

Fiscal Note

State of Alaska
2021 Legislative Session

Bill Version:	CSHB 170(L&C)
Fiscal Note Number:	4
(H) Publish Date:	5/4/2021

Identifier: HB170CS(ENE)-DCCED-AEA-04-23-21
 Title: ENERGY INDEPENDENCE PROGRAM & FUND:
 AIDEA
 Sponsor: RLS BY REQUEST OF THE GOVERNOR
 Requester: (H) LABOR & COMMERCE

Department: Department of Commerce, Community and
 Economic Development
 Appropriation: Alaska Energy Authority
 Allocation: Alaska Energy Authority Rural Energy Assistance
 OMB Component Number: 2600

Expenditures/Revenues

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

	FY2022 Appropriation Requested	Included in Governor's FY2022 Request	Out-Year Cost Estimates					
			FY 2022	FY 2023	FY 2024	FY 2025	FY 2026	FY 2027
OPERATING EXPENDITURES								
Personal Services								
Travel								
Services	75.2		150.3	150.3	150.3	150.3	150.3	150.3
Commodities	10.0							
Capital Outlay								
Grants & Benefits								
Miscellaneous								
Total Operating	85.2	0.0	150.3	150.3	150.3	150.3	150.3	150.3

Fund Source (Operating Only)

1252 DGF Temp (DGF)	85.2		150.3	150.3	150.3	150.3	150.3	150.3
Total	85.2	0.0	150.3	150.3	150.3	150.3	150.3	150.3

Positions

Full-time								
Part-time								
Temporary								

Change in Revenues

None								
Total	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0

Estimated SUPPLEMENTAL (FY2021) cost: 0.0 (separate supplemental appropriation required)

Estimated CAPITAL (FY2022) cost: 0.0 (separate capital appropriation required)

Does the bill create or modify a new fund or account? No
 (Supplemental/Capital/New Fund - 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 If yes, by what date are the regulations to be adopted, amended or repealed? N/A

Why this fiscal note differs from previous version/comments:

Updated to reflect new committee substitute and include AEA analyst position.

Prepared By:	Curtis Thayer, Executive Director	Phone:	(907)771-3000
Division:	Alaska Energy Authority	Date:	04/23/2021
Approved By:	Micaela Fowler, Administrative Services Director, DCCED	Date:	04/23/21
Agency:	Office of Management and Budget		

Analysis

Bill Summary

This bill would create and establish parameters for the Alaska Energy Independence Fund (the Fund) and the Alaska Energy Independence Program (the Program) within the Alaska Industrial Development and Export Authority (AIDEA).

The Program would be established to make loans, provide credit enhancement structures, purchase loans, provide development funding and other forms of financing for sustainable energy development in Alaska’s commercial, residential, and industrial market sectors. The Fund would consist of appropriations made by the legislature, loans or other assets transferred to the fund by AIDEA, unrestricted loan payments, interest, or other income earned on loans, investments or assets of the fund, and available federal funding. The Fund and the Program would make capital more accessible to borrowers for clean energy projects and incentivize co-investment in the clean energy sector between the public (the State of Alaska through AIDEA), Alaska’s financial sector and private investors.

CSHB 170(ENE) creates one analyst position employed in a professional capacity by the Alaska Energy Authority (AEA) to assist underserved communities with the technical development of projects and applications for funding from the Alaska Energy Independence Fund and Program.

Cost Assumptions:

AIDEA provides all staff support for AEA programs and is reimbursed via a reimbursable services agreement from AEA. Personal services costs associated with these two new positions will be reflected on AIDEA's CSHB 170(ENE) fiscal note.

Contractual costs for AEA include authorization to pay for the positions that will be housed in AIDEA:

Services:

Analyst Position (range 23)	\$135.3 per year (starting FY2023; \$67.7 in FY2022)
On-going support services for analyst position	\$15.0 per year (starting in FY2023; \$7.5 in FY2022)

Commodities:

One-time start up costs for analyst position	\$10.0 in FY2022
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