

COMMITTEE REPORT

3/5/76

SENATE

Mr. President:

Date _____

The Committee on FINANCE has had SB 684 relating to renewable resources funds under consideration. A Majority of the members of the Committee

- recommends it DO PASS
- recommends it DO NOT PASS
- recommends it DO PASS WITH ATTACHED AMENDMENT(S)
- recommends it BE REPLACED WITH CS FOR _____ AND THAT
CS FOR _____ DO PASS
- "and" recommends it BE REFERRED TO THE _____
COMMITTEE
- reports it back WITHOUT RECOMMENDATION
- "other"

Members signing the Majority report:

_____	_____	_____
_____	_____	_____
_____	_____	_____
_____	_____	_____

Members NOT concurring in the Majority report:

_____	recommends:
_____	recommends:
_____	recommends:
_____	recommends:
_____	recommends:

_____ Chairman

COMMITTEE REPORT

3/1/76

SENATE

**Finance

Mr. President:

Date March 5, 1976

The Committee on Resources has had SB 684 relating to renewable resources funds under consideration. A Majority of the members of the Committee

- () recommends it DO PASS
- () recommends it DO NOT PASS
- () recommends it DO PASS WITH ATTACHED AMENDMENT(S)
- () recommends it BE REPLACED WITH CS FOR _____ AND THAT
CS FOR _____ DO PASS
- () "and" recommends it BE REFERRED TO THE _____
COMMITTEE
- () reports it back WITHOUT RECOMMENDATION

"other" Individual Recommendations

Members signing the Majority report:

<u>[Signature]</u>	<u>No Rec</u>	_____
<u>J. Drain</u>	<u>do not pass</u>	_____
<u>MELAND</u>	<u>No Rec</u>	_____
_____	_____	_____

Members NOT concurring in the Majority report:

- _____ recommends:
- _____ recommends:
- _____ recommends:
- _____ recommends:
- _____ recommends:

R. Poland Chairman
Do Pass

684 Rec. Fin

Introduced: 3/1/86
Referred: Resources and
Finance

IN THE SENATE

BY THE RESOURCES COMMITTEE

SENATE BILL NO. 684

IN THE LEGISLATURE OF THE STATE OF ALASKA

NINTH LEGISLATURE - SECOND SESSION

A BILL

For an Act entitled: "An Act relating to renewable resources funds; and
providing for an effective date."

BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF ALASKA:

* Section 1. Sec. 3, ch. 130, SLA 1974, is amended to read;

Sec. 3. This Act takes effect January 1, 1976 [JULY 1, 1978] with
respect to rentals and royalties, and July 1, 1975 with respect to
lease bonuses.

* Sec. 2. This Act is retroactive to January 1, 1976.

* Sec. 3. This Act takes effect immediately in accordance with AS 01.10.-
070(c).

ALASKA STATE LEGISLATURE

NINTH... Legislature SECOND Session

SENATE BILL NO. 684

By THE RESOURCES COMMITTEE

"An Act relating to renewable resources funds; and providing for an effective date."

renewable resources funds

Introduced in the Senate 371 76, 19....

HISTORY IN THE SENATE

19 76

3 1

Read first time and referred to Committee on Resources and Finance

3 5

Reported back with recommendation that

as follows
Poland - Do pass
Butrovich, Meland: No Rec
Cravens: Do not pass to Finance

Read second time and

Read third time and

PASS Effective Date
 Yeas Yeas
 Nays Nays
 Absent Absent
 Excused Excused

Reconsideration

PASS Effective Date
 Yeas Yeas
 Nays Nays
 Absent Absent
 Excused Excused

Reported correctly engrossed
 Signed by President
 Sent to House

SECRETARY OF THE SENATE

HISTORY IN THE HOUSE

19

Read first time and referred to Committee on

Reported back with recommendation that

Read second time and

Read third time and

PASS Effective Date
 Yeas Yeas
 Nays Nays
 Absent Absent
 Excused Excused

Reconsideration

PASS Effective Date
 Yeas Yeas
 Nays Nays
 Absent Absent
 Excused Excused

Reported correctly engrossed
 Signed by Speaker
 Returned to Senate

CHIEF CLERK OF THE HOUSE

HISTORY IN THE SENATE

19

Received from House

Reported correctly enrolled

Sent to Governor

..... By Governor

Filed with Lt. Governor

Chapter No.

