

# FISCAL NOTE

**STATE OF ALASKA**  
**2010 LEGISLATIVE SESSION**

Fiscal Note Number: 2  
 Bill Version: CSHB 20(FIN)  
 (S) Publish Date: 2/12/10

Identifier (file name): HBCS20(FIN)-CED-INV-2-4-10 Dept. Affected: DCCED  
 Title FISHERIES LOANS:ENERGY EFFICIENCY/AMOUNT RDU 122  
 Component Investments  
 Sponsor Rep.Edgmon  
 Requester Senate Resources Committee Component Number 383

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

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

	Appropriation Required	Information						
		FY 2011	FY 2011	FY 2012	FY 2013	FY 2014	FY 2015	FY 2016
<b>OPERATING EXPENDITURES</b>								
Personal Services	72.3		72.3	74.6	76.7	79.2	84.2	
Travel	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	
Supplies	1.0		0.5	0.5	0.5	0.5	0.5	
Equipment	9.0		0.1	0.1	0.1	0.1	0.1	
Land & Structures								
Grants & Claims								
Miscellaneous								
<b>TOTAL OPERATING</b>	<b>88.6</b>	<b>0.0</b>	<b>79.2</b>	<b>81.5</b>	<b>83.6</b>	<b>86.1</b>	<b>91.1</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							
1036 Commercial Fisheries RLF	88.6	0.0	79.2	81.5	83.6	86.1	91.1
<b>TOTAL</b>	<b>88.6</b>	<b>0.0</b>	<b>79.2</b>	<b>81.5</b>	<b>83.6</b>	<b>86.1</b>	<b>91.1</b>

Estimate of any current year (FY2010) cost: 0.0

**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 bill also amends AS 16.10.320(i) to allow Section A borrowers to apply for energy efficiency upgrade loans under Section B (AS 16.10.310(a)(1)(B)) and increases the outstanding balance loan limits to \$400,000.

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.  
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 Approved by: Emil Notti, Commissioner  
Department of Commerce, Community and Economic Development

Phone 465-2510  
 Date/Time 2/4/10 12:00 AM  
 Date 2/4/2010

**FISCAL NOTE # 2**

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**BILL NO. CSHB 20(FIN)**

**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 retained by the CFRLF.