

Fiscal Note

State of Alaska
2024 Legislative Session

Bill Version:	CSSB 125(FIN)
Fiscal Note Number:	9
(S) Publish Date:	5/12/2024

Identifier: SB125CS(FIN)-DCCED-INV-05-11-24
 Title: AK HOUSING FINANCE CORP: SUSTAIN ENERGY
 Sponsor: RLS BY REQUEST OF THE GOVERNOR
 Requester: (S) FINANCE

Department: Department of Commerce, Community and Economic Development
 Appropriation: Investments
 Allocation: Investments
 OMB Component Number: 383

Expenditures/Revenues

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

	FY2025	Included in	Out-Year Cost Estimates				
	Appropriation Requested	Governor's FY2025 Request	FY 2026	FY 2027	FY 2028	FY 2029	FY 2030
OPERATING EXPENDITURES	FY 2025	FY 2025					
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

None							
Total	0.0	0.0	0.0	0.0	0.0	0.0	0.0

Estimated SUPPLEMENTAL (FY2024) cost: 0.0 *(separate supplemental appropriation required)*

Estimated CAPITAL (FY2025) 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 If yes, by what date are the regulations to be adopted, amended or repealed?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:

Not applicable, initial version.

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 Approved By: Hannah Lager, Administrative Services Director
 Agency: Commerce, Community, and Economic Development

Phone: (907)465-2513
 Date: 05/11/2024
 Date: 05/11/24

REPORTED OUT OF
SEC 05/12/2024

FISCAL NOTE ANALYSIS

STATE OF ALASKA
2024 LEGISLATIVE SESSION

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Analysis

The bill gives the Alaska Housing Finance Corporation (AHFC) the authority to contract with the Alaska Energy Authority (AEA) for the provision of technical review, energy infrastructure expertise, or analysis of proposed sustainable energy development loans.

This bill also amends the statutes governing the rate of interest and maximum loan amounts for the Commercial Fishing Revolving Loan Fund for a period of three years. It sets the interest rate at 5.25 percent, the historical base for interest rates for loans under this program. It also increases the maximum loan amount for a refinancing loan from \$200.0 to \$400.0, and gear and vessel purchases from \$200.0 to \$400.0, making the cap the same as the cap for other loan types under the program. The interest rate is returned to the previous rate structure of prime plus two percent, with a cap of 10.5 percent, on July 1, 2027. The loan amount caps are also returned to \$200.0 on July 1, 2027.

Loans from the Commercial Fishing Revolving Loan Fund are issued without appropriation, and therefore there is no fiscal impact reflected in this fiscal note.