

SB

180

SFIN

FILE

SENATE FINANCE COMMITTEE REPORT

REPORTED OUT OF
SFC 4/26/96

DATE: 4/22/96

DATE TURNED INTO OFFICE: 4/26/96

The Finance Committee considered SENATE BILL NO. 180

Authorizing the commissioner of the Department of Natural Resources to negotiate and enter into timber sale contracts.

and recommends:

- be replaced with CS SB 180 (FIN)
- adopt previous CS _____
- attached amendment(s)
- adopt Letter of Intent by _____ Committee
- further referral to the _____ Committee

Senate Bill:

- same title
- new title
- House Bill:
- same title
- technical change
- new: SCR _____

SIGNING DO PASS	DP	OTHER RECOMMENDATIONS	NR	DNP	AM
<i>[Signature]</i>	<input checked="" type="checkbox"/>	<i>[Signature]</i>	<input checked="" type="checkbox"/>		
		<i>[Signature]</i>	<input checked="" type="checkbox"/>		
		<i>[Signature]</i>	<input checked="" type="checkbox"/>		
Co-Chair: <i>[Signature]</i>	<input checked="" type="checkbox"/>	Co-Chair:			
Co-Chair: <i>[Signature]</i>	<input checked="" type="checkbox"/>	Co-Chair:			

NEW FISCAL NOTE(S):

Department	Date	Zero	Fiscal
Natural Resources	4/23/96		26.5

PREVIOUS FISCAL NOTE(S):*

Department	Date	Zero	Fiscal
Univ. Alaska	4/1/96	0	
Comm. Regional Affairs	4/2/96	0	

APPROPRIATION -- no fiscal note

*include fiscal notes accompanying Governor's bill

SENATE COMMITTEE REPORT

First Committee of Referral

DATE: 5/9/95

FURTHER: Finance

Date of 5-Day Notice: 2-15-96
(in accordance with Uniform Rule 23)

DATE TURNED INTO OFFICE: 4-18-96

Resources Committee considered SB 180

Authorizing Commissioner of Dept. of Natural Resources to negotiate and enter into timber sale contracts.

and recommends:

- be replaced with 10/11 CS SB 180 (RES)
- adopt previous _____ CS _____
- attached amendment(s)
- adopt Letter of Intent by _____ Committee
- further referral to the _____ Committee

Senate Bill:
 same title
 new title
 House Bill:
 same title
 technical title
 new: SCR# _____

Miss 10/11

SIGNING DO PASS	DP	OTHER RECOMMENDATIONS	NR	DNP	AM
<i>[Signature]</i>	<input checked="" type="checkbox"/>	<i>[Signature]</i>	<input checked="" type="checkbox"/>		
<i>[Signature]</i>	<input checked="" type="checkbox"/>	<i>[Signature]</i>	<input checked="" type="checkbox"/>		
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<i>[Signature]</i>	<input checked="" type="checkbox"/>				

NEW FISCAL NOTE(S):

Department	Date	Zero	Fiscal
C&ED	2/14/96	<input checked="" type="checkbox"/>	
DNR - Res. Dev.	2/14/96		26.5
UAF	4/14/96	<input checked="" type="checkbox"/>	
C+RA			

PREVIOUS FISCAL NOTE(S):*

Department	Date	Zero	Fiscal
<i>[Signature]</i>			
<i>[Signature]</i>			

APPROPRIATE

1 OFN forthcoming C&RA

*include fiscal notes accompanying Governor's bill

TONY KNOWLES
GOVERNOR



STATE OF ALASKA
OFFICE OF THE GOVERNOR
JUNEAU

P.O. Box 110001
Juneau, Alaska 99811-0001
Phone 465-3100
Fax 907 465 2532

May 9, 1995

The Honorable Drue Pearce
President of the Senate
Alaska State Legislature
State Capitol
Juneau, AK 99801-1182

Dear President Pearce:

Under the authority of art. III, sec. 18, of the Alaska Constitution, I am transmitting a bill that establishes a new negotiated timber sales program for state land managed by the Department of Natural Resources. This bill addresses the need to stimulate local, small scale value-added processing of Alaska's forest resources and to foster creation of Alaskan jobs. With the introduction of this bill, we seek to provide a new focus on how timber should be managed in Alaska by providing more jobs from timber cut on state lands by encouraging industries that process high-value finished wood products. At the same time, this legislation provides direction on management of our forests to preserve fish and wildlife habitat and other uses of the forest including tourism, fisheries, personal and family uses including hunting and fishing.

