

**HB**

**20**

<target><bill>HB 20</bill><subject>HB  
20</subject><comm>HFIN26</comm></target>



**Sponsor**

**Statement**

**CSHB20 (FSH): Fisheries Loans for Energy Efficiency**

**SPONSOR'S INTENT  
CSHB20 (FSH)**

CSHB20 (FSH) provides technical fixes to the Commercial Fishing Loan Act in order to make low-interest loans for energy efficiency upgrades available to a larger number of Alaska's commercial fishers.

Volatility in fuel costs continues to have a worrisome impact on our commercial fishing fleets, cutting into profits and threatening productivity.

In recent years, great advances have been made in diesel and outboard engine technologies. Fuel efficiency and performance have vastly improved.

There have also been substantial developments in alternatives to traditional diesel and gasoline generator sets, and modifications to vessel hulls—such as bulbous noses and fin stabilizers—can also significantly boost energy efficiency.

Commercial fishers across the state are eager to take advantage of these and other new technologies that significantly lower operating costs.

Passage of CSHB20 (FSH) will provide many Alaskan fishers the opportunity to make these improvements sooner. At the same time, it will foster innovation and stimulate the entrepreneurial spirit in one of Alaska's most important industries.

Prepared by the Office of Rep. Edgmon



## Sectional Analysis

### CSHB20 (FSH): Fisheries Loans for Energy Efficiency

**Section 1** amends subsection A, paragraph (ii) of the Commercial Fishing Loan Act to allow loans to upgrade existing vessels and gear for the purpose of improving energy efficiency. Under current statute, subsection A loans are only available for improving the quality of Alaska seafood products.

**Section 2** of the bill amends paragraph (i) of subsection B of the Act in two ways:

First, it eliminates the current prohibition for a borrower with a loan out under Section A from also becoming a borrower under Section B, but only if the purpose of the additional Section B loan is for an energy efficiency upgrade.

Second, it raises the total allowable balance outstanding on loans to an individual from both subsection A and subsection B from \$300,000 to \$400,000.

**Section 3** makes the legislation retroactive to September 1<sup>st</sup>, 2008.

**Section 4** sets an immediate effective date for the bill.

## **Explanation of Changes Between Original Version and CS HB20 (FSH)**

The original version of HB20 amended only subsection A in the Commercial Fisheries Loan Act, in order to allow borrowers who meet the existing eligibility criteria under subsection A for energy efficiency upgrades.

In order to further increase the level of loan coverage and eligibility, the Committee Substitute maintains the amendment to subsection A, and also amends subsection B, paragraph (i), to eliminate language prohibiting borrowers who have received loans under subsection A from applying for loans under subsection B.

However, this prohibition is eliminated only if the purpose of the additional loan under subsection B is for energy efficiency improvements.

Taking into account the increasing prices for engines and other equipment, the CS also raises the total allowable outstanding balance on loans to an individual fisher under both subsections A and B from \$300,000 to \$400,000.

Another change in the CS makes the legislation retroactive to September 1, 2008. This is because of concern over whether existing retroactivity regulations under the Loan Act would apply to energy upgrades made by applicants before the language was in statute.

Finally, an immediate effective date was added in the CS.

Prepared by the Office of Rep. Edgmon

*Alaska State Legislature*  
REPRESENTATIVE BRYCE EDGMON  
*House District 37*



## Commercial Fishing Loan Fund Summary

Adak  
Akutan  
Aleknagik  
Atka  
Chignik  
Chignik Lagoon  
Chignik Lake  
Clark's Point  
Cold Bay  
Dillingham  
Egegik  
Ekwok  
False Pass  
Ivanof Bay  
King Cove  
King Salmon  
Koliganek  
Manokotak  
Naknek  
Nelson Lagoon  
New Stuyahok  
Nikolski  
Perryville  
Pilot Point  
Portage Creek  
Port Heiden  
St. George  
St. Paul  
Sand Point  
South Naknek  
Togiak  
Twin Hills  
Ugashik  
Unalaska

### Loan Program Goal and Objectives

To provide long-term, low interest loans to promote the development of predominantly resident fisheries, and continued maintenance of commercial fishing vessels and gear for the purpose of improving the quality of Alaska seafood products.

### Provides Loans For:

- Section A—up to \$300,000 for the purchase of Entry Permits or for existing Vessel or Gear upgrades for improving seafood quality.
- Section B—up to \$100,000 for the purchase of Entry Permits, Vessel and Gear Upgrades, Vessel and Gear purchases, and Vessel Construction—with differing eligibility criteria, the most significant being that the applicant must not be able to obtain financing from a bank.
- Section C—the purchase of Quota Shares—with eligibility requirements similar to Section B applicants.
- Section D—to satisfy past due federal Tax Obligations.
- Section E—for the purchase of Quota Shares by a Community Quota Entity (CQE).
- Section F—for existing Tender Vessel and Gear upgrades

### General Requirements

- Alaska resident for the past 2 years.
- Child support payments must not be past due.

### Definition of Resident

- Living in Alaska with the intent to remain indefinitely
- Primary and permanent home in Alaska
- Present in Alaska except for brief intervals (generally less than 90 days) except for military service, education or good cause.

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### **Program Requirements**

- Purchases - Loans are available for limited entry permits, quota shares, vessels, or gear purchased less than 12 months prior to the date your application is received.
- Refinancing - Vessels or gear loans made by other lenders more than one year prior to receipt of your application are eligible for financing.
- Collateral - The item being financed (limited entry permit, vessel, etc.) will be the collateral for the loan and, and generally, a priority lien must be obtained.

### **Terms and Conditions**

- Interest rate is 2% above the prime rate, not to exceed 10.5%.
- Interest rate for Product Quality Improvement loans is 2% **below** the prime rate, not to exceed 10.5%
- Interest rate will be fixed at the time of loan approval.
- Maximum loan term is 15 years.
- Borrower is responsible to pay all direct costs incurred in processing an application including surveys, inspections, appraisals, title insurance, etc.

Prepared by the Office of Representative Edgmon with excerpts from the Division of Investments.

## PCSRF Background

March 2009

The negotiations surrounding the Pacific Salmon Treaty and litigation by Pacific Northwest interests regarding Alaska's activities on shared salmon resources contributed to considerable tension and controversy in the 1980s and 90s. In recognition of the need to find a more cooperative way to work on coast-wide salmon issues, the Governors of Washington, Oregon, and Alaska met in Sitka in 1997. One of the outcomes of that meeting was agreement to work to secure a significant endowment to assist in coast-wide efforts to provide more salmon resources and salmon harvest opportunities in the area covered by the Pacific Salmon Treaty Region.

While the endowment model did not come to fruition, negotiation of the 1999 Pacific Salmon Treaty Agreement and continuing Endangered Species Act (ESA)-related issues in the Pacific Northwest and California led to the creation of the federal Pacific Coastal Salmon Recovery Fund (PCSRF) in the federal fiscal year (FFY) 1999 Commerce Department budget. The eligible recipients under this fund were the states of California, Oregon, Washington and Alaska, and a number of Columbia River Tribes. Idaho was added in the last three appropriations.

The Department of Fish and Game has been designated as the lead agency for administration of the PCSRF program in Alaska. Projects in a number of categories have been funded through the congressional appropriations received thus far. The broad funding categories are Salmon Research and Monitoring, Habitat Stewardship and Restoration, Increasing Economic Opportunities for Southeast Alaska Salmon Fishermen, and Cooperative Salmon Habitat and Stock Projects.

Alaska's program differs considerably from those of the other states and the tribes. We do not have any ESA-listed species in Alaska, and generally have favorable habitat conditions for salmon. Our program is based primarily on needs for assessments of salmon stocks and salmon habitat, stewardship of those resources, and the importance of maintaining the economy in Southeast that is dependent upon our wild salmon. The PCSRF authorizing language speaks to implementation of the 1999 salmon treaty; and mitigation of impacts on our salmon industry in Southeast is part of that implementation. We stress that part of salmon sustainability is having a healthy salmon industry and salmon-dependent communities.

ADF&G's Memorandum of Understanding with National Marine Fisheries Service (NMFS) required advisory panel processes to make recommendations in response to calls for proposals to ADF&G's Commissioner for funding that came to the State that was not earmarked by Congress. (All unearmarked funding was utilized only in Southeast Alaska.) In the early years of the program, fisheries economic development projects were recommended by a Stakeholders Advisory Panel and in the later years, by the Fish Cabinet. Throughout the life of the program, the multi-agency Science Panel has provided recommendations on the scientific projects.

Additional program information, including funded project lists, can be found on ADF&G's Alaska Sustainable Salmon Fund (AKSSF) web site at:  
<http://www.adfg.state.ak.us/special/ssf/ssf.php>.

## AKSSF Current Process & Future Prospects

March 2009

### Current

In the FFY 08 budget, Congress did not earmark PCSRF, not even to the Pacific Salmon Treaty (PST) states and Pacific Northwest treaty tribes for whom the appropriations were initially intended. The States and tribes were required to submit applications for funding through a "merit-based awards process." A new requirement of this appropriation was a mandatory 33% non-federal match on the federal funds received.

Alaska initially applied for the \$18 million. We were notified by National Marine Fisheries Service (NMFS) that this application was rejected and were instructed to re-apply for \$14.5 million, and were again advised that Alaska would not be funded for "increasing economic opportunities." Our application was approved, and contingent upon utilization of competitive proposal processes for allocation of funds, we received the following:

- \$4.120 million to the PST region (Southeast Alaska) for projects related to treaty implementation and salmon sustainability,
- 1.030 million for salmon sustainability outreach and education;
- \$1.605 million to ensure long-term program viability and monitoring; and
- \$7.744 million for salmon sustainability projects outside the PST region north of Cape Suckling.

Because of the lengthy and comprehensive process utilized in developing the gap analysis framework, the *Sustainable Salmon Strategy for Southeast Alaska – 2002* and the successful Southeast Science Panel process used to identify priority information needs/issues and project funding recommendations, ADF&G developed a similar process west of Cape Suckling. A multi-agency Expert Panel was tasked with working with regional experts to undertake gap analyses than were possible in the time frame provided last year in order to identify priority information needs/issues. This work guided development of focused FY 2010 AKSSF calls for proposals for the Southcentral, Arctic-Kuskokwim-Yukon, and Westward regions of the state for *Habitat*, *Wild Stocks*, and *Salmon Management Systems* goals. As a result of this work, three regional calls for proposals were issued in September 2008, resulting in the submission of 31 responsive proposals. The Expert Panel further refined scoring criteria to assist ADF&G with selection of high quality priority projects, utilizing independent expert scoring teams of five members for each of the calls for proposals. Proposals have been scored, scoring recommendations have been reviewed and approved by Commissioner Lloyd, and 20 projects are in the process of being established.

The process previously utilized in Southeast Alaska was again undertaken, with a call for proposals going out in September 2008. Twenty responsive proposals were received, with funding recommendations made by the Science Panel and accepted by Commissioner Lloyd for 17 of them. Also funded were 16 PST implementation projects deemed by the Commissioner as necessary for meeting State obligations under the PST.

An additional statewide call for habitat proposals was undertaken in September 2008 to utilize previously unused FFY 07 funds. This call resulted in 30 responsive proposals and 16 funded habitat projects now in the process of establishment.

The calls for proposals referenced above can be viewed on the AKSSF website at:  
<http://www.adfg.state.ak.us/special/ssf/ssf.php>.

### Future

Congress approved \$67 million for PCSRF in FFY 09, again with the 33% non-federal match requirement. The PST states and Pacific Northwest treaty tribes again had to submit competitive grant applications to NMFS by February 17, 2009.

There have been significant efforts the past three years to restrict the use of PCSRF to restoration and protection of endangered salmon species. The Conference Committee Report language for the FFY 09 fiscal year contains \$80 million for PCSRF, but contains the very restrictive language that, if included in the final legislation, could seriously impact Alaska's access to receive PCSRF since it has no endangered salmon species. We are working with Congressional staff on the inclusion of language that would enable Alaska's continued access to the funds.

While it appears from the Federal Register Notice that we can again apply to utilize PCSRF for the broad programmatic areas of "salmon habitat restoration, salmon stock enhancement, sustainable salmon fisheries, and salmon research," NMFS does, however, emphasize in its *Announcement of Federal Funding Opportunity* that its priorities for uses of PCSRF are:

1. Recover, conservation and maintenance
  - a. Recovery and conservation of salmon and steelhead that are listed as threatened or endangered, or identified by a state as at-risk to be listed.
  - b. Maintenance of salmon and steelhead populations necessary for exercise of tribal treaty fishing rights or native subsistence fishing.
2. Habitat protection and restoration for salmon and steelhead.

ADF&G has applied under the broad interpretation of the application for PCSRF, and as required by the grant, to utilize the competitive proposal processes used for last year's calls for proposals. Our application for FFY 09 funding was in the amount of \$16 million. Funding levels will not be finalized until after passage of final Congressional appropriations.

