

SJR

21

SFIN

FILE

NOTE

TO: Tom Williams and Larry Stevens
FROM: Kathy
DATE: January 31, 1996
RE: Fiscal Note for SJR 21

Attached is an updated, 1996 fiscal note for SJR 21 which I have this date transmitted to Legislative Finance for inclusion on the division's fiscal note list. Senate Finance Committee reported the resolution out of committee last year on April 21, 1995. It is now in Senate Rules. If it moves out of Rules and passes the Senate, it will most likely be referred to House Finance, and Luanne and Shar will capture the note and transmit it to Legislative Finance as well. However, in the rush to adjournment, and because the note is so small, the House might bypass referral to House Finance. I am thus backtracking on what we reported out last year in an attempt to capture notes that might be funded in the FY 97 budget.

Enclosure - 1

FISCAL NOTE

STATE OF ALASKA
1996 LEGISLATIVE SESSION

BILL NO. SJR 21

Revision Date: 1/23/96 Dept. Affected: Office of the Governor
 Title: Constitutional Amendment Re: ANWR Special BRU: Elective Operations
revenue fund Component: General and Primary Elections
 Sponsor: Senator Pearce
 Requester: _____ COMPONENT SERIAL NO. 22

Expenditures/Revenues

(Thousands of Dollars)

OPERATING EXPENDITURES	FY 97	FY 98	FY 99	FY 100	FY 01	FY 02
PERSONAL SERVICES						
TRAVEL						
CONTRACTUAL	2.2					
SUPPLIES						
EQUIPMENT						
LAND & STRUCTURES						
GRANTS, CLAIMS						
MISCELLANEOUS						
TOTAL OPERATING	2.2	0.0	0.0	0.0	0.0	0.0

CAPITAL EXPENDITURES						
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CHANGE IN REVENUES ()						
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FUND SOURCE

(Thousands of Dollars)

FUND SOURCE	FY 97	FY 98	FY 99	FY 100	FY 01	FY 02
1002 Federal Receipts						
1003 GF Match						
1004 GF	2.2					
1005 GF/Program Receipts						
1037 GF/Mental Health						
Other						
TOTAL	2.2	0.0	0.0	0.0	0.0	0.0

Estimate of any current year (FY96) cost: \$ 0.0

POSITIONS

FULL-TIME	0					
PART-TIME	0					
TEMPORARY	0					

ANALYSIS: (Attach a separate page if necessary)

This figure includes the cost of providing information about this issue in the Official Election Pamphlet as required by AS 15.58, and the programming costs for counting votes cast on the measure. However, only four measures can be printed on a single ballot card. If this measure requires printing an additional ballot card, the costs will increase by \$53.4.

Prepared by: Dana LaTour Phone: 465-5347
 Division: Division of Elections Date: 1/23/96
 Approved by
 Commissioner: Lt. Governor Fran Ulmer *John Lundbeck* Date: 1/24/96
 Agency: Office of the Lt. Governor

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FISCAL NOTE

STATE OF ALASKA

BILL NO. SJR 21

1995 LEGISLATIVE SESSION

Revision Date: _____

Department Affected: Office of the Governor

Title: Amendment to the Constitution RE:

BRU: Division of Elections

ANWR Special Revenue Fund

Component: General and Primary Elections

Sponsor: Senator Pearce

COMPONENT SERIAL NO. 22

Requestor: _____

EXPENDITURES/REVENUES:

OPERATING	FY 96	FY 97	FY 98	FY 99	FY 00	FY 01
PERSONAL	0	0	0	0	0	0
TRAVEL	0	0	0	0	0	0
CONTRACTUAL	0	2.2*	0	0	0	0
SUPPLIES	0	0	0	0	0	0
EQUIPMENT	0	0	0	0	0	0
LAND &	0	0	0	0	0	0
GRANTS,	0	0	0	0	0	0
MISCELLANEOUS	0	0	0	0	0	0
TOTAL	0	2.2*	0	0	0	0

CAPITAL	0	0	0	0	0	0
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REVENUE						
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FUNDING:

1002 Federal	0	0	0	0	0	0
1003 GF Match	0	0	0	0	0	0
1004 GF	0	0	0	0	0	0
1005 GF/Program	0	0	0	0	0	0
1006 GF/MHTIA	0	0	0	0	0	0
OTHER	0	0	0	0	0	0
TOTAL	0	2.2*	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

Estimate of current year (FY95) impact: 0

ANALYSIS: (Attach a separate page if necessary.) *This figure covers cost of inclusion of information about this issue in the Official Elections Pamphlet as required by AS 15.58, and programming for counting of votes cast on the measure. However, only 4 measures can be printed on a single ballot card. Should this measure require printing an additional ballot card, the fiscal impact would be 53.4.