The goal of my Administration in proposing this bill is to develop sound long-term strategies for managing Alaska's forest resources so as to provide the highest and best economic uses in local communities that are dependent on timber resources while maintaining other Alaskan uses through the constitutionally mandated sustained yield principles. The attached bill maximizes the opportunity for employment while minimizing the impact on other uses of our state forests.

I am introducing this legislation in the final days of the session because it is my understanding that the legislature will be holding hearings on timber over the interim and I think it is critical that the new directions embodied in this bill are considered in the discussions of the legislature.

The bill has two main components:

- provisions for incentives for local manufacture of high value-added wood products and other value-added wood products from timber on state lands and authorizing use of such incentives in awarding special negotiated timber sale contracts (sec. 2 of the

The Honorable Drue Pearce

May 9, 1995

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bill)

- creation of an Alaska Forest Products Research and Marketing Program within the Department of Commerce and Economic Development to coordinate research and marketing efforts related to value-added manufacturing of Alaska wood products (sec. 3 of the bill).

An uncertain supply of timber is one of the primary factors limiting the development of high value-added wood products manufacturing facilities in the state. To address this problem, sec. 2 of the bill proposes a new special negotiated timber sale program for timber destined for local manufacture of high value-added wood products. Contracts negotiated under this section may be for the harvest of up to five million board feet of timber each year for up to 10 years. Stumpage rates would not be less than the base price established under regulations. Planning for this program by the Department of Natural Resources also will take into account sustained yield principles of timber harvest, the need for protection of fish and wildlife populations and habitat and maximizing opportunities for public uses of the state's forests. The same public comment will apply to the planning process as it does with sales conducted presently. Existing forest planning requirements would apply to these new negotiated sales and other timber sales programs would not be affected.

To participate in a negotiated timber sale authorized in sec. 2 of the bill, the prospective purchaser must agree to use at least 50 percent of the timber from the sale for the local manufacture of high value-added wood products. In determining whether it is in the state's best interest to enter into a sale contract under sec. 2, the commissioner is to consider the economic benefits to the region from the local manufacture of the high value-added wood products as well as from the local manufacture of other value-added wood products; the commissioner also must ensure the sustainability of fish and wildlife populations and habitat and other uses of the forest. My Administration will be working with the Alaska Congressional delegation to ensure that appropriate related changes are made to federal law.

Section 3 of the bill establishes an Alaska Forest Products Research and Marketing Program to encourage in-state processing of Alaska timber into value-added wood products. The program coordinator is to gather and disseminate existing information related to the manufacture of value-added wood products and to identify unfilled needs and problems, conduct analyses and propose solutions to assist local manufacturers. This program will be accomplished through an existing position in the Department of Commerce.

The provisions proposed in this bill will provide a mechanism for encouraging the development of Alaskan businesses and Alaskan jobs, and will establish a new timber sales program as a means of encouraging local processing. It should help address the crisis that faces Alaskan communities that are largely dependent on the jobs the forest products

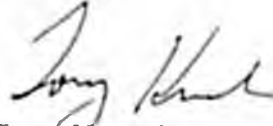
The Honorable Drue Pearce

May 9, 1995

Page 3

industry provides. I urge your favorable action on this bill.

Sincerely,

A handwritten signature in cursive script, appearing to read "Tony Knowles".

Tony Knowles
Governor

Sen Frank moved adopted

WORK DRAFT

WORK DRAFT

WORK DRAFT

9-GS004610 -
Luckhaupt
4/26/96

Sen Frank moved
w/o objection r/o
incl. vers F/N

CS FOR SENATE BILL NO. 180(FIN)

IN THE LEGISLATURE OF THE STATE OF ALASKA

NINETEENTH LEGISLATURE - SECOND SESSION

BY THE SENATE FINANCE COMMITTEE

Offered:
Referred:

Sponsor(s): SENATE RULES COMMITTEE BY REQUEST OF THE GOVERNOR

A BILL

FOR AN ACT ENTITLED

1 "An Act authorizing the commissioner of natural resources to negotiate and
2 enter into timber sale contracts that provide for local manufacture of high
3 value-added wood products; and establishing an Alaska Forest Products Research
4 and Marketing Program within the Department of Commerce and Economic
5 Development."