FFY 08 of Suckling  
Funded Projects

Title	PI	Agency	Proposed funding amount (including ADF&G 3%)	Region
Genetic Analysis of Chinook Bycatch	Jeffrey Guyon	NMFS ABL	\$62,418	AYK
Kuskokwim River Sockeye Salmon	Kevin Schaberg	ADF&G CF	\$368,363	AYK
<b>subtotal</b>			<b>\$430,781</b>	
Bristol Bay Fishery Selection	Neala Kendall	UW SAFS	\$98,319	SC
Bristol Bay Sockeye Productivity	Greg Ruggerone	Natural Resource Consultants	\$156,294	SC
	Jim Seeb	UW	\$322,929	SC
	Greg Ruggerone	Natural Resource Consultants	\$41,867	SC
Improve Salmon Forecast Accuracy	Mark Willette	ADF&G CF	\$726,878	SC
Kenai Smolt Abundance - Phase 3	Tim Baker	ADF&G CF	\$230,115	SC
Kvichak Smolt Study	Tim Baker	ADF&G CF	\$115,112	SC
Nushagak Chinook Genetics Baseline	Ted Otis	ADF&G CF	\$80,346	SC
Remote Video Escapement Monitoring	Jennifer McCard	KWF	\$56,587	SC
Salmon Habitat Restoration from RCG	Jeffrey Davis	ARRI	\$92,978	SC
Salmon Habitat Stream Temperature	Tom Capiello	ADF&G SF	\$15,038	SC
SC Hydrologic and Adjudication Support	Rick Merizon	ADF&G SF	\$1,597,036	SC
Susitna River Coho & Chum Abundance	Paul Blanche	CLAA	\$933,949	SC
Susitna Sockeye Salmon Escapement	Mark Willette	ADF&G CF	\$1,557,169	SC
Susitna Sockeye Salmon Production	Mark Willette	ADF&G CF	\$964,344	SC
Yentna Fish Wheel Selectivity	Suzanne Maxwell	ADF&G CF	\$637,196	SC
Yentna Sonar Error Estimation				
<b>subtotal</b>			<b>\$7,626,157</b>	
Genetics of Westward Chum Salmon	Lisa Seeb	UW SAFS	\$308,282	W
<b>subtotal</b>			<b>\$308,282</b>	
<b>TOTAL</b>			<b>\$8,365,220</b>	

Southeast Region  
AKSSF 2009 Non-Treaty projects list

Project Proposal	PI	Agency	Total Cost	Project Years (State Fys)
ACWA Grants RSA to DEC	Cappiello	ADFG SF	\$50,000	FY10
Auke Creek Salmonids Monitoring	Joyce	NOAA Auke Bay Lab, TSMRI	\$84,200	FY10-FY11
Chickamin Coho sampling	Johnson	ADFG SF	\$60,459	FY10
Chilkat Salmon Assessment - Fish Wheels	Bachman	ADFG CF	\$262,000	FY10-FY11
Chuck Creek coho CWT and expansion	McCurdy	ADFG SF	\$79,826	FY10
Disappearance Creek Chum Weir	Piston	ADFG CF	\$209,633	FY10-FY11
Effects of enhancement on wild coho, Part 2	Gray	NOAA Auke Bay Lab	\$41,320	FY10-FY11
Effects of hatchery strays on wild Chinook	Thrower	NOAA Auke Bay Lab, TSMRI	\$99,956	FY10-FY12
Evaluation of Age-0 smolt strategy	Rabung	Armstrong-Keta	\$140,840	FY10-FY12
Genetic changes assoc w in-basin supplementation of sockeye salmon, Phase 2	Smoker/Gharrett	UAF	\$124,288	FY10
Hydrologic & Adjudication Support	Johnson	ADFG SF	\$15,038	FY10
Instream Flow Quantification & Protection	Johnson	ADFG SF	\$187,460	FY10
McDonald Lake Sockeye	Gilk	ADFG Gene Lab	\$128,524	FY10
Nakwasina River coho escapement	Tydingco	ADFG SF	\$40,000	FY10
Salmon Habitats of the Taku River	Nichols	ADFG SF	\$294,712	FY10-FY11
SEAK Subsistence Sockeye	Conitz	ADFG CF	\$73,500	FY10
Stress Effects & Mass Marking in Salmon	Oxman	ADFG CF	\$87,865	FY10-FY11
Documenting Anadromous Waters SE	Ott	ADFG Habitat	\$1,498,814	FY10-12
Haines Salmon Distribution Assessment	Shields	Takshanuk Watershed Council	\$29,546	FY10-12
SECM Sampling & pink salmon forecasting	Orsi	NOAA Auke Bay Lab, TSMRI	\$54,000	FY10
			<b>\$3,561,981</b>	

Alaska Sustainable Salmon Fund  
Southeast Region -- Year 8 Year 9

Pacific Salmon Treaty Projects

AKSSF - PST Projects		Project Proposal	PI	Total Cost (incl. ADF*G 3%)	Project Years	AKSSF Year of Funding	Applied for NF
<b>AKSSF Year 8 Projects</b>							
NOAA Auke Bay Lab		ABL N. Boundary Sockeye District 101/4 - FY10	Guyon	\$201,500	FY10-11	Year 8	
ADFG SF		Chickamin River Chinook - FY10	Johnson	\$95,378	FY10	Year 8	*
ADFG SF		Chilkat Chinook CWT - FY10	Chapell	\$99,518	FY10	Year 8	*
ADFG SF		Chinook ASL - FY10	Weller	\$72,921	FY10	Year 8	
ADFG CF		CTC Biometrician II - FY10	Carlile	\$53,123	FY10	Year 8	
ADFG CF		SEAK Chinook GSI Sampling-Archiving - FY10	Reynolds	\$50,400	FY10-11	Year 8	*
ADFG CF		Mark Tag & Age Lab Support - FY 10	Josephson	\$75,000	FY10	Year 8	
ADFG CF		NBTB Sockeye Scale Sampling & Analysis - FY10	Oliver	\$360,357	FY10	Year 8	
ADFG CF		Salmon Aerial Surveys - FY10	Heini	\$107,628	FY10	Year 8	
ADFG CF		Sockeye matched sampling - FY10	Reynolds	\$178,723	FY10	Year 8	*
ADFG SF		Taku River Smolt & Escapement - FY10	Jones	\$65,790	FY10	Year 8	*
<b>TOTAL Year 8</b>				<b>\$1,360,338</b>			
<b>AKSSF Year 9 Projects</b>							
ADFG SF		Chilkat River Smolt CWT - FY10	Chapell	\$104,917	FY10	Year 9	
ADFG SF		Chinook ASL - FY11	Weller	\$73,983	FY11	Year 9	
ADFG CF		Mark Tag & Age Lab Support - FY11	Josephson	\$78,000	FY11	Year 9	
ADFG CF		FY11	Oliver	\$372,653	FY11	Year 9	
ADFG CF		Salmon Aerial Surveys - FY11	Heini	\$108,356	FY11	Year 9	
<b>TOTAL Year 9</b>				<b>\$737,909</b>			

**FFY 08 Statewide Habitat  
Funded Projects**

<b>Title</b>	<b>PI</b>	<b>Agency</b>	<b>Funded amount (including ADF&amp;G 3%)</b>	<b>Region</b>
Anadromous Cataloging in Western AK	Joe Buckwalter	ADF&G SF	\$95,560	AYK
Fairbanks Restoration Cost Share	Dean Hughes	ADF&G SF	\$172,857	AYK
Fairbanks Restoration Workshop	Dean Hughes	ADF&G SF	\$12,748	AYK
<b>subtotal</b>			<b>\$281,165</b>	
Fish Passage Restoration - Coal Creek	Cecil Rich	ADF&G SF	\$190,850	SC
Homer Restoration Workshop & Access	Dean Hughes	ADF&G SF	\$30,521	SC
Matanuska River Spawning Distribution	Jeffry Anderson	USFWS	\$240,355	SC
Mat-Su Basin Anadromous Waters Catalog	Theresa Tanner	USFWS	\$75,522	SC
Mat-Su Instream Flow Protection	Tom Cappiello	ADF&G SF	\$72,998	SC
Southcentral Cost Share Program	Dean Hughes	ADF&G SF	\$270,818	SC
Substantiation of the AWC in Southcentral AK	J. Johnson	ADF&G SF	\$27,017	SC
Wasilla Creek Flow Protection	Jason Mouw	ADF&G SF	\$26,574	SC
<b>subtotal</b>			<b>\$934,655</b>	
Instream Flow Protection	Shawn Johnson	ADF&G SF	\$187,460	SE
Instream Flow Protection FY 11	Shawn Johnson	ADF&G SF	\$195,391	SE
Instream Flow Protection FY 12	Shawn Johnson	ADF&G SF	\$152,259	SE
Klawock Causeway Fish Passage	Ann Wyatt	KWC	\$194,293	SE
Southeast Restoration Cost Share	Dean Hughes	ADF&G SF	\$100,809	SE
Southeast Restoration Workshop	Dean Hughes	ADF&G SF	\$12,748	SE
<b>subtotal</b>			<b>\$842,960</b>	
Westward Region Limnology	Heather Finkle	ADF&G CF	\$284,424	W
<b>subtotal</b>			<b>\$284,424</b>	
<b>TOTAL</b>			<b>\$2,343,204</b>	

<b>FISH &amp; GAME DEFERRED MAINTENANCE FY-2010 (In thousands)</b>			
<u>Geographic Location</u>	<u>Facility</u>	<u>Structure/Project Description</u>	<u>Est \$1000s</u>
Anchorage	Office	Lab Renovations & Regional Office upgrades	25.0
Bethel	Office	Purchase Double Wall Fuel Tank	5.0
Bethel	Duplex	Upgrade/replace electrical panel/electric baseboard	20.0
Bethel	Duplex	Repair/upgrade kitchen cabinets	15.0
Bethel	Duplex	Demo/replace oil boiler w/fuel efficient heating (toyo, etc)	15.0
Bethel	Storage Bldg	Repair/replacements	25.0
Chignik	Bunkhouse	Wall Repair; Bulkhead Repair	17.0
Chignik	Compound	Seal Exterior Sidings-All Bldgs (reside with hardyplank)	45.0
Chignik	Dive Shop	Replace lower framing with treated lumber	10.0
Cold Bay	Compound	Install drainage system to site	21.0
Cold Bay	Compound	Replace Exterior Doors/Frames/storm doors	20.0
Cold Bay	Compound	Reseal and Paint Exterior	20.0
Cold Bay	Housing	Replace flooring/housing units	20.0
Cold Bay	Office	Upgrade/Retrofit Metal Fasteners	12.0
Cold Bay	Office	Replace Underground Fuel Tank (UST)	40.0
Cold Bay	Office	Replace/repair bathrooms/tub surrounds/fans	20.0
Cordova	Boat shed	Upgrade/Expand	75.0
Cordova	Dock	General upgrades/repairs	35.0
Cordova	Compound	Upgrade oil tank to secondary containment tank	5.0
Cordova	Storage Bldg	Install Flammable Storage Locker	10.0
Delta Junct	Cold Storage Bldg	Construct secure animal hide/carcaass building	50.0
Delta Junct	Cold Storage Bldg	Reconfigure/expand secure containers	40.0
Delta Junct	Compound	Repair frost jacking to fence and structures	10.0
Delta Junct	Garage	Expand storage onto existing pad	30.0
Delta Junct	Garage and Storage	Repaint/recoat interior and exterior finishes	15.0
Dillingham	Bunkhouse	Repair/Upgrade (Heating/interior walls/ flooring/bathrooms)	50.0
Dillingham	Compound	Install security fencing	30.0
Dillingham	Office	Purchase Double Wall Fuel Tank	15.0
Dillingham	Office	Repair Structural Foundation on Main Bldg	40.0
Dillingham	Office	Retrofit/upgrade to energy efficient lighting	6.0

