

**SB**

**7**

SFIN

FILE

# SENATE FINANCE COMMITTEE REPORT

DATE: 2/6/97

FURTHER:

DATE TURNED  
IN TO OFFICE: 2-25-97

Finance Committee considered SENATE BILL NO. 7

"An Act reducing certain resident sport fishing, hunting, and trapping license fees, increasing certain nonresident sport fishing license and tag fees, and relating to nonresident sport fishing, hunting, and trapping licenses; and providing for an effective date."

and recommends:

- be replaced with CS SB 7 (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>	✓	<i>[Signature]</i>	X		
		<i>[Signature]</i>	✓		
		<i>[Signature]</i>	✓		
		<i>[Signature]</i>	✓		
		<i>[Signature]</i>	✓		
Co-Chair:		Co-Chair:			
Co-Chair:		Co-Chair:			

**NEW FISCAL NOTE(S):**

Department      Date      Zero      Fiscal

ADFG (WILDLIFE)	2/19/97		✓
ADFG (SPORTFISH)	2/19/97		✓

**PREVIOUS FISCAL NOTE(S):\***

Department      Date      Zero      Fiscal

4. DPS (Comm)	2/6/97	✓	
3. DPS (FWP)	1/29/97	✓	

APPROPRIATION -- no fiscal note

\*include fiscal notes accompanying Governor's bill

# FISCAL NOTE

STATE OF ALASKA  
1997 LEGISLATIVE SESSION

BILL NO. CSSB 7(FIN)

Revision Date: 2/19/97 Dept. Affected: Fish and Game  
 Title: Hunting, Sport Fish, Trapping Fees/Licenses BRU: Wildlife Conservation  
 Component: Wildlife Conservation  
 Sponsor: Senator Donley  
 Requester: Senate Finance COMPONENT SERIAL NO. 473

**Expenditures/Revenues**

(Thousands of Dollars)

OPERATING EXPENDITURES	FY 98	FY 99	FY 00	FY 01	FY 02	FY 03
PERSONAL SERVICES						
TRAVEL						
CONTRACTUAL						
SUPPLIES						
EQUIPMENT						
LAND & STRUCTURES						
GRANTS, CLAIMS						
MISCELLANEOUS						
<b>TOTAL OPERATING</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>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 (1024)</b>	<b>(31.5)</b>	<b>(31.5)</b>	<b>(31.5)</b>	<b>(31.5)</b>	<b>(31.5)</b>	<b>(31.5)</b>

**FUND SOURCE**

(Thousands of Dollars)

FUND SOURCE	FY 98	FY 99	FY 00	FY 01	FY 02	FY 03
1002 Federal Receipts						
1003 GF Match						
1004 GF						
1005 GF/Program Receipts						
1037 GF/Mental Health						
Other -- F&G Fund (1024)	(31.5)	(31.5)	(31.5)	(31.5)	(31.5)	(31.5)
<b>TOTAL</b>	<b>(31.5)</b>	<b>(31.5)</b>	<b>(31.5)</b>	<b>(31.5)</b>	<b>(31.5)</b>	<b>(31.5)</b>

Estimate of any current year (FY97) cost: \$ 0.0

**POSITIONS**

POSITIONS	FY 98	FY 99	FY 00	FY 01	FY 02	FY 03
FULL-TIME						
PART-TIME						
TEMPORARY						

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

Assumptions: (1) total sales of resident licenses will remain constant; (2) inflation will not increase in the future; (3) approximately 5% of these revenue losses would be borne by license vendors.

Estimated losses are "real" losses based on the decreased cost of licenses. The possibility exists that some losses could be offset by savings in vendor payments. The "offset" is estimated in the following scenario: all persons who purchase individual trapping licenses would purchase combination hunt/trap licenses; all persons who purchase hunting licenses would purchase hunt/fish licenses; all persons who purchase hunt/trap licenses would purchase hunt/trap/fish licenses. Although the division would save \$30.5 in vendor payments under this scenario, the division would lose 31.5 in decreased revenues from combination licenses currently sold plus an additional \$19.6 in decreased revenues for increased combination licenses that would be sold. Annual loss to the department would be \$20.6.

Prepared by: Phil Koehl, Wildlife Biologist *PK*  
 Division: Wildlife Conservation  
 Approved by Commissioner: Caron Bruce  
 Agency: Alaska Department of Fish and Game

Phone: 465-4190  
 Date: 2/19/97  
 Date: 2/19/97

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# FISCAL NOTE

STATE OF ALASKA  
1997 LEGISLATIVE SESSION

BILL NO. CSSB 7(FIN)

Revision Date: 2/19/97 Dept. Affected: Fish and Game  
 Title: Hunting Sport Fish Trapping Fees/Licenses BRU: Sport Fish  
 Component: Sport Fish  
 Sponsor: Senator Donley  
 Requester: Senate Finance COMPONENT SERIAL NO. 464