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

7 • **Section 1. LEGISLATIVE FINDINGS AND PURPOSE.** The legislature finds that it is
8 in the best interests of the people and economy of Alaska to encourage the establishment and
9 sustainable operation of local timber processing facilities in Alaska to produce high value-
10 added wood products and other value-added wood products from timber cut on state land.
11 One means of encouraging such facilities is through the use of an incentive by reducing the
12 stumpage price of timber offered through negotiated timber sale contracts. The value-added
13 use of timber harvested in Alaska is intended to foster a stable, small scale, locally operated.

1 finished wood products industry by providing a steady reliable supply of timber at a reliable
2 rate over a period of time to a purchaser of the timber that will provide maximum
3 opportunities for jobs in Alaska without significantly adversely affecting fish and wildlife
4 habitat and the forest resources.

5 * Sec. 2. AS 38.05 is amended by adding a new section to article 4 to read:

6 Sec. 38.05.123. NEGOTIATED TIMBER SALES FOR LOCAL
7 MANUFACTURE OF WOOD PRODUCTS. (a) Notwithstanding the provisions of
8 AS 38.05.115 and 38.05.120, and upon a finding that the sale is in the best interest of
9 the state, the commissioner may negotiate a sale of timber for use in the local
10 manufacture of high value-added wood products. A timber sale contract entered into
11 under this section may provide for a harvest of up to 10,000,000 board feet of timber
12 each year, consistent with sustained yield principles, and may be for a term of up to
13 10 years. Initial stumpage rates for a contract under this section shall be determined
14 by negotiation but may not be less than the base price for the area as established under
15 regulations adopted by the commissioner. A contract under this section shall provide
16 that stumpage rates shall be redetermined by negotiation at least once every three years
17 during the term of the contract, to reflect changes in market conditions; the
18 redetermined rates may not be less than the base price for the area as established under
19 regulations adopted by the commissioner. The commissioner shall by regulation set
20 a maximum number of contracts, but not less than three, per region of the state that
21 may be negotiated each year under this section.

22 (b) Notice of intent to negotiate a contract under this section shall be given in
23 accordance with AS 38.05.945.

24 (c) The commissioner may negotiate a sale of timber under this section if the
25 prospective purchaser agrees to use to the maximum extent commercially practicable
26 the timber subject to the sale for the local manufacture of high value-added wood
27 products. The commissioner shall determine the maximum amount of the timber being
28 sold that is commercially practicable to use for those purposes and make the use of
29 that percentage of the timber for those purposes a term of the contract. In evaluating
30 proposals, the commissioner shall take into account the proposed manufacture of other
31 value-added wood products to be produced under a negotiated contract.

1 (d) Before a sale may be negotiated under this section, the requirements of
2 AS 38.05.112 and 38.05.113 must be met.

3 (e) In making the best interest finding required by AS 38.05.035(c) and this
4 section, the commissioner shall consider, in addition to other factors,

5 (1) the direct economic benefit from the local manufacture of high
6 value-added wood products as a result of the sale;

7 (2) the direct economic benefit from other local processing of the
8 timber to be undertaken by the purchaser as a result of the sale, including the
9 manufacture of other value-added wood products in addition to high value-added wood
10 products;

11 (3) the likelihood of commercial success of the locally manufactured
12 high value-added wood products and other value-added wood products;

13 (4) the extent to which the sale is likely to result in the creation and
14 maintenance of a stable local job base;

15 (5) the stumpage return to the state; and

16 (6) any other reasonably foreseeable benefits to the state and local
17 economies from the sale.

18 (f) As part of the timber sale negotiations authorized by this section, the
19 commissioner may require a prospective purchaser negotiating a timber sale contract
20 to submit financial and technical data that demonstrates that the requirements of this
21 section have been or will be met. Upon the prospective purchaser's request, the
22 commissioner shall keep data provided by the purchaser confidential in accordance
23 with the requirements of AS 38.05.035(a)(9).

24 (g) If the commissioner determines that additional analysis is necessary in
25 order to complete the best interest finding for a sale under this section, the
26 commissioner may require the prospective purchaser to retain and pay for the services
27 of a contractor to assist the commissioner in evaluating the proposed negotiated sale
28 and financial and technical data relating to the proposed sale. The contractor shall be
29 selected by the prospective purchaser from a list of consultants in forestry and timber
30 economics provided by the commissioner. If the commissioner requires a prospective
31 purchaser to retain the services of a contractor under this subsection, the commissioner

1 shall determine the scope of the work to be performed by the contractor.