<b>FISH &amp; GAME DEFERRED MAINTENANCE FY-2010 (In thousands)</b>			
<u>Geographic Location</u>	<u>Facility</u>	<u>Structure/Project Description</u>	<u>Est \$1000s</u>
Dillingham	Warehouse and Bunkhouse	Paint/Recoat exterior surfaces	30.0
Dillingham	Warehouse	Install additional roof insulation	6.0
Dillingham	Warehouse	Repair Flashing in Eaves/siding repairs	75.0
Douglas	Office	Misc Regional office repairs/upgrades/improvements	25.0
Dutch Hbr	Bunkhouse	Install Flammable Storage Locker	15.0
Dutch Hbr	Bunkhouse	Upgrade external storage shed	6.0
Emmonak	Compound	Upgrade secure storage	25.0
Fairbanks	Office	Upgrade undersized building generator	60.0
Fairbanks	Office	Install cooling/air exchange to server room	25.0
Fairbanks	Office	Misc compound repairs/upgrades	25.0
Fairbanks	Office	Replace/upgrade office floor coverings (remaining half)	75.0
Fairbanks	Office	Upgrade and install building cooling system	250.0
Galena	Office and warehouse	Rehab/convert structure & warehouse	75.0
Glennallen	Compound	Improve site drainage	15.0
Glennallen	Office	Level and reshim entrance way	5.0
Glennallen	Office	Paint/recoat exterior finishes	12.0
Glennallen	Office	Reinsulate attic	10.0
Glennallen	Office	Reside/insulate and energy retrofit main exterior	75.0
Glennallen	Office	Upgrade Interior Finishes	10.0
Glennallen	Office	Upgrade Structural Foundation	50.0
Glennallen	Office and Garage	Replace Underground Fuel Tank (UST)	20.0
Glennallen	Storage Bldg	Demolish building	200.0
Glennallen	Storage Bldg	Hazardous assessment/remediation plan	50.0
Haines	Compound	Install security fencing	20.0
Homer	Office	Ventilation for Server Room in KBNERR	10.0
Homer	Storage/Covered Boat Storage	Upgrade	20.0
Juneau	Office	Reconfigure/upgrade Interior Floor Plan	20.0
Kenai	Fieldcamp	Sonar site/field lab upgrades	28.0
Kenai	Warehouse	Expansion needed	30.0
King Salmon	Compound	Misc repairs/upgrades	25.0

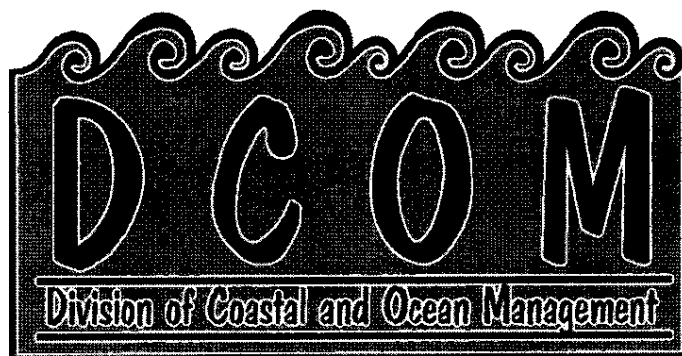
<b>FISH &amp; GAME DEFERRED MAINTENANCE FY-2010 (In thousands)</b>			
<u>Geographic Location</u>	<u>Facility</u>	<u>Structure/Project Description</u>	<u>Est \$1000s</u>
King Salmon	Office	Repair/upgrade interior lighting	10.0
King Salmon	Office	Replace Aging Heating System Controls	35.0
King Salmon	Warehouse shop	Repair/Replace hoist	10.0
Kodiak	Hanger	Install Potable Water Source	25.0
Kodiak	Hanger	Replace Door/Floor repair in existing structure	20.0
Kodiak	Warehouse	Assess two Devils Creek warehouses for hazardous contaminants	50.0
Kodiak	Compound	Misc repairs/upgrades	25.0
Kodiak	Warehouse	Demolish two Devils Creek warehouses	200.0
Nome	Bunkhouse	Install New Carpet/Vinyl.	15.0
Nome	Bunkhouse	New insta-hot water heater	5.0
Nome	Bunkhouse	Upgrade flooring on ground floor storage area	15.0
Nome	Bunkhouse	New energy efficient oil heater	8.0
Palmer	Compound	Install waste oil storage tank	2.5
Palmer	Office	Purchase Double Wall Fuel Tank	5.0
Palmer	Office	Replace upgrade above ground tank/double wall	6.0
Palmer	Shop	Flammable storage structure	10.0
Palmer	Shop	Install concrete apron around shop structure	7.5
Palmer	Shop	Recoat/paint exterior surfaces	5.0
Palmer	Shop	Replace/upgrade shop heating system	5.0
Palmer	Storage Bldg	Purchase Flammable Storage structure	10.0
Petersburg	Dock/storage facility	Misc Upgrade/repairs	10.0
Port Moeller	Housing	Build cabin addition	75.0
Port Moeller	Office	Misc repairs/upgrades	20.0
Port Moeller	Office and Bunkhouse	Replace Support Piles	30.0
Sand Point	Warehouse	Siding/roofing replacement	300.0
Sand Point	Warehouse	Replace oil tank w/secondary containment upgraded tank	15.0
Sand Point	Bunkhouse	Misc Upgrades/expansion/repairs	20.0
Sand Point	Housing	Misc repairs/upgrades pilots house	20.0
Sand Point	Housing	Replace oil tank w/secondary containment upgraded tank	10.0
Sand Point	Housing	Misc repairs/upgrades to duplex	10.0

<b>FISH &amp; GAME DEFERRED MAINTENANCE FY-2010 (In thousands)</b>			
<b>Geographic Location</b>	<b>Facility</b>	<b>Structure/Project Description</b>	<b>Est \$1000s</b>
Sand Point	Office	Replace oil tank w/secondary containment upgraded tank	10.0
Sand Point	Office	Replace Carpeting and Vinyl Floor Coverings	10.0
Sand Point	Storage Bldg	Purchase Flammable Storage structure	16.0
Sand Point	Warehouse	Replace electrical panel/upgrade wiring	50.0
Statewide	Office	Exterior sign replacements	25.0
Statewide	Various	Spill Pollution/Control & Countermeasure (SPCC) Plans	90.0
Statewide	Various	Emergency replacements/system failures/repairs	75.0
Statewide	Various	Oil Spill Response Equipment	20.0
Togiak	Compound	Misc Compound upgrades	20.0
Tok	Compound	Install security fencing	30.0
Tok	Office	Purchase Double Wall Fuel Tank	7.0
Tok	Storage Bldg	Purchase Flammable Storage structure	15.0
Unalakleet	Bunkhouse	Replace entryway & common vinyl flooring	15.0
Unalakleet	Office	Purchase Double Wall Fuel Tank	8.0
Unalakleet	Office	Replace Communications Antenna	5.0
Unalakleet	Storage Bldg	Purchase/Install Flammable Storage structure	20.0
Yakutat	Office	Upgrade Well to Code Compliant Source	10.0
Yakutat	Bunkhouse	Replace Above Ground fuel Tanks	10.0
Yakutat	Storage Bldg	Upgrade Structural Integrity	5.0
<b>Total Project Backlog</b>			<b>3,453.0</b>

Alaska Department of Natural Resources  
 FY08 Snowmachine Vehicle Registrations and Trail Expenditures  
 By Region

Note: Projects vary from year to year.

	No. of Registrations	% of Total		Trail Expenditures	% of Total
Anchorage, Glennallen & Mat-Su	28,507	52%	Anchorage, Glennallen & Mat-Su	\$ 139,860	61%
Kenai Peninsula	5,304	10%	Kenai Peninsula	\$ 23,389	10%
Fairbanks & North Slope	13,816	25%	Fairbanks & North Slope	\$ 14,499	6%
Prince William Sound	693	1%	Prince William Sound	\$ -	0%
Western Alaska	1,229	2%	Western Alaska	\$ 5,000	2%
Southeast Alaska	1,012	2%	Southeast Alaska	\$ 10,799	5%
Other Alaska & Outside	4,688	8%	Other Alaska	\$ 7,490	3%
Total	<u>55,249</u>		Statewide Programs & Admin	\$ 29,394	13%
			Total	<u>\$ 230,431</u>	



Randy Bates, Director  
Division of Coastal and Ocean Management (DCOM)  
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302 Gold St, Ste 202  
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Packet of Information Created For:

Senate Finance Sub-Committee  
Tuesday February 24, 4 – 6 PM

# Alaska Coastal Management Program



## Program Goals and Objectives

The Alaska Coastal Management Program (ACMP) oversees the responsible development of coastal uses and resources, federal activities within the coastal zone, and activities on the Outer Continental Shelf.

## ACMP Structure and Organization

The ACMP is a voluntary State program, authorized by the Coastal Zone Management Act of 1972, as amended. The Division of Coastal and Ocean Management (DCOM), within the Department of Natural Resources, is the lead agency for the ACMP. Several State departments and agencies participate in the implementation of the ACMP. In addition, several coastal municipalities and service areas (collectively known as coastal districts) voluntarily participate in the implementation of the ACMP. This structure and organization of State agencies and coastal districts provides for a networked implementation scheme designed to comprehensively manage coastal uses and resources.

The primary tool used to implement the ACMP is the consistency review process at 11 AAC 110. Through this process, proposed resource development activities are reviewed for consistency and compliance with the State's coastal management program which includes State laws, State standards, and district enforceable policies.

## Value of ACMP

Having a federally-approved coastal management program allows the State the opportunity to:

- Balance the need for economic investment and development in coastal areas with the need to protect and manage the uses and resources of coastal areas
- Act as the State's liaison to federal agencies (1) conducting/permitting activities within the State's coastal area and the Outer Continental Shelf; (2) involving federal laws/initiatives that effect development of the coastal zone, waters, uses or resources of the State
- Act as the department's lead on issues affecting or addressing the coastal waters affecting the State
- Apply State ACMP enforceable policies to federal agency activities
- Provide project applicants with a single point of contact for the State's review of resource development permit applications
- Incorporate coastal district input and knowledge for reasoned decisions

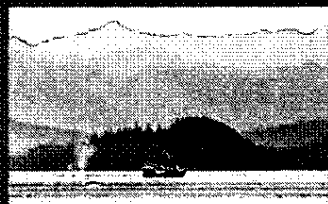
## Key FY 2008 and FY 2009 Priorities and Needs

- Educate and train participants on implementation of ACMP
- Re-evaluate the ACMP Statutes (AS 46.39 and 40) and Regulations (11 AAC 110, 112, 114), so to strengthen the ACMP as a State program
- Implement the approved Coastal Impact Assistance Program (CIAP) and act as the liaison between the federal government and the State of Alaska

A Program of the  
Division of Coastal and  
Ocean Management



**"The Alaska Coastal Management Program provides stewardship for Alaska's rich and diverse coastal resources to ensure a healthy and vibrant Alaskan coast that efficiently sustains long-term economic and environmental productivity."**



ALASKA DEPARTMENT OF NATURAL RESOURCES · DIVISION OF COASTAL AND OCEAN MANAGEMENT ·  
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# Alaska Coastal Management Program



## Key 2008 Calendar Year Accomplishments

- In June 2008, DNR/DCOM initiated a series of workshops to review the current ACMP statutes (AS 46.39 and 46.40) and regulations (11 AAC 110, 112, and 114). The purpose of the re-evaluation is to strengthen the ACMP as a State program, that will benefit applicants and the public in the coordinating project reviews and that will enhance coastal district participation regarding activities occurring in the coastal area and on the outer continental shelf.
- DNR is currently revising the list of expedited consistency reviews using the ABC List. This revision was initiated to meet the legislative intent of identifying and broadening categories of activities subject to the expedited consistency review process. AS 46.40.096(m) SB 102 (2005) requires that DNR establish in regulation the state resource agency permits and federal permits that would trigger a consistency review. The ABC List categorizes development activities in the Coastal Zone according to expected levels of impact on uses and resources in the Zone. The last time the ABC List was substantively amended was in 1995. The current revision initiative will clarify the review process for certain resource development projects that are "de minimis" in nature or that are routine and can be made consistent with standard alternative measures. By updating the ABC List and developing new expedited consistency reviews for routine activities, DNR expects to reduce the workload for State agencies and coastal districts.
- In September 2008, the federal Minerals Management Service approved the State of Alaska Coastal Impact Assistance Program (CIAP) plan, making Alaska eligible to receive approximately \$9.7 million in federal funds under the CIAP initiative. Due to an increase in OCS revenue off the coast of Alaska, the state's portion of CIAP funds will increase by more than \$53 million in the next two fiscal years. DCOM is currently working on amending the CIAP plan to reflect Alaska's new allocation. A portion of the funds will go to 8 municipalities that are within 200 nautical miles of OCS development, and a portion will be offered to State agencies and the public through a competitive grant process.
- During the 2008 calendar year, nine more coastal district plans went into effect, bring the total of approved coastal district management plans to 25.
- During the 2008 calendar year, DCOM performed 262 coordinated or expedited consistency reviews, issued 415 No Additional Reviews and 29 Single Agency Reviews for resource development projects within the coastal zone.

