

Fiscal Note

State of Alaska
2020 Legislative Session

Bill Version:	CSHB 185(FIN)
Fiscal Note Number:	3
(H) Publish Date:	3/16/2020

Identifier: HB185CS(TRA)-DOA-DMV-3-12-20
 Title: REGISTRATION OF BOATS: EXEMPTION
 Sponsor: STUTES
 Requester: House Finance

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)

	FY2021	Included in	Out-Year Cost Estimates					
	Appropriation Requested	Governor's FY2021 Request	FY 2021	FY 2022	FY 2023	FY 2024	FY 2025	FY 2026
OPERATING EXPENDITURES	FY 2021	FY 2021	FY 2021	FY 2022	FY 2023	FY 2024	FY 2025	FY 2026
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)

None								
Total	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0

Positions

Full-time								
Part-time								
Temporary								

Change in Revenues

1216 Boat Rcpts (DGF)	(21.5)		(21.5)	(21.5)	(21.5)	(21.5)	(21.5)	(21.5)
Total	(21.5)	0.0	(21.5)	(21.5)	(21.5)	(21.5)	(21.5)	(21.5)

Estimated SUPPLEMENTAL (FY2020) cost: 0.0 (separate supplemental appropriation required)

Estimated CAPITAL (FY2021) cost: 0.0 (separate capital appropriation required)

Does the bill create or modify a new fund or account? No
 (Supplemental/Capital/New Fund - 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 If yes, by what date are the regulations to be adopted, amended or repealed? 01/01/21

Why this fiscal note differs from previous version/comments:

This fiscal note has been updated to reflect the adopted CS.

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 Date: 03/12/2020
 Date: 03/12/20

**REPORTED OUT OF
HFC 03/16/2020**

FISCAL NOTE ANALYSIS

STATE OF ALASKA
2020 LEGISLATIVE SESSION

Analysis

The proposed legislation adds commercial fishing vessels (CFV) with a valid commercial fishing license to the list of boats that are exempt from numbering and registration. The proposed legislation also provides that boats exempt from registration under this section are still subject to titling requirements under AS 05.25.056(a). This will result in no change from current revenue for titling.

This legislation proposes an annual fee of \$8.00 to be paid to Commercial Fisheries Entry Commission (CFEC) annually for these vessels, in lieu of paying the Division of Motor Vehicles (DMV) registration fees every three years.

CFEC data currently shows 8,806 commercial fishing vessels. In 2019 DMV only had 1,898 boats register and not all of them are CFEC boats. DMV cannot determine the exact number of vessels that would have been licensed in outlying years. This fiscal note, therefore, assumes revenue would be identical to 2019, which is the first and only year that DMV has data for.

<u>Year</u>	<u># Boats</u>	<u>Class</u>	<u>Registration Fee</u>	<u>Revenue</u>
2019	1,895	Power	\$24	\$45,480
2019	3	Non-Power	\$10	\$30
2018	423	Power	\$24	\$10,152
2018	2	Non-Power	\$10	\$20
2017	348	Power	\$24	\$8,352

2017/2018 Average Revenue Collected: \$9,262

Added Annual Impact from 2019 Registration Requirements: \$12,082.67

Total Forecasted Annual Registration Revenue for FY19: \$21,344.67