**Expenditures/Revenues** (Thousands of Dollars)

OPERATING EXPENDITURES	FY 98	FY 99	FY 100	FY 101	FY 02	FY 03
PERSONAL SERVICES						
TRAVEL						
CONTRACTUAL						
SUPPLIES						
EQUIPMENT						
LAND & STRUCTURES						
GRANTS, CLAIMS						
MISCELLANEOUS						
<b>TOTAL OPERATING</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>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>
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<b>CHANGE IN REVENUES ( 1024 )</b>	<b>790.5</b>	<b>3,225.1</b>	<b>3,289.6</b>	<b>3,355.4</b>	<b>3,422.5</b>	<b>3,491.0</b>
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**FUND SOURCE** (Thousands of Dollars)

1002 Federal Receipts						
1003 GF Match						
1004 GF						
1005 GF/Program Receipts						
1037 GF/Mental Health						
1024 Fish and Game Fund	790.5	3,225.1	3,289.6	3,355.4	3,422.5	3,491.0
<b>TOTAL</b>	<b>790.5</b>	<b>3,225.1</b>	<b>3,289.6</b>	<b>3,355.4</b>	<b>3,422.5</b>	<b>3,491.0</b>

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

**POSITIONS:**

FULL-TIME						
PART-TIME						
TEMPORARY						

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

Adoption of SE 7 as written, would result in a larger annual contribution to the Fish and Game Fund due to the changes in structure and price of non-resident sport fishing licenses and king salmon tags proposed in this legislation. The department's confidence in the models used to prepare this fiscal note is not high. Our ability to project market reaction to substantial changes in license structures and fees is limited.

See attached page for assumptions.

Prepared by: Kevin Delaney *[Signature]* Phone: 465-4180  
 Division: Sport Fish Date: 2/19/97  
 Approved by Commissioner: Frank Rue *[Signature]* Date: 2/19/97  
 Agency: Fish and Game

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Assumptions used for license revenue calculations: (Bill becomes effective 1/1/98)

- Revenue calculations are based on Fiscal Year 1996 license sales statistics.
- Approximately 25% of sport fish license sales occur in the first half of a given calendar year (based on 3 year average 1993-1995). With this in mind, FY98 revenues are only 25% of calculated total for fiscal year.
- Annual license sales growth is estimated at 2% for revenue projections.
- The table below reflects Fiscal Year 1998 revenue projections with and without the enactment of this bill.
- Residents will purchase combination licenses out of convenience rather than for cost savings, therefore, same number of combination licenses will be purchased in the future.
- Nonresidents who currently purchase an annual license (other than ~850 who would qualify for the annual nonresident license as outlined in SB 7) will be forced to purchase a series of 14-day licenses. 50% will purchase two while the remaining 50% will purchase one 14-day license.
- Of those nonresidents who currently purchase a 14-day license, 75% will continue to do so, while 25% will now purchase a 7-day license.
- Of those nonresidents who currently purchase a 3-day license, 60% will purchase a 7-day license, 20% will purchase two 1-day licenses and 20% will purchase a single 1-day license.
- Those nonresidents who purchased a 1-day license will continue to do so.
- Of those nonresident hunters who currently purchase an annual sport fish license, 50% will now purchase two 14-day licenses and 50% will purchase one 14-day license.
- Of those nonresident hunters who currently purchase a 14-day license, 50% will now purchase a 14-day license and the remaining 50% will purchase a single 7-day license.
- Nonresidents who currently purchase an annual king salmon tag will be forced to purchase a series of 14-day tags. 50% will purchase two-14 day tags, while the remaining 50% will now purchase a single 14-day tag.
- Of those nonresidents who currently purchase a 3-day king salmon tag, 50% will purchase a 14-day tag, 25% will purchase two 1-day tags and the remaining 25% will purchase a single 1-day tag.
- Those nonresidents who purchased a 1 day king salmon tag will continue to do so.

Description	*Without SB7		*With SB7		
	# SOLD FY98	Revenue FY98	# SOLD FY98	Revenue FY98	Revenue Net (+/-)
* Sport Fish Revenue Portion only.					
Resident Sport Fishing	130,246	\$1,953.7	130,247	\$1,953.7	(\$0.0)
Resident Sport Fish & Hunt* (37.5%)	37,456	\$561.8	37,456	\$547.8	(\$14.0)
Resident. SF, Hunt & Trap* (27.3%)	5,186	\$77.9	5,186	\$75.0	(\$2.8)
Resident King Salmon Stamp	88,934	\$889.3	88,934	\$889.3	\$0.0
Nonresident Sport Fish	24,334	\$1,216.7	850	\$127.5	(\$1,089.2)
Nonresident 14-day Sport Fish	87,184	\$2,615.5	103,314	\$5,165.7	\$2,550.2
Nonresident 7-day Sport Fish	NA	\$0.0	60,664	\$1,819.9	\$1,819.9
Nonresident 3-day Sport Fish	63,193	\$947.9	NA	\$0.0	(\$947.9)
Nonresident 1-day Sport Fish	68,003	\$680.0	105,973	\$1,059.7	\$379.7
Nonresident Military Sport Fish	5,600	\$84.0	5,600	\$84.0	\$0.0
Nonresident Hunt & Sport Fish* (37%)	1,165	\$58.2	NA	\$0.0	(\$58.2)
Nonresident Hunt & 14-day SF* (26.1%)	1,905	\$57.2	NA	\$0.0	(\$57.2)
Nonresident Military SF & Small Game (37.5%)	301	\$4.5	301	\$4.5	(\$0.0)
Military King Salmon Stamp	2,322	\$46.4	2,322	\$46.4	\$0.0
Nonresident King Salmon Stamp	35,683	\$1,248.9	NA	\$0.0	(\$1,248.9)
Nonresident 14-day King Salmon Stamp	NA	\$0.0	68,500	\$2,055.0	\$2,055.0
Nonresident 3-day King Salmon Stamp	29,952	\$449.3	NA	\$0.0	(\$449.3)
Nonresident 1-day King Salmon Stamp	35,028	\$350.3	57,492	\$574.9	\$224.6
Duplicate KS Stamp	1,168	\$5.8	1,168	\$5.8	\$0.0
<b>TOTALS</b>		<b>\$11,247.5</b>		<b>\$14,409.4</b>	<b>\$3,161.9</b>