## ACMP State Contact

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E-mail: [randy.bates@alaska.gov](mailto:randy.bates@alaska.gov)



ACMP Originally Approved:  
1979

Coastal Population in 1979:  
330,960

Coastal Population in 2004:  
538,332

Miles of Coastline:  
44,500

CZMA Funds:  
\$2,503,000

State and Other  
Matching Funds:  
\$1,967,000

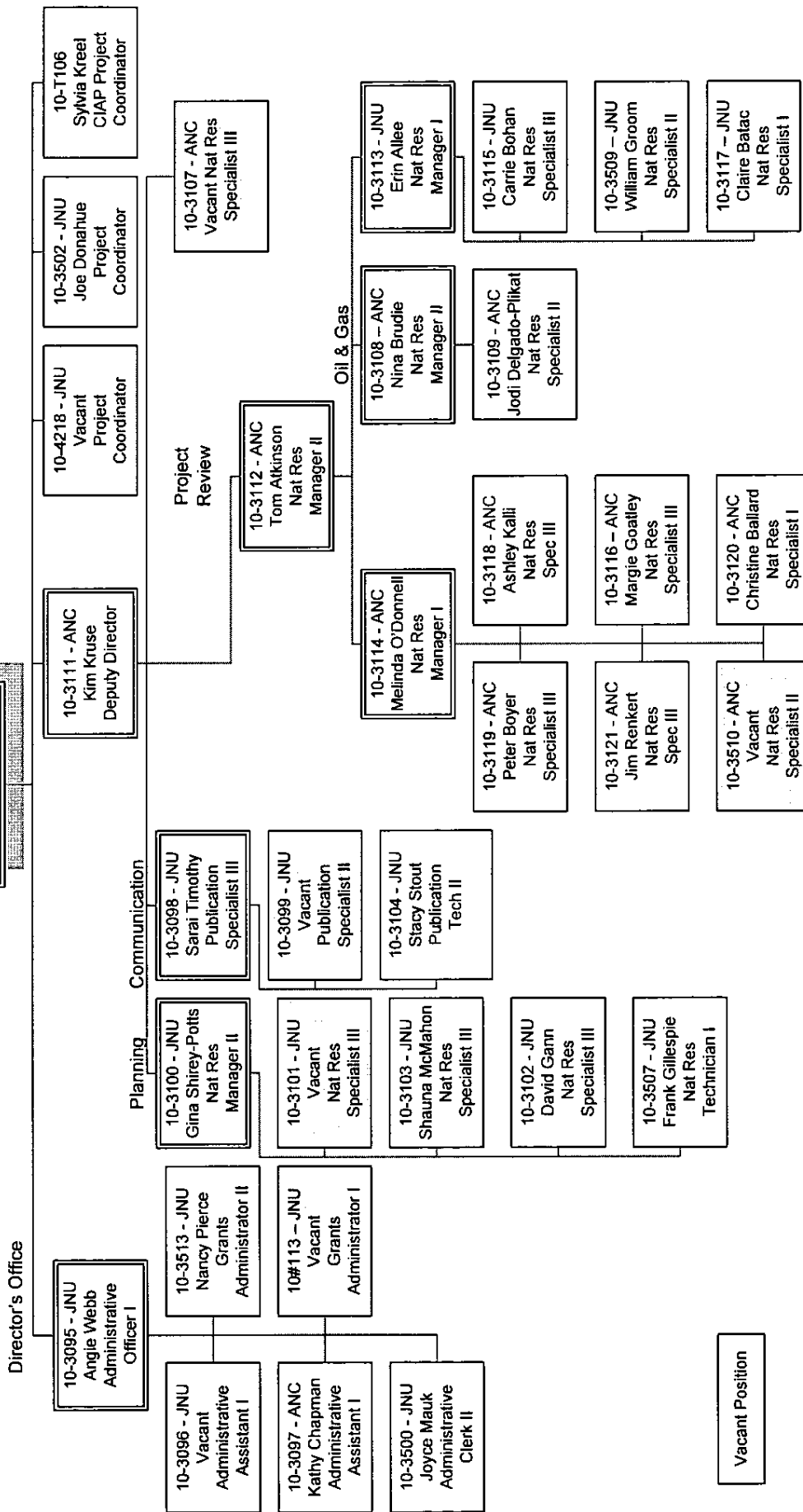
Total:  
\$4,470,000



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State of Alaska  
 Department of Natural Resources  
 Division of Coastal and Ocean Management

2/19/2009



Division of Coastal Clean Management  
 CZMA fund summary  
 Federal Fiscal Year 2007  
 State Fiscal Year 2008

Section 306 - Program Implementation	Federal Funds	State Funds (match) Match met by agencies/grantees	Total	Notes
<i>Requires 1:1 Match</i>				
DCOM Admin/Implementation of program	\$769,500.00	\$1,214,500.00	\$1,983,999.00	DCOM overmatches federal funds to make up for not requiring 1:1 match for coastal districts (see below)
Coastal District Plan Development and Implementation: Pass-Through to DCCED to award to Coastal Districts.	\$710,000.00	\$265,000.00	\$975,000.00	DCOM meets the additional match requirements for districts is; boroughs 1:50 and CRSA's 1:20.
State Agency Implementation	\$487,500.00	\$487,500.00	\$975,000.00	State agencies meet required 1:1 match
<b>Total 306 Funds</b>	<b>\$1,967,000.00</b>	<b>\$1,967,000.00</b>	<b>\$3,933,999.00</b>	
Section 309 - Result in Program Change <i>No Match Required</i>	Federal	State Funds (match)	Total	Notes
DCOM Publications/Communications	\$103,248.00	\$0.00	\$103,248.00	Outreach & Education
Competitive Grants	\$272,000.00	\$0.00	\$272,000.00	Coastal districts and state agencies compete for funds to make a program change or implement a change to the ACMP.
Information Tech	\$97,759.00	\$0.00	\$97,759.00	Business Information System for DNR
Coastal Nonpoint Source Pollution	\$62,993.00	\$0.00	\$62,993.00	Sub-Awarded out to District(s)
<b>Total 309 Funds</b>	<b>\$536,000.00</b>	<b>\$0.00</b>	<b>\$536,000.00</b>	

Total DCOM: \$3,445,500.00

**RSA FUNDING DISTRIBUTION - FFY07/SFY08**

AGENCY	DESCRIPTION	FUNDING by		MATCH by		TOTAL
		DCOM	STATE AGENCY	DCOM	STATE AGENCY	
<b>SEC 306 - STATE AGENCY IMPLEMENTATION</b>						
DNR/FORESTY	Development & Implementation	\$ 7,500.00	\$	7,500.00	\$	15,000.00
DNR/DGGS	Development & Implementation	\$ 7,500.00	\$	7,500.00	\$	15,000.00
DNR/ML&W	Development & Implementation	\$ 50,000.00	\$	50,000.00	\$	100,000.00
DNR/OHMP	Development & Implementation	\$ 15,000.00	\$	15,000.00	\$	30,000.00
DEC	Development & Implementation	\$ 30,000.00	\$	30,000.00	\$	60,000.00
LAW	Development & Implementation	\$ 100,000.00	\$	100,000.00	\$	200,000.00
F&G SPORT FISH	Development & Implementation	\$ 30,000.00	\$	30,000.00	\$	60,000.00
DNR/DGGS	Monitoring & Compliance	\$ 7,500.00	\$	7,500.00	\$	15,000.00
DNR/ML&W	Monitoring & Compliance	\$ 25,000.00	\$	25,000.00	\$	50,000.00
DNR/OHMP	Monitoring & Compliance	\$ 60,000.00	\$	60,000.00	\$	120,000.00
DEC	Monitoring & Compliance	\$ 20,000.00	\$	20,000.00	\$	40,000.00
F&G SPORT FISH	Monitoring & Compliance	\$ 5,000.00	\$	5,000.00	\$	10,000.00
DCCED	306 Dev & Imp Admin	\$ 130,000.00	\$	130,000.00	\$	260,000.00
		<b>Total State Agency Implementation 306</b>	<b>\$ 487,500.00</b>	<b>\$</b>	<b>487,500.00</b>	<b>\$ 975,000.00</b>

**SEC 306 - COASTAL DISTRICT PLAN D&I (GRANTS)**

DCCED	306 Dev & Imp District Grants	\$ 710,000.00				
		<b>Total Agency DISTRICT GRANTS 306</b>	<b>\$ 710,000.00</b>			

**TOTAL \$ 1,197,500.00**

**DCCED sub-awards \$710,000.00 out to coastal districts. Coast districts match a portion of the sub-award (Boroughs 1:50 match / CRSA 1:20 match) DCOM meets the additional match requirement.**

TABLE 1: FY 08 Section 306 Grant Awards Summary

COASTAL DISTRICTS	FY07 SECTION 306 REQUIRED TASKS AWARDS	FY08 DISTRICT GRANT REQUESTS	FY08 SECTION 306 REQUIRED TASKS AWARDS
Aleutians East Borough	\$ 17,000.00	\$ 17,000.00	\$ 17,000.00
Aleutians West CRSA	\$ 73,000.00	\$ 115,277.44	\$ 73,000.00
Anchorage	\$ 38,500.00	\$ 39,000.00	\$ 38,500.00
Bering Straits CRSA (DCCED)	\$ 73,000.00	\$ 76,500.00	\$ 65,000.00
Bethel	\$ 6,000.00	\$ 6,000.00	\$ 6,000.00
Bristol Bay Borough	\$ 13,000.00	\$ 20,900.00	\$ 13,000.00
Bristol Bay CRSA	\$ 73,000.00	\$ 75,500.00	\$ 73,000.00
Cenaliulriit CRSA	\$ 73,000.00	\$ 75,500.00	\$ 73,000.00
Cordova	\$ 6,000.00	\$ 6,000.00	\$ 6,000.00
Craig	\$ 6,000.00	\$ 6,900.00	\$ 6,000.00
Haines	\$ 13,000.00	\$ 12,910.00	\$ 13,000.00
Hoonah	\$ 6,000.00	\$ 6,000.00	\$ 6,000.00
Juneau	\$ 38,250.00	\$ 38,250.00	\$ 38,500.00
Kenai Peninsula Borough	\$ 38,500.00	\$ 52,326.00	\$ 38,500.00
Ketchikan	\$ 24,000.00	\$ 25,720.00	\$ 24,000.00
Kodiak Island Borough	\$ 24,000.00	\$ 25,000.00	\$ 24,000.00
Lake & Peninsula Borough	\$ 17,000.00	\$ 17,800.00	\$ 17,000.00
Matanuska-Susitna Borough	\$ 38,250.00	\$ 38,250.00	\$ 38,500.00
Nome	\$ 6,000.00	\$ 6,000.00	\$ 6,000.00
North Slope Borough	\$ 36,000.00	\$ 36,000.00	\$ 38,500.00
Northwest Arctic Borough	\$ 17,000.00	\$ 17,300.00	\$ 17,000.00
Pelican	\$ 6,000.00	\$ 9,000.00	\$ 6,000.00
Sitka	\$ 24,000.00	\$ 24,900.00	\$ 24,000.00
Skagway	\$ 6,000.00	\$ 6,000.00	\$ 6,000.00
Thorne Bay	\$ 6,000.00	\$ 6,000.00	\$ 6,000.00
Valdez	\$ 6,000.00	\$ 6,000.00	\$ 6,000.00
Whittier	\$ 6,000.00	\$ 6,000.00	\$ 6,000.00
Yakutat	\$ 13,000.00	\$ 13,000.00	\$ 13,000.00
<b>TOTAL</b>	<b>\$ 703,500.00</b>	<b>\$ 785,033.44</b>	<b>\$ 698,500.00</b>
<b>TOTAL FUNDS AVAILABLE</b>	<b>\$ 710,000.00</b>		<b>\$ 710,000.00</b>
Unencumbered Funds (Audits/Travel)	\$ 6,500.00		\$ 11,500.00

## COASTAL IMPACT ASSISTANCE PROGRAM

Section 384 of the Energy Policy Act of 2005 established the Coastal Impact Assistance Program (CIAP). The Act authorizes the U.S. Department of Interior, Minerals Management Service to distribute \$250 million annually for the years 2007 through 2010 to Outer Continental Shelf (OCS) oil and gas producing states and coastal political subdivisions (CPSs) to mitigate the impacts of OCS oil and gas activities.

Per a formula prescribed by the Act, Alaska's eight eligible CPSs will receive a combined total of 35 percent of Alaska's allocation. The remaining 65 percent is allocated directly to the state.

In 2007 and 2008 Alaska was allocated 1 % of the national CIAP funds. Due to the recent Chukchi Lease Sale, MMS has projected that Alaska's allocation will increase to be between 12% and 17 % of the national CIAP allocation in 2009 and 2010. MMS will announce final allocation in April 2009.

The tables below show the annual and total projected CIAP allocations to the state and the CPSs for both the high and low estimates.

