

The attached Fiscal Note Packet accompanied the report for the following:

**SCS CSHB 39(FIN) am S
HB 39-APPROP: OPERATING BUDGET; CAP;
SUPP**

Please refer to the 8/28/23 memo from the Division of Legislative Finance for a finalized listing of those fiscal notes.

(House Journal Page 1214)

39 PAGES

* **Sec. 2.** The following appropriation items are for operating expenditures from the general fund or other funds as set out in sec. 3 of this Act to the state agencies named and for the purposes set out in the new legislation for the fiscal year beginning July 1, 2023 and ending June 30, 2024, unless otherwise indicated. The appropriations in this section fund legislation assumed to have passed during the first regular session or first special session of the thirty-third legislature. If a measure listed in this section fails to pass and its substance is not incorporated in some other measure, or is vetoed by the governor, the appropriation for that measure shall be reduced accordingly.

Appropriation

SB 22 PROCLAIM JUNETEENTH DAY A HOLIDAY

11	Department of Corrections	
12	Administration and Support	
13	Office of the Commissioner	
14	1004 Gen Fund	525,600
15	Department of Education and Early Development	
16	Alaska State Libraries, Archives and Museums	
17	Museum Operations	
18	1004 Gen Fund	4,600
19	Department of Family and Community Services	
20	Departmental Support Services	
21	Administrative Services	
22	1004 Gen Fund	102,000
23	Department of Fish and Game	
24	Statewide Support Services	
25	Administrative Services	
26	1002 Fed Rcpts	14,200
27	1004 Gen Fund	35,400
28	1024 Fish/Game	4,600
29	Department of Health	
30	Public Health	
31	State Medical Examiner	

1	1004 Gen Fund	2,000
2	Department of Public Safety	
3	Alaska State Troopers	
4	Alaska State Trooper Detachments	
5	1002 Fed Rcpts	5,600
6	1004 Gen Fund	361,100
7	1005 GF/Prgm	2,200
8	1007 I/A Rcpts	4,700
9	Department of Transportation and Public Facilities	
10	Administration and Support	
11	Commissioner's Office	
12	1004 Gen Fund	62,000
13	1027 IntAirport	63,900
14	SB 48 CARBON OFFSET PROGRAM ON STATE LAND	
15	Department of Commerce, Community and Economic Development	
16	Alaska Oil and Gas Conservation Commission	
17	Alaska Oil and Gas Conservation Commission	
18	1004 Gen Fund	908,000
19	Department of Natural Resources	
20	Administration & Support Services	
21	Office of Project Management & Permitting	
22	1004 Gen Fund	194,400
23	Fire Suppression, Land & Water Resources	
24	Mining, Land & Water	
25	1004 Gen Fund	151,900
26	Forest Management & Development	
27	1004 Gen Fund	147,300
28	SB 52 EDU INFO; INCREASE BASE STUDENT ALLOCATION	
29	Department of Education and Early Development	
30	K-12 Support	
31	Residential Schools Program	

1	1004 Gen Fund	4,036,300
2	Education Support and Admin Services	
3	Student and School Achievement	
4	1004 Gen Fund	129,800
5	Fund Capitalization	
6	No Further Appropriation Required	
7	Public Education Fund	
8	1004 Gen Fund	182,397,800
9	SB 53 COMPETENCY; INVOLUNTARY CIVIL COMMITMENTS	
10	Department of Administration	
11	Legal and Advocacy Services	
12	Office of Public Advocacy	
13	1004 Gen Fund	357,600
14	Public Defender Agency	
15	1004 Gen Fund	464,500
16	Department of Law	
17	Criminal Division	
18	Criminal Justice Litigation	
19	1004 Gen Fund	478,800
20	SB 57 ADULT HOME CARE; MED ASSIST.; HEALTH INFO	
21	Department of Health	
22	Health Care Services	
23	Residential Licensing	
24	1002 Fed Rcpts	66,500
25	1003 GF/Match	66,500
26	SB 67 PFAS: USE FOR FIREFIGHTING, DISPOSAL	
27	Department of Transportation and Public Facilities	
28	Administration and Support	
29	Contracting and Appeals	
30	1004 Gen Fund	185,000
31	SB 81 OFFICE VICTIMS' RIGHTS: COMP, APPTMT	

1	Legislature	
2	Legislative Council	
3	Office of Victims Rights	
4	1004 Gen Fund	107,000
5	SB 87 LUMBER GRADING PROGRAM	
6	Department of Natural Resources	
7	Fire Suppression, Land & Water Resources	
8	Forest Management & Development	
9	1004 Gen Fund	221,000
10	SB 94 PROFESSION OF PHARMACY	
11	Department of Commerce, Community and Economic Development	
12	Corporations, Business and Professional Licensing	
13	Corporations, Business and Professional Licensing	
14	1004 Gen Fund	179,400
15	1156 Rcpt Svcs	526,200
16	SB 98 AK PERM FUND CORP. & PCE ENDOWMENT FUND	
17	Department of Revenue	
18	Taxation and Treasury	
19	Treasury Division	
20	1004 Gen Fund	1,178,900
21	1169 PCE Endow	-1,178,900
22	Alaska Permanent Fund Corporation	
23	APFC Operations	
24	1105 PF Gross	60,000
25	APFC Investment Management Fees	
26	1105 PF Gross	2,500,000
27	SB 138 ELECTIONS; VOTER REG.; CAMPAIGNS	
28	Office of the Governor	
29	Elections	
30	Elections	
31	1004 Gen Fund	342,300

1	SB 140 INTERNET FOR SCHOOLS	
2	Department of Education and Early Development	
3	Alaska State Libraries, Archives and Museums	
4	Broadband Assistance Grants	
5	1004 Gen Fund	6,000
6	*** Total New Legislation Funding ***	194,714,200
7	(SECTION 3 OF THIS ACT BEGINS ON THE NEXT PAGE)	

AMENDMENT

OFFERED IN THE SENATE

BY SENATOR STEDMAN

TO: SCS CSHB 39(FIN), Draft Version "N"

1 Page 125, following line 11:

2 Insert a new subsection to read:

3 "(c) The sum of \$425,000 is appropriated from the general fund to the Department of
4 Natural Resources for the purpose of developing the carbon offset program."

5

6 Page 162, line 25, following "40(b)":

7 Insert "and (c)"

8

9 Page 163, following line 12:

10 Insert a new subsection to read:

11 "(c) The appropriation made in sec. 40(c) of this Act is contingent on passage by the
12 Thirty-Third Alaska State Legislature and enactment into law of Senate Bill 48 or a similar
13 bill."

AMENDMENT

OFFERED IN THE SENATE

BY SENATOR STEDMAN

TO: SCS CSHB 39(FIN), Draft Version "N"

1 Page 127, following line 2:

2 Insert a new subsection to read:

3 "(c) The sum of \$2,550,000 is appropriated from the general fund to the Department
4 of Transportation and Public Facilities to collect and dispose of aqueous film-forming foam
5 substances that contain perfluoroalkyl or polyfluoroalkyl substances."
6

7 Page 162, line 21:

8 Delete "41 - 46"

9 Insert "41(a) and (b), 42 - 46"

10

11 Page 162, line 25, following "40(b),":

12 Insert "41(c),"

13

14 Page 163, following line 12:

15 Insert a new subsection to read:

16 "(c) The appropriation made in sec. 41(c) of this Act is contingent on passage by the
17 Thirty-Third Alaska State Legislature and enactment into law of Senate Bill 67 or a similar
18 bill."
19

20 Page 163, line 13:

21 Delete "41 - 46"

22 Insert "41(a) and (b), 42 - 46"

AMENDMENT

OFFERED IN THE SENATE

BY SENATOR STEDMAN

TO: SCS CSHB 39(FIN), Draft Version "N"

1 Page 127, following line 27:

2 Insert a new subsection to read:

3 "(c) The sum of \$5,725,000 is appropriated from the general fund to the Office of the
4 Governor, division of elections, for signature verification system implementation, voter
5 registration system modifications, and purchase and shipping of drop boxes."
6

