

Fiscal Note

State of Alaska
2022 Legislative Session

Bill Version:	HB 395
Fiscal Note Number:	2
(H) Publish Date:	3/9/2022

Identifier: 0067-AMHS-FUND-3-8-22
 Title: FUNDS: AK MARINE HWY SYSTEM
 Sponsor: RLS BY REQUEST OF THE GOVERNOR
 Requester: Rules by Request of the Governor

Department: Special Appropriations
 Appropriation: New Legislation
 Allocation: New Legislation
 OMB Component Number: 3122

Expenditures/Revenues

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

	FY2023 Appropriation Requested	Included in Governor's FY2023 Request	Out-Year Cost Estimates					
			FY 2023	FY 2024	FY 2025	FY 2026	FY 2027	FY 2028
OPERATING EXPENDITURES								
Personal Services			***	***	***	***	***	***
Travel								
Services								
Commodities								
Capital Outlay								
Grants & Benefits								
Miscellaneous	53,314.8							
Total Operating	53,314.8	0.0	***	***	***	***	***	***

Fund Source (Operating Only)

1076 Marine Hwy (DGF)	53,314.8							
Total	53,314.8	0.0	***	***	***	***	***	***

Positions

Full-time								
Part-time								
Temporary								

Change in Revenues

None								
Total	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0

Estimated SUPPLEMENTAL (FY2022) cost: 53,365.1 *(separate supplemental appropriation required)*

Estimated CAPITAL (FY2023) 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 If yes, by what date are the regulations to be adopted, amended or repealed? N/A

Why this fiscal note differs from previous version/comments:

Initial version.

Prepared By:	Caroline Schultz, Policy Analyst	Phone:	(907)465-4698
Division:	Office of Management and Budget	Date:	03/08/2022 09:00 AM
Approved By:	Neil Steinger, Director	Date:	03/08/22
Agency:	Office of Management and Budget		

FISCAL NOTE ANALYSIS

STATE OF ALASKA
2022 LEGISLATIVE SESSION

Analysis

This legislation enables the Commissioner of the Department of Transportation and Public Facilities to spend from the Alaska Marine Highway System (AMHS) Fund without further appropriation. It also specifies that the AMHS Fund is created as a special account outside and separate from the general fund.

Under this legislation, because the fund will not lapse and expenditures from the fund may be made according to statute and consistent with the program and financial plan prepared under AS 37.07.050 (statute relating to 'management plan' and performance measures), the legislature must make annual appropriations to capitalize the fund. The legislature may capitalize the fund with AMHS revenue, appropriations from the general fund, and any permissible federal receipts.

Expenditures from the fund are subject to statutory and fiscal constraints. Permissible expenditures are limited to funding in support of AMHS operations and are subject to legislative review through the annual budget process. The Office of Management and Budget and Department of Transportation and Public Facilities will continue to be required to reflect AMHS operating budget authority in the annual budget submission as AMHS - Other (Duplicated).

This legislation also codifies the calendar-year cycle for the AMHS budget.

Passage of this legislation will require an appropriation of AMHS receipts to the newly modified fund to prevent ferry system revenue from sweeping to the Constitutional Budget Reserve under Alaska Constitution Article IX Section 17(d). In the SLA2022 operating budget this will require both FY2022 and FY2023 language section appropriations. Estimated projections of these amounts are reflected on page one of this fiscal note. Out-year AMHS receipts are indeterminate.

FY2022 Supplemental AMHS Fund Capitalization:

The amount of gross revenue of the Alaska Marine Highway System, estimated to be \$53,365,100, is appropriated to the Alaska Marine Highway System Fund (AS 19.65.060(a)) for the year ending June 30th, 2022.

FY2023 AHMS Fund Capitalization:

The amount of gross revenue of the Alaska Marine Highway System, estimated to be \$53,314,800, is appropriated to the Alaska Marine Highway System Fund (AS 19.65.060(a)) for the year ending June 30th, 2023.