Fiscal Note

State of Alaska
2021 Legislative Session

Bill Version:	CSSB 56(HSS)
Fiscal Note Number:	5
(S) Publish Date:	2/10/2021

Identifier: SB56-DOR-TAX-01-21-2021
Title: EXTENDING COVID 19 DISASTER EMERGENCY
Sponsor: RLS BY REQUEST OF THE GOVERNOR
Requester: Governor

Department: Department of Revenue
Appropriation: Taxation and Treasury
Allocation: Tax Division
OMB Component Number: 2476

Expenditures/Revenues

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

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

Fund Source (Operating Only)

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

Positions

Full-time							
Part-time							
Temporary							

Change in Revenues

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

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If yes, by what date are the regulations to be adopted, amended or repealed? 12/31/21

Why this fiscal note differs from previous version/comments:

Not applicable, initial version.

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Division:	Tax Division	Date:	01/21/2021 03:30 PM
Approved By:	Brian Fechter, Administrative Services Director	Date:	01/21/21
Agency:	Department of Revenue		

FISCAL NOTE ANALYSIS

STATE OF ALASKA
2021 LEGISLATIVE SESSION

Analysis

Background
This bill would allow for the continuation of online charitable gaming for the duration of this Disaster Declaration. Current statute, AS 05.15.640, disallows the use of broadcasting and the internet to conduct a charitable gaming activity.

With the restrictions and lockdowns because of COVID-19, the Administration has taken a position to allow these charitable organizations a medium for them to continue with their fundraising efforts, by being able to conduct the charitable gaming activity online for raffles, derbies and other classics defined in AS 05.15.690.

Revenue Impact
The revenue impacts of this bill cannot be determined due to lack of current gaming inforamtion and the newness of this change. The revenue estimate for this legislation represents the anticipated change in net proceeds from this online activity to continue to occur in 2021, or for the duration of this Disaster Declaration.

There is no plausible way to estimate the revenue impacts of this legislation. If the Department knew what the impacts of this change in 2020 had on net proceeds, we could estimate the impact for this year. That data has not yet been reported to the Department yet and is not due for a few months, so it will be difficult to forecast. The amount of net proceeds from all charitable gaming activities to state revenue is $300,000 - $400,000 per year. While this fiscal note is indeterminate, if there is a revenue impact to the state, it would be minimal.

Implementation Cost
There is no change to our Tax Revenue Management System (TRMS). The Department of Revenue would need to update regulations to implement this legislation. Regulations would need to be completed by 12/31/2021. The Department of Revenue can implement this legislation with existing resources and does not anticipate any continuing costs or additional staff needs.