7 Page 162, line 21:

8 Delete "41 - 46"

9 Insert "41, 42(a) and (b), 43 - 46"

10

11 Page 162, line 25, following "40(b),":

12 Insert "42(c),"

13

14 Page 163, following line 12:

15 Insert a new subsection to read:

16 "(c) The appropriation made in sec. 42(c) of this Act is contingent on passage by the
17 Thirty-Third Alaska State Legislature and enactment into law of Senate Bill 138 or a similar
18 bill."
19

20 Page 163, line 13:

21 Delete "41 - 46"

22 Insert "41, 42(a) and (b), 43 - 46"

Multi-year Statewide Totals - FY 2024 Senate Structure

Numbers and Language

	ID=>	[1]	[2]
	Budget=>	Operating	Capital
	Session=>	2023	2023
	Column=>	<u>NewLegis</u>	<u>NewLegCap</u>
Total		194,714.2	8,600.0

Objects of Expenditure

1 Personal Services		4,014.5	0.0
2 Travel		130.1	0.0
3 Services		3,979.5	0.0
4 Commodities		156.0	0.0
5 Capital Outlay		0.0	0.0
7 Grants, Benefits		186,434.1	0.0
8 Miscellaneous		0.0	0.0

Funding Sources

1002 Fed Rcpts (Fed)		86.3	0.0
1003 GF/Match (UGF)		66.5	0.0
1004 Gen Fund (UGF)		192,578.7	8,600.0
1005 GF/Prgm (DGF)		2.2	0.0
1007 I/A Rcpts (Other)		4.7	0.0
1024 Fish/Game (Other)		4.6	0.0
1027 IntAirport (Other)		63.9	0.0
1105 PF Gross (Other)		2,560.0	0.0
1156 Rcpt Svcs (DGF)		526.2	0.0
1169 PCE Endow (DGF)		-1,178.9	0.0

Positions

Perm Full Time		20	0
Perm Part Time		0	0
Temporary		7	0

Multi-year Statewide Totals - FY 2024 Senate Structure

Numbers and Language

ID=>	[1]	[2]
Budget=>	Operating	Capital
Session=>	2023	2023
Column=>	<u>NewLegis</u>	<u>NewLegCap</u>
<u>Funding Summary</u>		
Unrestricted General (UGF)	192,645.2	8,600.0
Designated General (DGF)	-650.5	0.0
Other State Funds (Other)	2,633.2	0.0
Federal Receipts (Fed)	86.3	0.0

Fiscal Note

State of Alaska
2023 Legislative Session

Bill Version:	CSHB 112(L&C)
Fiscal Note Number:	2
(H) Publish Date:	5/15/2023

Identifier: HB112CS(L&C)-DCCED-CBPL-05-05-23
Title: PROFESSION OF PHARMACY
Sponsor: RUFFRIDGE
Requester: (H) FINANCE

Department: Department of Commerce, Community and Economic Development
Appropriation: Corporations, Business and Professional Licensing
Allocation: Corporations, Business and Professional Licensing
OMB Component Number: 2360

Expenditures/Revenues

Note: Amounts do not include inflation unless otherwise noted below.

(Thousands of Dollars)

	FY2024 Appropriation Requested	Included in Governor's FY2024 Request	Out-Year Cost Estimates					
			FY 2024	FY 2025	FY 2026	FY 2027	FY 2028	FY 2029
OPERATING EXPENDITURES								
Personal Services	496.2		496.2	496.2	496.2	496.2	496.2	496.2
Travel	30.0		30.0	30.0	30.0	30.0	30.0	30.0
Services	129.4		225.0	225.0	225.0	225.0	225.0	225.0
Commodities	50.0							
Capital Outlay								
Grants & Benefits								
Miscellaneous								
Total Operating	705.6	0.0	751.2	751.2	751.2	751.2	751.2	751.2

Fund Source (Operating Only)

1004 Gen Fund (UGF)	179.4		269.4	269.4	269.4	269.4	269.4	269.4
1156 Rcpt Svcs (DGF)	526.2		481.8	481.8	481.8	481.8	481.8	481.8
Total	705.6	0.0	751.2	751.2	751.2	751.2	751.2	751.2

Positions

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

Change in Revenues

1156 Rcpt Svcs (DGF)	526.2		481.8	481.8	481.1	481.8	481.8
Total	526.2	0.0	481.8	481.8	481.1	481.8	481.8

Estimated SUPPLEMENTAL (FY2023) cost: 0.0 (separate supplemental appropriation required)

Estimated CAPITAL (FY2024) 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? 06/30/24

Why this fiscal note differs from previous version/comments:

Updated to reflect new committee substitute.

Prepared By: Sylvan Robb, Division Director
Division: Division of Corporations, Business and Professional Licensing
Approved By: Hannah Lager, Administrative Services Director
Agency: Commerce, Community, and Economic Development

Phone: (907)465-2524
Date: 05/05/2023
Date: 05/05/2023

**REPORTED OUT OF
HFC 05/15/2023**

FISCAL NOTE ANALYSIS

STATE OF ALASKA
2023 LEGISLATIVE SESSION

Analysis

HB 112 changes the membership of the Board of Pharmacy to include a pharmacy technician; creates license types for manufacturers and internet-based pharmacies and gives the board the authority to regulate and inspect those facilities; allows for fingerprint-based criminal background checks for pharmacists and pharmacy technicians; allows pharmacists to administer epinephrine; allows the board to create the standards for an epinephrine auto-injector training program and removes such authority from the Department of Health; creates a "retired" status for pharmacist licenses; provides for the salary of the board's executive administrator to be different if the incumbent is a licensed pharmacist; and updates other sections of Alaska's pharmacy laws (AS 08.80) to better align with national standards.

If this bill passes, one Administrative Assistant 1 (AA1) would be required to process fingerprint cards for pharmacists and pharmacy technicians and to assist with the increase in documentation received by the pharmacy licensing team. One Records and Licensing Supervisor (RLS) would be required to assist in the coordination of the program with the added licensure requirements for manufacturers, internet-based pharmacies, and the retired status for pharmacists. Additionally, the division would require two Occupational Licensing Examiners (OLE) to review and process applications. One Investigator 3 would be required to inspect out-of-state pharmacies and manufacturers, review background checks received from fingerprint cards as needed, and investigate these additional licensees as needed. The Food and Drug Administration estimated there are 35,000 internet-based pharmacies in operation.

If the bill passes the following expenses will be incurred and paid from either Receipt Supported Services, fund code 1156 (RSS 1156) or general funds, fund code 1004 (GF 1004), as noted below:

Personal Services:

FY2024 and beyond: \$83.9 for one full-time Administrative Assistant 1 (R12) (RSS 1156)
 \$111.6 for one full-time Records and Licensing Supervisor (R16) (RSS 1156)
 \$186.3 for two full-time Occupational Licensing Examiners (R14) (RSS 1156)
 \$114.4 for one full-time Investigator 3 (R18) (GF 1004)

Travel: FY2024 and beyond: \$30.0 for training and investigations (GF 1004)

Services: FY2024 only: \$4.4 for legal costs to amend regulations, printing, and postage (RSS 1156)
 FY2024 and beyond: \$100.0 in each year for core services charges for AA1, RLS, and OLE (RSS 1156)
 \$25.0 in each year for core services charges for Investigator 3 (GF 1004)
 FY2025 and beyond: \$100.0 Legal cost related to investigations (GF 1004)

Commodities: FY2024 only: \$40.0 for one-time set up costs for AA1, RLS, and 2 OLE positions (RSS 1156)
 FY2024 only: \$10.0 for one-time set up costs for Investigator 3 (GF 1004)

Professional licensing programs within the Division of Corporations, Business and Professional Licensing are primarily funded by Receipt Supported Services (fund source 1156 Rcpt Svcs (DGF)). Licensing fees for each occupation are set per AS 08.01.065. The total amount of revenue collected approximately equals each occupation's actual regulatory costs.

Investigative costs are funded by General Fund (fund source 1004 Gen Fund (UGF)).

