

FISCAL NOTE

Bill #:	HB0107	Title:	Equitable distribution of sporting goods excise taxes
Primary Sponsor:	Bill Eggers	Status:	Second Reading

Sponsor signature	Date	Chuck Swysgood, Budget Director	Date
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Fiscal Summary

	<u>FY2002 Difference</u>	<u>FY2003 Difference</u>
Expenditures:		
State Special Revenue	828,472	826,761
Revenue:	0	0
Net Impact on General Fund Balance:	\$0	\$0

<u>Yes</u>	<u>No</u>		<u>Yes</u>	<u>No</u>	
	X	Significant Local Gov. Impact		X	Technical Concerns
	X	Included in the Executive Budget	X		Significant Long-Term Impacts
	X	Dedicated Revenue Form Attached		X	Family Impact Form Attached

Fiscal Analysis

ASSUMPTIONS:

1. Additional staff will be required for ongoing administration of the new sub-grantee program. Responsibilities will include developing and implementing program guidelines and coordinating with the tribes, Department of Fish, Wildlife and Parks staff, and federal agencies. (1.00 FTE, grade 16, \$8,000/\$5,000 FY 2002 and FY 2003 operations)
2. In addition to the administrative duties identified in assumption # one, existing staff (e.g. legal staff, field staff, administrators) will assume additional responsibilities within current FTE and operating budgets.

(continued)

3. HB 107 allows up to 7 percent of Wallop-Breaux (WB) and Pittman-Robertson (PR) funds for tribal wildlife and fish management programs. A 7 percent estimate of each sub-account within the WB and PR accounts based on the FY 2000 federal aid actual revenues is:

a. PR	<u>Wildlife</u>	<u>Hunter Ed</u>	<u>Total</u>
	\$5,257,769	\$292,014	\$5,549,783
7 percent	\$368,044	\$20,441	\$388,485
b. WB	<u>Fisheries</u>	<u>Motorboat</u>	<u>Total</u>
	\$4,742,200	\$836,859	\$5,579,059
7 percent	\$331,954	\$58,580	\$390,534

4. To maintain current levels of service in existing fish and wildlife programs, state general license dollars equivalent to the diverted 7 percent will be used to replace the federal WB and PR funds being redirected to projects on Indian reservations.

FISCAL IMPACT:

	<u>FY2002</u>	<u>FY2003</u>
	<u>Difference</u>	<u>Difference</u>
<u>FTE</u>	1.00	1.00
<u>Expenditures:</u>		
Personal Services	41,453	42,742
Operations (staff)	8,000	5,000
Operations (programs)	<u>779,019</u>	<u>779,019</u>
TOTAL	\$828,472	\$826,761
<u>Funding:</u>		
State Special Revenue (02)	\$828,472	\$826,761
<u>Revenues:</u>		
State Special Revenue (02)	\$0	\$0
<u>Net Impact to Fund Balance (Revenue minus Expenditure):</u>		
State Special Revenue (02)	(\$828,472)	(\$826,761)

LONG-RANGE IMPACTS:

1. Because \$779,019 will be diverted to tribal programs, this means \$779,019 of federal funds now being used in ongoing department programs and projects will not be available to FWP. Management of fish and wildlife resources by FWP will be reduced by an equivalent amount or, if the general license dollars are used to replace the diverted federal funds, there will need to be legislative approval of greater increases in fishing and hunting licenses fees in future sessions because of the accelerated depletion of the projected fund balances.