

Fiscal Note

State of Alaska
2014 Legislative Session

Bill Version: SCS 2d CSHB 23(FIN)
 Fiscal Note Number: 7
 (S) Publish Date: 4/4/14

Identifier: HB023SCSCS(FIN)-DOT-KABATA 3-21-14
 Title: KNIK ARM CROSSING; AHFC
 Sponsor: NEUMAN, HUGHES
 Requester: Senate Finance Committee

Department: Department of Transportation and Public Facilities
 Appropriation: Design, Engineering and Construction
 Allocation: Knik Arm Bridge/Toll Authority
 OMB Component Number: 2715

Expenditures/Revenues

Note: Amounts do not include inflation unless otherwise noted below. (Thousands of Dollars)

| | FY2015 | Included in | Out-Year Cost Estimates | | | | |
|-------------------------------|-------------------------|---------------------------|-------------------------|----------------|----------------|----------------|----------------|
| | Appropriation Requested | Governor's FY2015 Request | FY 2016 | FY 2017 | FY 2018 | FY 2019 | FY 2020 |
| OPERATING EXPENDITURES | FY 2015 | FY 2015 | FY 2016 | FY 2017 | FY 2018 | FY 2019 | FY 2020 |
| Personal Services | | | | | | | |
| Travel | | | | | | | |
| Services | | | | | | | |
| Commodities | | | | | | | |
| Capital Outlay | | | | | | | |
| Grants & Benefits | | | | | | | |
| Miscellaneous | | | | | | | |
| Total Operating | 0.0 | 0.0 | 0.0 | 0.0 | 0.0 | 0.0 | 0.0 |

Fund Source (Operating Only)

| | | | | | | | |
|--------------|------------|------------|------------|------------|------------|------------|------------|
| None | | | | | | | |
| Total | 0.0 | 0.0 | 0.0 | 0.0 | 0.0 | 0.0 | 0.0 |

Positions

| | | | | | | | |
|-----------|--|--|--|--|--|--|--|
| Full-time | | | | | | | |
| Part-time | | | | | | | |
| Temporary | | | | | | | |

| | | | | | | | |
|---------------------------|--|--|--|--|--|--|--|
| Change in Revenues | | | | | | | |
|---------------------------|--|--|--|--|--|--|--|

Estimated SUPPLEMENTAL (FY2014) cost: 0.0 *(separate supplemental appropriation required)*
(discuss reasons and fund source(s) in analysis section)

Estimated CAPITAL (FY2015) cost: 0.0 *(separate capital appropriation required)*
(discuss reasons and fund source(s) in analysis section)

ASSOCIATED REGULATIONS

Does the bill direct, or will the bill result in, regulation changes adopted by your agency? no
 If yes, by what date are the regulations to be adopted, amended or repealed?

Why this fiscal note differs from previous version:

Updated for Senate Finance to reflect changes in Committee Substitute version 28-LS0141R from the original bill.

| | | | |
|--------------|---|--------|---------------------|
| Prepared By: | Michael Rovito, Legislative Liaison | Phone: | (907)269-6698 |
| Division: | Knik Arm Bridge and Toll Authority | Date: | 03/21/2014 02:10 PM |
| Approved By: | Judy Dougherty, Acting Executive Director | Date: | 03/21/14 |
| Agency: | Knik Arm Bridge and Toll Authority | | |

FISCAL NOTE ANALYSIS #7

**STATE OF ALASKA
2014 LEGISLATIVE SESSION**

BILL NO. SCS 2d CSHB 23(FIN)

Analysis

This CS allows the State Bond Committee to sell Revenue Bonds in an amount not to exceed \$300 million for the purpose of financing part of the cost of the Knik Arm Crossing (KAC).

The CS sets the legal parameters for the bond sales by establishing the toll bridge revenue bond limit, a Toll Bridge Revenue Fund, a Toll Bridge Revenue Bond Redemption Fund, bond terms, a requirement for a bond resolution from the State Bond Committee, and a bond reserve fund. The CS also establishes the applicable enforcement by bond owners, amounts required for payments, a refunding mechanism for the bonds, and clarifies the bonds as legal investments that may be accepted as security for deposits of all money of the state and its political subdivisions.

The CS allows the Knik Arm Bridge and Toll Authority (KABATA) to enter into an agreement with the state, pledging residual toll revenue from the KAC to pay debt service incurred by the state to finance a portion of the KAC's costs. Passage of this bill will have no fiscal impact on KABATA.