### Allocation Directly to State (65% of total to state)

	Total	2007	2008	2009	2010
Low end (12% of total federal funds for 2009 and 2010)	40,982,500.00	1,576,250.00	1,576,250.00	18,915,000.00	18,915,000.00
High end (17% of total federal funds for 2009 and 2010)	56,745,000.00	1,576,250.00	1,576,250.00	26,796,250.00	26,796,250.00

### Allocation Directly to CPSs - Low end (35 % of total to state)

	Total	2007	2008	2009	2010
Municipality of Anchorage	3,581,586.76	137,767.88	137,767.88	1,653,025.50	1,653,025.50
Bristol Bay Borough	17,627.72	665.86	665.86	8,148.00	8,148.00
Kenai Peninsula Borough	1,544,770.72	59,435.36	59,435.36	712,950.00	712,950.00
Kodiak Island Borough	1,902,235.04	73,170.52	73,170.52	877,947.00	877,947.00
Lake & Peninsula Borough	898,096.08	34,518.54	34,518.54	414,529.50	414,529.50
Matanuska-Susitna Borough	816,488.30	31,399.15	31,399.15	376,845.00	376,845.00
North Slope Borough	7,187,406.52	276,448.76	276,448.76	3,317,254.50	3,317,254.50
Northwest Arctic Borough	6,119,288.86	235,343.93	235,343.93	2,824,300.50	2,824,300.50
<b>Total</b>	<b>22,067,500.00</b>	<b>848,750.00</b>	<b>848,750.00</b>	<b>10,185,000.00</b>	<b>10,185,000.00</b>

### Allocation Directly to CPSs - High end (35 % of total to state)

	Total	2007	2008	2009	2010
Municipality of Anchorage	4,959,108.00	137,767.88	137,767.88	2,341,786.12	2,341,786.12
Bristol Bay Borough	24,417.72	665.86	665.86	11,543.00	11,543.00
Kenai Peninsula Borough	2,138,895.72	59,435.36	59,435.36	1,010,012.50	1,010,012.50
Kodiak Island Borough	2,633,857.54	73,170.52	73,170.52	1,243,758.25	1,243,758.25
Lake & Peninsula Borough	1,243,537.32	34,518.54	34,518.54	587,250.12	587,250.12
Matanuska-Susitna Borough	1,130,525.80	31,399.15	31,399.15	533,863.75	533,863.75
North Slope Borough	9,951,785.28	276,448.76	276,448.76	4,699,443.88	4,699,443.88
Northwest Arctic Borough	8,472,872.62	235,343.93	235,343.93	4,001,092.38	4,001,092.38
<b>Total</b>	<b>30,555,000.00</b>	<b>848,750.00</b>	<b>848,750.00</b>	<b>14,428,750.00</b>	<b>14,428,750.00</b>

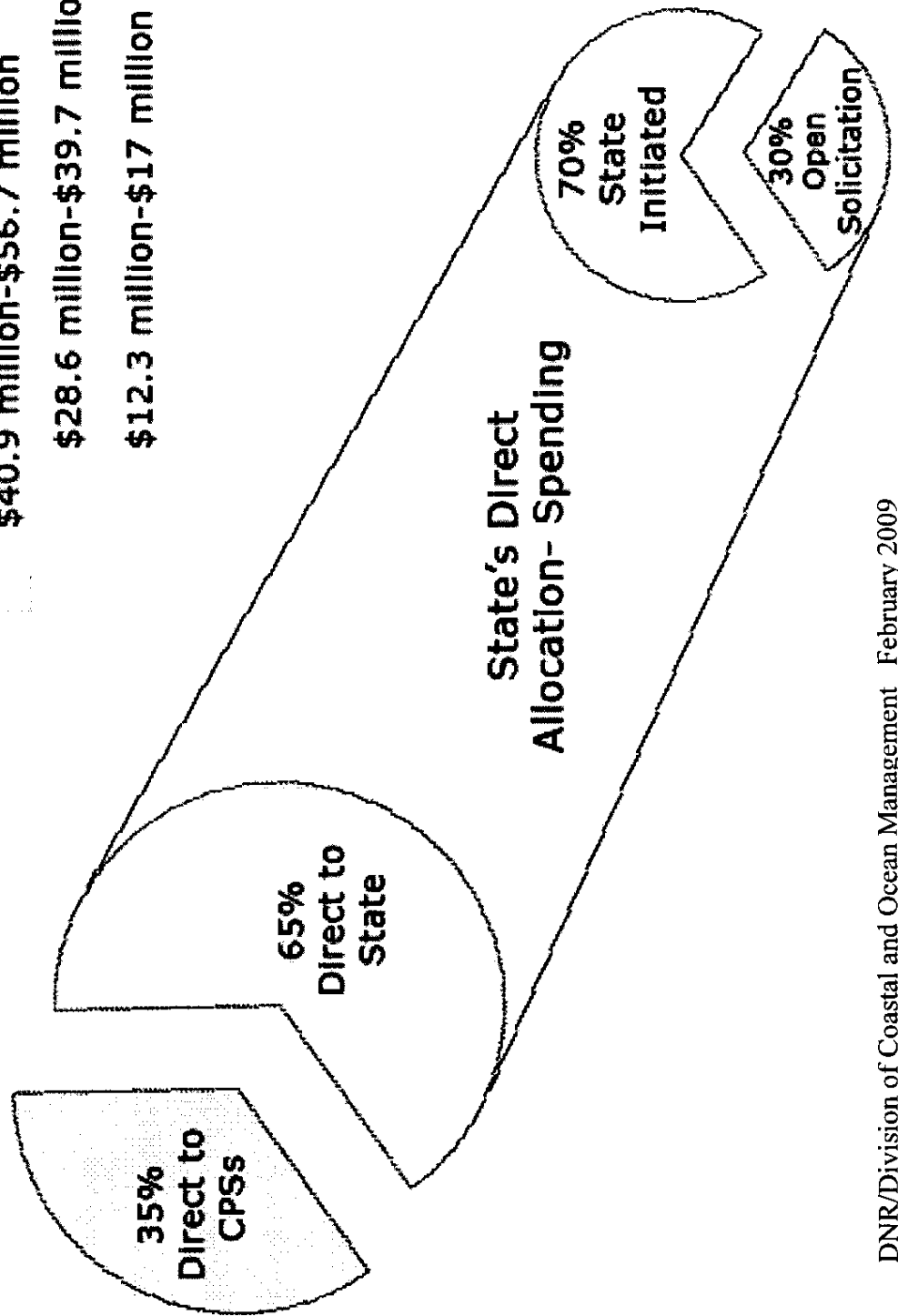
DNR/Division of Coastal and Ocean Management  
July 2008

# Alaska CIAP Allocation

## 2007-2010 Combined Allocations

■	\$22 million-\$30.5 million
■	\$40.9 million-\$56.7 million
	\$28.6 million-\$39.7 million
	\$12.3 million-\$17 million

## Allocation per 2005 Energy Policy Act



# Coastal Impact Assistance Program (CIAP)

## Schedule

(Subject to change - last updated 1/22/09)

### **Project Solicitation: State-Initiated Projects**

- December 3, 2008: Initiate solicitation of state projects
- February 2, 2009: Close solicitation of state projects – start to review and rank state initiated projects

### **Open Solicitation: Public initiated projects**

The Alaska Department of Commerce, Community, and Economic Development (Commerce) is currently developing regulations to establish the open solicitation grant procedures for the 30% of available funds affecting the public. The Schedule below regarding the open solicitation of projects from the public is dependant on the progress of the regulations.

- January 26, 2009: Commerce initiates 30-day public comment period on regulations establishing the grant procedures affecting the public.
- March 2, 2009: Initiate open solicitation of projects from the public
- April 24, 2009: Regulations in effect
- April 25, 2009: Close solicitation of projects from the public – start to review and rank non-state initiated projects

### **Plan Amendment Schedule**

- April 15, 2009: MMS determines final allocation for FY 2009 and FY 2010
- May 31, 2009: Finalize project recommendation to Ocean Policy Cabinet
- June 30, 2009: Initiate 30-day public review of draft Amended CIAP Plan
- June 30, 2009: Submit draft Amended CIAP Plan to MMS for review and comment
- October 11, 2009: Submit final Amended CIAP Plan to MMS
- October 31, 2009: MMS deems Amended CIAP Plan complete and initiates 90 day review
- January 29, 2010: MMS approves Alaska's Amended CIAP Plan

## ***Coastal Impact Assistance Program***

The Energy Policy Act of 2005 (Public Law 109-58) was signed into law by President Bush on August 8, 2005. Section 384 of the Act establishes the Coastal Impact Assistance Program (CIAP), which authorizes funds to be distributed to Outer Continental Shelf (OCS) oil and gas producing states to mitigate the impacts of OCS oil and gas activities.

Under the CIAP, the Secretary of the Interior is authorized to distribute to producing states and coastal political subdivisions (CPS's) \$250 million for each of the Federal fiscal years (FY) 2007 through 2010. This money will be shared among Alabama, Alaska, California, Louisiana, Mississippi, and Texas and will be allocated to each producing state based upon allocation formulas prescribed by the Act. Further, the CIAP allocates money to the eligible CPS's of the states identified above.

Pursuant to the Act, a producing state or CPS shall use all amounts received under this section for one or more of the following five authorized uses:

### **Authorized Uses:**

1. Projects and activities for the conservation, protection, or restoration of coastal areas, including wetland.
2. Mitigation of damage to fish, wildlife, or natural resources.
3. Planning assistance and the administrative costs of complying with CIAP.
4. Implementation of a federally-approved marine, coastal or comprehensive conservation management plan.
5. Mitigation of the impact of OCS activities through funding of onshore infrastructure projects and public service needs.

## **Coastal Impact Assistance Program (CIAP) Themes for Open Solicitation – applicable to all projects considered under the open solicitation (30%)**

Approximately 70% of the CIAP allocation will be used for state initiated projects. Approximately 30% of the allocation will fund projects identified through an open solicitation process and will include both state and non-state initiated projects. In order to ensure that non-state initiated projects still focus on state priorities while addressing community needs, the Ocean Policy Cabinet and Department of Natural Resources/Division of Coastal and Ocean Management identified five themes. All non-state initiated projects must address one of these themes. In addition, those state projects that did not make the state-initiated (70%) project cut are automatically bumped into the open solicitation (30%) process and must also meet one of the five themes to be considered.

### Themes

1. **Waste Management and Clean Up**
  - a. Marine debris clean-up projects (e.g., projects to collect, transport and dispose of marine debris from shorelines, etc).
  - b. Clean harbor projects to improve water quality at harbors (e.g., sewage pump-out stations and waste oil collection facilities, etc.).
  - c. Waste management projects (e.g., projects to collect, consolidate, transport, and dispose of household hazardous waste present in remote communities, etc.).
2. **Data Collection, Data Analysis, Planning, and Mapping**
  - a. Community-based assessment and monitoring of environmental and habitat variables in order to evaluate and/or mitigate impacts of development (e.g., water quantity and quality monitoring; collection of traditional knowledge regarding changes in natural ecosystems; data collection and/or analysis; habitat mapping for baseline information, long-term monitoring, and/or detection of change in order to evaluate impacts of development, etc.)
  - b. Collection and/or analysis of baseline data on fish or wildlife and/or their habitat that is needed to evaluate or develop mitigation strategies for potential impacts from oil and gas, mining, and other development activities.
  - c. Projects that would analyze or prepare for the impacts of climate change or natural hazards on communities.
3. **Habitat Restoration and Rehabilitation Projects**  
(e.g., stream bank restoration projects, prescribed burning to restore moose habitat, replacement of culverts that impede fish passage, wetland restoration projects, etc.).
4. **Mitigation Projects**  
Projects to mitigate impacts from development activities and/or climate change.
5. **Community Environmental Education Projects, Not to Exceed \$35,000**  
Projects to educate the public about environmental issues/topics (e.g., educational materials, signage, targeted conferences, etc.). Projects proposed under this category will be evaluated separately from the other project categories. Up to \$1,500,000 will be allocated to this category.

