

HB

520

FISCAL NOTE

REQUEST:

Revision Date: _____ Agency Affected: Commerce & Econ. Dev.
 Title: Act relating to issuance of bonds and procurement for certain development projects Agency: Alaska Industrial Development and Export Authority
 Sponsor: Rep. Boyer, Merard, et al. Components: _____
 Requestor: House Labor & Commerce

EXPENDITURES/REVENUES: (Thousands of Dollars)

OPERATING	FY 91	FY 92	FY 93	FY 94	FY 95	FY 96
PERSONAL SERVICES						
TRAVEL						
CONTRACTUAL						
SUPPLIES						
EQUIPMENT						
LAND & STRUCTURES						
GRANTS, CLAIMS						
MISCELLANEOUS						
TOTAL OPERATING	0	0	0	0	0	0

CAPITAL	122,000.0	0	0	0	0	0
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REVENUE	0	0	0	0	0	0
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FUNDING: (Thousands of Dollars)

GENERAL FUND						
FEDERAL FUNDS	92,000.0					
OTHER	30,000.0					
TOTAL	122,000.0	0	0	0	0	0

POSITIONS:

FULL-TIME						
PART-TIME						
TEMPORARY						

ANALYSIS : (Attach a separate page if necessary)

Analysis is attached as page 2.

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 Division: Alaska Industrial Development & Export Authority

Approved by Commissioner: Larry Mercurieff *Larry Mercurieff* Date: 3-5-90
 Agency: Department of Commerce & Economic Development

Distribution (by preparer):

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- Legislative Sponsor
- Requestor
- Office of Management and Budget
- Impacted Agency(ies)

ANALYSIS - FISCAL NOTE - HB 520

Section 1 of this bill would give AIDEA the authority to issue up to \$85 million in bonds for the Healy cogeneration project.

The estimated construction cost of the project is \$192 million. It is estimated that up to \$70 million in bonded debt will be required. The \$85 million figure contained in the bill provides a cushion for cost overruns that may exceed the current estimate. The actual amount of bonds will most likely be less. In addition to the AIDEA bond authorization, capital appropriations of \$92 million in federal funds and \$30 million in state funds will be required.

The state funds are shown under "other" in the fiscal note as the exact source is undetermined. The fiscal note shows all appropriations for the project in FY 91 since all appropriations will be required before AIDEA can issue bonds for the project. We anticipate that the project will be completed in FY 96 and that the expenditure by fiscal year will be as follows:

FY 91	\$ 8,000.0
FY 92	11,000.0
FY 93	46,000.0
FY 94	52,000.0
FY 95	58,000.0
FY 96	<u>17,000.0</u>
Total	\$192,000.0