

Fiscal Estimate Narratives

DNR 3/27/2007

LRB Number	07-0563/1	Introduction Number	AB-0062	Estimate Type	Updated
Description Electric receptacles maintained by the Department of Natural Resources at state park campsites					

Assumptions Used in Arriving at Fiscal Estimate

AB 62 increases the cap on the percentage of state park campsites that may have electric receptacles from the current 25 percent to 30 percent. In addition, this bill creates a provision that limits the percentage of campsites with electric receptacles to no more than 50 percent in any single state park.

The Department estimates that increasing the cap on the percentage of state park campsites that may have electric receptacles from 25 percent to 30 percent will increase revenues to the Department. The Department currently has 3,610 campsites; however, the Department has received authority from the State Building Commission--and has plans to develop--an additional 342 campsites by the end of the 2007-09 biennium. Thus, by the end of the 2007-09 biennium, the Department plans to have 3,952 campsites. This fiscal note will be predicated on the 3,952 (existing and planned) campsites. Of the 3,952 campsites, 800 are currently electrified, and the Department has plans to provide electrical service to another 178 sites. Current law provides that the Department may have no more than 25% of all sites electrified, or 988 of the total 3,952 campsites. Under this bill, the Department would be allowed to have as many as 1,186 electrified campsites, an increase of 208 over the existing and planned electrical sites (1,186 - 978), and stay within the limits of the 30% restriction. The Department assumes that 208 additional electrified sites would generate an additional \$135,800 per year given current occupancy trends (208 sites X \$5/night electrical rate X 191 camping nights per season X 68.37% occupancy rate).

The Department assumes that increased operational costs (e.g., utility costs) associated with adding additional electrified campsites would be an estimated \$390 per site, or \$81,120 for an additional 208 sites allowed under the 30% limit. The Department assumes these increased operational costs could be offset by the additional revenue. Additionally, if the Department were to increase the number of electrical sites by 208 in accordance with the 30% limit, one-time construction costs of \$540,800 will be incurred (208 X \$2,600) to install electric service at the campsites. The Department assumes that it would only incur these additional operational and one-time costs if expenditure authority were provided.

Long-Range Fiscal Implications

None

Fiscal Estimate Worksheet - 2007 Session

Detailed Estimate of Annual Fiscal Effect

Original
 Updated
 Corrected
 Supplemental

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Description Electric receptacles maintained by the Department of Natural Resources at state park campsites			
I. One-time Costs or Revenue Impacts for State and/or Local Government (do not include in annualized fiscal effect): Construction costs to install electricity of \$540,800 spread over several years.			
II. Annualized Costs:		Annualized Fiscal Impact on funds from:	
		Increased Costs	Decreased Costs
A. State Costs by Category			
State Operations - Salaries and Fringes		\$	\$
(FTE Position Changes)			
State Operations - Other Costs	81,120		
Local Assistance			
Aids to Individuals or Organizations			
TOTAL State Costs by Category	\$81,120		\$
B. State Costs by Source of Funds			
GPR			
FED			
PRO/PRS			
SEG/SEG-S	81,120		
III. State Revenues - Complete this only when proposal will increase or decrease state revenues (e.g., tax increase, decrease in license fee, ets.)			
	Increased Rev	Decreased Rev	
GPR Taxes	\$	\$	
GPR Earned			
FED			
PRO/PRS			
SEG/SEG-S	135,800		
TOTAL State Revenues	\$135,800	\$	
NET ANNUALIZED FISCAL IMPACT			
	State	Local	
NET CHANGE IN COSTS	\$81,120	\$	
NET CHANGE IN REVENUE	\$135,800	\$	
Agency/Prepared By			
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