2 (h) Under this section, a performance review shall be completed not more than
3 five years after a timber sale contract is entered into by the department to ensure that
4 the purchaser is performing in accordance with the terms of the contract. If the
5 commissioner determines that the purchaser is not performing in accordance with the
6 contract, the commissioner may terminate the contract.

7 (i) A timber sale negotiated under this section does not affect other timber
8 harvest programs under AS 38.05.110 - 38.05.120.

9 (j) In this section,

10 (1) "high value-added wood product" means kiln-dried or commercially
11 dried lumber, interior finish paneling, and trim, flooring, doors, and windows, cabinet
12 stock, furniture, musical instruments or parts of instruments, toys, tools and
13 implements, ready-to-assemble building kits, veneer, plywood, finger-jointed lumber,
14 house logs, and other similar finished wood products specified by the commissioner
15 by regulation and, for deciduous aspen, poplar, and high defect birch, includes
16 engineered wood products and paneled wood products;

17 (2) "other value-added wood product" means pulp, chips, waferboard,
18 chipboard, fiberboard, green lumber, cants, slabs, or planks intended for remanufacture,
19 and other similar wood products specified by the commissioner by regulation.

20 * Sec. 3. AS 44.33 is amended by adding a new section to read:

21 ARTICLE 10. ALASKA FOREST PRODUCTS
22 RESEARCH AND MARKETING PROGRAM.

23 Sec. 44.33.900. ALASKA FOREST PRODUCTS RESEARCH AND
24 MARKETING PROGRAM. (a) The Alaska Forest Products Research and Marketing
25 Program is established in the Department of Commerce and Economic Development.

26 (b) The program is established to provide a statewide information
27 clearinghouse and coordinator to gather and disseminate information relating to
28 research and development, including technical, logistical, financing, marketing and
29 other relevant information regarding the manufacture of specific value-added wood
30 products and the establishment of new high value-added manufacturing facilities in the
31 state, and to assist in coordinating existing research and development efforts by state

1 and federal agencies and other public and private entities.

2 (c) The program coordinator shall identify unfilled needs and problems
3 impeding the development of a high value-added wood products industry in the state,
4 gather information and conduct analyses, and propose solutions by exploring successful
5 models in other states and nations.

6 • Sec. 4. Notwithstanding AS 38.05.123(a), added by sec. 2 of this Act, the commissioner
7 may negotiate no more than three sales of timber each year for local manufacture of high value-
8 added timber products under AS 38.05.123 in each region of the state in calendar years 1996,
9 1997, and 1998.

Alaska State Legislature

STEVE FRANK

119 N. Cushman, Rm. 213
Fairbanks, Alaska 99701
(907) 452-3421



While in Juneau
P.O. Box V
Juneau, Alaska 99811
(907) 465-3309
Capitol Rm. 417

Senate

TO: Senator Rick Halford, Co-Chairman
Senate Finance Committee

FROM: Senator Steve Frank, Co-Chairman
Senate Finance Committee

RE: Hearing Request: CS SB 180 (RES)

DATE: April 25, 1996

I am writing to request a hearing for CS SB 180 (RES), "An Act authorizing the commissioner of DNR to negotiate and enter into timber sale contracts that provide for local manufacture of high value-added wood products; and establishing an Alaska Forest Products Research and Marketing Program within the DC&RA" in the Senate Resources Committee at your earliest possible convenience.

The Governor's interest in establishing a sustainable timber industry within the state of Alaska is encouraging and I would like to see this legislation begin to make it's way through the process. I believe that by encouraging investment in the timber industry, it will enhance the potential for the creation of long term employment in the forestry industry for Alaskans. I feel that the general public wants new long term jobs and that they support responsible development of our timber resource.

Thank you for your consideration.