STATE OF ALASKA

DEPARTMENT OF REVENUE

OFFICE OF THE COMMISSIONER

JAY S. HAMMOND, GOVERNOR

POUCH S - JUNEAU 99811

March 12, 1976

The Honorable Bill Ray
Chairman
Senate Finance Committee
Alaska State Legislature
State Capitol Building
Juneau, Alaska

Re: Senate Bill No. 684

Dear Senator Ray:

Senate Bill No. 684, an Act relating to renewable resources funds, was introduced in the Senate on March 1, 1976 and was referred to the Senate Resources and Finance Committees. On March 5, 1976 the Senate Resources Committee referred the bill to the Senate Finance Committee.

For the consideration of the Senate Finance Committee, I am enclosing a Fiscal Note and accompanying memorandum prepared by Lawrence C. Eppenbach, Deputy Commissioner, Department of Revenue as concerns effect on Treasury.

If you or any members of the Senate Finance Committee have any questions on the material submitted, please telephone the writer at 465-2397 and I will contact Mr. Eppenbach for further information or testimony at a hearing.

Very truly yours,



R. D. Stevenson
Special Assistant

Enclosure

cc: The Honorable Kathryn Poland
Chairman
Senate Resources Committee

Lawrence C. Eppenbach
Deputy Commissioner
Department of Revenue

THE LEGISLATURE OF THE STATE OF ALASKA
FISCAL NOTE

Second Session - Ninth Legislature

I. REQUEST

Bill No. Senate Bill No. 684
 Title: An Act relating to renewable resources funds
 Requested by: SENATE FINANCE COMMITTEE Date: March 8, 1976
 Return Date Requested: March 13, 1976
 Agency: Revenue Program: Treasury

II. FISCAL DETAIL

Budget Request Unit(s) Affected: Treasury

A. EXPENDITURES: (Thousands of dollars)

OBJECT	FY 76	FY 77	FY 78	FY 79	FY 80	FY 81
100 PERSONAL SERVICES						
200 TRAVEL						
300 CONTRACTUAL						
400 COMMODITIES						
500 EQUIPMENT						
600 LAND & STRUCTURES						
700 GRANTS, CLAIMS, ETC.						
TOTAL	-0-	-0-	-0-	-0-	-0-	-0-

B. FUNDING: (Thousands of dollars)

GENERAL FUND						
FEDERAL FUNDS						
OTHER						

C. POSITIONS:

PERMANENT/TEMPORARY	/	/	/	/	/	/
MAN MONTHS (P./T.)	/	/	/	/	/	/

III. ANALYSIS (See Fiscal Note Preparation Instructions, Section III)

See the attached.

IV. ATTACHMENTS

V. DATE: 3-12-76 PREPARED BY: Lawrence C. Eppenbach

Lawrence C. Eppenbach
Deputy Commissioner

Original: Legislative Finance
 cc: Budget and Management
 Prime Sponsor (First Legislator Named)
 Senate Resources Committee

ANALYSIS - SB684

Senate Bill 684 is an amendment to Ch. 130 SLA 1974. Under the terms of this act as it now stands a 5% contribution to a renewable Resources Development Fund from mineral lease bonuses would commence July 1, 1975 (FY 1976). SB684 would have no effect on this provision.

