

# FISCAL NOTE

STATE OF ALASKA  
2008 LEGISLATIVE SESSION

Fiscal Note Number: 1  
Bill Version: HB 340  
(H) Publish Date: 1/25/08

Identifier (file name): 0049-CED-INV-01-24-08 Dept. Affected: DCCED  
Title: Alaska Capstone Avionics Revolving Loan Fund RDU: Investments (122)  
Sponsor: Rules Component: New  
Requester: By Request of Governor Component Number: New

## 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	116.0		116.0	116.0	116.0	116.0	116.0	116.0
Travel	2.3		1.2	1.2	1.2	1.2	1.2	1.2
Contractual								
Supplies	0.5		0.5	0.5	0.5	0.5	0.5	0.5
Equipment	1.0							
Land & Structures								
Grants & Claims								
Misc: Capitalize Capstone Fund	4,800.0							
<b>TOTAL OPERATING</b>	<b>4,919.8</b>	<b>0.0</b>	<b>117.7</b>	<b>117.7</b>	<b>117.7</b>	<b>117.7</b>	<b>117.7</b>	<b>117.7</b>

<b>CAPITAL EXPENDITURES</b>								
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<b>CHANGE IN REVENUES ( )</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>	<b>0.0</b>
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## FUND SOURCE (Thousands of Dollars)

1002 Federal Receipts								
1003 GF Match								
1004 GF	4,800.0							
1005 GF/Program Receipts								
1037 GF/Mental Health								
Other: Capstone Fund (New)	119.8		117.7	117.7	117.7	117.7	117.7	117.7
<b>TOTAL</b>	<b>4,919.8</b>	<b>0.0</b>	<b>117.7</b>	<b>117.7</b>	<b>117.7</b>	<b>117.7</b>	<b>117.7</b>	<b>117.7</b>

Estimate of any current year (FY2008) cost: 0.0

## POSITIONS

Full-time	2	0	2	2	2	2	2
Part-time							
Temporary							

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

This legislation establishes a new loan fund called the Alaska Capstone Avionics Revolving Loan Fund (Capstone Fund). The fund would be capitalized by a general fund appropriation of \$4.8 million.

The purpose of the Capstone Fund is to increase the safety of intra-state air transportation in Alaska by providing low interest loans to aircraft owners so that they can purchase capstone avionics equipment. The department estimates that approximately 400 loans would be made in the first year for a total of \$4.8 million. Repayments to the fund and earnings retained by the fund would provide cash flow to make approximately 60 additional loans each year thereafter.

The department anticipates needing one new loan officer and one new loan closer for program outreach and to process new loan requests. Funds are also requested to cover travel, supplies and equipment expenses associated with the new positions.

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Commerce, Community, and Economic Development

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