TONY KNOWLES
GOVERNOR



STATE OF ALASKA
OFFICE OF THE GOVERNOR
JUNEAU

P O Box 110001
Juneau, Alaska 99811-0001
(907) 465-3500
Fax (907) 465-3532

May 9, 1995

The Honorable Drue Pearce
President of the Senate
Alaska State Legislature
State Capitol
Juneau, AK 99801-1182

Dear President Pearce:

Under the authority of art. III, sec. 18, of the Alaska Constitution, I am transmitting a bill that establishes a new negotiated timber sales program for state land managed by the Department of Natural Resources. This bill addresses the need to stimulate local, small scale value-added processing of Alaska's forest resources and to foster creation of Alaskan jobs. With the introduction of this bill, we seek to provide a new focus on how timber should be managed in Alaska by providing more jobs from timber cut on state lands by encouraging industries that process high-value finished wood products. At the same time, this legislation provides direction on management of our forests to preserve fish and wildlife habitat and other uses of the forest including tourism, fisheries, personal and family uses including hunting and fishing.

The goal of my Administration in proposing this bill is to develop sound long-term strategies for managing Alaska's forest resources so as to provide the highest and best economic uses in local communities that are dependent on timber resources while maintaining other Alaskan uses through the constitutionally mandated sustained yield principles. The attached bill maximizes the opportunity for employment while minimizing the impact on other uses of our state forests.

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The Honorable Drue Pearce

May 9, 1995

Page 2

bill)

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The provisions proposed in this bill will provide a mechanism for encouraging the development of Alaskan businesses and Alaskan jobs, and will establish a new timber sales program as a means of encouraging local processing. It should help address the crisis that faces Alaskan communities that are largely dependent on the jobs the forest products

The Honorable Drue Pearce

May 9, 1995

Page 3

industry provides. I urge your favorable action on this bill.

Sincerely,

A handwritten signature in cursive script, appearing to read "Tony Knowles".

Tony Knowles
Governor

SENATE COMMITTEE REPORT

First Committee of Referral

DATE: 5/9/95

FURTHER: Finance

Date of 5-Day Notice: 2-15-96
(in accordance with Uniform Rule 23)

DATE TURNED INTO OFFICE: 4-18-96

Resources Committee considered SB 180

Authorizing Commissioner of Dept. of Natural Resources to negotiate and enter into timber sale contracts.

and recommends:

- be replaced with ~~CS~~ SB 180 (RES)
- adopt previous CS _____
- attached amendment(s)
- adopt Letter of Intent by _____ Committee
- further referral to the _____ Committee

- Senate Bill:
- same title
 - new title
- House Bill:
- same title
 - technical title
 - new: SCR _____

Mission

SIGNING <u>DO</u> PASS	DP	OTHER RECOMMENDATIONS	NR	DNP	AM
<i>[Signature]</i>	<input checked="" type="checkbox"/>	<i>[Signature]</i>	<input checked="" type="checkbox"/>		
<i>[Signature]</i>	<input checked="" type="checkbox"/>	<i>[Signature]</i>	<input checked="" type="checkbox"/>		
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<i>[Signature]</i>	<input checked="" type="checkbox"/>				
<i>[Signature]</i>	<input checked="" type="checkbox"/>				

NEW FISCAL NOTE(S):

Department	Date	Zero	Fiscal
C&ED	7/1/96	<input checked="" type="checkbox"/>	
DNR - Res. Dev.	7/1/96		\$26.5
UAF	7/1/96	<input checked="" type="checkbox"/>	
C+RA			

PREVIOUS FISCAL NOTE(S):*

Department	Date	Zero	Fiscal
UAF	5/1		
UAF			

APPROPRIATE

1 OFN forthcoming C&RA

*include fiscal notes accompanying Governor's bill

Senate Finance Committee

To: Larry Stevens

From: Kathy - 2618

Date: 2/22/96

Subject: Bill Number: SB180 Version: (Res)

Fiscal Note WITHOUT a Senate Finance Committee Referral

Title: Value added timber sales

DNR

Referrals: 5 (Res)

Sponsor(s): Rules / Gov.

Department: DNR

BRU: Res. Development

Component: Forest Mgmt.

Comments: _____

Attachments:

- Fiscal Note(s)
- Bill History from BASIS

SB180

BILL: SB 180

SHORT TITLE: VALUE-ADDED TIMBER SALES; MARKETING

BILL VERSION:

SPONSOR(S): RULES BY REQUEST OF THE GOVERNOR

CURRENT STATUS: (S) RES

STATUS DATE: 05/09/95

TITLE: "AN ACT AUTHORIZING THE COMMISSIONER OF THE DEPARTMENT OF NATURAL RESOURCES TO NEGOTIATE AND ENTER INTO TIMBER SALE CONTRACTS THAT PROVIDE FOR LOCAL MANUFACTURE OF HIGH VALUE-ADDED WOOD PRODUCTS; AND ESTABLISHING AN ALASKA FOREST PRODUCTS RESEARCH AND MARKETING PROGRAM WITHIN THE DEPARTMENT OF COMMERCE AND ECONOMIC DEVELOPMENT."

