

# FISCAL NOTE

STATE OF ALASKA  
2008 LEGISLATIVE SESSION

Fiscal Note Number: 6  
Bill Version: CSSB 4002(FIN)  
(S) Publish Date: 8/2/08

Identifier (file name): SB4002-SFIN-PCE Fund-08-2-08 Dept. Affected: Fund Capitalization  
Title Power Cost Equalization Changes/Resource Rebate Program RDU PCE Fund  
Component PCE Fund  
Sponsor Senate Finance Committee  
Requester Senate Finance Committee Component Number 2500

**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								
Supplies								
Equipment								
Land & Structures								
Grants & Claims								
Other: <b>PCE Fund 1089</b>		140,775.0	168,775.0	32,603.0	32,063.0	32,063.0	32,063.0	32,063.0
<b>TOTAL OPERATING</b>	<b>0.0</b>	<b>140,775.0</b>	<b>168,775.0</b>	<b>32,603.0</b>	<b>32,063.0</b>	<b>32,063.0</b>	<b>32,063.0</b>	<b>32,063.0</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		140,775.0	142,975.0	6,803.0	6,263.0	6,263.0	6,263.0	
1005 GF/Program Receipts								
1037 GF/Mental Health								
Other: <b>PCE Endowment</b>			25,800.0	25,800.0	25,800.0	25,800.0	25,800.0	25,800.0
<b>TOTAL</b>	<b>0.0</b>	<b>140,775.0</b>	<b>168,775.0</b>	<b>32,603.0</b>	<b>32,063.0</b>	<b>32,063.0</b>	<b>32,063.0</b>	<b>32,063.0</b>

Estimate of any current year (FY2008) cost: \_\_\_\_\_

**POSITIONS**

Full-time								
Part-time								
Temporary								

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

This legislation amends the PCE program by amending the definition of eligible utilities and making adjustments to the formula used to calculate the residential ratepayers allowable subsidizes kWhs.

In addition, the legislation provides a \$0.05 per kWhs residential rate reduction for non-PCE eligible electrical utilities.

The fiscal note shows the funds needed to capitalize the PCE fund. The FY 2009 appropriation is net of the \$28.0 mill FY09 appropriation already made to the PCE Rural Electric Cap Fund. In future years, the estimates assume a PCE Endowment payout of \$25.8 mill which is 7% of the 6/30/08 market value of the current endowment - \$369 mill.

Prepared by: Miles Baker Phone (907) 465-3873  
Division Senate Finance Committee Date/Time 8/2/08 9:30am  
Approved by: Senator Bert Stedman, Co-Chair Date 8/2/2008