Under Ch. 130 a 5% contribution to the Development Fund from land rentals and mineral royalties would begin July 1, 1978 (FY 1979). SB684 would change this to January 1, 1975 (FY 1976). Based on information available at the time the 1975-77 Revenue Source Book was published (January 1976), the monetary effect of Ch. 130 SLA 1974 and SB 684 would be as follows:

	(000)				
<u>ESTIMATED REVENUES</u>	<u>FY 1976</u>	<u>FY 1977</u>	<u>FY 1978</u>	<u>FY 1979</u>	<u>FY 1980</u>
		(1)			
Mineral Lease Bonuses	250000.0	-0-	-0-	-0-	-0-
Land Rents	5983.1	6138.1	6200.0	6200.0	6200.0
Mineral Royalties	<u>42562.0</u>	<u>52658.0</u>	<u>325600.0</u>	<u>731700.0</u>	<u>850700.0</u>
Total Est. to Gen'l Fund	<u>298545.1</u>	<u>58796.1</u>	<u>331800.0</u>	<u>737900.0</u>	<u>856900.0</u>
<u>Less: 5% Contribution Under Ch. 130 SLA 1974</u>					
Mineral Lease Bonuses	12500.0	-0-	-0-	-0-	-0-
Land Rents	-0-	-0-	-0-	310.0	310.0
Mineral Royalties	<u>-0-</u>	<u>-0-</u>	<u>-0-</u>	<u>36585.0</u>	<u>42845.0</u>
Total Cont. Ch. 130	<u>12500.0</u>	<u>-0-</u>	<u>-0-</u>	<u>36895.0</u>	<u>43155.0</u>
Total to G.F. Ch.130	<u>286045.1</u>	<u>58796.1</u>	<u>331800.0</u>	<u>701005.0</u>	<u>813745.0</u>
<u>Less: 5% Contribution Under SB684</u>					
Mineral Lease Bonuses	12500.0	-0-	-0-	-0-	-0-
Land Rents	149.6	306.9	310.0	310.0	310.0
Mineral Royalties	<u>1064.0</u>	<u>2632.9</u>	<u>16280.0</u>	<u>36585.0</u>	<u>42845.0</u>
Total Cont. SB684	<u>13713.6</u>	<u>2939.8</u>	<u>16590.0</u>	<u>36895.0</u>	<u>43155.0</u>
Total To G.F. SB684	<u>284831.5</u>	<u>55856.3</u>	<u>315210.0</u>	<u>701005.0</u>	<u>813745.0</u>

(1) Assumes a Beaufort Sea Lease Sale in FY 1976 estimated at \$250,000.0

As SB684 changes only the effective date of contributions to the Development Fund from land rents and mineral royalties, the impact of this amendment to Ch. 130 SLA 1974 is minimal totaling \$20,743.4 over the three year period FY 1976 - 1978.

Introduced: 3/1/76
Referred: Resources and
Finance

1 IN THE SENATE

BY THE RESOURCES COMMITTEE

2 SENATE BILL NO. 684

3 IN THE LEGISLATURE OF THE STATE OF ALASKA

4 NINTH LEGISLATURE - SECOND SESSION

5 A BILL

6 For an Act entitled: "An Act relating to renewable resources funds; and
7 providing for an effective date."

8 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF ALASKA:

9 * Section 1. Sec. 3, ch. 130, SLA 1974, is amended to read;

10 Sec. 3. This Act takes effect January 1, 1976 [JULY 1, 1978] with
11 respect to rentals and royalties, and July 1, 1975 with respect to
12 lease bonuses.

13 * Sec. 2. This Act is retroactive to January 1, 1976.

14 * Sec. 3. This Act takes effect immediately in accordance with AS 01.10.-
15 070(c).

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STATE OF ALASKA

DEPARTMENT OF REVENUE

OFFICE OF THE COMMISSIONER

JAY S. HAMMOND, GOVERNOR

POUCH 5 - JUNEAU 99811

March 12, 1976

The Honorable Bill Ray
Chairman
Senate Finance Committee
Alaska State Legislature
State Capitol Building
Juneau, Alaska

Re: Senate Bill No. 684

Dear Senator Ray:

Senate Bill No. 684, an Act relating to renewable resources funds, was introduced in the Senate on March 1, 1976 and was referred to the Senate Resources and Finance Committees. On March 5, 1976 the Senate Resources Committee referred the bill to the Senate Finance Committee.

