

# Fiscal Note

State of Alaska  
2025 Legislative Session

|                     |           |
|---------------------|-----------|
| Bill Version:       | HB 164    |
| Fiscal Note Number: | 1         |
| (H) Publish Date:   | 3/28/2025 |

Identifier: LL0571-DCCED-AEA-03-27-25  
 Title: NET METERING PROGRAM & FUND  
 Sponsor: RLS BY REQUEST OF THE GOVERNOR  
 Requester: Governor

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)

|                               | FY2026                  | Included in               | Out-Year Cost Estimates |            |            |            |            |
|-------------------------------|-------------------------|---------------------------|-------------------------|------------|------------|------------|------------|
|                               | Appropriation Requested | Governor's FY2026 Request | FY 2027                 | FY 2028    | FY 2029    | FY 2030    | FY 2031    |
| <b>OPERATING EXPENDITURES</b> | <b>FY 2026</b>          | <b>FY 2026</b>            |                         |            |            |            |            |
| Personal Services             |                         |                           |                         |            |            |            |            |
| Travel                        |                         |                           |                         |            |            |            |            |
| Services                      |                         |                           |                         |            |            |            |            |
| Commodities                   |                         |                           |                         |            |            |            |            |
| Capital Outlay                |                         |                           |                         |            |            |            |            |
| Grants & Benefits             |                         |                           |                         |            |            |            |            |
| Miscellaneous                 |                         |                           |                         |            |            |            |            |
| <b>Total Operating</b>        | <b>0.0</b>              | <b>0.0</b>                | <b>0.0</b>              | <b>0.0</b> | <b>0.0</b> | <b>0.0</b> | <b>0.0</b> |

**Fund Source (Operating Only)**

|              |            |            |            |            |            |            |            |
|--------------|------------|------------|------------|------------|------------|------------|------------|
| None         |            |            |            |            |            |            |            |
| <b>Total</b> | <b>0.0</b> | <b>0.0</b> | <b>0.0</b> | <b>0.0</b> | <b>0.0</b> | <b>0.0</b> | <b>0.0</b> |

**Positions**

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

**Change in Revenues**

|              |            |            |            |            |            |            |            |
|--------------|------------|------------|------------|------------|------------|------------|------------|
| None         |            |            |            |            |            |            |            |
| <b>Total</b> | <b>0.0</b> | <b>0.0</b> | <b>0.0</b> | <b>0.0</b> | <b>0.0</b> | <b>0.0</b> | <b>0.0</b> |

**Estimated SUPPLEMENTAL (FY2025) cost:** 0.0 *(separate supplemental appropriation required)*

**Estimated CAPITAL (FY2026) cost:** 0.0 *(separate capital appropriation required)*

**Does the bill create or modify a new fund or account?** Yes  
*(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? Yes  
 If yes, by what date are the regulations to be adopted, amended or repealed? 06/30/28

**Why this fiscal note differs from previous version/comments:**

Not applicable, initial version.

|              |  |        |                     |
|--------------|--|--------|---------------------|
| Prepared By: | Curtis Thayer, Executive Director              | Phone: | (907)771-3000       |
| Division:    | Alaska Energy Authority                        | Date:  | 03/27/2025 02:00 PM |
| Approved By: | Hannah Lager, Administrative Services Director | Date:  | 03/27/25            |
| Agency:      | Commerce, Community, and Economic Development  |        |                     |

FISCAL NOTE ANALYSIS

STATE OF ALASKA  
2025 LEGISLATIVE SESSION

-

**Analysis**

The bill establishes a net metering program, which will apply to public electric utilities. It also creates a net metering reimbursement fund to be administered by the Alaska Energy Authority (Authority) as the fiduciary of the fund under AS 37.10.071.

Subject to appropriation, the Authority will make payments from the Fund to a load-serving entity eligible for recoverable cost in accordance with regulations adopted by the Regulatory Commission of Alaska.

The amount of capitalization to the fund will determine the amount available for the program based on capitalization by the legislature. The Authority will utilize existing resource to stand up this new program. Additional resources may be necessary in future years depending on the program usage and workload.