with an ADM of 101 to 425 may receive two adjustments for school size: one for elementary and another for secondary. Once the community goes above 425 ADM however, it reduces down to one adjustment per school facility. A single site facility in the community such as Hooper Bay in Lower Yukon School District, would result in a significant loss of funding when it exceeded 425 ADM. The amended language would mitigate this by providing two adjustments for a community greater than 425 ADM with a single site facility serving grades Kindergarten through 12. If the actual FY2018 ADM of 449.40 is applied to the projection for FY2019, instead of the 425 ADM that was submitted for Hooper Bay School, then the result is a \$386.3 increase in funding.

Section 3 amends uncodified law by stating that Section 1 of this bill only applies to schools that consolidate on or after the effective date of this bill.

This act takes effect immediately under AS 01.10.070(c).