

SB

218

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FILE

FISCAL NOTE

STATE OF ALASKA
2001 LEGISLATIVE SESSION

Fiscal Note Number: 1
Bill Version: SB 218
(S) Publish Date: 5/2/01

Revision Date/Time (Note if correction): _____ Dept. Affected: Revenue
Title: International Airports: BRU: Revenue Operations
Bonds / Construction Fund Component: Treasury Division
Sponsor: Senator Cowdery
Requester: Senate Transportation Component Number: 121

Expenditures/Revenues (Thousands of Dollars)

Note: Amounts do not include inflation unless otherwise noted below.

OPERATING EXPENDITURES	FY 2002	FY 2003	FY 2004	FY 2005	FY 2006	FY 2007
Personal Services						
Travel	25.0					
Contractual		15.0	15.0	15.0	15.0	15.0
Supplies						
Equipment						
Land & Structures						
Grants & Claims						
Miscellaneous			4,870.7	12,687.2	12,683.8	12,678.6
TOTAL OPERATING	25.0	15.0	4,885.7	12,702.2	12,698.8	12,693.6

CAPITAL EXPENDITURES						
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CHANGE IN REVENUES ()						
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FUND SOURCE (Thousands of Dollars)

1002 Federal Receipts						
1003 GF Match						
1004 GF	25.0	15.0	15.0	15.0	15.0	15.0
1005 GF/Program Receipts						
1037 GF/Mental Health						
AIAS Revenue Fund			4,870.7	12,687.2	12,683.8	12,678.6
TOTAL	25.0	15.0	4,885.7	12,702.2	12,698.8	12,693.6

Estimate of any current year (FY2001) cost: 0.0

Check this box (X) if funding for this bill is included in the Governor's FY 2002 budget proposal:

POSITIONS

Full-time						
Part-time						
Temporary						

ANALYSIS: (Attach a separate page if necessary)
This legislation authorizes the State Bond Committee to issue an additional \$147,900,000 in revenue bonds to support the Alaska International Airport System's capital improvement program.
BASE ASSUMPTIONS: Project size of approximately \$113.2 million, 25-year term of bonds. True interest cost of 6.76% (approximately 1.5% above current rates). Two years of capitalized interest (making the interest payments on the bonds with bond proceeds). Debt service reserve funded with bond proceeds.
SOURCES OF CAPITAL: Par amount of bonds \$147.9 million. The issue of investment earnings on the bond proceeds during construction is not addressed in the legislation.
USES OF CAPITAL: Project \$113.2 million. Capitalized interest \$19.5 million. Debt service reserve fund \$12.7 million. Costs associated with issuing the bonds \$2.5 million. Total uses of capital are \$147.9 million.
(Note: If we were to use the interest cost of 5.31% that was available in January 2001, the annual debt service would be approximately \$1.5 million less than the amount stated above.)

Prepared by: Devon Mitchell, State Debt Manager Phone 465-3750
Division: Treasury Division Date/Time May 1, 2001, 3 p.m.
Approved by: Larry Persily, Deputy Commissioner Date 05/01/2001
Agency: Department of Revenue

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