

# FISCAL NOTE

**STATE OF ALASKA**  
**2012 LEGISLATIVE SESSION**

Bill Version SCS CSHB 121(FIN)  
 Fiscal Note Number 10  
 (S) Publish Date 4/15/12

Identifier (file name) HB121-DCCED-DED-12-14-11 Dept. Affected DCCED  
 Title Loan Funds: Charters/Mariculture/Microloan Appropriation Investments  
 Allocation Investments  
 Sponsor Rules by Request of the Governor  
 Requester Senate Finance OMB Component Number 383

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

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

	FY13 Appropriation Requested	Included in Governor's FY13 Request	Out-Year Cost Estimates					
			FY13	FY14	FY15	FY16	FY17	FY18
<b>OPERATING EXPENDITURES</b>								
Personal Services	61.3		67.0	67.0	67.0	67.0	67.0	67.0
Travel	7.0		7.0	7.0	7.0	7.0	7.0	7.0
Services	12.0		10.0	10.0	10.0	10.0	10.0	10.0
Commodities	5.0		0.0	0.0	0.0	0.0	0.0	0.0
Capital Outlay								
Grants, Benefits								
Miscellaneous								
<b>TOTAL OPERATING</b>	<b>85.3</b>	<b>0.0</b>	<b>84.0</b>	<b>84.0</b>	<b>84.0</b>	<b>84.0</b>	<b>84.0</b>	<b>84.0</b>

FUND SOURCE		(Thousands of Dollars)						
1002	Federal Receipts							
1003	GF Match							
1004	GF	85.3						
1178	temp code (UGF)		84.0	84.0	84.0	84.0	84.0	84.0
1178	temp code (UGF)							
1178	temp code (UGF)							
<b>TOTAL</b>		<b>85.3</b>	<b>0.0</b>	<b>84.0</b>	<b>84.0</b>	<b>84.0</b>	<b>84.0</b>	<b>84.0</b>

POSITIONS							
Full-time		1		1	1	1	1
Part-time							
Temporary							

CHANGE IN REVENUES							
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Estimated SUPPLEMENTAL (FY12) operating costs 0.0 (separate supplemental appropriation required,  
 (discuss reasons and fund source(s) in analysis section)

Estimated CAPITAL (FY13) costs 0.0 (separate capital appropriation required,  
 (discuss reasons and fund source(s) in analysis section)

**Why this fiscal note differs from previous version (if initial version, please note as such)**

Updated in compliance with new form for 2012, for FY13 costs, and to correct the fund source allocation.

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 Division Economic Development  
 Approved by Susan K. Bell, Commissioner  
Commerce, Community, and Economic Development

Phone 269-4048  
 Date/Time 1/23/12 1:00 PM  
 Date 1/23/2012

## FISCAL NOTE #10

STATE OF ALASKA  
2012 LEGISLATIVE SESSION

BILL NO. SCS CSHB 121(FIN)

### Analysis

HB 121 would create the Alaska Microloan Revolving Loan Fund, the Mariculture Revolving Loan Fund, and the Commercial Charter Fisheries Revolving Loan Fund within the Department of Commerce, Community, and Economic Development. The programs would be set up as revolving loan funds so that all earnings and loan payments would be retained by the funds for future loans. All operating expenses would also be paid from earnings of the fund.

This fiscal note details the operations funds needed to administer the funds.

Commercial Charter Fisheries Revolving Loan Fund – The cost projections that are provided include existing division staff to conduct outreach trips to promote the loan fund and to prepare the necessary regulations. These operating expenses would be paid by the earnings of the fund, as is the case with other existing division loan funds. The cost projections that are provided include travel for existing division staff to conduct several outreach trips to promote the fund. For FY14-18, \$3.5 of the \$84.0 costs in this fiscal note are expenses related to the Commercial Charter Fisheries Revolving Loan Fund.

Mariculture Revolving Loan Fund – No additional operating expenses are required to implement this loan fund.

Alaska Microloan Revolving Loan Fund – All operating expenses would be paid from earnings of the fund. Projected operating expenses are for personal services for a Loan Closer I for one year of training and flexing to a Loan Closer II in succeeding years. The new position would be responsible for intake and set up of initial application, upfront due diligence verifications, data entry to the LOANS.net proprietary tracking and accounting system, production and finalization of security documents, lien recording and perfection, and disbursement of loan proceeds. There would also be one-time set-up for expenses (supplies and equipment) and annual contractual support services cost. In addition, existing division staff would conduct several outreach trips to promote the fund and prepare the necessary regulations. For FY14-18, \$80.5 of the 84.0 costs in this fiscal note are expenses related to the Alaska Microloan Revolving Loan Fund.