Fiscal Note

State of Alaska
2023 Legislative Session

Bill Version:	CSSB 48(FIN)
Fiscal Note Number:	7
(S) Publish Date:	5/13/2023

Identifier: SB048CS(FIN)-DCCED-AOGCC-05-11-23
 Title: CARBON OFFSET PROGRAM ON STATE LAND
 Sponsor: RLS BY REQUEST OF THE GOVERNOR
 Requester: (S) Finance

Department: Department of Commerce, Community and
Economic Development
 Appropriation: Alaska Oil and Gas Conservation Commission
 Allocation: Alaska Oil and Gas Conservation Commission
 OMB Component Number: 3269

Expenditures/Revenues

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

	FY2024 Appropriation Requested	Included in Governor's FY2024 Request	Out-Year Cost Estimates				
			FY 2025	FY 2026	FY 2027	FY 2028	FY 2029
OPERATING EXPENDITURES	FY 2024	FY 2024	FY 2025	FY 2026	FY 2027	FY 2028	FY 2029
Personal Services	388.0		388.0				
Travel							
Services	500.0		500.0				
Commodities	20.0						
Capital Outlay							
Grants & Benefits							
Miscellaneous							
Total Operating	908.0	0.0	888.0	0.0	0.0	0.0	0.0

Fund Source (Operating Only)

1004 Gen Fund (UGF)	908.0		888.0				
Total	908.0	0.0	888.0	0.0	0.0	0.0	0.0

Positions

Full-time	2.0		2.0				
Part-time							
Temporary							

Change in Revenues

None							
Total	0.0	0.0	0.0	0.0	0.0	0.0	0.0

Estimated SUPPLEMENTAL (FY2023) cost: 0.0 *(separate supplemental appropriation required)*

Estimated CAPITAL (FY2024) 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? 12/31/24

Why this fiscal note differs from previous version/comments:

Not applicable, initial version based on 5/11/23 Senate Finance CS.

Prepared By: Brett W. Huber, Sr., Chair, Commissioner
 Division: Alaska Oil and Gas Conservation Commission
 Approved By: Hannah Lager, Administrative Services Director
Commerce, Community, and Economic Development

Phone: (907)793-1223
 Date: 05/11/2023 05:00 PM
 Date: 05/11/23

REPORTED OUT OF
SFC 05/13/2023

FISCAL NOTE ANALYSIS

STATE OF ALASKA
2023 LEGISLATIVE SESSION**Analysis**

This bill grants Alaska Oil and Gas Conservation Commission (AOGCC) the authority to pursue primacy from the U.S. Environmental Protection Agency (EPA) over Class VI wells.

If the bill passes the following expenses will be incurred:

Personal Services: \$388.0 per year in FY2024 and FY2025 for one fully-exempt Senior Carbon Engineer (R26) and one fully-exempt Carbon Assistant (R18)

Services: \$50.0 in FY2024 and FY2025 for statewide and department allocated core services costs
 \$150.0 for legal support through the Department of Law
 \$300.0 per year for other contractual services, which may include contracted expertise for project development

Commodities: \$20.0 in FY2024 only for setup costs for new employees

FY2024-FY2025 will be focused on obtaining Class VI primacy from EPA. The general fund expenditures for these years may be offset by potential grant receipts through the EPA Class VI Grant Program. In order to accept these federal funds, AOGCC will need language allowing collection of federal receipts as they become available.

Regulations in support of the program will be required.

Fiscal Note

State of Alaska
2023 Legislative Session

Bill Version:	CSSB 48(FIN)
Fiscal Note Number:	9
(H) Publish Date:	5/16/2023

Identifier: SB048CS(FIN)-DNR-OPMP-05-13-23
 Title: CARBON OFFSET PROGRAM ON STATE LAND
 Sponsor: RLS BY REQUEST OF THE GOVERNOR
 Requester: (S)RES

Department: Department of Natural Resources
 Appropriation: Administration & Support Services
 Allocation: Office of Project Management & Permitting
 OMB Component Number: 2733

Expenditures/Revenues

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

	FY2024	Included in	Out-Year Cost Estimates				
	Appropriation Requested	Governor's FY2024 Request	FY 2025	FY 2026	FY 2027	FY 2028	FY 2029
OPERATING EXPENDITURES	FY 2024	FY 2024					
Personal Services	156.1		264.5	264.5	264.5	264.5	264.5
Travel	10.0		10.0	10.0	10.0	10.0	10.0
Services	16.3		81.3	31.3	31.3	31.3	31.3
Commodities	12.0		14.0	4.0	4.0	4.0	4.0
Capital Outlay							
Grants & Benefits							
Miscellaneous							
Total Operating	194.4	0.0	369.8	309.8	309.8	309.8	309.8

Fund Source (Operating Only)

1004 Gen Fund (UGF)	194.4		369.8	309.8	309.8	309.8	309.8
Total	194.4	0.0	369.8	309.8	309.8	309.8	309.8

Positions

Full-time	1.0		2.0	2.0	2.0	2.0	2.0
Part-time							
Temporary							

Change in Revenues

None	***	***	***	***	***	***	***
Total	***	***	***	***	***	***	***

Estimated SUPPLEMENTAL (FY2023) cost: 0.0 *(separate supplemental appropriation required)*

Estimated CAPITAL (FY2024) cost: 425.0 *(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? 06/01/24

Why this fiscal note differs from previous version/comments:

This fiscal note refers to CSSB 48(FIN) reflecting the elimination of the Carbon Offset Program Revenue Fund.

Prepared By: Ashlee Adoko, Executive Director
 Division: Office of Project Management & Permitting
 Approved By: Theresa Cross, Administrative Services Director
 Agency: Natural Resources

Phone: (907)269-8732
 Date: 05/02/2023
 Date: 05/13/23

REPORTED OUT OF
HFC 05/16/2023

FISCAL NOTE ANALYSIS

STATE OF ALASKA
2023 LEGISLATIVE SESSION

Analysis

This bill establishes a carbon offset program in the Department of Natural Resources (Department) and authorizes leasing of state lands for carbon management purposes. The proposed programs will facilitate use of state lands and generate new revenue streams for the state. The Department envisions them as separate programs with separate staff and funding, but sharing a central coordinator with in-house carbon management expertise. The leasing program allows entities to apply for leases of state lands for carbon management purposes. The offset program allows the state to undertake carbon offset projects.

REVENUE

Revenues are not specifically estimated for either program due to timeline uncertainty and potential project variations. After legislative enactment, the Department assumes that carbon offset program stand-up and initial project identification would occur during CY 2023 and 2024. Project development is estimated to begin in CY 2024 or 2025. Current approximations for carbon offset projects have a development timeline of 18 to 24 months before generating credits, and earliest credit sales may occur in FY 2028.

Leasing revenue will be driven by demand, value and area of lands leased, and rental payments as established under AS 38.05.081(f), and is deposited in general fund program receipts.

EXPENDITURES

The Department will lay a foundation for leases and offset projects and then fill out staffing based on program demand. A large project coordinator and administrative officer housed in the Department's Office of Project Management and Permitting (OPMP) will coordinate Department subject matter experts, planners, foresters and adjudicators in the Divisions of Mining, Land & Water (DMLW) and Forestry & Fire Protection (DOF). Staff in DMLW support the leasing program established under AS 38.05.081 and are funded by unrestricted general funds then, as available, through program receipts; the intent is to utilize receipt authority in place of general fund dollars. Staff in DOF and OPMP are funded by unrestricted general funds; the intent is to utilize program receipts in place of general fund dollars.

Personnel in the Office of Project Management and Permitting:

A Large Project Coordinator (Range 23), starting in FY24, will stand up and administer the carbon program, including enacting a regulations framework and procurement and coordination of contracted subject matter experts. This position coordinates proposals and Department evaluations, findings, and authorizations, coordinates website development, coordinates administration of digital filing system for carbon projects, and maintains extensive records on a project (AS 38.95.420(b)).

An Administrative Officer 1 (Range 17), starting in FY25, performs budget, reporting, accounting, procurement, and human resources functions, assists with website development and maintains current information, assists with updating three State Forest Management Plans as necessary, and maintains websites.

