

# FISCAL NOTE

**2008 LEGISLATIVE SESSION**

Fiscal Note Number: 2  
 Bill Version: CSHB 338(FIN)  
 (H) Publish Date: 3/13/08

Identifier (file name): HB338CS(FIN)-CED-CRA-03-11-08 Dept. Affected: DCCED  
 Title Power Project Fund/Bulk Fuel Loan Fund RDU Comm Asst & Ec Dev (405)  
 Component Community & Regional Affairs  
 Sponsor Nelson et al  
 Requester House Finance Component Number 2879

**Expenditures/Revenues** (Thousands of Dollars)

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

	Appropriation Required	Information						
		FY 2009	FY 2009	FY 2010	FY 2011	FY 2012	FY 2013	FY 2014
<b>OPERATING EXPENDITURES</b>								
Personal Services								
Travel								
Contractual	0.0	108.0	108.0	108.0	108.0	108.0	108.0	108.0
Supplies								
Equipment								
Land & Structures								
Grants & Claims								
Miscellaneous								
<b>TOTAL OPERATING</b>	<b>0.0</b>	<b>108.0</b>	<b>108.0</b>	<b>108.0</b>	<b>108.0</b>	<b>108.0</b>	<b>108.0</b>	<b>108.0</b>

<b>CAPITAL EXPENDITURES</b>								
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<b>CHANGE IN REVENUES ( )</b>								
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**FUND SOURCE** (Thousands of Dollars)

1002 Federal Receipts								
1003 GF Match								
1004 GF								
1005 GF/Program Receipts								
1037 GF/Mental Health								
New Bulk Fuel Bridge Loan Fund	0.0	108.0	108.0	108.0	108.0	108.0	108.0	108.0
<b>TOTAL</b>	<b>0.0</b>	<b>108.0</b>	<b>108.0</b>	<b>108.0</b>	<b>108.0</b>	<b>108.0</b>	<b>108.0</b>	<b>108.0</b>

Estimate of any current year (FY2008) cost: 0.0

**POSITIONS**

Full-time								
Part-time								
Temporary								

**ANALYSIS:** (Attach a separate page if necessary)

Section 1 of this legislation would establish the bulk fuel bridge revolving loan fund and provide the legal authority for the department to administer and develop regulations for the bulk fuel bridge loan program. Need for this authority was identified in the Statewide Single Audit prepared by the Division of Legislative Audit. This legislation would provide the department authority to continue making loans to communities unable to qualify for credit under conventional financing or under the Alaska Energy Authority Revolving Fuel Loan Program. Loans from this fund would not exceed \$500.0 and must be repaid within one year after the date of the award. Interest may not be charged and repayments of the principal must be paid into the fund. Amounts in the fund may be appropriated for expenses directly related to fund administration. (continued)

Prepared by: Tara Jollie, Director Phone 907-269-7959  
 Division Community and Regional Affairs Date/Time 3/12/08 1:34 PM  
 Approved by: Emil R. Notti, Commissioner Date 3/12/2008  
 Agency Commerce, Community, and Economic Development

**FISCAL NOTE #2**

**STATE OF ALASKA  
2008 LEGISLATIVE SESSION**

**BILL NO. CSHB 338(FIN)**

**ANALYSIS CONTINUATION**

The fund has been previously capitalized with \$2.2 million. It is the intent of the department to continue to contract for the administration of the program and delivery of fuel. The annual contractual fees estimated to be \$108.0 will be drawn from the fund and subsidized in part by interest income generated by the fund resulting in the gradual decrease in the fund balance.