Prepared by: David Koivunemi, Acting Director Phone: 465-4611
 Division: Division of Elections Date: _____

Approved by Commissioner: Lt. Governor Fran Ulmer
 Agency: Office of the Lt. Governor Date: _____

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SJR 21

3131/95 #1
(S) CRA

FISCAL NOTE

STATE OF ALASKA
1995 LEGISLATIVE SESSION

BILL NO. SJR 21

Revision Date: 3/23/95 Dept. Affected: Revenue
 Title: ANWR Special Revenue Fund BRU: Revenue Operations
 Component: Oil and Gas Audit
 Sponsor: Pearco
 Requester: (S) CRA COMPONENT SERIAL NO. 115

Expenditures/Revenues (Thousands of Dollars)

OPERATING EXPENDITURES	FY 96	FY 97	FY 98	FY 99	FY 00	FY 01
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						
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CHANGE IN REVENUES () *****See Analysis*****

FUND SOURCE (Thousands of Dollars)

1002 Federal Receipts						
1003 GF Match						
1004 GF						
1005 GF/Program Receipts						
1008 GF/MHTIA						
Other						
TOTAL	0.0	0.0	0.0	0.0	0.0	0.0

Estimate of any current year (FY96) cost: \$ _____

POSITIONS

FULL-TIME						
PART-TIME						
TEMPORARY						

ANALYSIS: (Attach a separate page if necessary)

The coastal plain of the Arctic National Wildlife Refuge is one of the most promising areas for discovery of oil and gas resources in the North America. Discovery and development of oil and gas in this area could be a boon to the Alaskan economy in the next century as the currently producing fields are depleted. At wellhead prices of \$10/bbl, every billion barrels of oil discovered could bring in roughly \$150 million per year in severance tax and royalty income to the Alaska state treasury. This estimate does not include lease bonuses which could also expect to be substantial. The state's 90% share of Federal royalties accounts for \$82 million of this annual revenue estimate. Under current law, 50% of such royalties, or \$41 million annually for every billion barrels discovered, would go to the Alaska Permanent Fund. This bill would require that the other 50% or \$41 million in this example, would be deposited in the ANWR Special Revenue Fund.

Prepared by: John J. Williams
 Division: Oil and Gas Audit Division
 Approved by Commissioner: [Signature]
 Agency: Revenue

Phone: 277-6627
 Date: 3/14/95
 Date: 3/29/95

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SJR 21

Alaska State Legislature

APR 11 1995

During Interim:

716 West 4th Avenue, Suite 500
Anchorage, Alaska 99501-2133
(907) 258-8185
Fax (907) 258-0226



During Session:

State Capitol
Juneau, Alaska 99801-1182
(907) 465-4993
Fax (907) 465-3872

Drue Pearce
President of the Senate

To: Senator Rick Halford, Co-Chair
Senate Finance Committee

From: Senator Drue Pearce

A handwritten signature in cursive script that reads "Pearce".

Date: April 10, 1995

Re: Bill Scheduling.

Would you please schedule Senate Joint Resolution 21 at your earliest convenience? Senate Joint Resolution 21 will place before the voters of the State of Alaska at the next general election an amendment to the State Constitution, which would create the Arctic National Wildlife Refuge Special Revenue Fund. This fund would consist of all state share royalties from any future development on the coastal plan of the Arctic National Wildlife Refuge, except for the 50% share of royalties already required by the Alaska Constitution and statute to be placed in the Alaska Permanent Fund.

The Legislature could only appropriate money in this fund for assistance or aid to a municipality under a program of State aid to local government established by law as embodied in AS 29.60.100 - AS 29.60.375 or for the support of school construction and school major maintenance programs established by law as currently embodied in AS 14.11.007 - AS 14.11.135.

If ratified by the citizens of our state, this resolution would create a dedicated fund. I believe it is essential that Alaskans be given the opportunity to put this mechanism in place now, before ANWR exploration and development is a reality. When fields are developed and revenues are flowing to the General Fund, the pressure to use the royalties for other purposes will be overwhelming. This new fund will be an important resource to help local governments meet their obligations in years to come. Municipal Assistance and State Revenue Sharing has been cut approximately 50% in the last ten years while municipalities have been required to take on ever increasing responsibilities.

This legislation is supported by the Alaska Municipal League.

SENATE COMMITTEE REPORT
First Committee of Referral

DATE: 3/20/95

FURTHER: Finance

John

Date of 5-Day Notice: 3/30/95
 (in accordance with Uniform Rule 23)

DATE TURNED INTO OFFICE: 4/7/95

CRA Committee considered SJR 21

Amendments to the Alaska Constitution creating a special fund related to the use of federal mineral revenue sharing payments due the state from certain federal leases on the coastal plain of the Arctic National Wildlife Refuge.

FR RFR

and recommends:

- be replaced with _____ CS _____ (_____)
- 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? _____

SIGNING <u>DO</u> PASS	DP	OTHER RECOMMENDATIONS	NR	DNP	AM
		<i>Tom Kasper</i>	<input checked="" type="checkbox"/>		
		<i>James Hoff</i>	<input checked="" type="checkbox"/>		
		<i>Robert E. Seco</i>	<input checked="" type="checkbox"/>		
CHAIR: <i>John Burgess</i>	<input checked="" type="checkbox"/>				

NEW FISCAL NOTE(S):

Department Date Zero Fiscal

<i>OFFICE OF GOVERNOR</i>	<i>3/30/95</i>	<i>✓</i>	<i>2.2</i>
<i>REVENUE</i>	<i>3/14/95</i>	<i>✓</i>	

PREVIOUS FISCAL NOTE(S):*

Department Date Zero Fiscal

APPROPRIATION -- no fiscal note

*include fiscal notes accompanying Governor's bill