For the consideration of the Senate Finance Committee, I am enclosing a Fiscal Note and accompanying memorandum prepared by Lawrence C. Eppenbach, Deputy Commissioner, Department of Revenue as concerns effect on Treasury.

If you or any members of the Senate Finance Committee have any questions on the material submitted, please telephone the writer at 465-2397 and I will contact Mr. Eppenbach for further information or testimony at a hearing.

Very truly yours,



R. D. Stevenson
Special Assistant

Enclosure

cc: The Honorable Kathryn Poland
Chairman
Senate Resources Committee

Lawrence C. Eppenbach
Deputy Commissioner
Department of Revenue

THE LEGISLATURE OF THE STATE OF ALASKA
FISCAL NOTE
 Second Session - Ninth Legislature

I. REQUEST
 Bill No. Senate Bill No. 684
 Title: An Act relating to renewable resources funds
 Requested by: SENATE FINANCE COMMITTEE Date: March 8, 1975
 Return Date Requested: March 13, 1976
 Agency: Revenue Program: Treasury

II. FISCAL DETAIL
 Budget Request Unit(s) Affected: Treasury
 A. EXPENDITURES: (Thousands of dollars)

OBJECT	FY 76	FY 77	FY 78	FY 79	FY 80	FY 81
100 PERSONAL SERVICES						
200 TRAVEL						
300 CONTRACTUAL						
400 COMMODITIES						
500 EQUIPMENT						
600 LAND & STRUCTURES						
700 GRANTS, CLAIMS, ETC.						
TOTAL	-0-	-0-	-0-	-0-	-0-	-0-

B. FUNDING: (Thousands of dollars)

GENERAL FUND						
FEDERAL FUNDS						
OTHER						

C. POSITIONS:

PERMANENT/TEMPORARY	/	/	/	/	/	/
MAN MONTHS (P./T.)	/	/	/	/	/	/

III. ANALYSIS (See Fiscal Note Preparation Instructions, Section III)

See the attached.

IV. ATTACHMENTS

V. DATE: 3-12-76 PREPARED BY: Lawrence C. Eppelbach

Lawrence C. Eppelbach
 Deputy Commissioner

Original: Legislative Finance
 cc: Budget and Management
 Prime Sponsor (First Legislator Named)
 Senate Resources Committee

ANALYSIS - SB684

Senate Bill 684 is an amendment to Ch. 130 SLA 1974. Under the terms of this act as it now stands a 5% contribution to a renewable Resources Development Fund from mineral lease bonuses would commence July 1, 1975 (FY 1976). SB684 would have no effect on this provision.

Under Ch. 130 a 5% contribution to the Development Fund from land rentals and mineral royalties would begin July 1, 1978 (FY 1979). SB684 would change this to January 1, 1975 (FY 1976). Based on information available at the time the 1975-77 Revenue Source Book was published (January 1976), the monetary effect of Ch. 130 SLA 1974 and SB 684 would be as follows:

<u>ESTIMATED REVENUES</u>	<u>FY 1976</u>	<u>FY 1977</u>	<u>FY 1978</u>	<u>FY 1979</u>	<u>FY 1980</u>
		(000)			
		(1)			
Mineral Lease Bonuses	250000.0	-0-	-0-	-0-	-0-
Land Rents	5983.1	6138.1	6200.0	6200.0	6200.0
Mineral Royalties	<u>42562.0</u>	<u>52658.0</u>	<u>325600.0</u>	<u>731700.0</u>	<u>850700.0</u>
Total Est. to Gen'l Fund	<u>298545.1</u>	<u>58796.1</u>	<u>331800.0</u>	<u>737900.0</u>	<u>856900.0</u>
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Total Cont. Ch. 130	<u>12500.0</u>	<u>-0-</u>	<u>-0-</u>	<u>36895.0</u>	<u>43155.0</u>
Total to G.F. Ch.130	<u>286045.1</u>	<u>58796.1</u>	<u>331800.0</u>	<u>701005.0</u>	<u>813745.0</u>
Less: 5% Contribution Under SB684					
Mineral Lease Bonuses	12500.0	-0-	-0-	-0-	-0-
Land Rents	149.6	306.9	310.0	310.0	310.0
Mineral Royalties	<u>1064.0</u>	<u>2632.9</u>	<u>16280.0</u>	<u>36585.0</u>	<u>42845.0</u>
Total Cont. SB684	<u>13713.6</u>	<u>2939.8</u>	<u>16590.0</u>	<u>36895.0</u>	<u>43155.0</u>
Total To G.F. SB684	<u>284831.5</u>	<u>55856.3</u>	<u>315210.0</u>	<u>701005.0</u>	<u>813745.0</u>

