

HB

54

COMMITTEE REPORT

SENATE

FURTHER: None

5/19/78

Date: 6/2/78

Mr. President:

The Committee on RESOURCES has had 3rd CSHB 54
administration of state land

under consideration and (a majority of the committee) (the committee reports it back as follows)

- 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 _____ () new title () same title
- () AND attaches a Letter of Intent () New Fiscal Note
- () reports it back without recommendation
- () and recommends it be referred to the _____ Committee

MEMBERS SIGNING DO PASS:

OTHER RECOMMENDATIONS:

[Handwritten Signature]

[Handwritten Signature]

AGO 546624 +

[Handwritten Signature]
Chairman



*Kay
ask*

Alaska State Legislature

House of Representatives

Office of the Majority Leader

Pouch V
State Capitol
Juneau, Alaska 99811

Official Business

June 1, 1978

MEMORANDUM

TO: Kay Poland
FROM: Mike Miller

A handwritten signature in dark ink, appearing to read "Mike Miller".

Kay--

This is a follow up to our brief conversation yesterday in which I indicated that there was a fiscal impact which should be considered in conjunction with House Bill 54.

The fiscal impact represents a net revenue gain. When the bill passes, it will be necessary to hire three full-time and one part-time employee at a cost of \$130,000. Please note however, that the stumpage sales would generate \$300,000 in direct revenue to the state plus \$600,000 worth of improvements (mostly in new road construction).

THE LEGISLATURE OF THE STATE OF ALASKA
TENTH LEGISLATURE

FISCAL NOTE

I. REQUEST

Bill/Resolution No. 2d CS, HB 54

Title An Act relating to State land and providing an effective date

Requested by Representative Mike Miller Date May 30, 1978

II. FISCAL DETAIL

Agency Affected Natural Resources

Program Category Affected NREC

Budget Request Unit(s) Affected Division of Land and Water Mgmt., Southeast District

EXPENDITURES (Thousands of Dollars)

	FY 77	FY 78	FY 79	FY 80	FY 81	FY 82
100 PERSONAL SERVICES		95.407	100.178	105.187	110.446	
200 TRAVEL		15.000	15.000	16.500	18.000	
300 CONTRACTUAL		16.800	21.800	25.070	28.830	
400 COMMODITIES		1.000	1.000	1.150	1.325	
500 EQUIPMENT		2.000	2.000	4.000	2.000	
600 LAND & STRUCTURES						
700 GRANTS, CLAIMS, ETC.						
TOTAL		130.207	139.978	151.907	160.601	

FUNDING (Thousands of Dollars)

GENERAL FUND		130.207	139.978	151.907	160.601	
FEDERAL FUNDS						
OTHER (Specify)						

POSITIONS

FULL TIME		3	3	3	3	
PART TIME		1	1	1	1	
TEMPORARY						

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

It is anticipated that 2d CS, HB 54 will directly affect the timber sales program for the Haines-Skagway area.

Currently the Haines forestry program is understaffed which has made it impossible for the State to achieve its allowable cut objectives as well as adequately prepare and administer timber sales to minimize adverse economic and environmental impacts. Due to inadequate staff, past timber harvests were conducted with a minimum of road and sale layout preparation, resulting in environmental degradation and poorly planned and designed road systems and harvest units.

Sale access is considered among the most difficult in Southeast Alaska, necessitating a greater effort to locate and design transportation routes to optimize transportation benefits to the State and reduce adverse environmental affects. Remote, unroaded sale locations of future harvests as well as

IV. DATE May 30, 1978 PREPARED BY William J. Zufelt (continued)
AGENCY Division of Land & Water Mgmt.
PHONE 465-2419

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

AGO 546626

the necessity of harvesting in small scattered cuts to minimize environmental impacts, requires a large team effort to design and locate numerous miles of new access road as well as numerous individual cutting units, to achieve the allowable cut and environmental objectives.

Currently there are two permanent forester positions and one seasonal forestry technician position in Haines. This fiscal note adds three permanent forester positions and 1 temporary forestry technician position. These positions will permit preparation and sale of an estimated 15 million board feet of timber annually which will result in an estimated \$600,000 of improvements (mostly new road construction) and \$300,000 of direct revenue to the State, as opposed to a total estimated expenditure of \$230,000 (\$100,000 presently). In addition, there are economic benefits to the Haines community through direct employment and trade in the woods products industry as well as the indirect economic benefits of support services.