FISCAL NOTE ANALYSIS

STATE OF ALASKA
2023 LEGISLATIVE SESSION

BILL NO. CSSB 48(RES)

Analysis

Travel costs:

The Department anticipates \$10.0 annual travel expenses to hold public meetings.

Services:

Contractual costs for office space, telephones, core service charges and related expenses for new positions are \$15.0 per position annually. Funding for training staff on carbon offsets and other programmatic areas is estimated at \$1.3 annually.

One survey in FY25 for the first project is \$50.0.

Commodities/Supplies:

Supply costs including computers are \$2.0 per person annually. Initial office set up is a one-time cost of \$10.0 per staff. First year costs combined (initial and annual) are \$12.0.

One new PCN in FY24 = \$10.0 (initial and annual costs combined)

One new PCN in FY25 = \$12.0 (10.0 for new employee, 2.0 for PCN added in FY24)

FY26-FY29 = \$4.0 (2.0 for each PCN that was added in FY24 and FY25)

Capital Appropriation \$425.0:

Initial contracting capital funds are for subject matter expertise and consulting in developing program regulations, contracts, and implementation of a program outside current staff experience. Contract dollars are funded through capital appropriations to allow flexibility in annual spending depending on identified consulting needs and program timelines. Funds would be used in part for legal and commercial review of individual projects utilizing both in-house and outside expertise, and assuming one project per year for each of three years. An accelerated schedule would require additional funds earlier.

\$ 75.0 contract dollars for website and systems development.

\$100.0 contract for expertise on program framework and regulations.

\$250.0 contract (capital) for setting up project frameworks, contracts, and for subject matter expertise.

Fiscal Note

State of Alaska
2023 Legislative Session

Bill Version:	CSSB 48(FIN)
Fiscal Note Number:	10
(H) Publish Date:	5/16/2023

Identifier: SB048CS(FIN)-DNR-DOF-05-13-23
 Title: CARBON OFFSET PROGRAM ON STATE LAND
 Sponsor: RLS BY REQUEST OF THE GOVERNOR
 Requester: (S)RES

Department: Department of Natural Resources
 Appropriation: Fire Suppression, Land & Water Resources
 Allocation: Forest Management & Development
 OMB Component Number: 435

Expenditures/Revenues

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

	FY2024	Included in	Out-Year Cost Estimates				
	Appropriation Requested	Governor's FY2024 Request	FY 2025	FY 2026	FY 2027	FY 2028	FY 2029
OPERATING EXPENDITURES	FY 2024	FY 2024					
Personal Services	107.9		107.9	107.9	107.9	107.9	107.9
Travel	10.0		10.0	10.0	10.0	10.0	10.0
Services	17.4		17.4	17.4	17.4	17.4	17.4
Commodities	12.0		2.0	2.0	2.0	2.0	2.0
Capital Outlay							
Grants & Benefits							
Miscellaneous							
Total Operating	147.3	0.0	137.3	137.3	137.3	137.3	137.3

Fund Source (Operating Only)

1004 Gen Fund (UGF)	147.3		137.3	137.3	137.3	137.3	137.3
Total	147.3	0.0	137.3	137.3	137.3	137.3	137.3

Positions

Full-time	1.0		1.0	1.0	1.0	1.0	1.0
Part-time							
Temporary							

Change in Revenues

None	***	***	***	***	***	***	***
Total	***	***	***	***	***	***	***

Estimated SUPPLEMENTAL (FY2023) cost: 0.0 *(separate supplemental appropriation required)*

Estimated CAPITAL (FY2024) 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? 06/01/24

Why this fiscal note differs from previous version/comments:

This fiscal note refers to CSSB 48(FIN) reflecting the elimination of the Carbon Offset Program Revenue Fund.

Prepared By: Helge Eng, Director
 Division: Division of Forestry & Fire Protection
 Approved By: Theresa Cross, Administrative Services Director
 Agency: Natural Resources

Phone: (907)269-8474
 Date: 04/25/2023
 Date: 05/13/23

REPORTED OUT OF
HFC 05/16/2023

FISCAL NOTE ANALYSIS

STATE OF ALASKA
2023 LEGISLATIVE SESSION**Analysis**

This bill establishes a carbon offset program in the Department of Natural Resources (Department) and authorizes leasing of state lands for carbon management purposes. The proposed programs will facilitate use of state lands and generate new revenue streams for the state. The Department envisions them as separate programs with separate staff and funding, but sharing a central coordinator with in-house carbon management expertise. The leasing program allows entities to apply for leases of state lands for carbon management purposes. The offset program allows the state to undertake carbon offset projects.

REVENUE

Revenues are not specifically estimated for either program due to timeline uncertainty and potential project variations. After legislative enactment, the Department assumes that carbon offset program stand-up and initial project identification would occur during CY 2023 and 2024. Project development is estimated to begin in CY 2024 or 2025. Current approximations for carbon offset projects have a development timeline of 18 to 24 months before generating credits, and earliest credit sales may occur in FY 2028.

Leasing revenue will be driven by demand, value and area of lands leased, and rental payments as established under AS 38.05.081(f), and is deposited in general fund program receipts.

EXPENDITURES

The Department will lay a foundation for leases and offset projects and then fill out staffing based on program demand. A large project coordinator and administrative officer housed in the Department's Office of Project Management and Permitting (OPMP) will coordinate Department subject matter experts, planners, foresters and adjudicators in the Divisions of Mining, Land & Water (DMLW) and Forestry & Fire Protection (DOF). Staff in DMLW support the leasing program established under AS 38.05.081 and are funded by unrestricted general funds then, as available, through program receipts; the intent is to utilize receipt authority in place of general fund dollars. Staff in DOF and OPMP are funded by unrestricted general funds; the intent is to utilize the program receipt authority in place of general fund dollars.

Personnel Costs in the Division of Forestry & Fire Protection:

One permanent position (this may be a Range 18 Forester 3, or a Natural Resources Specialist 3, or a Natural Resources Manager 1): This position will coordinate and complete updates of State Forest Management Plans, analyze forest carbon offset projects and provide input on best interest findings, identify new potential forest carbon offset project areas on State Forests or other state lands, oversight and quality control of contractors, provide data and information to project developers, design and implement timber management practices that meet the requirements of the forest carbon offset projects, ensure consistency of forest management with carbon offset project commitments.

Travel Costs:

The Department anticipates \$10.0 in annual travel expenses for forest inventory and public meetings associated with updating the state forest management plans.

Services:

Contractual costs for office space, telephones, core service charges and related expenses for the new position is \$15.0 annually. Funding for training on carbon offsets and other programmatic areas is estimated at \$2.4 annually.

<see next page>

FISCAL NOTE ANALYSIS

STATE OF ALASKA
2023 LEGISLATIVE SESSION

BILL NO. CSSB 48(RES)

Analysis

Commodities/Supplies:

Supply costs including computers are \$2.0 per person annually. Initial office set up is a one-time cost of \$10.0 per staff. First year costs combined (initial and annual) are \$12.0.

