

Department of Commerce, Community & Economic Development
To the Senate Labor and Commerce Committee
January 29th, 2009

MISSION:

Promoting a healthy economy and strong communities

This goal is accomplished through four overarching goals: working with communities and the private sector in creating jobs for Alaskans, strengthening Alaska's rural communities, marketing Alaska's goods and services throughout the world and—maintaining a fair and consistent business, thus providing a regulatory environment in the state.

- **Commerce** Regulate existing industry to protect consumers and help create a stable business climate
- **Community** Assist local communities with self-governance and sustainability
- **Economic Development** Coordinate, promote and develop economic growth by new or expanding businesses

Divisions

- Office of the Commissioner
- Administrative Services
- Banking and Securities (regulate industry and protect consumers)
- Community and Regional Affairs (Constitutionally Established under Article X, Section 14 to assist local governments)
- Insurance (regulate industry and protect consumers)
- Investments (business development and fishing loans)
- Corporations, Business and Professional Licensing (license 67,000 businesses and 50,000 professionals in more than 120 occupations, and register 1,500 corporations)
- Office of Economic Development (Tourism, Mining, Fisheries, Timber, Small Business)

Rural Out-Migration – Research and Policy function of DCRA

- fact or fiction?
- School Closures
- **Climate Change**
 - Sub-cabinet – working to develop Alaska Climate Change Strategy
 - Newtok example of interagency coordination and work on relocation and Community Development
- **Economic Development**
 - Fisheries, Mining, Tourism, Timber, ARDORs (Alaska Regional Development Organizations, Economic information
 - Economic Development Plan
- **Revenue Sharing/Community Assistance**

	FY09	FY10	Change	% Change
Revenue Sharing				
Community Revenue Sharing	60,000.0	60,000.0	0.0	0.0%
National Forest Receipts (Federal Funds)	9,403.4	15,703.4	6,300.0	67.0%
Payment in Lieu of Taxes	6,426.6	10,100.0	3,673.4	57.2%
Fisheries Taxes (3,600.0	3,600.0	0.0	0.0%

- **Municipal Property Tax Exemptions**
- **Grants to Communities/ Named Recipients** DCRA's Grant administrators administered \$900 million in grants representing 11 programs with an average of over 200 grants per administrator
- **Research/Information**
 - Alaska Economic Performance Report and Net Rate of Return
 - Alaska's Mineral Industry Report
 - Alaska Logging History for Society of American Foresters
 - Film Office Annual Report
- **Economic Recession, Lending limitations and the role of AIDEA and Division of Investments**

Agencies

- **Alaska Aerospace Development Corporation**
 - **Kodiak Launch Facility 2nd Launch Pad \$17.5 million total/ \$3 million GF**
- **Alaska Energy Authority**
 - **Energy Plan**
 - **Renewable Energy Grant Program (HB152)**
 - **REGA study (Railbelt Energy Grid Authority)**
 - **Power Cost Equalization** (*ceiling, businesses, clinics*)
 - **Bulk Fuel Revolving Loan Fund \$750k individual limit, \$1.8 co-op limit at 5% interest**
- **Alaska Industrial Development and Export Authority**
 - **Healy Clean Coal Plant**
 - **Loan Portfolio \$300 plus million available for bonding (AA bond rating)**
- **Alaska Railroad Corporation**
 - **Implications of potential Flint Hills shutdown and tourism downturn**
- **Alaska Seafood Marketing Institute**
 - **Sustainable fisheries**
 - **Carbon footprint tracking**
 - **Global marketing efforts**
- **Alaska State Community Service Commission (Now Serve Alaska)**
 - **Vista and Americorps**
- **Regulatory Commission of Alaska**
 - **Net Energy Metering (HB 31, HB 66)**

Plus 23 seats on Boards and Commissions

- **Marine pilots board issue of Chukchi Sea and Arctic Ocean**
- **ASMI**
- **Permanent Fund**