# FISCAL NOTE

**STATE OF ALASKA**  
**1997 LEGISLATIVE SESSION**

**BILL NO**

No. 4

Bill Version: CSSB 7 (RES)

(S) Publish Date: 2-11-97

Revision Date: 6 Feb. 97  
 Title: An Act relating to the amendment of hunting and sport fishing license and tag fees  
 Sponsor: Senator Donley  
 Requestor: Senate Resources Cmte.

Dept. Affected: Public Safety  
 BRU: Fish & Wildlife Protection  
 Component: Detachments  
 COMPONENT SERIAL NO. 0490

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

OPERATING	FY 98	FY 99	FY 00	FY 01	FY 02	FY 03
PERSONAL SERVICES						
TRAVEL						
CONTRACTUAL						
SUPPLIES						
EQUIPMENT						
LAND & STRUCTURES						
GRANTS, CLAIMS						
MISCELLANEOUS						
<b>TOTAL OPERATING</b>	-0-	-0-	-0-	-0-	-0-	-0-
<b>CAPITAL EXPENDITURES</b>	-0-	-0-	-0-	-0-	-0-	-0-
<b>CHANGE IN REVENUES ( )</b> Revenue Code	-0-	-0-	-0-	-0-	-0-	-0-

**FUNDING: (Thousands of Dollars)**

1002 Federal Receipts						
1003 GF Match						
1004 GF						
1005 GF/Program Receipts						
1006 GF/MHTIA						
Other						
<b>TOTAL</b>	-0-	-0-	-0-	-0-	-0-	-0-

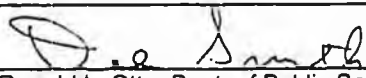
Estimate of current year (FY 97) impact: \$ \_\_\_\_\_

**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 bill is consistent with the department's objectives.

Prepared By: Sandy Perry-Provost, Special Assistant to the Commissioner Phone: 465-4322  
 Division: Commissioners Office Date: 6 Feb. 97  
 Approved by Commissioner:  Date: 2/6/97  
 Agency: Ronald L. Otte, Dept. of Public Safety

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# FISCAL NOTE

STATE OF ALASKA  
1997 LEGISLATIVE SESSION

BILL NO:

CORRECTED: No. 3

Bill Version: SB 7

(S) Publish Date: 2-11-97

Revision Date: \_\_\_\_\_

Dept. Affected: Public Safety

Title: An Act relating to the amendment of hunting  
and sport fishing license and tag fees

BRU: Fish and Wildlife Protection

Component: Detachments

Sponsor: Senator Donley

Requestor: \_\_\_\_\_

COMPONENT SERIAL NO. 0490

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

OPERATING	FY 98	FY 99	FY 00	FY 01	FY 02	FY 03
PERSONAL SERVICES						
TRAVEL						
CONTRACTUAL						
SUPPLIES						
EQUIPMENT						
LAND & STRUCTURES						
GRANTS, CLAIMS						
MISCELLANEOUS						
<b>TOTAL OPERATING</b>	-0-	-0-	-0-	-0-	-0-	-0-
<b>CAPITAL</b>	-0-	-0-	-0-	-0-	-0-	-0-
<b>CHANGE IN REVENUES ( )</b> Revenue Code	-0-	-0-	-0-	-0-	-0-	-0-

**FUNDING: (Thousands of Dollars)**

1002 Federal Receipts						
1003 GF Match						
1004 GF						
1005 GF Program						
1006 GF/MHTIA						
Other						
<b>TOTAL</b>	-0-	-0-	-0-	-0-	-0-	-0-

Estimate of current year (FY 97) impact: \$ -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. (Attach a separate page if necessary.)**

This Bill will impact this department's sport fishing enforcement programs by increasing the time necessary for troopers to determine the length of time nonresidents have been in the state, what their residency intentions are, and if they have the appropriate sport fishing license. However, this Bill is consistent with department objectives if changes are made.

Prepared By: Lt. Joel L. Hard

Phone: 269-5409

Division: Fish and Wildlife Protection

Date: January 29, 1997

Approved by Commissioner: [Signature]

Date: 1/29/97

Agency: Ronald L. Otte, Department of Public Safety

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