Fiscal Note

State of Alaska
2023 Legislative Session

Bill Version:	CSSB 48(FIN)
Fiscal Note Number:	11
(H) Publish Date:	5/16/2023

Identifier: SB048CS(FIN)-DNR-DMLW-05-13-23
 Title: CARBON OFFSET PROGRAM ON STATE LAND
 Sponsor: RLS BY REQUEST OF THE GOVERNOR
 Requester: (S)RES

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)

	FY2024	Included in	Out-Year Cost Estimates					
	Appropriation Requested	Governor's FY2024 Request	FY 2024	FY 2025	FY 2026	FY 2027	FY 2028	FY 2029
OPERATING EXPENDITURES	FY 2024	FY 2024						
Personal Services	117.5		117.5	117.5	117.5	117.5	117.5	117.5
Travel	5.0		5.0	5.0	5.0	5.0	5.0	5.0
Services	17.4		17.4	17.4	17.4	17.4	17.4	17.4
Commodities	12.0		2.0	2.0	2.0	2.0	2.0	2.0
Capital Outlay								
Grants & Benefits								
Miscellaneous								
Total Operating	151.9	0.0	141.9	141.9	141.9	141.9	141.9	141.9

Fund Source (Operating Only)

1004 Gen Fund (UGF)	151.9		141.9	141.9	141.9	141.9	141.9	141.9
Total	151.9	0.0	141.9	141.9	141.9	141.9	141.9	141.9

Positions

Full-time	1.0		1.0	1.0	1.0	1.0	1.0	1.0
Part-time								
Temporary								

Change in Revenues

None	***	***	***	***	***	***	***	***
Total	***	***	***	***	***	***	***	***

Estimated SUPPLEMENTAL (FY2023) cost: 0.0 *(separate supplemental appropriation required)*

Estimated CAPITAL (FY2024) 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? **06/01/24**

Why this fiscal note differs from previous version/comments:

This fiscal note refers to CSSB 48(FIN) reflecting the elimination of the Carbon Offset Program Revenue Fund.

Prepared By: Christy Colles, Director
 Division: Mining Land & Water
 Approved By: Theresa Cross, Administrative Services Director
 Agency: Natural Resources

Phone: (907)269-8532
 Date: 04/26/2023
 Date: 05/13/23

REPORTED OUT OF
HFC 05/16/2023

FISCAL NOTE ANALYSIS

STATE OF ALASKA
2023 LEGISLATIVE SESSION

Analysis

This bill establishes a carbon offset program in the Department of Natural Resources (Department) and authorizes leasing of state lands for carbon management purposes. The proposed programs will facilitate use of state lands and generate new revenue streams for the state. The Department envisions them as separate programs with separate staff and funding, but sharing a central coordinator with in-house carbon management expertise. The leasing program allows entities to apply for leases of state lands for carbon management purposes. The offset program allows the state to undertake carbon offset projects.

REVENUE

Revenues are not specifically estimated for either program due to timeline uncertainty and potential project variations. After legislative enactment, the Department assumes that carbon offset program stand-up and initial project identification would occur during CY 2023 and 2024. Project development is estimated to begin in CY 2024 or 2025. Current approximations for carbon offset projects have a development timeline of 18 to 24 months before generating credits, and earliest credit sales may occur in FY 2028.

Leasing revenue will be driven by demand, value and area of lands leased, and rental payments as established under AS 38.05.081(f), and is deposited in general fund program receipts.

EXPENDITURES

The Department will lay a foundation for leases and offset projects and then fill out staffing based on program demand. A large project coordinator and administrative officer housed in the Department's Office of Project Management and Permitting (OPMP) will coordinate Department subject matter experts, planners, foresters and adjudicators in the Divisions of Mining, Land & Water (DMLW) and Forestry & Fire Protection (DOF). Staff in DMLW support the leasing program established under AS 38.05.081 and are funded by unrestricted general funds then, as available, through program receipts; the intent is to utilize receipt authority in place of general fund dollars. Staff in DOF and OPMP are funded by unrestricted general funds.; the intent is to utilize the program receipt authority in place of general fund dollars.

The Department anticipates an increase in applications starting in CY 2024. The Department intends to address the immediate need to develop regulations consistent with the requirements of this legislation by adding one staff position (Natural Resource Specialist 3, Range 18) within the Division of Mining, Land & Water (Division). The Department anticipates this process could take 1 to 1.5 years to complete. This first step is necessary to ensure a consistent adjudicatory framework for agency staff and businesses applying to the state under provisions of this bill. After regulations are adopted, this position will transition to a Division adjudicator role that will begin working on carbon leasing project applications anticipated by the agency. If the Department determines that the number of carbon project leasing applications are outpacing current staff ability to adjudicate applications in a timely fashion, the Department will request additional positions necessary to meet the program demand.

Personnel Costs in the Division of Mining, Land and Water:

One Natural Resource Specialist 3 (Range 18) will be \$117.5 total compensation.

Travel Costs:

The Department anticipates \$5.0 in annual travel expenses for public and agency meetings related to regulation development and for field verification of parcel locations and conditions beginning in FY 2025.

FISCAL NOTE ANALYSIS

STATE OF ALASKA
2023 LEGISLATIVE SESSION

BILL NO. CSSB 48(RES)

Analysis

Services:

Contractual costs for office space, telephones, core service charges and related expenses for new positions are \$15.0 annually. Funding for training staff on carbon offsets and other programmatic areas is estimated at \$2.4 annually.

Commodities/Supplies:

Supply costs including computers are \$2.0 per person annually. Initial office set up is a one-time cost of \$10.0 per staff. First year costs combined (initial and annual) are \$12.0.

Fiscal Note

State of Alaska
2023 Legislative Session

Bill Version:	CSSB 57(FIN)
Fiscal Note Number:	4
(S) Publish Date:	4/21/2023

Identifier: SB057-DOH-RL-03-25-2023
 Title: ADULT HOME CARE; MED ASSIST.; HEALTH INFO
 Sponsor: RLS BY REQUEST OF THE GOVERNOR
 Requester: (S) FIN

Department: Department of Health
 Appropriation: Health Care Services
 Allocation: Residential Licensing
 OMB Component Number: 245

Expenditures/Revenues

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

	FY2024 Appropriation Requested	Included in Governor's FY2024 Request	Out-Year Cost Estimates				
			FY 2025	FY 2026	FY 2027	FY 2028	FY 2029
OPERATING EXPENDITURES	FY 2024	FY 2024	FY 2025	FY 2026	FY 2027	FY 2028	FY 2029
Personal Services	105.0		105.0	105.0	105.0	105.0	210.0
Travel	10.0		10.0	10.0	10.0	10.0	20.0
Services	14.0		14.0	14.0	14.0	14.0	28.0
Commodities	4.0		1.0	1.0	1.0	1.0	5.0
Capital Outlay							
Grants & Benefits							
Miscellaneous							
Total Operating	133.0	0.0	130.0	130.0	130.0	130.0	263.0

Fund Source (Operating Only)

1002 Fed Rcpts (Fed)	66.5		65.0	65.0	65.0	65.0	131.5
1003 GF/Match (UGF)	66.5		65.0	65.0	65.0	65.0	131.5
Total	133.0	0.0	130.0	130.0	130.0	130.0	263.0

Positions

Full-time	1.0		1.0	1.0	1.0	1.0	2.0
Part-time							
Temporary							

Change in Revenues

None							
Total	0.0	0.0	0.0	0.0	0.0	0.0	0.0

Estimated SUPPLEMENTAL (FY2023) cost: 0.0 *(separate supplemental appropriation required)*

Estimated CAPITAL (FY2024) 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? 07/01/24

Why this fiscal note differs from previous version/comments:

Updated to correct typographical errors

Prepared By: Renee Gayhart, Director
 Division: Health Care Services
 Approved By: Josephine Stern, Assistant Commissioner
 Department of Health

Phone: (907)465-1184
 Date: 03/25/2023 08:45 AM
 Date: 03/26/23

REPORTED OUT OF
SFC 04/20/2023

REPORTED OUT OF
HFC 05/01/2023

FISCAL NOTE ANALYSIS

STATE OF ALASKA
2023 LEGISLATIVE SESSION**Analysis**

This bill establishes a new home and community-based waiver service (adult home care) and a new residential setting (adult care home) in which that service is provided. The bill requires the state to develop policies in support of individuals who were in child foster care and eligible for home and community-based services by providing support for these individuals after they turn 18 through adult home care, to include payment for the cost of care, and to allow the individual to receive other supportive services. The bill requires the state to develop a licensure process for adult care homes for individuals who are eligible to receive home and community-based waiver services, and to streamline the licensure process for individuals who have operated a child foster care home for these individuals upon their reaching adulthood.

The Office of Children's Services (OCS) licenses child foster care homes. To receive Medicaid payment for Family Habilitation, the provider must be licensed by OCS for child family habilitation or the Division of Health Care Services Residential Licensing section for adult family habilitation. To add a new license type called Adult Home Care to AS 47.32, it may mean there will be more homes to license and oversee for the Residential Licensing unit of the Division of Health Care Services. Regulations currently do not exist for this license type and work will be required prior to the service being offered.

