



GOVERNOR'S OFFICE OF
BUDGET AND PROGRAM PLANNING

Fiscal Note 2019 Biennium

Bill # HB0623

Title: Revise hunting license laws related to bonus points

Primary Sponsor: White, Kerry

Status: As Introduced

- Significant Local Gov Impact
 Needs to be included in HB 2
 Technical Concerns
 Included in the Executive Budget
 Significant Long-Term Impacts
 Dedicated Revenue Form Attached

FISCAL SUMMARY

	<u>FY 2018 Difference</u>	<u>FY 2019 Difference</u>	<u>FY 2020 Difference</u>	<u>FY 2021 Difference</u>
Expenditures:				
General Fund	\$0	\$0	\$0	\$0
State Special Revenue	\$0	\$0	\$0	\$0
Revenue:				
General Fund	\$0	\$0	\$0	\$0
State Special Revenue	\$411,523	\$411,523	\$411,523	\$411,523
Net Impact-General Fund Balance:	<u><u>\$0</u></u>	<u><u>\$0</u></u>	<u><u>\$0</u></u>	<u><u>\$0</u></u>

Description of fiscal impact: HB 623 revises laws related to bonus points for hunting licenses, tags and permits, allowing for the purchase of bonus points without the purchase of a license to hunt. This bill would increase general license revenue.

FISCAL ANALYSIS

Assumptions:

Department of Fish, Wildlife, and Parks (FWP)

Residents

1. HB 623 creates the opportunity to purchase a bonus point for each species without applying for a license, tag, or permit.
2. Currently 110,605 residents participate in the bonus point system for deer, elk, and antelope and pay a \$5 nonrefundable application fee and the \$2 bonus point fee.
3. Currently 53,450 residents participate in the bonus point system for moose, sheep, goat, and buffalo and pay a \$10 nonrefundable application fee and the \$2 bonus point fee.
4. FWP estimates 10% of existing bonus point participants will choose not to apply for a license and instead purchase a bonus point only at \$15. The net change to revenue from the loss of the nonrefundable application

fee revenue and the current bonus point fee revenue and the increase from the purchase of a \$15 bonus point fee is an additional \$104,523.

a) $110,605 \times 10\% = 11,061 \times \8.00 (\$15 bonus point only - \$7 (\$5 + \$2) nonrefundable fees) = \$88,488.

b) $53,450 \times 10\% = 5,345 \times \3.00 (\$15 bonus point only - \$12 (\$10 + \$2) nonrefundable fees) = \$16,035.

5. FWP estimates an additional 10% of applicants will purchase bonus points only increasing revenue by \$246,225. ($110,605 + 53,540 = 164,145 \times 10\% = 16,415 \times \$15 = \$246,225$).
6. Total increase in resident revenue: $\$104,523 + \$246,225 = \$350,748$.

Nonresident

7. Currently 4,519 nonresidents participate in the bonus point system for deer, elk, and antelope and pay a \$5 nonrefundable application fee and a \$20 bonus point fee.
8. Currently 13,977 nonresidents participate in the bonus point system for moose, sheep, goat, and buffalo and pay a \$50 nonrefundable application fee and a \$20 bonus point fee.
9. FWP estimates 20% of existing bonus point participants will choose to purchase bonus points only. The net change to revenue from the loss of the nonrefundable application fee revenue and the current bonus point fee revenue and the increase from the purchase of a \$25 bonus point fee is additional revenue of \$13,975.
 - a. $4,519 \times 20\% = 904 \times \0 (\$25 bonus point fee - \$25 (\$5 + \$20 nonrefundable fees) = \$0).
 - b. $13,977 \times 20\% = 2,795 \times \5 (\$75 bonus point fee - \$70 (\$50 nonrefundable application fee + \$20 bonus point fee) = \$13,975).
10. Of the 20% in assumption # 9, The remaining 75% will no longer purchase the \$10 conservation fee and the \$15 base hunting license resulting in a loss of revenue of \$-69,350.
 - a. $904 \times 75\% = 678 \times -\25 (- \$10 conservation fee - \$15 base hunting license = \$-16,950).
 - b. $2,795 \times 75\% = 2,096 \times -\25 (- \$10 conservation fee - \$15 base hunting license) \$-52,400.
11. Estimate 10% of new applicants will purchase bonus points increasing revenue by \$116,150.
 - a. $4,519 \times 10\% = 452 \times \$25 = \$11,300$
 - b. $13,977 \times 10\% = 1,398 \times \$75 = \$104,850$.
12. Total increase in nonresident revenue is \$60,775. ($\$13,975 - \$69,350 + \$116,150 = \$60,775$).
13. Revenue increase for this bill: $\$350,748 + \$60,775 = \$411,523$.

	<u>FY 2018</u> <u>Difference</u>	<u>FY 2019</u> <u>Difference</u>	<u>FY 2020</u> <u>Difference</u>	<u>FY 2021</u> <u>Difference</u>
<u>Fiscal Impact:</u>				
<u>Expenditures:</u>				
Operating Expenses	\$0	\$0	\$0	\$0
<u>Funding of Expenditures:</u>				
General Fund (01)	\$0	\$0	\$0	\$0
State Special Revenue (02)	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>
TOTAL Funding of Exp.	<u><u>\$0</u></u>	<u><u>\$0</u></u>	<u><u>\$0</u></u>	<u><u>\$0</u></u>
<u>Revenues:</u>				
General Fund (01)	\$0	\$0	\$0	\$0
State Special Revenue (02)	<u>\$411,523</u>	<u>\$411,523</u>	<u>\$411,523</u>	<u>\$411,523</u>
TOTAL Revenues	<u><u>\$411,523</u></u>	<u><u>\$411,523</u></u>	<u><u>\$411,523</u></u>	<u><u>\$411,523</u></u>
<u>Net Impact to Fund Balance (Revenue minus Funding of Expenditures):</u>				
General Fund (01)	\$0	\$0	\$0	\$0
State Special Revenue (02)	\$411,523	\$411,523	\$411,523	\$411,523

Technical Notes:

1. Nonresidents are currently able to obtain bonus points for special deer permits, special elk permits, mountain lion permits and swan permits that are not included in this bill.

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<i>Sponsor's Initials</i>	<i>Date</i>	<i>Budget Director's Initials</i>	<i>Date</i>