

SB

175

FISCAL NOTE

No. 1

Bill Version: SB 175

(S) Publish Date: 4-21-97

**STATE OF ALASKA
1997 LEGISLATIVE SESSION**

Revision Date: April 18, 1997
Title: AIDEA Revenue Bonds for Interties

Department: DCED
BRU: AIDEA
Component: AIDEA

Sponsor: Senator SHARP
Requester: Senate Finance Committee

COMPONENT SERIAL NO. 1234

Expenditures/Revenues		(Thousands of Dollars)					
	FY 98	FY 99	FY 00	FY 01	FY 02	FY 03	
OPERATING EXPENDITURES							
PERSONAL SERVICES							
TRAVEL							
CONTRACTUAL							
SUPPLIES							
EQUIPMENT							
LAND & STRUCTURES							
GRANTS, CLAIMS							
MISCELLANEOUS							
TOTAL OPERATING							
CAPITAL EXPENDITURES	0.0	0.0	0.0	0.0	0.0	0.0	
CHANGE IN REVENUES	0.0	0.0	0.0	0.0	0.0	0.0	

FUND SOURCE		(Thousands of Dollars)					
1002 Federal Receipts							
1003 GF Match							
1004 General Fund							
1005 GF/Program Receipts							
1006 GF/MHTIA							
Other Corporate Receipts							
TOTAL							

Estimate of any current year (FY 97) cost: \$ 0.0

POSITIONS							
FULL-TIME							
PART-TIME							
TEMPORARY							

ANALYSIS: (Attach a separate page if necessary)

SB 175 makes a technical change to existing bond authorization which allows the Alaska Industrial Development and Export Authority (the Authority) to issue revenue bonds to finance the proposed Northern and Southern Interties. SB 175 will have no fiscal impact on the General Fund or the Authority.

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Agency: Commerce and Economic Development

Phone: 907.269.3000
Date: April 18, 1997

Date: 4-18-97

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MEMORANDVM.

TO: Tim
FROM: Ben
DATE: 23 April 1997
IN RE: SB175 (AIDEA intertie bonds)

This bill passed out of Finance on Monday, with Sharp and Torgerson signing 'do pass' and Adams, Donley, Parnell, and Pearce signing 'no rec'. What this bill would do is change the language approved in '93 that authorises AIDEA to issue bonds to pay for the Fairbanks-Healy and Anchorage-Kenai interties.

This bill was requested by the affected utilities, and is supported by AIDEA.

The old language didn't specify what kind of bonds AIDEA was to issue, while the new language mentions revenue bonds explicitly. AIDEA had planned to issue revenue bonds anyway.

The old language had AIDEA financing projects that Golden Valley Electric Association and Chugach Electric Association would own for the benefit of all utilities participating in the intertie. The new language doesn't specify ownership by a utility, leaving default ownership by AIDEA.

The maximum principal amount of the bonds remains unchanged at \$60 million in SB 175.