Financial Breakdown

The Division of Health Care Services will need one Community Care Licensing Specialist 1 to license approximately 40 new providers in the first two years. Each Community Care Licensing Specialist has an average case load of 60-70 providers. As the number of providers increases over time a second Community Care Licensing Specialist 1 will be needed to handle the additional provider licensing and relicensing in year six. Licensing regulations will need to be revised.

One full-time Community Care Licensing Specialist 1 (including benefits): Range 16, Anchorage: \$105.0 in FY2024 and beginning in FY2029 and beyond two Community Care Licensing Specialists will be needed at a cost of \$210.0 annually.

Travel: \$10.0 annually for each position to license and recertify providers. Years one through five \$10.0 annually and year six \$20.0 annually.

Services: Office space, phone, reimbursable service agreements for position support: \$14.0 annually for each position. Years one through five \$14.0 annually and year six \$28.0 annually.

Commodities: Office Supplies \$1.0 annually for each position. Years one through five \$1.0 annually and year six \$2.0 annually.

One-Time Commodities Cost: Computer, software, and office equipment: \$3.0 in the first year and \$3.0 in year six with the addition of one more position.

Fiscal Note

State of Alaska
2023 Legislative Session

Bill Version: SB 67
Fiscal Note Number: _____
() Publish Date: _____

Identifier: SB67CS(RES)-DOT-CON-5-9-23
Title: PFAS: USE FOR FIREFIGHTING, DISPOSAL
Sponsor: KIEHL
Requester: Senate Resources

Department: Department of Transportation and Public Facilities
Appropriation: Administration and Support
Allocation: Contracting and Appeals
OMB Component Number: 2355

Expenditures/Revenues

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

	FY2024	Included in	Out-Year Cost Estimates				
	Appropriation Requested	Governor's FY2024 Request	FY 2025	FY 2026	FY 2027	FY 2028	FY 2029
OPERATING EXPENDITURES	FY 2024	FY 2024					
Personal Services	150.0		150.0	150.0	150.0		
Travel	30.0		30.0	15.0	15.0		
Services							
Commodities	5.0						
Capital Outlay							
Grants & Benefits							
Miscellaneous							
Total Operating	185.0	0.0	180.0	165.0	165.0	0.0	0.0

Fund Source (Operating Only)

1004 Gen Fund (UGF)	185.0		180.0	165.0	165.0		
Total	185.0	0.0	180.0	165.0	165.0	0.0	0.0

Positions

Full-time	1.0		1.0	1.0	1.0		
Part-time							
Temporary							

Change in Revenues

None							
Total	0.0	0.0	0.0	0.0	0.0	0.0	0.0

Estimated SUPPLEMENTAL (FY2023) cost: 0.0 *(separate supplemental appropriation required)*

Estimated CAPITAL (FY2024) cost: 2,550.0 *(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? no
If yes, by what date are the regulations to be adopted, amended or repealed?

Why this fiscal note differs from previous version/comments:

Under the Senate Resources Committee substitute for SB 67, this fiscal note has been updated to reflect the reduced cost of quantifiable disposal contracts in a single mobilization given updated cap of substances with PFAS-containing AFFF from previous cap of 25 gallons a year to the new 40 gallons a year in the CS language. Supplemental information provided in previous versions of this fiscal note have been removed by request of Legislative Finance and will be published by the House Finance Committee under the documents tab on BASIS.

Prepared By: <u>Andy Mills, Legislative Liaison</u>	Phone: <u>(907)465-3900</u>
Division: <u>Commissioner's Office</u>	Date: <u>05/09/2023 01:00 PM</u>
Approved By: <u>Dom Pannone, Admin. Svcs. Director</u>	Date: <u>05/09/23</u>
<u>Department of Transportation & Public Facilities</u>	

FISCAL NOTE ANALYSIS

STATE OF ALASKA
2023 LEGISLATIVE SESSION

BILL NO. CSSB 67

Analysis

This legislation requires the state fire marshal to make a determination and promulgate regulations consistent with federally mandated firefighting substances containing perfluoroalkyl or polyfluoroalkyl substances (often referred to as PFAS or PFOA/PFOS or colloquially as "forever chemicals").

The Department of Transportation & Public Facilities (DOT&PF) state airports are mandated by the Federal Aviation Administration (FAA) to utilize PFAS-containing aqueous film forming foam (AFFF) for firefighting purposes and not subject to state fire marshal regulations given the federal requirement.

Under this language, the Department of Environmental Conservation would ensure the state accepts "a firefighting substance" containing PFAS. Clarification provided by the sponsor identified that DOT&PF was the state entity who would accept for disposal the AFFF from persons in Alaska with a cap of 40 gallons per year. There was further clarification that the communities where this collection and disposal effort would be targeted are those who participated in the Project Code Red initiative.

As context, Project Code Red was an initiative spanning two decades (earliest mentions found are from the early 2000s) that supplied a connex container full of firefighting equipment to rural Alaska villages. Research indicates original funding for Project Code Red was found to be a combination of federal funds and state grants to the Alaska Villages Initiative (AVI). In consultation with the AVI, the entity who organized, assembled and distributed Project Code Red, a list of 138 rural communities were cited as receiving Project Code Red equipment. Research further indicates training on this equipment was also provided by the Department of Public Safety and their Office of Rural Fire Protection at each village where equipment was provided. Review of a community list shows an estimated 132 communities with some quantity of PFAS-containing AFFF for disposal.

Given that context, DOT&PF anticipates, as directed by this legislation and in cooperation with above listed state and private entities, operating a contracted program to ensure specialized environmental contractors collect and dispose of any PFAS-containing AFFF substance. One state funded position would be required to coordinate the outreach, inventory verification, contracting, and logistics of this program with the following costs:

One FTE: PFAS Disposal Coordinator at Range 21, step F; in the General Government Union (GGU)

Advance step placement up to F step allows department to recruit an experienced contract coordinator.

Salary & Benefits: annually \$87.0 salary, COLA positioned in Fairbanks of \$3.5, associated benefits of \$59.5 (total of \$150.0)

Travel: \$30.0 in FY 24 and FY 25 to establish program, then taper down to \$15.0 for FY 26 and FY 27 (travel to rural villages for situations where community wants it out but doesn't know status of AFFF inventory)

Commodities: \$5.0 (computer, phone, etc)

This PFAS disposal coordinator would be responsible for reaching out to the 132 villages identified to alert them to the existence of this disposal program. Upon receipt of a request from an interested village, the coordinator will draft and post a competitive bid for contractor services to go out and collect PFAS-containing substance(s). Referencing the Project Code Red manifest, each village is anticipated to have a baseline minimum of 5 gallons of AFFF and a 30-gallon tank filled with a water/AFFF mixture in a "ready state" for firefighting purposes. Given the 40 gallon per year limit, the contractor would have to mobilize once to dispose of the estimated 35 gallons for each community. If the village has purchased, acquired, or been gifted additional AFFF, additional years would be necessary to capture the additional amounts, up to 40 gallons per year.

(cont. on next page)

FISCAL NOTE ANALYSIS

STATE OF ALASKA
2023 LEGISLATIVE SESSION

BILL NO. CSSB 67

Analysis

To get a cost estimate, the department reached out to several environmental contractors for scenarios on general cost estimates based on scope provided, location and mode of transporting the disposal effort.

Contractor-A scenario used a methodology of provided a range of costs from ~\$6.0 for disposal via mostly road, to ~\$10.0 by mostly barge, and ~\$15.0 by mostly air to dispose of the 35 gallons (5 gallon AFFF container in an overpack container and the 30 gallons substance in the firefighting equipment to be drained into a 55-gallon drum). This did not include site survey cost estimates. The list of communities that received Project Code Red equipment appears to require more air travel than road or barge and, therefore, the estimate provided reflects a higher average between the barge and air options. Using this methodology, to dispose of estimated 35 gallons in 132 villages would cost \$12.5 for each community for a total contractor cost of \$1,650.0.

