

# Fiscal Note

State of Alaska  
2019 Legislative Session

Bill Version: HB 76  
Fiscal Note Number: \_\_\_\_\_  
( ) Publish Date: \_\_\_\_\_

Identifier: HB76-DOR-AHFC-4-20-2019  
Title: RESIDENTIAL BUILDING CODE; AHFC; MUNIS.  
Sponsor: RASMUSSEN  
Requester: H - Community & Regional Affairs

Department: Department of Revenue  
Appropriation: Alaska Housing Finance Corporation  
Allocation: AHFC Operations  
OMB Component Number: 110

## Expenditures/Revenues

Note: Amounts do not include inflation unless otherwise noted below. (Thousands of Dollars)

	FY2020	Included in	Out-Year Cost Estimates				
	Appropriation Requested	Governor's FY2020 Request	FY 2021	FY 2022	FY 2023	FY 2024	FY 2025
<b>OPERATING EXPENDITURES</b>	<b>FY 2020</b>	<b>FY 2020</b>					
Personal Services	250.0		250.0	250.0	250.0	250.0	250.0
Travel	30.0		30.0	30.0	30.0	30.0	30.0
Services							
Commodities							
Capital Outlay							
Grants & Benefits							
Miscellaneous							
<b>Total Operating</b>	<b>280.0</b>	<b>0.0</b>	<b>280.0</b>	<b>280.0</b>	<b>280.0</b>	<b>280.0</b>	<b>280.0</b>

## Fund Source (Operating Only)

1103 AHFC Rcpts (Other)	280.0		280.0	280.0	280.0	280.0	280.0
<b>Total</b>	<b>280.0</b>	<b>0.0</b>	<b>280.0</b>	<b>280.0</b>	<b>280.0</b>	<b>280.0</b>	<b>280.0</b>

## Positions

Full-time	2.0		2.0	2.0	2.0	2.0	2.0
Part-time							
Temporary							

## Change in Revenues

None							
<b>Total</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>

**Estimated SUPPLEMENTAL (FY2019) cost:** 0.0 *(separate supplemental appropriation required)*

**Estimated CAPITAL (FY2020) cost:** 0.0 *(separate capital appropriation required)*

**Does the bill create or modify a new fund or account?** No  
*(Supplemental/Capital/New Fund - discuss reasons and fund source(s) in analysis section)*

## ASSOCIATED REGULATIONS

Does the bill direct, or will the bill result in, regulation changes adopted by your agency? Yes  
If yes, by what date are the regulations to be adopted, amended or repealed? 01/01/20

## Why this fiscal note differs from previous version/comments:

Not applicable, initial version based on the 2-13-19 Governor's FY2020 request.

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Division:	Alaska Housing Finance Corporation	Date:	04/20/2019
Approved By:	Brad Ewing, Administrative Services Director	Date:	04/20/19
Agency:	Office of Management and Budget		

FISCAL NOTE ANALYSIS

STATE OF ALASKA  
2019 LEGISLATIVE SESSION

BILL NO. HB 76

**Analysis**

**Assumptions** - Expenditures detail is based on compensation required for two permanent full-time employees and anticipated travel budget. Travel will be required to ensure quality assurance of the building inspection process. It does not include broad enforcement.

**Program Summary** - Alaska Housing Finance Corporation is legally required under state statute to have minimum construction standards, including building and energy minimums, prior to financing home loans. This requirement presently involves review and adoption of current building and energy standards that reflect best building practices, administration of the Home Energy Rating System (HERS) that allows for home energy performance evaluation, and quality assurance of Authorities Having Jurisdiction (AHJ), and third-party inspection processes.

This fiscal note includes funding to expand AHFC's building and energy code administration to a statewide level. Two positions would be necessary to handle the increased work. The new energy specialists would be responsible for building and energy code review, adoption, interpretation, and quality assurance. Each position is expected to be recruited between grades 17-19. Statewide travel would be necessary to perform quality assurance of AHJs and third-party inspectors along with technical education and services to industry as required.

**Performance Measures** - The legislation is not anticipated to have an impact on AHFC's mission, core services, or performance measures.