Tier 1 Projects for Fiscal Years 2007 - 2010 Proposed by  
STATE OF ALASKA

Coastal Impact Assistance Program Allocations

Spending Estimates

Project Title	Estimated Spending by Fiscal Year Allocation (\$)				
	TOTAL	FY 07	FY 08	FY 09	FY 10
<b>Authorized Use 1: Projects and activities for the conservation, protection, or restoration of coastal areas, including wetland</b>					
1 Stikine River Mining Activity Risk Assessment	58,000	0	58,000	0	0
2 Shore Zone Mapping	800,000	175,000	20,000	200,000	405,000
3 Fish Monitoring Program	1,600,000	0	700,000	600,000	300,000
Current Measurements in Potential Oil Exploration and/or Development Areas of the Landfast Ice Zone of the Alaskan Beaufort Sea	67,000	0	67,000	0	0
5 Matanuska-Susitna Trail Rehabilitation and Wetland Restoration	140,000	0	50,000	45,000	45,000
<b>Subtotal (\$)</b>	<b>2,665,000</b>	<b>175,000</b>	<b>895,000</b>	<b>845,000</b>	<b>750,000</b>
<b>Authorized Use 2: Mitigation of damage to fish, wildlife, or natural resources</b>					
6 Mertarvik Waterfront Management and All Hazards Plan	150,000	0	75,000	75,000	0
7 Newtok Environmental Site Inventory and Assessment	100,000	0	50,000	50,000	0
<b>Subtotal (\$)</b>	<b>250,000</b>	<b>0</b>	<b>125,000</b>	<b>125,000</b>	<b>0</b>
<b>Authorized Use 3: Planning assistance and the administrative costs of complying with CIAP</b>					
8 Division of Coastal and Ocean Management - Administrative Costs	372,014	1,250	122,914	117,800	130,050
<b>Subtotal (\$)</b>	<b>372,014</b>	<b>1,250</b>	<b>122,914</b>	<b>117,800</b>	<b>130,050</b>
<b>Authorized Use 4: Implementation of a federally-approved marine, coastal, or comprehensive conservation management plan</b>					
9 Coastal Processes Seminars	40,486	0	30,136	10,350	0
10 Geohazards Evaluation and Geologic Mapping for Coastal Communities	1,123,500	0	209,200	358,100	556,200
11 Survey	1,400,000	1,400,000	0	0	0
12 Monitoring Steller Sea Lions at Remote Sites in the Bering Sea	124,000	0	44,000	40,000	40,000
Hydro-acoustic Monitoring of Ambient Noise and Marine Mammals in the Chukchi Sea	330,000	0	150,000	80,000	100,000
<b>Subtotal (\$)</b>	<b>3,017,986</b>	<b>1,400,000</b>	<b>433,336</b>	<b>488,450</b>	<b>696,200</b>
<b>Authorized Use 5: Mitigation of the impact of OCS activities through funding of onshore infrastructure projects and public service needs</b>					
<b>Subtotal (\$)</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>
<b>TOTAL</b>	<b>6,305,000</b>	<b>1,576,250</b>	<b>1,576,250</b>	<b>1,576,250</b>	<b>1,576,250</b>

**TOTAL ALLOCATION FOR STATE OF ALASKA (\$)**

**6,305,000 1,576,250 1,576,250 1,576,250 1,576,250**

Tier 1 Projects for Fiscal Years 2007 - 2010 Proposed by  
COASTAL POLITICAL SUBDIVISIONS

Coastal Impact Assistance Program Allocations

Spending Estimates

Project Title	Spending Estimate(\$)				
	TOTAL	FY07	FY08	FY09	FY10
<b>MUNICIPALITY OF ANCHORAGE</b>					
1 Anchorage Creeks CIAP Restoration Project	551,072	137,768	137,768	137,768	137,768
<b>Subtotal</b>	551,072	137,768	137,768	137,768	137,768
<b>KENAI PENINSULA BOROUGH</b>					
1 Crooked Creek Bank Restoration and Habitat Protection	15,000	15,000	0	0	0
2 Kaslof Personal use Fisheries Habitat Protection	8,000	8,000	0	0	0
3 Crooked Creek State Recreational Area River Bank Restoration	189,240	30,000	53,080	53,080	53,080
4 CIAP Planning and Administration	25,500	6,375	6,375	6,375	6,375
<b>Subtotal</b>	237,740	59,375	59,455	59,455	59,455
<b>KODIAK ISLAND BOROUGH</b>					
1 Metal Debris Clean Up and Removal	160,000	40,000	40,000	40,000	40,000
2 Trail Hardening or Relocation to Enhance and Improve Coastal Water Quality and Stream Habitat	94,000	23,500	23,500	23,500	23,500
3 Public Education on the Value of Conserving Wetlands and Other Coastal Habitats	9,671	9,671	0	0	0
4 Mapping of Coastal and Marine Resources	29,012	0	9,671	9,671	9,671
<b>Subtotal</b>	292,682	73,171	73,171	73,171	73,171
<b>LAKE AND PENINSULA BOROUGH</b>					
Lake and Peninsula Borough Beach Erosion Tracking Program and Community Profile Map					
1 Additions and Updates	105,273	0	36,237	34,518	34,518
Lake and Peninsula Borough Mapping Update for the Protection of Critical Coastal Resources and Identification of Land Status	10,000	10,000	0	0	0
Lake and Peninsula Borough Coastal Management Plan Amendment -- Community Outreach					
3 Component	22,800	22,800	0	0	0
<b>Subtotal</b>	138,073	32,800	36,237	34,518	34,518
<b>MATANUSKA-SUSITNA BOROUGH</b>					
"Protect the Edge: Where the Water Meets the Land" a full-color 40-60 Page Publication About Protecting Riparian Habitat and Wetlands					
1	20,000	20,000	0	0	0
2 Ortho-rectified Imagery of the Matanuska-Susitna Coastal Zone	105,596	11,399	31,399	31,399	31,399
<b>Subtotal</b>	125,596	31,399	31,399	31,399	31,399

Tier 1 Projects for Fiscal Years 2007 - 2010 Proposed by  
COASTAL POLITICAL SUBDIVISIONS

Coastal Impact Assistance Program Allocations

Project Title	Spending Estimate (\$)			
	TOTAL	FY/07	FY/08	FY/09
<b>NORTH SLOPE BOROUGH</b>				
1 Restoration and Rehabilitation of Coastal Areas Through the Installation of Hardened Trail	90,000	90,000	0	0
2 Assessment of the Biotic and Abiotic Factors Influencing the Ikkipuk River Delta, which is Needed for Predicting Changes and Developing Plans to Conserve and Protect the Delta	275,000		65,000	105,000
3 Assessment of the Health and Biology of Arctic Marine Mammals for the Development and Evaluation of Mitigation Measures to Reduce Impacts from a Changing Arctic Environment	560,792	146,448	171,448	121,448
4 Assessment of the Vulnerability of Archaeological and Cultural Sites to Coastal Erosion and the Development of Plans to Protect the Sites	100,000	0	0	50,000
5 Implementation and Enhancement of Permitting Activities of the North Slope Borough	80,000	40,000	40,000	0
<b>Subtotal</b>	<b>1,105,792</b>	<b>276,448</b>	<b>276,448</b>	<b>276,448</b>
<b>NORTHWEST ARCTIC BOROUGH</b>				
1 Protecting Coastal Areas through Region-wide Waste Management Improvement	181,000	0	44,500	77,500
2 Protecting Coastal Areas through Planning and Guidance for Sustainable Tourism	136,000	0	40,000	55,000
3 Improving Management Capacity to Protect Coastal Areas	200,000	0	80,000	60,000
4 Protection of Coastal Areas from Marine Debris	125,000	0	50,000	45,000
5 Administrative Costs	178,376	17,000	55,000	60,000
6 Improving Subsistence Information to Implement Federal Plans	75,000	0	25,000	50,000
7 Improving Public Involvement for Implementation of Federally Approved Plans	46,000	0	20,000	26,000
<b>Subtotal</b>	<b>941,376</b>	<b>17,000</b>	<b>314,500</b>	<b>373,500</b>
<b>TOTAL ALL CPS'S COMBINED</b>	<b>3,392,331</b>	<b>627,960</b>	<b>928,977</b>	<b>849,134</b>

Note: Bristol Bay Borough did not submit any projects.

Alaska Coastal Political Subdivisions

Municipality of Anchorage	\$137,767.88
Bristol Bay Borough	\$665.86
Kenai Peninsula Borough	\$59,435.36
Kodiak Island Borough	\$73,170.52
Lake and Peninsula Borough	\$34,518.54
Matanuska-Susitna Borough	\$31,399.15
North Slope Borough	\$276,448.76
Northwest Arctic Borough	\$235,343.93
<b>TOTAL</b>	<b>\$848,750.00</b>

Annual Allocation

	\$137,767.88
	\$665.86
	\$59,435.36
	\$73,170.52
	\$34,518.54
	\$31,399.15
	\$276,448.76
	\$235,343.93
	<b>\$848,750.00</b>

}

**Christine Marie**

**From:** Louanne Christian  
**Sent:** Tuesday, March 17, 2009 8:40 AM  
**To:** Miles Baker  
**Cc:** Christine Marie  
**Subject:** FW: Capital budget in SFC

Donnie  
 possible testifiers  
 Tues p.m.

For FG this afternoon. Lou

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**From:** Lawson, Thomas W (DFG) [mailto:tom.lawson@alaska.gov]  
**Sent:** Tuesday, March 17, 2009 8:39 AM  
**To:** Louanne Christian  
**Subject:** RE: Capital budget in SFC

Yes, I'll be introducing the projects. If there are questions I may defer to the following cast of characters:

John Hilsinger, Director, Division of Commercial Fisheries (will either be at the Anchorage LIO or call into the toll free #) ~

Kerry Howard, Director, Division of Habitat (will be at the meeting)

Charles Swanton, Director, Division of Sport Fish (will be at the meeting)

Frank Homan, Chair, Commercial Fisheries Entry Commission (will be at the meeting)

Doug Larsen, Director, Division of Wildlife Conservation (will call into the toll free #)—Not confirmed...there may be a substitute...will let you know as soon as I know.

*Tom Lawson, Director  
 Division of Administrative Services  
 Department of Fish and Game  
 (907) 465-5999 fax: (907) 465-6078*

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**From:** Louanne Christian [mailto:Louanne\_Christian@legis.state.ak.us]  
**Sent:** Monday, March 16, 2009 6:20 PM  
**To:** Lawson, Thomas W (DFG)  
**Subject:** Capital budget in SFC

Will you be presenting DFG's capital projects in SFC tomorrow (today) at 1:30? Will there be others joining you?  
 Thanks Louanne

**Christine Marie**

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**From:** Louanne Christian  
**Sent:** Tuesday, March 17, 2009 11:09 AM  
**To:** Miles Baker; Christine Marie  
**Subject:** FW: SFC 2:30

For this afternoon. Lou

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**From:** Simons, Leta L (DNR) [mailto:[leta.simons@alaska.gov](mailto:leta.simons@alaska.gov)]  
**Sent:** Tuesday, March 17, 2009 11:06 AM  
**To:** Louanne Christian  
**Subject:** RE: SFC 2:30

Louanne, we'll have these people online for DNR at the 2:30 p.m. Senate Finance hearing today:

Chris Maisch or Dean Brown, Division of Forestry  
Wyn Menefee, Division of Mining, Land & Water  
James King, Division of Parks & Outdoor Recreation  
Meg Kremer and Diane Hunt, Division of Oil & Gas  
Rod Combellick, Division of Geological and Geophysical Surveys  
Leann McGinnis, Mental Health Trust Land Office

Thanks.

*Leta Simons*  
465-3379

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**From:** Louanne Christian [mailto:[Louanne\\_Christian@legis.state.ak.us](mailto:Louanne_Christian@legis.state.ak.us)]  
**Sent:** Tuesday, March 17, 2009 8:44 AM  
**To:** Simons, Leta L (DNR)  
**Subject:** SFC 2:30

Sorry, today is at 2:30 pm. Lou

Governor's FY2010 Capital Budget Amendments

A	B	C	D	E	F	G	H	I	J
Date	No.	Department	Appropriation / Allocation	Description	General Funds	Federal Funds	Other Funds	Fund Source	Total Funds
1		Administration	Appropriation	Amend: Statewide Systems Replacement This amendment changes the fund source from \$50,000.0 AHCC Receipts and increases the funding to \$76,500.0 Master Lease Line of Credit (MLOC) to fund three years of the project.			26,500.0	Master Lease Line of Credit	26,500.0
2		Administration	Appropriation	Amend: Network Communications and Connectivity Upgrades Original request was for \$2,800.0, however, \$1,300.0 was to be funded from Information Services Fund balance.			(1,500.0)	Info Saves Fund	(1,500.0)
3		Administration	Appropriation	Delete: Lease Management System Project is deleted due to the state's current economic situation.	(500.0)				(500.0)
4		Administration	Appropriation	Delete: Non-PBF Facilities Maintenance The project may be deleted due to the state's current economic situation, but will be needed after FY2010.	(250.0)				(250.0)
5		Commerce	Appropriation	Delete: Alaska Marine Exchange - Vessel Tracking System Operating Costs This project is deleted due to the state's current economic situation.	(650.0)			Cruise Ship Gambling Tax	(650.0)
6		Commerce	Appropriation	Amend: NPR-A Impact Grant Program Language amendment to finalize amount of funding (federal) and distribute to allocations for specific grants as the final project list is complete. Original estimated funding was \$22,500.0. Current estimate has been reduced to \$16,035.1, but only \$15,967.8 is allocated for grants. The balance of \$673 is appropriated to the Permanent Fund and the Public School Trust Fund in the operating budget.		(6,532.2)			(6,532.2)
7		Commerce	Appropriation	Amend: At the request of the Haines Borough, two projects Haines: Portage Cove Boat Harbor Parking Lot and Haines: Portage Cove Harbor Restrooms are combined and renamed to Haines Borough: Port Chilkoot Waterfront Improvements. No change to the total funding of \$1,900.0.					0.0
8		Corrections	Appropriation	Amend: Goose Creek Correctional Center Utility and Energy Costs for New Construction With the sale of the bonds and the signing of the construction contract, this can be reduced from \$20 million to the expected need of \$6 million in FY10. Additional funding will be needed in FY11.			(14,000.0)	AK Housing Capital Corp Rpts	(14,000.0)
9		Education	Appropriation	Amend: Mt. Edgecumbe High School Deferred Maintenance Due to the state's current economic situation, reduce the requested funding from \$2,000.0 by \$1,000.0, for a new project total of \$1,000.0 GF.	(1,000.0)				(1,000.0)
10		Education	School District Major Maintenance Grants - Appropriation	Amend: School District Major Maintenance Grants The FY10 capital budget contains \$40,514,065 for the first 20 projects based on the November 5, 2008 list. After reconsideration, the December 16, 2008 list added three projects as high priorities. This amendment adds funds to accommodate these changes without removing funding already proposed for the original projects. This amendment adds \$1,929,416 for a new total of \$42,443,481 for the first 23 major maintenance projects on the December 16, 2008 list.					0.0
11		Education	School District Major Maintenance Grants - Allocation	New: Evergreen Elementary School Playground Safety Upgrades After reconsideration, this project became priority #6 for \$770,698 on the December 16, 2008 list.			770.7	Major Maintenance Grant Fund	770.7
12		Education	School District Major Maintenance Grants - Allocation	New: Houghtaling Elementary Outdoor Physical Education Shelter Replacement After reconsideration, this project became priority #12 for \$276,110 on the December 16, 2008 list.			276.1	Major Maintenance Grant Fund	276.1
13		Education	School District Major Maintenance Grants - Allocation	New: Saint Marys Garage and Warm Storage Renovation After reconsideration, this project that had been priority #24 moved up to priority #6 for \$862,608 on the December 16, 2008 list.			862.6	Major Maintenance Grant Fund	862.6
14		Fish and Game	Appropriation	Amend: Statewide Annual Deferred Maintenance, Repair, Upgrades, and Equipment Reduce the project due to the State's current economic situation. Revised project total is \$850.0.	(250.0)				(250.0)
15		Fish and Game	Appropriation	Amend: Data and Infrastructure Backup Reduce the project due to the State's current economic situation. Inuneau has been removed from the scope of the project. The department anticipates absorbing this reduction and does not plan to request the deleted funds in the future. Revised project total is \$175.0.	(100.0)				(100.0)