Contractor-B scenario used a methodology based on bulk activity for all work to be performed. This scope included an initial site survey at an estimated cost of \$500.0, administrative duties and fees of \$15.0, mobilization and packing of disposal AFFF at \$1,770.0, transportation at \$600.0, disposal at \$500.0 and a summary of disposal certification at \$50.0 to address all 132 remote site disposals. The total estimated for this contractor to handle all disposal activities is estimated at \$3,435.0 (a competitive bid would be required for each contract).

Averaging the two contractor cost estimates gives a total minimum estimated capital appropriation of \$2,550.0 along with the personnel costs and all assumptions detailed in this analysis. One significant caveat to this analysis is with the language of the legislation stating a "person in the state" leaves the option for unknown quantities of AFFF yet to be identified eligible for disposal. If individuals outside of the villages listed on the Project Code Red list come forward and qualify, capital funds appropriated will be used on a first-come, first-serve basis until such time as the capital appropriation is exhausted. While unknown and therefore not captured in the capital estimate of this fiscal note, the state contemplates there could be a significant amount of AFFF disposal from sources outside of Project Code Red areas given the broad eligibility and the annual nature of the disposal language proposed in this legislation (no end date for acceptance of disposal outside of department's personnel backout at the end of FY 27).

The effective date of this bill, if enacted, would be January 1, 2024. DOT&PF would look to hire the PFAS disposal coordinator once the FY 24 budget was enacted with capital funds available for contractor collection and disposal starting the first quarter of calendar year 2024.

Assumptions used in this analysis:

- In addition to disposal contract program costs, there is the real potential for liability costs associated with PFAS disposal that cannot be quantified at this time but, under reasonable consideration, could far exceed the costs of this fiscal note should a spill or mishandling of the PFAS-containing AFFF occur, even outside of the state's control.
- There are likely some villages where their AFFF is no longer retrievable, either used for firefighting or disposed of prior to outreach, and would result in fewer gallons for disposal in some contracts. An offset to this assumption are communities that have procured additional AFFF beyond the Project Code Red supply. Given the unknowns in quantities of qualifying parties, the department chose to use the presumed numbers available in the absence of better inventory data.
- The legislation only contemplates disposal of the "a firefighting substance" and not the contaminated equipment or container that is left behind.
- No alternative PFAS-free AFFF is currently authorized at the time of this analysis and no provision of this bill specifies replacement of firefighting substances.
- Toxic levels in drinking water have been established at a federal level and classification as a hazardous material is in progress at the federal level.

Fiscal Note

State of Alaska
2023 Legislative Session

Bill Version:	SB 81
Fiscal Note Number:	1
(S) Publish Date:	3/20/2023

Identifier: SB81-LEG-OVR-02-23-23
 Title: OFFICE VICTIMS' RIGHTS: COMP, APPTMT
 Sponsor: RLS BY REQUEST OF LEGISLATIVE COUNCIL
 Requester: LEGISLATIVE COUNCIL

Department: Legislature
 Appropriation: Legislative Council
 Allocation: Office of Victims Rights
 OMB Component Number: 2769

Expenditures/Revenues

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

	FY2024	Included in	Out-Year Cost Estimates					
	Appropriation Requested	Governor's FY2024 Request	FY 2024	FY 2025	FY 2026	FY 2027	FY 2028	FY 2029
OPERATING EXPENDITURES	FY 2024	FY 2024						
Personal Services	107.0		107.0	107.0	107.0	107.0	107.0	107.0
Travel								
Services								
Commodities								
Capital Outlay								
Grants & Benefits								
Miscellaneous								
Total Operating	107.0	0.0	107.0	107.0	107.0	107.0	107.0	107.0

Fund Source (Operating Only)

1004 Gen Fund (UGF)	107.0		107.0	107.0	107.0	107.0	107.0	107.0
Total	107.0	0.0	107.0	107.0	107.0	107.0	107.0	107.0

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 (FY2023) cost: 0.0 *(separate supplemental appropriation required)*

Estimated CAPITAL (FY2024) 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? No
 If yes, by what date are the regulations to be adopted, amended or repealed?

Why this fiscal note differs from previous version/comments:

Not applicable, initial version.

Prepared By: Sante Lesh, Deputy Executive Director
 Division: Legislative Affairs Agency
 Approved By: Jessica Geary, Executive Director
 Legislative Affairs Agency

Phone: (907)465-4824
 Date: 02/24/2023 12:30 PM
 Date: 02/24/23

REPORTED OUT OF
SFC 03/17/2023

FISCAL NOTE ANALYSIS

STATE OF ALASKA
2023 LEGISLATIVE SESSION

Analysis

Office of victims' rights attorneys were inadvertently excluded from legislation placing all other state attorneys on the salary schedule established in Sec 3 CH 50 SLA2022. This bill places the victims' advocate and any office of victims' rights attorneys on the state salary schedule set out in AS 39.27.011(a) and (l).

Fiscal Note

State of Alaska
2023 Legislative Session

Bill Version:	SB 87
Fiscal Note Number:	1
(S) Publish Date:	3/31/2023

Identifier: SB087-DNR-DOF-03-10-23
 Title: LUMBER GRADING PROGRAM
 Sponsor: BJORKMAN
 Requester: (S)RES

Department: Department of Natural Resources
 Appropriation: Fire Suppression, Land & Water Resources
 Allocation: Forest Management & Development
 OMB Component Number: 435

Expenditures/Revenues

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

	FY2024	Included in	Out-Year Cost Estimates				
	Appropriation Requested	Governor's FY2024 Request	FY 2025	FY 2026	FY 2027	FY 2028	FY 2029
OPERATING EXPENDITURES	FY 2024	FY 2024					
Personal Services							
Travel	10.0		10.0	10.0	10.0	10.0	10.0
Services	206.0		206.0	206.0	206.0	206.0	206.0
Commodities	5.0		5.0	5.0	5.0	5.0	5.0
Capital Outlay							
Grants & Benefits							
Miscellaneous							
Total Operating	221.0	0.0	221.0	221.0	221.0	221.0	221.0

Fund Source (Operating Only)

1004 Gen Fund (UGF)	221.0		221.0	221.0	221.0	221.0	221.0
Total	221.0	0.0	221.0	221.0	221.0	221.0	221.0

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

Estimated SUPPLEMENTAL (FY2023) cost: 0.0 *(separate supplemental appropriation required)*

Estimated CAPITAL (FY2024) 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? **06/01/24**

Why this fiscal note differs from previous version/comments:

Initial Version

Prepared By: Helge Eng, Director	Phone: (907)451-2670
Division: Division of Forestry & Fire Protection	Date: 03/09/2023
Approved By: Theresa Cross, Administrative Services Director	Date: 03/10/23
Department of Natural Resources	

REPORTED OUT OF SFC 04/18/2023

REPORTED OUT OF HFC 04/27/2023

FISCAL NOTE ANALYSIS

STATE OF ALASKA
2023 LEGISLATIVE SESSION

Analysis

Summary

This bill establishes a lumber grading training program for sawmill operators in Alaska. The bill identifies that the Division will develop the program to include the content of the training, instructor qualifications, and requirements for completing the training including a recertification schedule. The bill also identifies what special circumstances must exist for the lumber to be utilized in residential construction, how the lumber must be sold and the requirements for informing the purchaser of the designating characteristics of the lumber. Finally, the bill identifies that the lumber can be rejected or restricted by the home inspector.

EXPENDITURES

The Department will contract the implementation of a training program through the University of Alaska Fairbanks - Cooperative Extension Service through a Reimbursable Services Agreement. The University has the capacity to develop training, professional development, and outreach programs to natural resources-based industry.

Personnel:

There will be no additional personnel added to the division.

Travel:

The Department anticipates annual travel expenses for lumber milling and grading training events.

Services:

Contractual costs through an RSA with the University will be incurred. A Wood Utilization Specialist faculty position will be created to manage the Local Lumber program by training regional instructors, providing oversight on training events, ensuring consistency between regions and providing a point of contact to mill operators for guidance. The position will also build additional training opportunities for mill operators and value-added processors and help develop traditional and innovative wood-based markets in Alaska.

