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March 3, 2023

Representative Bryce Edgmon Co-Chair, House Finance Committee State Capitol Room 410 Juneau, AK 99801 Representative Neal Foster Co-Chair, House Finance Committee State Capitol Room 511 Juneau, AK 99801 Representative DeLena Johnson Co-Chair, House Finance Committee State Capitol Room 505 Juneau, AK 99801

## Support for House Bill 62: Renewable Energy Grant Fund

Dear Representatives Edgmon, Foster, and Johnson:

Alaska Power Association (APA) supports House Bill 62, and we urge its passage this session so Alaska electric consumers and their communities may continue benefitting from the Renewable Energy Grant Fund (REF) for many years to come. Thank you for considering this bill in the House Finance Committee.

APA is the statewide trade association for electric utilities in Alaska. Our members provide power for more than a half-million Alaskans from Utqiagvik to Unalaska, through the Interior and Southcentral, and down the Inside Passage.

Many of APA's electric utility members have received crucial funding from the Renewable Energy Grant Fund since its inception. These funds have supported the addition of renewable energy projects that have lowered reliance on diesel fuel, stabilized rates, and decreased the carbon footprint of electric generation.

According to the Alaska Energy Authority, there have been 271 REF grants totaling \$300 million since the program's inception. Over 100 operating projects have been built using REF funds, saving more than 30 million gallons of diesel each year. The REF is an extremely valuable program that has proven itself worthy of continued operation.

There are also numerous projects under consideration for future rounds of grant funding from the REF. These projects, as past projects have, will be chosen through a deliberative process run by the Alaska Energy Authority and reviewed by the Renewable Energy Fund Advisory Committee.

By extending the sunset date of the program, Alaska electric utilities will have certainty that the REF will be there as they continue innovating the power systems of the state.

If you have any questions, please feel free to contact me.

Sincerely,

Crystal Enkvist Executive Director