

# Fiscal Note

State of Alaska  
2018 Legislative Session

Bill Version:	HCS CSSB 92(FIN)
Fiscal Note Number:	8
(H) Publish Date:	4/18/2018

Identifier: SB092CS(FIN)-DNR-DVP-04-13-18  
 Title: VESSELS: REGISTRATION/TITLES; DERELICTS  
 Sponsor: MICCICHE  
 Requester: Senate Finance

Department: Fund Capitalization  
 Appropriation: Fund Capitalization (no approps out)  
 Allocation: Derelict Vessel Prevention Program Fund  
 OMB Component Number:

**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
<b>OPERATING EXPENDITURES</b>	<b>FY 2019</b>	<b>FY 2019</b>						
Personal Services								
Travel								
Services								
Commodities								
Capital Outlay								
Grants & Benefits								
Miscellaneous				58.6	58.6	30.5	2.5	2.5
<b>Total Operating</b>	<b>0.0</b>	<b>0.0</b>		<b>58.6</b>	<b>58.6</b>	<b>30.5</b>	<b>2.5</b>	<b>2.5</b>

**Fund Source (Operating Only)**

1216 Boat Rcpts (DGF)			58.6	58.6	30.5	2.5	2.5
<b>Total</b>	<b>0.0</b>	<b>0.0</b>	<b>58.6</b>	<b>58.6</b>	<b>30.5</b>	<b>2.5</b>	<b>2.5</b>

**Positions**

Full-time							
Part-time							
Temporary							

**Change in Revenues**

None							
<b>Total</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>

**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 If yes, by what date are the regulations to be adopted, amended or repealed? **12/31/19**

**Why this fiscal note differs from previous version/comments:**

Reduction in revenues based on the change of boat length; this version will only require boats 25 feet and over to be titled.

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 Agency: Department of Natural Resources

Phone: (907)465-2422  
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REPORTED OUT OF  
HFC 04/17/2018

Control Code: yKkRE

## FISCAL NOTE ANALYSIS

STATE OF ALASKA  
2018 LEGISLATIVE SESSION

## Analysis

SB92 adds a new section 23 to AS 30.30.090 Derelict Vessels which creates the derelict vessel prevention program fund. The funds do not lapse, and may be used by the Department of Natural Resources for the purposes of the fund without further appropriation. The funding mechanism under this section identifies two new revenue sources from barge registrations and boat titling.

Section 6 of the bill amends AS 05.25.096, and requires the Department of Administration to account for these new fees for the purpose of carrying out the derelict vessel program. The new fees are estimated to generate \$168,360 for boat titles over a three-year period coinciding with boat registration renewals.

Due to the mid-fiscal year effective date, revenues are not anticipated to exceed Division of Motor Vehicle's program costs for implementing this legislation. Therefore, the estimated boat receipts available in FY19 are estimated to be zero. Approximately \$56,120 in revenue for titling would be generated for deposit into the fund in FY20, FY21, and half for FY22.

The requirement for barges to register will generate an estimated \$2,500 per year.

The fund consists of money appropriated to the fund, including donations, money received from the sale of a vessel under this legislation, income from the fund and other program receipts, money collected under AS 05.25.096 (a)(5) and (6) and civil penalties collected under AS 30.30.015.