(1) Assumes a Beaufort Sea Lease Sale in FY 1976 estimated at \$250,000.0

As SB684 changes only the effective date of contributions to the Development Fund from land rents and mineral royalties, the impact of this amendment to Ch. 130 SLA 1974 is minimal totaling \$20,743.4 over the three year period FY 1976 - 1978.

STATE OF ALASKA

DEPARTMENT OF REVENUE

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Very truly yours,



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cc: The Honorable Kathryn Poland
Chairman
Senate Resources Committee

Lawrence C. Eppenbach
Deputy Commissioner
Department of Revenue

THE LEGISLATURE OF THE STATE OF ALASKA

FISCAL NOTE

Second Session - Ninth Legislature

I. REQUEST

Bill No. Senate Bill No. 604
 Title: An Act relating to renewable resources funds
 Requested by: SENATE FINANCE COMMITTEE Date: March 8, 1976
 Return Date Requested: March 13, 1976
 Agency: Revenue Program: Treasury

II. FISCAL DETAIL

Budget Request Unit(s) Affected: Treasury

A. EXPENDITURES: (Thousands of dollars)

OBJECT	FY 76	FY 77	FY 78	FY 79	FY 80	FY 81
100 PERSONAL SERVICES						
200 TRAVEL						
300 CONTRACTUAL						
400 COMMODITIES						
500 EQUIPMENT						
600 LAND & STRUCTURES						
700 GRANTS, CLAIMS, ETC.						
TOTAL	-0-	-0-	-0-	-0-	-0-	-0-

B. FUNDING: (Thousands of dollars)

GENERAL FUND						
FEDERAL FUNDS						
OTHER						

C. POSITIONS:

PERMANENT/TEMPORARY	/	/	/	/	/	/
MAN MONTHS (P./T.)	/	/	/	/	/	/

III. ANALYSIS (See Fiscal Note Preparation Instructions, Section III)

See the attached.

IV. ATTACHMENTS

V. DATE: 3-12-76 PREPARED BY: Lawrence C. Eppenbach

Lawrence C. Eppenbach
 Deputy Commissioner

Original: Legislative Finance
 cc: Budget and Management
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 Senate Resources Committee

ANALYSIS - SB684

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Total to G.F. Ch.130	<u>286045.1</u>	<u>58796.1</u>	<u>331800.0</u>	<u>701005.0</u>	<u>813745.0</u>
Less: 5% Contribution Under SB684					
Mineral Lease Bonuses	12500.0	-0-	-0-	-0-	-0-
Land Rents	149.6	306.9	310.0	310.0	310.0
Mineral Royalties	1064.0	2632.9	16280.0	36585.0	42845.0
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Introduced: 3/1/76
Referred: Resources and
Finance

1 IN THE SENATE

BY THE RESOURCES COMMITTEE

2 SENATE BILL NO. 684

3 IN THE LEGISLATURE OF THE STATE OF ALASKA

4 NINTH LEGISLATURE - SECOND SESSION

5 A BILL

6 For an Act entitled: "An Act relating to renewable resources funds; and
7 providing for an effective date."

8 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF ALASKA:

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10 Sec. 3. This Act takes effect January 1, 1976 [JULY 1, 1978] with
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15 070(c).

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