

**HB**

**301**

**HFIN**

**FILE**

# FISCAL NOTE

**STATE OF ALASKA**  
**2003 LEGISLATIVE SESSION**

Fiscal Note Number: 1  
 Bill Version: HB 301  
 (H) Publish Date: 5/6/03

Revision Date/Time (Note if correction): \_\_\_\_\_ Dept. Affected: DOT&PF  
 Title An act establishing the Knik Arm Bridge BRU Knik Arm Bridge  
and Toll Authority Component Knik Arm Bridge  
 Sponsor Rules by Request of the Governor  
 Requester Rules by Request of the Governor Component No. 2715

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

Note: Amounts do not include inflation unless otherwise noted below.

OPERATING EXPENDITURES	FY 2004	FY 2005	FY 2006	FY 2007	FY 2008	FY 2009
Personal Services	187.7	193.3	199.1	205.1	211.2	217.5
Travel	30.0	30.0	30.0	30.0	30.0	30.0
Contractual	200.0	200.0	200.0	200.0	200.0	200.0
Supplies	20.0	5.0	5.0	5.0	5.0	5.0
Equipment	50.0	5.0	5.0	25.0	5.0	5.0
Land & Structures						
Grants & Claims						
Miscellaneous	36.0	36.0	36.0	36.0	36.0	36.0
<b>TOTAL OPERATING</b>	<b>523.7</b>	<b>469.3</b>	<b>475.1</b>	<b>501.1</b>	<b>487.2</b>	<b>493.5</b>

<b>CAPITAL EXPENDITURES</b>						
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<b>CHANGE IN REVENUES ( )</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						
Other (CIP Receipts)	523.7	469.3	475.1	501.1	487.2	493.5
<b>TOTAL</b>	<b>523.7</b>	<b>469.3</b>	<b>475.1</b>	<b>501.1</b>	<b>487.2</b>	<b>493.5</b>

Estimate of any current year (FY2003) cost: 0.0

Check this box (X) if funding for this bill is included in the Governor's FY 2004 budget proposal:

**POSITIONS**

Full-time	3	3	3	3	3	3
Part-time						
Temporary						

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

See Attached

Prepared by: Dennis R. Poshard Phone 465-3900  
 Division: Commissioner's Office Date/Time 5/5/03 3:22 PM  
 Approved by: Mike Barton, Commissioner Date 5/5/2003  
 Agency: Department of Transportation and Public Facilities

FISCAL NOTE #1

STATE OF ALASKA  
2003 LEGISLATIVE SESSION

BILL NO. HB 301

**ANALYSIS CONTINUATION**

FISCAL NOTE CONTINUATION SHEET PAGE 2 OF 2  
Knik Arm Bridge and Toll Authority

The Following assumptions were used:

**Personal Services:** The Bridge and Toll Authority will start with three staff, including an Executive Director, administrative, and clerical support. Staffing will be filled at the following levels:

- Executive Division Director - Range 26A including benefits: \$97,474 annually
  - Admin Manager I, Range 15A including benefits: \$53,090 annually
  - Admin Clerk II, Range 8A including benefits: \$37,089 annually
- Total on-going personal services: \$187,653 annually. Three percent salary increases yearly over the six-year interval.

**Travel:** Travel and per diem expenses calculated based on 2 of 3 appointed Board members traveling to Anchorage once monthly for Board meetings. Standard per diem rates were used. The travel budget also includes in-state staff travel, lodging and meal allowances; no inflationary increases included.

**Contractual:** Contractual items to include extensive legal services in the first year (necessary to set up the Authority), ongoing computer office system support, and costs associated with financial, engineering, and planning consultants and advisors.

**Equipment:** The authority will need a computer system with server, office copiers, fax machine, phones and cell phones. Computer system upgrades to occur every third year.

**Miscellaneous:** Assumes the necessity of leased office space at \$3000.00/month including utilities.

FRANK H. MURKOWSKI  
GOVERNOR  
GOVERNOR@GOV.STATE.AK.US



STATE OF ALASKA  
OFFICE OF THE GOVERNOR  
JUNEAU

HD 301  
P.O. Box 110001  
JUNEAU, ALASKA 99811-0001  
(907) 465-3500  
FAX (907) 465-3532  
WWW.GOV.STATE.AK.US

May 5, 2003 --

The Honorable Pete Kott  
Speaker of the House  
Alaska State Legislature  
State Capitol, Room 208  
Juneau, AK 99801-1182

Dear Speaker Kott:

Under the authority of art. III, sec. 18, of the Alaska Constitution, I am transmitting a bill establishing the Knik Arm Bridge and Toll Authority and relating to that authority.

This bill establishes an independent authority to build and operate a toll bridge over Knik Arm. The authority would be able to receive federal money and issue revenue bonds to finance the toll bridge and its appurtenant facilities. The authority would design, construct, and operate the bridge and its facilities.

The authority would be a public corporation that, although an instrumentality of the state within the Department of Transportation and Public Facilities, would have a separate independent legal existence from the state. The revenue of the authority would not become part of the general fund and the property of the authority would be exempt from taxation.

The bill establishes a three-person board to govern the authority. The commissioners of revenue and transportation and public facilities would serve on the board, along with a member of the public appointed by the governor for a five-year term.

Construction of a Knik Arm bridge is a cornerstone of my public transportation development plan. A Knik Arm bridge will unite Anchorage and the Matanuska-Susitna Borough to enable growth throughout southcentral Alaska.

I urge your prompt and favorable action on this measure.

Sincerely,

A handwritten signature in black ink that reads "Frank H. Murkowski".  
Frank H. Murkowski  
Governor

THE  
FOLLOWING  
DOCUMENT(S)  
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ORIGINAL  
COPIES

**CITY OF HOUSTON  
DALE ADAMS, MAYOR**

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P.O. Box 940027  
Houston, Alaska 99694  
907-892-6869  
907-892-7677 Fax  
cityhall@mtaonline.net

May 8, 2003

Representative Beverly Masek  
Alaska State Capitol  
Juneau, Ak. 99801

Dear Bev,

I am in support of building a bridge over Kink Arm. I cannot support paying a toll without knowing what the cost per trip would be. Also would there be yearly passes available to commuters?

Sincerely,

  
Dale Adams, Mayor