

Fiscal Note

State of Alaska
2016 Legislative Session

Bill Version: HB 246
Fiscal Note Number:
() Publish Date:

Identifier: CSHB246(RES)-DCCED-AIDEA-06-03-16
Title: AIDEA: FUNDS; LOANS; PROGRAMS; DIVIDEND
Sponsor: RLS BY REQUEST OF THE GOVERNOR
Requester: (H) Finance

Department: Fund Transfers
Appropriation: Loan Funds
Allocation: Oil and Gas Infrastructure Development RLF
OMB Component Number:

Expenditures/Revenues

Note: Amounts do not include inflation unless otherwise noted below.

(Thousands of Dollars)

	FY2017 Appropriation Requested	Included in Governor's FY2017 Request	Out-Year Cost Estimates				
			FY 2017	FY 2018	FY 2019	FY 2020	FY 2021
OPERATING EXPENDITURES							
Personal Services							
Travel							
Services							
Commodities							
Capital Outlay							
Grants & Benefits							
Miscellaneous							
Total Operating	0.0		0.0	0.0	0.0	0.0	0.0

Fund Source (Operating Only)

None							
Total	0.0		0.0	0.0	0.0	0.0	0.0

Positions

Full-time							
Part-time							
Temporary							

Change in Revenues							
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Estimated SUPPLEMENTAL (FY2016) cost: 0.0 *(separate supplemental appropriation required)*
(discuss reasons and fund source(s) in analysis section)

Estimated CAPITAL (FY2017) cost: 0.0 *(separate capital appropriation required)*
(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If yes, by what date are the regulations to be adopted, amended or repealed? 12/31/16

Why this fiscal note differs from previous version:

Updated to reflect that the fund will not be capitalized by the passage of this bill.

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Division:
Approved By:
Agency:

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Phone: (907)771-3000
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Date: 03/06/16

FISCAL NOTE ANALYSIS

STATE OF ALASKA
2016 LEGISLATIVE SESSION

BILL NO. CSHB246(RES)

Analysis

This bill establishes the Oil and Gas Infrastructure Development program and a fund associated with that program. The program and fund will provide the Alaska Industrial Development and Export Authority (AIDEA) with new tools to support the development of the oil and gas sector of the economy. Specifically, the new fund provides the authority to finance oil and gas infrastructure development through project financing, issuing bonds, bond guarantees, and other beneficial financial mechanisms. The new fund will allow AIDEA to make needed investments in the oil and gas sector, particularly to small and medium-sized companies, and provide capital needed for continued infrastructure development while earning a return for the agency. Implementing the program will involve minor modification of regulations, which will be carried out in-house as was done with the Arctic Infrastructure Development Fund.