

**H C R**

**31**

# HOUSE COMMITTEE REPORT

(9)

Date Referred: April 18, 1989

FURTHER REFERRALS: FINANCE

Date of Committee Action: 5-1-89

The RESOURCES Committee considered:

HCR 31

HOUSE CONCURRENT RESOLUTION NO. 31

[RESEARCH OIL/GAS PRICE INCREASES IN STATE]

Relating to the recent increases in gasoline and oil prices in the state.

RECOMMENDATIONS:

- be replaced with \_\_\_\_\_  the same title
- have attached amendment(s)  a new title
- do pass
- do not pass
- no recommendation
- individual recommendations
- additional referral to the \_\_\_\_\_ Committee

ADOPTS: \_\_\_\_\_ letter of intent

ATTACHES NEW FISCAL NOTE(S):  
(Dept)

APPROVES PREVIOUS:

(Date/Dept)

- fiscal impact Revenue
- zero fiscal note \_\_\_\_\_
- zero with analysis LAW

- fiscal note(s) \_\_\_\_\_
- zero fiscal note(s) \_\_\_\_\_
- zero fn/analysis \_\_\_\_\_

SIGNING DO PASS:

SIGNING:

(Check approp. column)

Do Not  
Pass  
No Rec  
Amend

\_\_\_\_\_  
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	Do Not Pass	No Rec	Amend
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Cliff Davidson

Chairman's Signature

FISCAL NOTE

REQUEST:

Revision Date: \_\_\_\_\_  
Title: Relating to the recent increase  
in gas and oil prices in the state  
Sponsor: Hudson et al.  
Requestor: Resources and Finance

Agency Affected: Revenue  
BRU: Income & Excise Audit  
Components: Operating

EXPENDITURES/REVENUES: (Thousands of Dollars)

	FY 90	FY 91	FY 92	FY 93	FY 94	FY 95
OPERATING						
PERSONAL SERVICES	0	0	0	0	0	0
TRAVEL	0	0	0	0	0	0
CONTRACTUAL	25.0	0	0	0	0	0
SUPPLIES	0	0	0	0	0	0
EQUIPMENT	0	0	0	0	0	0
LANDS & STRUCTURES	0	0	0	0	0	0
GRANTS, CLAIMS	0	0	0	0	0	0
MISCELLANEOUS	0	0	0	0	0	0
TOTAL OPERATING	25.0	0	0	0	0	0
CAPITAL	0	0	0	0	0	0
REVENUE	0	0	0	0	0	0

FUNDING: (Thousands of Dollars)

GENERAL FUND	0	0	0	0	0	0
FEDERAL FUNDS	0	0	0	0	0	0
OTHER	0	0	0	0	0	0
TOTAL	0	0	0	0	0	0

POSITIONS:

FULL-TIME	0	0	0	0	0	0
PART-TIME	0	0	0	0	0	0
TEMPORARY	0	0	0	0	0	0

ANALYSIS: See Attached:

Prepared By: Steven E. Kettel *Steven E. Kettel* Phone: (907) 465-2320  
Division: Income and Excise Audit *Kopp* Date: May 1, 1989

Approved by Commissioner: Hugh Malone *Hugh Malone* Date: May 1, 1989  
Agency: Department of Revenue

Distribution (by preparer):  
Legislative Finance  
Legislative Sponsor  
Requestor  
Office of Management and Budget  
Impacted Agency(ies)

HCR 21  
Resolution Analysis  
Prepare by:  
Steven E. Kettel  
Income and Excise Audit Division  
May 1, 1989

The resolution requires Department of Revenue to evaluate the recent increase in the price of gas and heating oil and determine whether and to what extent the rise is due to the Valdez oil spill.

Department of Revenue does not have statistics concerning the prices of these petroleum products in the state. We recommend that a private consultant familiar with the petroleum commodities market be hired to evaluate recent price increases. Though we have no idea, on short notice, what fees may be charged, we estimate the cost to be less than \$25.00.

## FISCAL NOTE

**REQUEST:**

Revision Date: \_\_\_\_\_ Agency Affected: Department of Law  
 Title: "Relating to the recent increases in gasoline and oil prices in the state." BRU: Legal Services  
 Sponsor: Repr. Hudson Components: Operations  
 Requestor: House Resources

**EXPENDITURES/REVENUES:** (Thousands of Dollars)

OPERATING	FY 89	FY 90	FY 91	FY 92	FY 93	FY 94
PERSONAL SERVICES						
TRAVEL						
CONTRACTUAL						
SUPPLIES						
EQUIPMENT						
LAND & STRUCTURES						
GRANTS, CLAIMS						
MISCELLANEOUS						
<b>TOTAL OPERATING</b>	<b>-0-</b>	<b>-0-</b>	<b>-0-</b>	<b>-0-</b>	<b>-0-</b>	<b>-0-</b>

CAPITAL						
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REVENUE						
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**FUNDING:** (Thousands of Dollars)

GENERAL FUND	-0-	-0-	-0-	-0-	-0-	-0-
FEDERAL FUNDS						
OTHER						
<b>TOTAL</b>						

**POSITIONS:**

FULL-TIME	-0-	-0-	-0-	-0-	-0-	-0-
PART-TIME						
TEMPORARY						

**ANALYSIS:** (Attach a separate page if necessary)

Please see the attached analysis.

*Richard I. Pegues*

Prepared by: Richard I. Pegues, Director Phone: 465-3672  
 Division: Administrative Services Date: May 1, 1989

Approved by Commissioner: Douglas B. Bailly, Attorney General Date: May 1, 1989  
 Agency: Department of Law

Distribution (by preparer):  
 Legislative Finance  
 Legislative Sponsor  
 Requestor  
 Office of Management and Budget  
 Impacted Agency(ies)

## CONTINUATION of FISCAL NOTE ANALYSIS

For Bill/Resolution No. HCR 31

House Concurrent Resolution 31 requests the Governor to direct the Department of Law to research whether the consumers of the state are entitled to compensation from the oil companies for the increases in the price of gasoline and oil, which have occurred since the March 24, 1989 oil spill, and what method could be used to obtain and distribute that compensation.

The department can research these questions as part of its overall response to the oil spill at no additional cost, provided that the department's request for a special appropriation for oil spill litigation matters is approved.