05/09/95	1679	(S)	READ THE FIRST TIME - REFERRAL(S)
05/09/95	1679	(S)	RESOURCES
05/09/95	1679	(S)	FISCAL NOTE (DNR)
05/09/95	1679	(S)	ZERO FISCAL NOTES (DCED, DCRA, UA)
05/09/95	1680	(S)	GOVERNOR'S TRANSMITTAL LETTER

FISCAL NOTE

25

STATE OF ALASKA
1995 LEGISLATIVE SESSION

BILL NO. SB 180

Revision Date: February 19, 1996 Department: Commerce and Economic Development
 Title: "An Act . . . establishing an Alaska Forest Products BRU: _____
Research and Marketing Program." Component: _____
 Sponsor: Rules, by request of the Governor
 Requestor: Senate Resources Committee COMPONENT SERIAL NO. _____

Expenditures/Revenues	(Thousands of Dollars)					
OPERATING EXPENDITURES	FY 97	FY 98	FY 99	FY 00	FY 01	FY 02
PERSONAL SERVICES						
TRAVEL						
CONTRACTUAL						
SUPPLIES						
EQUIPMENT						
LAND & STRUCTURES						
GRANTS, CLAIMS						
MISCELLANEOUS						
TOTAL OPERATING	0.0	0.0	0.0	0.0	0.0	0.0

CAPITAL EXPENDITURES _____

CHANGE IN REVENUES _____

FUND SOURCE	(Thousands of Dollars)					
1002 Federal Receipts						
1003 GF Match						
1004 General Fund						
1005 GF/Program Receipts						
1006 GF/MHTIA						
Other						
TOTAL	0.0	0.0	0.0	0.0	0.0	0.0

Estimate of any current year (FY 96) cost: \$ 0.0

POSITIONS	
FULL-TIME	
PART-TIME	
TEMPORARY	

ANALYSIS: (Attach a separate page if necessary)

The budget for the Division of Trade and Development already includes a position for a Forest Products Specialist. This existing position would be used to perform the duties assigned for the Alaska Forest Products Research and Marketing Program.

Prepared by: Karl Ohls Phone: 465-5467
 Division: Trade and Development Date: Feb 16, 1996
 Approved by Commissioner: [Signature] Date: 2-15-96
 Agency: Commerce and Economic Development

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FISCAL NOTE

STATE OF ALASKA
1996 LEGISLATIVE SESSION

BILL NO. CSSB180(RES)

Revision Date: 20-Feb-96 Dept Affected: Natural Resources
 Title: An Act authorizing the commissioner of the BRU: Resource Development
 Dept. of Natural Resources to negotiate and enter into timber... Component: Forest Management & Development
 Sponsor: Senate Rules by request of the Governor
 Requestor: Senate Resources Component Serial No. 435

Expenditures/Revenues (Thousands of Dollars)

OPERATING EXPENDITURES	FY97	FY98	FY99	FY00	FY01	FY02
PERSONAL SERVICES	20.0	3.5	3.5	3.5	3.5	3.5
TRAVEL	3.5					
CONTRACTUAL	3.0					
SUPPLIES						
EQUIPMENT						
LAND & STRUCTURES						
GRANTS, CLAIMS						
MISCELLANEOUS						
TOTAL OPERATING	26.5	3.5	3.5	3.5	3.5	3.5
CAPITAL EXPENDITURES	0.0	0.0	0.0	0.0	0.0	0.0
CHANGE IN REVENUES ()	0.0	0.0	0.0	0.0	0.0	0.0

FUND SOURCE (Thousands of Dollars)

1002 Federal Receipts						
1003 GF Match						
1004 GF	26.5	3.5	3.5	3.5	3.5	3.5
1005 GF/Program Receipts						
1006 GF/MHTIA						
Other						
TOTAL	26.5	3.5	3.5	3.5	3.5	3.5

Estimate of any current year (FY96) cost: \$ none

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: (Attach a separate page if necessary)

This analysis assumes that the Act would be signed into law in June of 1996, and no timber sales enabled by the Act would take place until FY98. In FY97 there would be a cost of promulgating regulations. Additional annual costs (\$3.5) would be limited to evaluating the direct economic benefit, commercial success, etc., required under the best interest finding. If this program was intended to be a second concurrent timber sale program, then the program would require \$350.0 to \$560.0 annually and 4 to 5 full-time personnel, depending on the number of negotiated sales. However, because this program will most likely replace existing sales, funding and personnel requirements will displace costs of existing programs and are not reflected in the fiscal note. Timber sale receipts would continue to go to the general fund.

