



GOVERNOR'S OFFICE OF
BUDGET AND PROGRAM PLANNING

Fiscal Note 2023 Biennium

Bill #	HB0260	Title:	Revise non-resident fishing license fees
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Primary Sponsor:	Berglee, Seth	Status:	As Introduced
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- 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 2022</u> <u>Difference</u>	<u>FY 2023</u> <u>Difference</u>	<u>FY 2024</u> <u>Difference</u>	<u>FY 2025</u> <u>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	\$580,337	\$1,741,012	\$1,741,012	\$1,741,012
Net Impact-General Fund Balance:	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>

Description of fiscal impact: Effective March 1, 2022, HB 260 will increase the cost of a nonresident season fishing license, change the two-day nonresident fishing license to a one-day fishing license with a reduced cost, and change the ten-day nonresident fishing license to a five-day fishing license.

FISCAL ANALYSIS

Assumptions:

- Currently a nonresident season fishing costs \$86.
- In license year 2020, 36,324 anglers purchased a nonresident season fishing license. This equates to revenue of \$3,123,864 (\$86 x 36,324) earned in license year 2020.
- This bill will increase the cost of a nonresident season fishing license to \$100.
- Using license year 2020 data and survey information 64,372 nonresident season fishing licenses are estimated to be sold in license year 2023.
 - 36,324 current nonresident season fishing license holders will continue to purchase this license.
 - 67% of anglers who previously purchase a nonresident 10-day fishing license will now purchase a season fishing license. This equates to 28,048 licenses sold.
 - These changes equate to a net revenue increase of \$3,313,357.
- Currently, a two-day nonresident fishing license costs \$25.

6. In license year 2020, 91,100 anglers purchased 108,003 two-day non-resident fishing licenses. This equates to \$2,700,075 in revenue (\$25 x 108,003) earned in license year 2020.
7. This bill will change the two-day nonresident fishing license to a one-day nonresident fishing license and reduce the cost to \$14.
8. Using license year 2020 data and survey information on the number of days fished by two-day license holders:
 - 35% of anglers will purchase one one-day license in license year 2023. This equates to 31,885 licenses sold.
 - 30% of anglers will purchase two one-day nonresident fishing licenses in license year 2023. This equates to 54,660 licenses sold.
 - 20% of anglers will purchase three one-day nonresident fishing licenses in license year 2023. This equates to 54,660 licenses sold.
 - These changes equate to a net loss in revenue of (\$723,205).
9. Currently, a ten-day nonresident fishing license costs \$56.
10. In license year 2020, 41,863 anglers purchased 42,643 10-day licenses. This equates to \$2,388,008 in revenue (\$56 x 42,643) earned in license year 2020.
11. This bill will change the ten-day nonresident fishing license to a five-day nonresident fishing license for a cost of \$56.
12. Using license year 2020 data and survey information on the number of days fished by 10-day license holders:
 - 33% of anglers who previously purchased 10-day licenses will now purchase one five-day nonresident fishing license in license year 2023. This equates to 13,815 licenses sold.
 - 15% of anglers who previously purchasing a two-day license will now purchase the five-day nonresident fishing license in license year 2023. This equates to 13,665 licenses sold.
 - These changes equate to a net loss in revenue of (\$849,140)
13. Total net revenue increase for all changes is estimated at \$1,741,012 per license year starting in 2022. No expenses are shown for this revenue. It is assumed this revenue would continue to fund balance, and would extend the period of time before a fee increase would be required.
14. Revenue estimated in FY 2022 is for four months of the first license year.

	FY2020	Price	Number of Licenses	Revenue
	NR Season	\$86	36,324	\$3,123,864
	NR 2 Day	\$25	108,003	\$2,700,075
	NR 10 Day	\$56	42,643	\$2,388,008
Total FY2020 NR Fishing Sales			186,970	\$8,211,947
	FY2023	Price	Number of Licenses	Revenue
	NR Season	\$100	64,372	\$6,437,221
	NR 1 Day	\$14	141,205	\$1,976,870
	NR 5 Day	\$56	27,480	\$1,538,868
Total Estimated NR Fishing Sales			233,057	\$9,952,959
	Differences	Price	Number of Licenses	Revenue
	NR Season	\$14	28,048	\$3,313,357
	NR 1 Day	(\$11)	33,202	(\$723,205)
	NR 5 Day	\$56	(15,163)	(\$849,140)
Total Estimated Net Change			46,087	\$1,741,012

	<u>FY 2022</u> <u>Difference</u>	<u>FY 2023</u> <u>Difference</u>	<u>FY 2024</u> <u>Difference</u>	<u>FY 2025</u> <u>Difference</u>
<u>Fiscal Impact:</u>				
<u>Expenditures:</u>				
Operating Expenses	\$0	\$0	\$0	\$0
TOTAL Expenditures	\$0	\$0	\$0	\$0
<u>Funding of Expenditures:</u>				
General Fund (01)	\$0	\$0	\$0	\$0
State Special Revenue (02)	\$0	\$0	\$0	\$0
TOTAL Funding of Exp.	\$0	\$0	\$0	\$0
<u>Revenues:</u>				
General Fund (01)	\$0	\$0	\$0	\$0
State Special Revenue (02)	\$580,337	\$1,741,012	\$1,741,012	\$1,741,012
TOTAL Revenues	\$580,337	\$1,741,012	\$1,741,012	\$1,741,012
<u>Net Impact to Fund Balance (Revenue minus Funding of Expenditures):</u>				
General Fund (01)	\$0	\$0	\$0	\$0
State Special Revenue (02)	\$580,337	\$1,741,012	\$1,741,012	\$1,741,012

NOT SIGNED BY SPONSOR

_____ 2/2/21 KA 2/1/21
 Sponsor's Initials Date Budget Director's Initials Date