

# Fiscal Note

State of Alaska  
2020 Legislative Session

Bill Version:	CSHB 247(FSH)
Fiscal Note Number:	2
(H) Publish Date:	3/21/2020

Identifier: HBCS(FSH)247-DFG-DSF-3-19-20  
 Title: SPORT FISHING ENHANCEMENT SURCHARGE  
 Sponsor: RLS BY REQUEST OF THE GOVERNOR  
 Requester: (H) FINANCE

Department: Department of Fish and Game  
 Appropriation: Sport Fisheries  
 Allocation: Sport Fish Hatcheries  
 OMB Component Number: 3007

## 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
<b>OPERATING EXPENDITURES</b>	<b>FY 2021</b>	<b>FY 2021</b>	<b>FY 2021</b>	<b>FY 2022</b>	<b>FY 2023</b>	<b>FY 2024</b>	<b>FY 2025</b>	<b>FY 2026</b>
Personal Services	989.6		989.6	989.6	989.6	989.6	989.6	989.6
Travel	4.1		4.1	4.1	4.1	4.1	4.1	4.1
Services	1,129.7		1,129.7	1,129.7	1,129.7	1,129.7	1,129.7	1,129.7
Commodities	335.6		335.6	335.6	335.6	335.6	335.6	335.6
Capital Outlay	791.0		791.0	791.0	791.0	791.0	791.0	791.0
Grants & Benefits								
Miscellaneous								
<b>Total Operating</b>	<b>3,250.0</b>	<b>0.0</b>	<b>3,250.0</b>	<b>3,250.0</b>	<b>3,250.0</b>	<b>3,250.0</b>	<b>3,250.0</b>	<b>3,250.0</b>

## Fund Source (Operating Only)

1024 Fish/Game (Other)	3,250.0		3,250.0	3,250.0	3,250.0	3,250.0	3,250.0	3,250.0
<b>Total</b>	<b>3,250.0</b>	<b>0.0</b>	<b>3,250.0</b>	<b>3,250.0</b>	<b>3,250.0</b>	<b>3,250.0</b>	<b>3,250.0</b>	<b>3,250.0</b>

## Positions

Full-time								
Part-time								
Temporary								

## Change in Revenues

1024 Fish/Game (Other)	5,112.0		5,112.0	5,112.0	5,112.0	5,112.0	5,112.0	5,112.0
<b>Total</b>	<b>5,112.0</b>	<b>0.0</b>	<b>5,112.0</b>	<b>5,112.0</b>	<b>5,112.0</b>	<b>5,112.0</b>	<b>5,112.0</b>	<b>5,112.0</b>

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 If yes, by what date are the regulations to be adopted, amended or repealed?

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

This fiscal note reflects the new CS which changes the license fee reduction from \$5 to \$2.50.

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HFC 03/21/2020**

FISCAL NOTE ANALYSIS

STATE OF ALASKA  
2020 LEGISLATIVE SESSION

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Analysis

A sub-account of the fish and game fund, called the Alaska sport fish enterprise account, exists to collect a surcharge on sport fishing licenses to satisfy sport fishing facility construction bond debt obligation. This bond is expected to expire five years early in CY2020. New language provided in this legislation would create a new sub-account of the Fish and Game Fund, upon closure of the Alaska sport fishing enterprise account, to collect a reduced amount of the existing license surcharge. The surcharge revenue generated could be used to pay for the necessary fisheries management, fisheries research, invasive species eradication and suppression and to ensure existing levels of sport fish enhancement in southeast, central and interior Alaska as well as provide ongoing maintenance at the department’s sport fish hatchery facilities.

Revenue generated under reduced fee structure:

The licensing fee structure of this legislation would take effect January 1 in the year following the closure of the Alaska sport fishing enterprise account, which has been determined to be January 1, 2021. By averaging the past five years of license sales, and deducting 10% for vendor commissions and overhead, the department estimates approximately \$5.1 million in surcharge revenue. This is approximately a 18% reduction in fees currently being collected.

<u>License Type</u>	<u>Current Fee</u>	<u>Proposed Fee</u>
Resident Sport Fishing	\$ 9	\$ 6.50
Resident Hunting and Sport Fishing	\$ 9	\$ 6.50
Resident Hunting, Trapping and Sport Fishing	\$ 9	\$ 6.50
Nonresident 14-day Sport Fishing	\$30	\$27.50
Nonresident Seven-day Sport Fishing	\$25	\$22.50
Nonresident Three-day Sport Fishing	\$15	\$12.50
Nonresident One-day Sport Fishing	\$10	\$ 7.50
Nonresident Annual Sport Fishing	\$45	\$42.50
Special Nonresident Military Sport Fishing	\$ 9	\$ 6.50
<b>Approximate Annual Revenue</b>	<b>\$6.2 Million</b>	<b>\$5.1 Million</b>