

FISCAL NOTE

STATE OF ALASKA
2009 LEGISLATIVE SESSION

Fiscal Note Number: 1
 Bill Version: CSHB 20(FSH)
 (H) Publish Date: 2/4/09

Identifier (file name): HB20-CED-Investments-02-02-09 Dept. Affected: Comm, Comm, and Econ Dev
 Title An Act relating to commercial fishing loans for energy RDU 122
efficiency upgrades Component Investments
 Sponsor Representative Edgmon
 Requester House Special Committee on Fisheries Component Number 383

Expenditures/Revenues (Thousands of Dollars)

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

	Appropriation Required	Information						
		FY 2010	FY 2010	FY 2011	FY 2012	FY 2013	FY 2014	FY 2015
OPERATING EXPENDITURES								
Personal Services	74.0		74.0	74.0	74.0	74.0	74.0	74.0
Travel	2.5		2.5	2.5	2.5	2.5	2.5	2.5
Contractual	3.8		3.8	3.8	3.8	3.8	3.8	3.8
Supplies	1.0		0.5	0.5	0.5	0.5	0.5	0.5
Equipment	9.0		0.1	0.1	0.1	0.1	0.1	0.1
Land & Structures								
Grants & Claims								
Miscellaneous								
TOTAL OPERATING	90.3	0.0	80.9	80.9	80.9	80.9	80.9	80.9

CAPITAL EXPENDITURES								
-----------------------------	--	--	--	--	--	--	--	--

CHANGE IN REVENUES ()								
-------------------------------	--	--	--	--	--	--	--	--

FUND SOURCE (Thousands of Dollars)

1002 Federal Receipts								
1003 GF Match								
1004 GF								
1005 GF/Program Receipts								
1037 GF/Mental Health								
1036 Commercial Fisheries RLF	90.3	0.0	80.9	80.9	80.9	80.9	80.9	80.9
TOTAL	90.3	0.0	80.9	80.9	80.9	80.9	80.9	80.9

Estimate of any current year (FY2009) cost: _____

POSITIONS

Full-time	1.0	0.0	1.0	1.0	1.0	1.0	1.0
Part-time							
Temporary							

ANALYSIS: (Attach a separate page if necessary)

This legislation amends Section A (AS 16.10.310(a)(1)(A)) of the Commercial Fishing Revolving Loan Fund (CFRLF) program to provide low interest loans to qualified Alaskan harvesters who wish to upgrade their existing vessels and gear to improve energy efficiency.

The Department of Commerce, Community, & Economic Development (DCCED) anticipates that this will increase loan demand by approximately \$4.2 million in FY10, \$2.1 million in FY11 and \$1.6 million in years FY12 through FY15.

(Continued)

Prepared by: Patty LaPierre
 Division: Division of Investments, Dept of Commerce, Community, & Econ. Dev.
 Approved by: Emil Notti, Commissioner
Department of Commerce, Community and Economic Development

Phone 465-2510
 Date/Time 02/02/09 1:45pm
 Date 2/2/2009

FISCAL NOTE #1

**STATE OF ALASKA
2009 LEGISLATIVE SESSION**

BILL NO. CSHB 20(FSH)

ANALYSIS CONTINUATION

The CFRLF has sufficient cash reserves to handle the increased loan demand. DCCED is requesting one additional Loan Officer position to process loan requests generated as a result of this legislation. This position will be funded out of the CFRLF.

There may be a very small but indeterminate change in revenues as a result of this legislation. Currently, cash in the CFRLF is managed by the Department of Revenue and is invested in short term instruments that are yielding minimal returns in this interest rate environment. These earnings are retained by the General Fund. Interest earnings generated by loans made as a result of this legislation would be slightly higher in this interest rate environment and those earnings would be retained by the CFRLF.