Governor's FY2010 Capital Budget Amendments

A	B	C	D	E	F	G	H	I	J
Date	No.	Department	Appropriation / Allocation	Description	General Funds	Federal Funds	Other Funds	Fund Source	Total Funds
17		Fish and Game	Appropriation	Amend: Application Development Software Reduce the project due to the State's current economic situation. The scope of the project has been modified to not include the redesign of the department's web site. The deleted portion of the project may be requested again in the future. The revised project total is \$225.0.	(125.0)				(125.0)
18		Fish and Game	Appropriation	Delete: Wildlife Conservation Response Team A scaled down project has been included in the FY2010 Governor's Amended operating budget.	(750.0)				(750.0)
19		Fish and Game	Appropriation	Amend: Wood Bison Stocking and Release Reduce the project due to the State's current economic situation. Funding to complete this project will be requested in the future. The revised project total is \$150.0.	(100.0)				(100.0)
20		Fish and Game	Appropriation	Delete: Hazardous Site Cleanups Project is eliminated due to the State's current economic situation.	(750.0)				(750.0)
21		Fish and Game	Appropriation	Amend: Assessment of Pacific Salmon Resources in AYK, Northern Region Reduce the project due to the State's current economic situation. Funding to complete this project may be requested in the future. The revised project total is \$125.0.	(125.0)				(125.0)
22		Fish and Game	Appropriation	Amend: Collection and Genetic Analysis of Chum and Sockeye Salmon Tissues in Western Alaska Reduce the project due to the State's current economic situation. The amended title and scope of this project does not include sockeye salmon. The sockeye salmon portion of the original project may be requested again in the future. The revised project total is \$750.0.	(750.0)				(750.0)
23		Governor	Information Technology - Appropriation	Amend: Information Technology Imaging and Document Management appropriation by deleting the three allocations listed below					0.0
24		Governor	Information Technology - Allocation	Delete: Banking and Securities Management System Due to timing issues, this project is being requested in the FY2009 supplemental bill.			(890.0)	Rept Svcs	(890.0)
25		Governor	Information Technology - Allocation	Delete: DCCED - Community and Regional Affairs Imaging Project is deleted due to the state's current economic situation.	(690.0)				(690.0)
26		Governor	Information Technology - Allocation	Delete: DNR - Document Management System Phase 2 of 2 Project is deleted due to the state's current economic situation.	(1,200.0)				(1,200.0)
27		Health & Social Services	Appropriation	New: Medicaid Management Information System Completion. The Centers for Medicare and Medicaid Service (CMS) won't pay for some costs with MMIS project since they had paid for comparable work in the MMIS project that failed. These funds will correct the funding and provide for six months of technical assistance before CMS certifies the project. These funds should complete the project. The cite for the prior appropriation is sec. 4, ch. 30, SLA 2007, page 95, lines 18-20 for Medicaid Management Information System Completion.	5,965.5	434.4			6,399.9
28		Health & Social Services	Appropriation	New: HIPAA Updated Electronic Transaction Standards. This work must be done to comply with federal standards for electronic health interactions with the provider community.	450.0	4,050.0			4,500.0
29		Labor	Appropriation	Amend: AVTEC Deferred Maintenance and Training Facility Expansion Due to the state's current economic situation, general funds are replaced with AHCC Receipts.	(1,000.0)		1,000.0	AK Housing Capital Corp Rcpts	0.0
30		Labor	Appropriation	Delete: AVTEC 3rd Ave Doritory Replacement Due to the state's current economic situation, this project is postponed.			(20,000.0)	AK Housing Capital Corp Rcpts	(20,000.0)
31		Labor	Appropriation	Amend: AVTEC New Heavy Equipment Shop and Diesel Shop with Pipe Welding Program Relocation Due to the state's current economic situation, reduce the originally requested \$12m by half.			(6,000.0)	AK Housing Capital Corp Rcpts	(6,000.0)
32		Labor	Appropriation	Amend: Alaska Works Partnership, Fairbanks Pipeline Training Center Equipment Due to the state's current economic situation, reduce the project from \$2,310.5 to \$1,310.5.			(1,000.0)	AK Housing Capital Corp Rcpts	(1,000.0)
33		Military & Veterans Affairs	Appropriation	Delete: Interior Alaska Veterans Cemetery Design and Planning Delay start of new initiative based on the state's current economic situation.	(250.0)				(250.0)
34		Military & Veterans Affairs	Appropriation	New: Compliance Cleanup Site Restoration Unexpected increase in federal funding for cleanup of soil and groundwater contamination issues at numerous Alaska Army National Guard facilities throughout the state. Compliance cleanup liability is estimated to be \$33.9 million.		17,000.0			17,000.0

Governor's FY2010 Capital Budget Amendments

A	B	C	D	E	F	G	H	I	J
Date	No.	Department	Appropriation / Allocation	Description	General Funds	Federal Funds	Other Funds	Fund Source	Total Funds
1		Natural Resources	State Parks Deferred Maintenance and Emergency Repairs - Appropriation	Delete: State Parks Deferred Maintenance and Emergency Repairs appropriation and the four allocations listed below.					0.0
35		Natural Resources	State Parks Deferred Maintenance and Emergency Repairs - Allocation	Delete: State Parks Deferred Maintenance and Equipment This project is now requested in the FY2009 supplemental bill.	(4,530.0)			Cruise Ship Gambling Tax	(4,530.0)
36		Natural Resources	State Parks Deferred Maintenance and Emergency Repairs - Allocation	Delete: State Park Sanitation and Safety Projects This project is now requested in the FY2009 supplemental bill.	(500.0)			Cruise Ship Gambling Tax	(500.0)
37		Natural Resources	State Parks Deferred Maintenance and Emergency Repairs - Allocation	Delete: State Park Emergency Repairs This project is now requested in the FY2009 supplemental bill.	(400.0)			Cruise Ship Gambling Tax	(400.0)
38		Natural Resources	State Parks Deferred Maintenance and Emergency Repairs - Allocation	Delete: Sultana Drive Reconstruction This project is now requested in the FY2009 supplemental bill.	(570.0)			Cruise Ship Gambling Tax	(570.0)
39		Natural Resources	Appropriation	Delete: Architecture and Engineering for a New Geological Materials Center in Eagle River - Phase 2 of 2 This project is deleted due to the state's current economic situation.	(1,700.0)				(1,700.0)
40		Natural Resources	Alaska Plant Material Center Operations and Facility Maintenance and Improvements - Appropriation	Delete: Alaska Plant Material Center Operations and Facility Maintenance and Improvements appropriation and two allocations listed below.					0.0
41		Natural Resources	Alaska Plant Material Center Operations and Facility Maintenance and Improvements - Allocation	Delete: Plant Materials Center Paving and Drainage Improvements This project is deleted due to state's current economic situation.	(230.0)				(230.0)
42		Natural Resources	Alaska Plant Material Center Operations and Facility Maintenance and Improvements - Allocation	Delete: Plant Materials Center Deferred Equipment Replacement Phase 2 of 3 This project is deleted due to the state's current economic situation.	(100.0)				(100.0)
43		Natural Resources	Appropriation	Delete: DNR Information Technology Infrastructure Upgrades Phase 2 of 2 This project is deleted due to the state's current economic situation.	(215.0)				(215.0)
44		Natural Resources	Appropriation	Amend: Chilkoot River Bear Viewing Area Phase new initiative due to the state's current economic situation; reduced from \$225.0 to \$95.0.	(130.0)				(130.0)
45		Natural Resources	Appropriation	Amend: Reservoir Studies to Evaluate Oil and Gas Resources on the North Slope Phase 2 of 2 Phase project due to the state's current economic situation; reduced from \$6,000.0 to \$4,000.0.			(2,000.0)	AK Housing Capital Corp Repts	(2,000.0)
46		Revenue	Appropriation	Amend: Tax Revenue Management System This is the department's number one priority and due to the current economic situation, this amendment switches the funding source to master lease line of credit. There is related debt service of \$690.0 requested in the operating amendments.	(2,900.0)		3,200.0	AK Housing Capital Corp Repts (20,529.2) Master Lease Line of Credit 23,729.2	300.0
47		Revenue	Appropriation	Amend: Upgrade NetApp System Due to the current economic situation, this amendment switches the funding source for the project from general funds to the Alaska Capital Income Fund. This project is the department's number two priority and provides the ability for disaster recovery and backup of critical databases for PFD, Tax and Treasury.	(418.6)		418.6	AK Capital Income Fund	0.0
48		Revenue	Appropriation	Delete: SQL Database Evaluation The deletion of this important project is possible because it can be accommodated by expanding the scope of an existing project that has sufficient funding. The scope change is requested in the FY09 supplemental.	(175.0)				(175.0)
49		Revenue	Appropriation						

Governor's FY2010 Capital Budget Amendments

A	B	C	D	E	F	G	H	I	J
Date	No.	Department	Appropriation / Allocation	Description	General Funds	Federal Funds	Other Funds	Fund Source	Total Funds
1		Revenue	Appropriation	Anmend: Alaska Gas Spur Line Increase funding for the ANGDA project by an additional \$3.0 million for a new total of \$8.0 million.			3,000.0	AK Housing Capital Corp Rcptls	3,000.0
50		Transportation	Appropriation	Anmend: Airport Deferred Maintenance This amendment to the FY10 Governor's Budget is being requested due to the State's current economic situation. This amendment reduces the FY10 Governor's Budget by \$150,000 General Funds for a new FY10 project total of \$850,000. To repair the backlog of maintenance items that cannot be done through the operating budget. Typical items are pavement repairs, lighting repairs, fencing repairs, and bird and animal controls.	(150.0)				(150.0)
51		Transportation	Appropriation	Anmend: Alaska Aviation Safety Program This amendment to the FY10 Governor's Budget is being requested due to the State's current economic situation. This amendment reduces the FY10 Governor's Budget by \$100,000 General Funds for a new FY10 project total of \$400,000. The Alaska Aviation Safety Project (AASP) is a multi-faceted, multi-year research project funded primarily by the National Aeronautics and Space Administration (NASA). AASP's mission is to reduce aircraft related fatalities in Alaska.	(100.0)				(100.0)
52		Transportation	Appropriation	Anmend: Alaska Marine Highway System - Vessel and Facility Deferred Maintenance This amendment to the FY10 Governor's Budget is being requested due to the State's current economic situation. This amendment reduces the FY10 Governor's Budget by \$400,000 General Funds for a new FY10 project total of \$2,341,900. To repair the backlog of vessel maintenance items that cannot be done through the operating and overhaul budget. New safety related systems have been installed and costs in general have increased. Typical items that need attention are replacement of fire, bilge and sprinkling pump systems on our seven oldest vessels.	(400.0)				(400.0)
53		Transportation	Appropriation	Anmend: Alaska Marine Highway System - Vessel and Terminal Overhaul and Rehabilitation This amendment to the FY10 Governor's Budget is being requested due to the State's current economic situation. This amendment reduces the FY10 Governor's Budget by \$800,000 General Funds for a new FY10 project total of \$9,000,000. Annual maintenance and overhaul on vessels and at terminals, particularly component or system failures which will impact service in the short term. Annual overhaul of vessels is necessary to pass United States Coast Guard (USCGS) inspections and obtain a Certificate of Inspection necessary to operate.	(800.0)				(800.0)
54		Transportation	Appropriation	Anmend: Americans with Disabilities Act Compliance Projects This amendment to the FY10 Governor's Budget is being requested due to the State's current economic situation. This amendment reduces the FY10 Governor's Budget by \$105,000 General Funds for a new FY10 project total of \$595,000. This project continues the removal of physical barriers to persons with disabilities within state-owned facilities as required by Title II of the Americans with Disabilities Act, Public Law 101-336. Funding covers the cost of design, project administration, and construction.	(105.0)				(105.0)
55		Transportation	Appropriation	Anmend: Facilities Deferred Maintenance and Critical Repairs This amendment to the FY10 Governor's Budget is being requested due to the State's current economic situation. This amendment reduces the FY10 Governor's Budget by \$450,000 General Funds for a new FY10 project total of \$2,550,000. This project will address the most critical deferred maintenance needs at Department of Transportation and Public Facilities (DOT&PF) maintained facilities.	(450.0)				(450.0)
56		Transportation	Appropriation						

