

# Fiscal Note

State of Alaska  
2021 Legislative Session

Bill Version:	CSHB 28(FIN)
Fiscal Note Number:	3
(H) Publish Date:	5/3/2021

Identifier: HB28-DOA-DMV-3-19-21  
Title: REGISTRATION OF BOATS: EXEMPTION  
Sponsor: FISHERIES  
Requester: FISHERIES

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)

	FY2022	Included in	Out-Year Cost Estimates					
	Appropriation Requested	Governor's FY2022 Request	FY 2022	FY 2023	FY 2024	FY 2025	FY 2026	FY 2027
<b>OPERATING EXPENDITURES</b>	<b>FY 2022</b>	<b>FY 2022</b>	<b>FY 2022</b>	<b>FY 2023</b>	<b>FY 2024</b>	<b>FY 2025</b>	<b>FY 2026</b>	<b>FY 2027</b>
Personal Services								
Travel								
Services								
Commodities								
Capital Outlay								
Grants & Benefits								
Miscellaneous								
<b>Total Operating</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>	<b>0.0</b>

## Fund Source (Operating Only)

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>	<b>0.0</b>

## Positions

Full-time								
Part-time								
Temporary								

## Change in Revenues

1216 Boat Rcpts (DGF)	(39.6)		(79.2)	(79.2)	(79.2)	(79.2)	(79.2)	(79.2)
<b>Total</b>	<b>(39.6)</b>	<b>0.0</b>	<b>(79.2)</b>	<b>(79.2)</b>	<b>(79.2)</b>	<b>(79.2)</b>	<b>(79.2)</b>	<b>(79.2)</b>

**Estimated SUPPLEMENTAL (FY2021) cost:** 0.0 (separate supplemental appropriation required)

**Estimated CAPITAL (FY2022) 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If yes, by what date are the regulations to be adopted, amended or repealed? 01/01/22

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

Not applicable, initial version.

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Agency: Office of Management and Budget

Phone: (907)269-5574  
Date: 04/19/2021 01:00 PM  
Date: 03/19/21

**REPORTED OUT OF  
HFC 05/02/2021**

## FISCAL NOTE ANALYSIS

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## 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.

This legislation proposes a fee of \$8.00 to be paid annually to the Commercial Fisheries Entry Commission (CFEC) for these vessels, in lieu of paying the Division of Motor Vehicles (DMV) registration fee of \$24.00 every three years.

<u>Year</u>	<u># Boats</u>	<u>Class</u>	<u>Registration Fee</u>	<u>Revenue</u>
2020	3193	Power	\$24	\$76,632
2020	21	Non-Power	\$10	\$210

<u>Year</u>	<u># Boats</u>	<u>Class</u>	<u>Registration Fee</u>	<u>Revenue</u>
2019	3394	Power	\$24	\$81,456
2019	27	Non-Power	\$10	\$270

DMV collects this revenue every 3-years. Using FY19-FY20 totals, this results in an annual average of \$79,284 in revenue.

Average FY19-FY20

<u>Boat Type</u>	<u>Count</u>	<u>Revenue</u>
Power	3293.5	\$79,044
Non-Power	24	\$240
<b>Total</b>	<b>3317.5</b>	<b>\$79,284</b>

This will result in a decrease in revenue collected by DMV as the collection moves from DMV to the CFEC in January 2022. Therefore FY22 shows half of the expected revenue loss.