

Fiscal Note

State of Alaska
2020 Legislative Session

Bill Version:	CSSB 171 (RES)
Fiscal Note Number:	1
(S) Publish Date:	2/24/2020

Identifier: SB 171 DNR-DoAg-2-7-20
Title: INDUSTRIAL HEMP PROGRAM;
MANUFACTURING
Sponsor: HUGHES
Requester: Senate 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)

	FY2021 Appropriation Requested	Included in Governor's FY2021 Request	Out-Year Cost Estimates				
			FY 2021	FY 2022	FY 2023	FY 2024	FY 2025
OPERATING EXPENDITURES	FY 2021	FY 2021	FY 2022	FY 2023	FY 2024	FY 2025	FY 2026
Personal Services	466.6		466.6	466.6	466.6	466.6	466.6
Travel	106.9		106.9	106.9	106.9	106.9	106.9
Services	84.1		84.1	84.1	84.1	84.1	84.1
Commodities	78.8		78.8	78.8	78.8	78.8	78.8
Capital Outlay							
Grants & Benefits							
Miscellaneous							
Total Operating	736.4	0.0	736.4	736.4	736.4	736.4	736.4

Fund Source (Operating Only)

1005 GF/Prgm (DGF)	736.4		736.4	736.4	736.4	736.4	736.4
Total	736.4	0.0	736.4	736.4	736.4	736.4	736.4

Positions

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

Change in Revenues

1005 GF/Prgm (DGF)	750.0		750.0	750.0	750.0	750.0	750.0
Total	750.0	0.0	750.0	750.0	750.0	750.0	750.0

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? 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If yes, by what date are the regulations to be adopted, amended or repealed? 10/31/20

Why this fiscal note differs from previous version/comments:

Initial Fiscal Note. Change in revenue reflect fee's collected through program receipts from the industrial hemp program.

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Division:	Agriculture	Date:	02/07/2020
Approved By:	Raquel Solomon-Gross, Admin Services Director	Date:	02/07/20
Agency:	Office of Management and Budget		

FISCAL NOTE ANALYSIS

STATE OF ALASKA
2020 LEGISLATIVE SESSION

Analysis

This bill will build on an existing industrial hemp pilot program to create a permanent program in the Department of Natural Resources' Division of Agriculture. The division projects that the expected development of the industrial hemp industry will generate the fees necessary to fulfil the requirement in AS 03.05.010 that the program be self-funded by the fees it generates. Additional positions will be funded by program receipts.

The division projects it will require an additional five positions to manage an industrial hemp program, as outlined below:

Program Support, Staff

Personnel Cost- \$466.6 total annually

PERSONAL SERVICES COST - \$466.6 total annually

Natural Resource Manager I, Range 18 (\$112.3)

Agricultural Inspector, Range 16 (\$93.0) x 3 positions = (\$279.0)

Administrative Assistant I, Range 12 (\$75.3)

Total Personal Services Costs = \$466.6

TRAVEL - \$106.9 total

COMMODITIES – \$78.8 total

SERVICES - \$84.1 total