Commodities/Supplies:

Supply costs cover lumber grading handbook publication and air-drying best practices publications annually.

Fiscal Note

State of Alaska
2023 Legislative Session

Bill Version:	CSSB 98(FIN)
Fiscal Note Number:	1
(S) Publish Date:	4/21/2023

Identifier: SB098-DOR-TRS-3-10-23
 Title: AK PERM FUND CORP. & PCE ENDOWMENT FUND
 Sponsor: FINANCE
 Requester: (S) FIN

Department: Department of Revenue
 Appropriation: Taxation and Treasury
 Allocation: Treasury Division
 OMB Component Number: 121

Expenditures/Revenues

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

	FY2024 Appropriation Requested	Included in Governor's FY2024 Request	Out-Year Cost Estimates					
			FY 2024	FY 2025	FY 2026	FY 2027	FY 2028	FY 2029
OPERATING EXPENDITURES								
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	0.0

Fund Source (Operating Only)

1004 Gen Fund (UGF)	1,178.9		1,178.9	1,178.9	1,178.9	1,178.9	1,178.9
1169 PCE Endow (DGF)	(1,178.9)		(1,178.9)	(1,178.9)	(1,178.9)	(1,178.9)	(1,178.9)
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	0.0	0.0	0.0	0.0	0.0	0.0

Estimated SUPPLEMENTAL (FY2023) cost: 0.0 *(separate supplemental appropriation required)*

Estimated CAPITAL (FY2024) 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? No
 If yes, by what date are the regulations to be adopted, amended or repealed?

Why this fiscal note differs from previous version/comments:

Not applicable, initial version.

Prepared By: Pamela Leary, Director
 Division: Treasury Division
 Approved By: Eric DeMoulin, Director
 Department of Revenue

Phone: (907)465-3751
 Date: 03/10/2023
 Date: 03/10/23

REPORTED OUT OF
SFC 04/20/2023

REPORTED OUT OF
HFC 05/04/2023

FISCAL NOTE ANALYSIS

STATE OF ALASKA
2023 LEGISLATIVE SESSION**Analysis**

SB 98 transfers the responsibility to manage the investments of the Power Cost Equalization Endowment Fund established in AS 42.45.070 from the Commissioner of Revenue to the Alaska Permanent Fund Corporation (APFC). The Power Cost Equalization Endowment Fund is currently budgeted to fund \$1.179 million towards Treasury's FY24 budget. The Treasury structure allows it to efficiently manage numerous funds at low cost. Transferring the Power Cost Equalization Endowment Fund to APFC will not reduce Treasury's budget because Treasury allocates all of its costs among the \$48 billion in state and retirement investment funds it manages. As such, transferring fund management from the Treasury will result in increased funding from the general fund.

Fiscal Note

State of Alaska
2023 Legislative Session

Bill Version:	CSSB 98(FIN)
Fiscal Note Number:	2
(S) Publish Date:	4/21/2023

Identifier: SB098-DOR-APFC-IMF-03-10-23
 Title: AK PERM FUND CORP. & PCE ENDOWMENT FUND
 Sponsor: FINANCE
 Requester: (S) FIN

Department: Department of Revenue
 Appropriation: Alaska Permanent Fund Corporation
 Allocation: APFC Investment Management Fees
 OMB Component Number: 2310

Expenditures/Revenues

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

	FY2024	Included in	Out-Year Cost Estimates				
	Appropriation Requested	Governor's FY2024 Request	FY 2025	FY 2026	FY 2027	FY 2028	FY 2029
OPERATING EXPENDITURES	FY 2024	FY 2024					
Personal Services							
Travel							
Services	2,500.0		2,500.0	2,500.0	2,500.0	2,500.0	2,500.0
Commodities							
Capital Outlay							
Grants & Benefits							
Miscellaneous							
Total Operating	2,500.0	0.0	2,500.0	2,500.0	2,500.0	2,500.0	2,500.0

Fund Source (Operating Only)

1105 PF Gross (Other)	2,500.0		2,500.0	2,500.0	2,500.0	2,500.0	2,500.0
Total	2,500.0	0.0	2,500.0	2,500.0	2,500.0	2,500.0	2,500.0

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

Estimated SUPPLEMENTAL (FY2023) cost: 0.0 *(separate supplemental appropriation required)*

Estimated CAPITAL (FY2024) 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? No
 If yes, by what date are the regulations to be adopted, amended or repealed?

Why this fiscal note differs from previous version/comments:

Initial version of this bill.

Prepared By:	Michael Barnhill, Chief Operations Officer	Phone:	(907)796-1540
Division:	Alaska Permanent Fund Corporation	Date:	03/10/2023
Approved By:	Deven Mitchell, Executive Director and Chief Executive Officer	Date:	03/10/23
	Alaska Permanent Fund Corporation		

REPORTED OUT OF SFC 04/20/2023

REPORTED OUT OF HFC 05/04/2023

FISCAL NOTE ANALYSIS

STATE OF ALASKA
2023 LEGISLATIVE SESSION

Analysis

SB 98 transfers the responsibility to manage the investments of the Power Cost Equalization Endowment Fund established in AS 42.45.070 from the Commissioner of Revenue to the Alaska Permanent Fund Corporation. APFC estimates that the investment management fees associated with investing the approximately \$1B Power Cost Equalization Endowment Fund at 25 basis points, or \$2.5mm.

Fiscal Note

State of Alaska
2023 Legislative Session

Bill Version:	CSSB 98(FIN)
Fiscal Note Number:	3
(S) Publish Date:	4/21/2023

Identifier: SB098-DOR-APFC-Ops-03-28-23
 Title: POWER COST EQUALIZATION ENDOWMENT FUND
 Sponsor: FINANCE
 Requester: (S) FIN

Department: Department of Revenue
 Appropriation: Alaska Permanent Fund Corporation
 Allocation: APFC Operations
 OMB Component Number: 109

Expenditures/Revenues

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

	FY2024 Appropriation Requested	Included in Governor's FY2024 Request	Out-Year Cost Estimates					
			FY 2024	FY 2025	FY 2026	FY 2027	FY 2028	FY 2029
OPERATING EXPENDITURES								
Personal Services								
Travel								
Services	60.0		60.0	60.0	60.0	60.0	60.0	60.0
Commodities								
Capital Outlay								
Grants & Benefits								
Miscellaneous								
Total Operating	60.0	0.0	60.0	60.0	60.0	60.0	60.0	60.0

Fund Source (Operating Only)

1105 PF Gross (Other)	60.0		60.0	60.0	60.0	60.0	60.0	60.0
Total	60.0	0.0	60.0	60.0	60.0	60.0	60.0	60.0

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 (FY2023) cost: 0.0 *(separate supplemental appropriation required)*

Estimated CAPITAL (FY2024) 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? No
 If yes, by what date are the regulations to be adopted, amended or repealed?

Why this fiscal note differs from previous version/comments:

Correct to better show costs associated with management request and confirmation that the fund it is to be managed under the same asset allocation. Added the need for the independent audit.

Prepared By:	Michael Barnhill, Chief Operations Officer	Phone:	(907)796-1540
Division:	Alaska Permanent Fund Corporation	Date:	03/28/2023 04:00 PM
Approved By:	Deven Mitchell, Executive Director and Chief Executive Officer	Date:	03/28/23
Agency:	Alaska Permanent Fund Corporation		

REPORTED OUT OF
SFC 04/20/2023

FISCAL NOTE ANALYSIS

STATE OF ALASKA
2023 LEGISLATIVE SESSION**Analysis**

SB 98 transfers the responsibility to manage the investments of the Power Cost Equalization Endowment Fund established in AS 42.45.070 from the Commissioner of Revenue to the Alaska Permanent Fund Corporation. APFC estimates that it will need approximately \$60k/year for financial audit services for the Fund.

APFC may at some point experience an impact to staffing as a result of this transfer. APFC will defer seeking resources for such impacts until they can be quantified.