Prepared by: Tom Boutin, Director Phone: 465-3379
 Division: Forestry Date: 20-Feb-96
 Approved by Commissioner: [Signature] Date: 20-Feb-96
 Agency: Natural Resources

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FISCAL NOTE

BILL NO. CSSB180(RES)

STATE OF ALASKA
1996 LEGISLATIVE SESSION

Revision Date: 23-Apr-96 Dept Affected: Natural Resources
 Title: An Act authorizing the commissioner of the BRU: Resource Development
Dept. of Natural Resources to negotiate and enter into timber... Component: Forest Management & Development
 Sponsor: Senate Rules by request of the Governor
 Requestor: Senate Finance Component Serial No. 435

Expenditures/Revenues (Thousands of Dollars)

OPERATING EXPENDITURES	FY97	FY98	FY99	FY00	FY01	FY02
PERSONAL SERVICES	20.0	3.5	3.5	3.5	3.5	3.5
TRAVEL	3.5					
CONTRACTUAL	3.0					
SUPPLIES						
EQUIPMENT						
LAND & STRUCTURES						
GRANTS, CLAIMS						
MISCELLANEOUS						
TOTAL OPERATING	26.5	3.5	3.5	3.5	3.5	3.5
CAPITAL EXPENDITURES	0.0	0.0	0.0	0.0	0.0	0.0
CHANGE IN REVENUES ()	0.0	0.0	0.0	0.0	0.0	0.0

FUND SOURCE (Thousands of Dollars)

1002 Federal Receipts						
1003 GF Match						
1004 GF	26.5	3.5	3.5	3.5	3.5	3.5
1005 GF/Program Receipts						
1006 GF/MHTIA						
Other						
TOTAL	26.5	3.5	3.5	3.5	3.5	3.5

Estimate of any current year (FY96) cost: \$ none

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:

(Attach a separate page if necessary)

This analysis assumes that the Act would be signed into law in June of 1996, and no timber sales enabled by the Act would take place until FY98. In FY97 there would be a cost of promulgating regulations. Additional annual costs (\$3.5) would be limited to evaluating the direct economic benefit, commercial success, etc., required under the best interest finding. If this program was intended to be a second concurrent timber sale program, then the program would require \$350.0 to \$560.0 annually and 4 to 5 full-time personnel, depending on the number of negotiated sales. However, because this program will most likely replace existing sales, funding and personnel requirements will displace costs of existing programs and are not reflected in the fiscal note. Timber sale receipts would continue to go to the general fund.

Prepared by: Tom Boutin, Director Phone: 465-3379
 Division: Forestry Date: 23-Apr-96
 Approved by Commissioner: [Signature] Date: 23-Apr-96
 Agency: Natural Resources

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FISCAL NOTE

STATE OF ALASKA
1996 LEGISLATIVE SESSION

REPORTED No. 7
Bill Version: CSB 180 (RES)
(S) Publish Date: 4/22/96

Revision Date:
Title: An Act ... establishing an Alaska Forest Products Research
and Marketing Program
Sponsor:
Requestor:

Department Affected: University of Alaska
BRU: UAF
Component: Fairbanks Organized Research

COMPONENT SERIAL NO. 750

EXPENDITURES/REVENUES: (Thousands of Dollars)

OPERATING	FY97	FY98	FY99	FY00	FY01	FY02
PERSONAL SERVICES						
TRAVEL						
CONTRACTUAL						
SUPPLIES						
EQUIPMENT						
LAND & STRUCTURES						
GRANTS, CLAIMS						
MISCELLANEOUS						
TOTAL OPERATING	0.0	0.0	0.0	0.0	0.0	0.0

CAPITAL						
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REVENUE: FD SOURCE						
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FUNDING: (Thousands of Dollars)

1002 FEDERAL FUNDS						
1003 GF MATCH						
1004 GENERAL FUND						
1006 GF/MITTA						
OTHER						
TOTAL FUNDING	0.0	0.0	0.0	0.0	0.0	0.0

POSITIONS:						
FULL-TIME						
PART-TIME						
TEMPORARY						

Estimate of current year impact: None

ANALYSIS: (Attach a separate page if necessary.)

