

Fiscal Note

State of Alaska
2020 Legislative Session

Bill Version:	HB 258
Fiscal Note Number:	2
(H) Publish Date:	2/19/2020

Identifier: LL 2019-2008094
Title: STATE LAND SALES; PLATS; RIVERS
Sponsor: RLS BY REQUEST OF THE GOVERNOR
Requester: Governor

Department: Department of Natural Resources
Appropriation: Fire Suppression, Land & Water Resources
Allocation: Mining, Land & Water
OMB Component Number: 3002

Expenditures/Revenues

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

	FY2021 Appropriation Requested	Included in Governor's FY2021 Request	Out-Year Cost Estimates					
			FY 2021	FY 2022	FY 2023	FY 2024	FY 2025	FY 2026
OPERATING EXPENDITURES								
Personal Services	493.6		493.6	493.6	493.6	493.6	493.6	493.6
Travel	15.0		15.0	15.0	15.0	15.0	15.0	15.0
Services								
Commodities	59.5		34.5	34.5	34.5	34.5	34.5	34.5
Capital Outlay								
Grants & Benefits								
Miscellaneous								
Total Operating	568.1	0.0	543.1	543.1	543.1	543.1	543.1	543.1

Fund Source (Operating Only)

1005 GF/Prgm (DGF)	568.1		543.1	543.1	543.1	543.1	543.1	543.1
Total	568.1	0.0	543.1	543.1	543.1	543.1	543.1	543.1

Positions

Full-time	5.0		5.0	5.0	5.0	5.0	5.0	5.0
Part-time								
Temporary								

Change in Revenues

None			***	***	***	***	***	***
Total	0.0	0.0	***	***	***	***	***	***

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? Yes
If yes, by what date are the regulations to be adopted, amended or repealed? 06/30/21

Why this fiscal note differs from previous version/comments:

Not applicable, initial version.

Prepared By:	Marty Parsons, Director	Phone:	(907)269-8625
Division:	Mining, Land & Water	Date:	02/18/2020 03:00 PM
Approved By:	Raquel Solomon-Gross, Administrative Services Director	Date:	02/18/20
Agency:	Office of Management and Budget		

FISCAL NOTE ANALYSIS

STATE OF ALASKA
2020 LEGISLATIVE SESSION

Analysis

This proposed bill makes DNR the platting authority on DNR managed lands and lands of others except municipalities that exercise platting authority. To implement the bill, DNR will require one additional Land Surveyor I for plat review and approval work of land survey plats on DNR managed lands, lands of others in the unorganized borough and in municipalities that do not have or are not exercising the power of land use regulation or platting authority, and municipal entitlement surveys. This funding source will be out of the Land Disposal Income Fund (LDIF).

Land survey platting authority for all state land administration, Staff

PERSONAL SERVICES COST - \$120.19 total annually (LDIF)

Land survey personnel

One Land Surveyors (LS) I (range 21) at \$120.19/year for a total of \$120.19

TRAVEL - \$0.0 total

COMMODITIES - \$12.0 total in FY21, \$7.0 annually in FY22 and beyond (LDIF)

Commodity costs include:

\$5.0 for one position for initial office set up in FY21 (1 position)

\$6.5 annually for office space, telephones, core service charges and related expenses for the new position (1 positions x \$6.5 = \$6.5 total)

Supplies are budgeted at \$0.5 annually total

This proposed bill revises AS 38.04.022 to increase the LDIF's current \$5,000.0 balance limit to \$7,500.0. Revenue from land sales enabled by this bill would begin in FY22, and any receipts exceeding the new LDIF limit will be deposited into the General Fund (GF). As the department cannot predict whether, or by what amount, the proposed higher LDIF cap will be exceeded, the additional GF revenue beginning in FY22 is indeterminate.

This proposed bill also creates a new statute providing for the disposal of state lands deemed suitable for commercial development through a lease to sale program.

To implement the bill, DNR will need to evaluate land nominations, identifying land offering areas, prepare documents relating to planning and classification/reclassification of lands to be offered and the preparation of best interest findings under AS 38.05.035(e) and appraisal of the land under AS 38.05.840. This will require a minimum of one additional Natural Resource Specialist (NRS) III, two additional NRS IIs (one in the Land Sales Section and one in the Resource Assessment and Development Section), and one Appraiser I as well as implementation costs. DNR anticipates the funding source will be from the LDIF and not the General Fund.

Land Sales/Contract administration, staff

PERSONAL SERVICES COST - \$373.42 total annually (LDIF)

Land sales/Contract administration personnel

One NRS III (range 18) at \$101.47/year

Two NRS II (range 16) at \$90.65/year for a total of \$181.3

One Appraiser I (range 16) at \$90.65/year

TRAVEL - \$15.0 total (LDIF)

Travel would be at least \$15.0 annually for field verification of parcel locations/conditions

COMMODITIES - \$47.5 in FY21, \$27.5 annually in FY22 and beyond (\$26 + \$1.5) (LDIF)

Commodity costs include:

\$5.0 for each position for initial office set up in FY21 (4 positions x \$5 = \$20 total).

\$6.5 annually for office space, telephones, core service charges and related expenses for the new position (4 positions x \$6.5 = \$26 total)

Supplies are budgeted at \$1.5 per year total