

**HB**

**284**

**SFIN**

**FILE**

# FISCAL NOTE

No: 1

**STATE OF ALASKA**  
**1998 LEGISLATIVE SESSION**

Bill Version: CSHB 284 (RES)  
(H) Publish Date: 4/9/98

Revision Date: _____	Dept Affected: <u>Natural Resources</u>
Title: <u>Infestations and diseases of timber</u>	BRU: <u>Resource Development</u>
Sponsor: <u>Hodgins</u>	Component: <u>Forest Management &amp; Development</u>
Requestor: <u>(H)RES</u>	Component Serial No. <u>435</u>

Expenditures/Revenues (Thousands of Dollars)

OPERATING EXPENDITURES	FY99	FY00	FY01	FY02	FY03	FY04
PERSONAL SERVICES	390.6	390.6	390.6	390.6	390.6	390.6
TRAVEL	45.0	45.0	45.0	45.0	45.0	45.0
CONTRACTUAL	180.0	180.0	180.0	180.0	180.0	180.0
SUPPLIES						
EQUIPMENT						
LAND & STRUCTURES						
GRANTS, CLAIMS						
MISCELLANEOUS						
<b>TOTAL OPERATING</b>	<b>615.6</b>	<b>615.6</b>	<b>615.6</b>	<b>615.6</b>	<b>615.6</b>	<b>615.6</b>
<b>CAPITAL EXPENDITURES</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>
<b>CHANGE IN REVENUES (fund code)</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>

FUND SOURCE (Thousands of Dollars)

1002 Federal Receipts						
1003 GF Match						
1004 GF	615.6	615.6	615.6	615.6	615.6	615.6
1005 GF/Program Receipts						
1037 GF/Mental Health						
Other (Specify Type)						
<b>TOTAL</b>	<b>615.6</b>	<b>615.6</b>	<b>615.6</b>	<b>615.6</b>	<b>615.6</b>	<b>615.6</b>

Estimate of any current year (FY98) cost: \$ 0.0

POSITIONS

FULL-TIME	3	3	3	3	3	3
PART-TIME	6	6	6	6	6	6
TEMPORARY	0	0	0	0	0	0

ANALYSIS:

(Attach a separate page if necessary)

- 1) This bill would require more extensive insect and disease surveys to identify all infested or diseased areas and to determine where insect or disease outbreaks are likely to spread from one land ownership to another. Estimated cost would be 15 additional surveys @ \$10.0/survey = \$150.0 contractual services.
- 2) Declaration of infestation zones would require documentation and publicity. Estimate 15 declarations @ \$4.0/action = \$60.0 personal services.
- 3) DNR would need additional funding to develop infestation suppression agreements with all landowners in infestation zone. Estimate 30 agreements @ \$3.7 each = \$111.0 personal services for 3 weeks of a Forester II's time for each agreements. Plus 15.0 travel.

Cont. on attached page

Prepared by:	Jeff Jahnke, Director <i>[Signature]</i>	/mw	Phone:	465-3379
Division:	Forestry		Date:	10-Mar-98
Approved by Commissioner:	<i>[Signature]</i>		Date:	_____
Agency:	Natural Resources			

PREPARER TO PROVIDE ALL DISTRIBUTION COPIES TO GOVERNOR'S LEGISLATIVE OFFICE

For further distribution information call the Governor's Legislative Office

ANALYSIS, cont.

- 4) DNR would require additional funding for salvage on state land. Currently the department relies on CIP funding to offer salvage timber sales in excess of the amount possible under operating funds. Estimated cost = 1 Forester II x 2 regions x 9 months x \$5.4/mo = \$97.2 + 3 For Tech III x 2 regions x 6 months x \$3.4/mo = \$122.4; + \$30.0 travel costs for layout and \$30.0 contractual funding for notice and equipment needs. Total = \$279.6. On average, this would fund salvage sale design and layout for approximately 5.4 MMBF/year and reforestation on approximately 540 acres. Sales could be in any part of the state depending on the location of infestations and availability of markets.
- 5) This would require a total of 3 new full-time Forester II positions and 6 new part-time Forest Tech III positions located primarily in Southcentral and Interior Alaska.
- 6) Change in net revenue is assumed to be zero. Some salvage sales would bring in net revenue, but many would be deficit sales.