Prepared by: Marilyn Burton Phone: 463-3086
 Division: Statewide Budget Office Date: 4/18/96
 Approved by: Marilyn Burton, Director
 Agency: Statewide Budget Office Date: 4/18/96

Distribution (by proposer): Legislative Finance, Legislative Sponsor, Requestor, OMB, & Impacted Agency(ies)

4/24/96 (5) FIN-7
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FISCAL NOTE

STATE OF ALASKA
1996 LEGISLATIVE SESSION

BILL NO: SB 180

Revision Date: 4/22/96
Title: An Act authorizing the commissioner of
Natural Resources to negotiate and enter...
Sponsor: Rules Committee
Requestor: Senate Resources Committee

Dept. Affected: Community & Regional Affairs
BRU: none
Component: none
COMPONENT SERIAL NO. _____

EXPENDITURES/REVENUES: (Thousands of Dollars) (inflation not included)

OPERATING	FY 97	FY 98	FY 99	FY 00	FY 01	FY 02
PERSONAL SERVICES	0.0	0.0	0.0	0.0	0.0	0.0
TRAVEL						
CONTRACTUAL						
SUPPLIES						
EQUIPMENT						
LAND & STRUCTURES						
GRANTS, CLAIMS						
MISCELLANEOUS						
TOTAL OPERATING	0.0	0.0	0.0	0.0	0.0	0.0
CAPITAL EXPENDITURES	0.0	0.0	0.0	0.0	0.0	0.0
CHANGE IN REVENUES () Revenue Code						

FUNDING: (Thousands of Dollars)

1002 Federal Receipts						
1003 GE Match						
1004 GE						
1005 GE/Program Receipts						
1006 GE/MHTIA						
Other						
TOTAL	0.0	0.0	0.0	0.0	0.0	0.0

Estimate of current year (FY 96) impact \$ none

POSITIONS:

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

ANALYSIS (Attach a separate page if necessary)

This bill will have no fiscal impact on the department

Prepared By Remond Henderson Phone 455-4708
 Division Director, Div. of Administrative Services Date 4/22/96
 Approved by Commissioner [Signature] Date 4/22/96
 Agency Mike Irwin, Dept. of Community & Reg. Affairs

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FISCAL NOTE

REPORTED CLERK

SFC _____ No. 8
 Bill Version: CS SB 180 (Res)
 (S) Publish Date: 4/23/96

STATE OF ALASKA
 1996 LEGISLATIVE SESSION

Revision Date: 4/22/96 Dept. Affected: Community & Regional Affairs
 Title: An Act authorizing the commissioner of BRU: none
Natural Resources to negotiate and enter... Component: none
 Sponsor: Rules Committee
 Requestor: Senate Resources Committee COMPONENT SERIAL NO. _____

EXPENDITURES/REVENUES: (Thousands of Dollars) (inflation not included)

OPERATING	FY 97	FY 98	FY 99	FY 00	FY 01	FY 02
PERSONAL SERVICES	0.0	0.0	0.0	0.0	0.0	0.0
TRAVEL						
CONTRACTUAL						
SUPPLIES						
EQUIPMENT						
LAND & STRUCTURES						
GRANTS CLAIMS						
MISCELLANEOUS						
TOTAL OPERATING	0.0	0.0	0.0	0.0	0.0	0.0
CAPITAL EXPENDITURES	0.0	0.0	0.0	0.0	0.0	0.0
CHANGE IN REVENUES () Revenue Code						

FUNDING: (Thousands of Dollars)

1002 Federal Receipts						
1003 GE Match						
1004 GE						
1005 GE/Program Receipts						
1006 GE/MHTIA						
Other						
TOTAL	0.0	0.0	0.0	0.0	0.0	0.0

Estimate of current year (FY 96) impact \$ none

POSITIONS:

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

ANALYSIS (Attach a separate page if necessary)

This bill will have no fiscal impact on the department.

Prepared By: Remond Henderson Phone: 465-4708
 Division: Director, Div. of Administrative Services Date: 4/22/96
 Approved by Commissioner: [Signature] Date: 4/22/96
 Agency: Mike Irwin, Dept. of Community & Reg Affairs

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