Governor's FY2010 Capital Budget Amendments

A	B	C	D	E	F	G	H	I	J
Date	No.	Department	Appropriation / Allocation	Description	General Funds	Federal Funds	Other Funds	Fund Source	Total Funds
1		Transportation	Appropriation	<p>Delete: Fairbanks: Nelson Road Resurfacing                      This amendment to the FY10 Governor's Budget is being requested due to the State's current economic situation. This project will be requested as part of the Governor's Federal Highway program budget request. Resurface and pave from the intersection with Laurence Road to the intersection of Plack Road. The proposed project would reclaim the existing asphalt surface, re-establish proper drainage, re-establish proper elevations and crown on the road surface and pave with a new 2" asphalt material. Work will also include paving shoulders and signage upgrade.</p>	(2,000.0)				(2,000.0)
57		Transportation	Appropriation	<p>Delete: Fairbanks: Phillips Field Road Rehabilitation                      This amendment to the FY10 Governor's Budget is being requested due to the State's current economic situation. This project will be requested as part of the Governor's Federal Highway program budget request. Rehabilitate Phillips Field Road between Illinois Street and Peger Road. Work will include resurfacing and paving, shoulder widening where possible for pedestrians and bicycles without acquiring right of way, drainage improvements and appropriate signage.</p>	(3,000.0)				(3,000.0)
58		Transportation	Appropriation	<p>Amend: Harbor Deferred Maintenance                      This amendment to the FY10 Governor's Budget is being requested due to the State's current economic situation. This amendment reduces the FY10 Governor's Budget by \$120,000 General Funds for a new FY10 project total of \$680,000. This project will address backlogged deferred maintenance for state-owned harbors.</p>	(120.0)				(120.0)
59		Transportation	Appropriation	<p>Amend: Highway Deferred Maintenance                      This amendment to the FY10 Governor's Budget is being requested due to the State's current economic situation. This amendment reduces the FY10 Governor's Budget by \$500,000 General Funds for a new FY10 project total of \$2,750,000. The current backlog of deferred maintenance is over \$380 million. The program will address some of the needs that cannot be funded through operating budget maintenance funds. Typical items are surface and embankment repairs, drainage culverts and ditch repairs, guardrail repairs, marking and sign repairs, and brushing.</p>	(500.0)				(500.0)
60		Transportation	Appropriation	<p>Amend: Highway Maintenance Vehicle Replacement and Safety Equipment                      This amendment to the FY10 Governor's Budget is being requested due to the State's current economic situation. This amendment reduces the FY10 Governor's Budget by \$100,000 General Funds for a new FY10 project total of \$900,000. The needs for additional funds are from: 1) need to replace highway maintenance units; and 2) units that are too costly to continue to operate (life to date maintenance costs are multiples of the original purchase costs).</p>	(100.0)				(100.0)
61		Transportation	Appropriation	<p>Amend: Infrastructure and Erosion Control Design and Environmental Permitting                      This amendment to the FY10 Governor's Budget is being requested due to the State's current economic situation. This amendment reduces the FY10 Governor's Budget by \$400,000 General Funds for a new FY10 project total of \$100,000. The Immediate Action Work Group met last winter to identify the most immediate needs of the communities at risk from coastal erosion and flooding. Although these projects are not as far advanced as they could be, the risks of significant damage in these communities warrants proceeding with these projects as quickly as possible.</p>	(400.0)				(400.0)
62		Transportation	Appropriation	<p>Amend: Koyukuk Evacuation Road                      This amendment to the FY10 Governor's Budget is being requested due to the State's current economic situation. This amendment reduces the FY10 Governor's Budget by \$400,000 General Funds for a new FY10 project total of \$400,000. Funding for a reconnaissance study, preliminary engineering and environmental work, and final design for an evacuation road for the city of Koyukuk.</p>	(400.0)				(400.0)
63		Transportation	Appropriation						

Governor's FY2010 Capital Budget Amendments

A	B	C	D	E	F	G	H	I	J
Date	No.	Department	Appropriation / Allocation	Description	General Funds	Federal Funds	Other Funds	Fund Source	Total Funds
1		Transportation	Appropriation	Amend: Measurement Standards and Commercial Vehicle Enforcement Equipment Replacement This amendment to the FY10 Governor's Budget is being requested due to the State's current economic situation. This amendment reduces the FY10 Governor's Budget by \$100,000 General Funds for a new FY10 project total of \$123,000. This request will provide funding for needed equipment such as a crane gantry system, scale testing unit, trailer mounted dispenser testing unit, wheel load weigher calibrator, etc. for the Measurement Standard and Commercial Vehicle Enforcement (MSCVE) division.	(100.0)				(100.0)
64		Transportation	Appropriation	New: Quinhagak Old Airport Site Remediation This is a new FY10 Capital request. This request will fund environmental remediation at the previous site of the Quinhagak Airport. Upon completion of the remediation and receipt of a Letter of No Further Action from the Department of Environmental Conservation, the Department of Transportation and Public Facilities will release any interest in the airport property created by a leasehold from Qanirtuuq, Inc., free and clear of environmental liability.	250.0				250.0
65		Transportation	Appropriation	Amend: Rapid Reaction to Highway Safety Features This amendment to the FY10 Governor's Budget is being requested due to the State's current economic situation. This amendment reduces the FY10 Governor's Budget by \$100,000 General Funds for a new FY10 project total of \$200,000. Funding is needed to quickly address safety issues that cannot or should not be delayed. This would enable the regions to respond quickly and directly to relatively low-cost, but important, safety issues as they become aware of them and would not involve the time lag that typically accompanies a project through the federal process.	(100.0)				(100.0)
66		Transportation	Appropriation	Amend: Resource Development Roads This amendment to the FY10 Governor's Budget is being requested due to the State's current economic situation. This amendment reduces the FY10 Governor's Budget by \$400,000 General Funds for a new FY10 project total of \$2,600,000. Funding for the Resource Development Roads Program to provide access to resource development or economic development opportunities.	(400.0)				(400.0)
67		Transportation	Appropriation	Delete: Safe Roadside with Integrated Vegetation Management This amendment to the FY10 Governor's Budget is being requested due to the State's current economic situation. A statewide Integrated Vegetation Management (IVM) plan is being drafted to identify the best combination of management techniques to cost effectively address brush control and noxious weed infestations. An inventory of our roadides is needed to support a permit application for weed control.	(500.0)				(500.0)
68		Transportation	Appropriation	Delete: Southeast: Sidewalk Snow Removal Equipment This amendment to the FY10 Governor's Budget is being requested due to the State's current economic situation. The department will utilize the requested funding to purchase a trackless tractor with snowplow, blower, and sand spreader for sidewalk maintenance in Sitka. Without this specialized piece of equipment (normal highway equipment cannot be used on sidewalks), the department cannot meet Federal Highway Administration (FHWA) requirements regarding sidewalk maintenance of facilities built with federal funds.	(175.0)				(175.0)
69		Transportation	Appropriation	Amend: Statewide Anti-icing Program This amendment to the FY10 Governor's Budget is being requested due to the State's current economic situation. This amendment reduces the FY10 Governor's Budget by \$300,000 General Funds for a new FY10 project total of \$200,000. Funding to continue the expanded use of anti-icing chemicals statewide. This funding would be used to purchase storage and application equipment.	(300.0)				(300.0)
70									

Governor's FY2010 Capital Budget Amendments

A	B	C	D	E	F	G	H	I	J
Date	No.	Department	Appropriation / Allocation	Description	General Funds	Federal Funds	Other Funds	Fund Source	Total Funds
1		Transportation	Appropriation	Amend: Statewide Rural Airport Safety Improvements This amendment to the FY10 Governor's Budget is being requested due to the State's current economic situation. This amendment reduces the FY10 Governor's Budget by \$500,000 General Funds for a new FY10 project total of \$2,500,000. This project will address the backlog of safety improvement projects at rural airports throughout the state.	(500.0)				(500.0)
71		Transportation	Appropriation	New: Western Alaska Access Reconnaissance Study This is a new FY10 Capital Request. The reconnaissance study will utilize the results of an ongoing planning study to begin refinement and detailed analysis of a transportation corridor to the Seward Peninsula. The reconnaissance study will consist of in-depth field studies, advanced route mapping, public involvement and preliminary engineering.			3,000.0	AK Housing Capital Corp Rcpts	3,000.0
72		Transportation	Airport Improvement Program - Appropriation	Airport Improvement Program					0.0
73		Transportation	Airport Improvement Program - Allocation	New: Birchwood: Airport Master Plan This is a new FY10 Capital Request. Complete the Birchwood Airport Environmental Assessment and prepare Finding of No Significant Impact (FONSI) to allow for property acquisition to commence and provide acquisition assistance.  In order that the airport be protected from incompatible land uses occurring around it, it is necessary to acquire land identified in the airport master plan for future development. In order to begin this acquisition, the EA must be finalized, and a Finding of No Significant Impact (FONSI) prepared.		175.0			175.0
74		Transportation	Airport Improvement Program - Allocation	Amend: Cheforiak: Airport Relocation This amendment increases the FY10 Governor's Budget by \$2,600,000 Federal Funds for a new FY10 project total of \$16,000,000. Complete construction of a new airport. Reshape embankments and place surfacing material on the runway, taxiway, apron and access road. Includes airport lighting, an equipment storage building, and miscellaneous associated airport appurtenances. Land acquisition and embankment construction were accomplished under Stage 1 of this project.		2,600.0			2,600.0
75		Transportation	Airport Improvement Program - Allocation	New: Chignik: Airport Master Plan Wind Study This is a new FY10 Capital Request. Conduct a wind study as part of the airport master plan. Due to mechanical wind tower difficulties the wind tower is currently not working. FAA requires two years of wind data for a new airport location. The funding will allow the wind anemometer to be fixed and an additional year of wind data collected to fulfill this requirement.		100.0			100.0
76		Transportation	Airport Improvement Program - Allocation	Delete: Fort Yukon: Airport Improvements This project was requested as an FY09 supplemental. Resurface and include a dust palliative on the apron, taxiway and runway at the Fort Yukon Airport. Correct drainage problems, clear overgrown vegetation, and complete other improvements as funding allows.		(3,500.0)			(3,500.0)
77		Transportation	Airport Improvement Program - Allocation	Delete: Fort Yukon: Snow Removal Equipment Building This project was requested as an FY09 supplemental. Construct a new snow removal equipment building at Fort Yukon Airport to include a building pad with surfacing and drainage improvements.		(1,500.0)			(1,500.0)
78		Transportation	Airport Improvement Program - Allocation						

Governor's FY2010 Capital Budget Amendments

A	B	C	D	E	F	G	H	I	J
Date	No.	Department	Appropriation / Allocation	Description	General Funds	Federal Funds	Other Funds	Fund Source	Total Funds
1		Transportation	Airport Improvement Program - Allocation	New: Gustavus: Airport Runway Safety Area This is a new FY10 Capital Request. The Gustavus Airport Runway Safety Area (RSA) does not meet Federal Aviation Administration (FAA) standards for the size of the area surrounding a runway that protects aircraft that land short, over-run, or veer off the paved runway surface. This project consists of the design and construction of an expanded RSA that will meet standards and improve safety for all aircraft operating at Gustavus.	10,000.0				10,000.0
79		Transportation	Airport Improvement Program - Allocation	New: Kipnuk: Airport Reconstruction This is a new FY10 Capital Request. Project will provide surfacing for new realigned runway and connecting taxiway. Also includes runway lighting and snow removal equipment building.	2,000.0				2,000.0
80		Transportation	Airport Improvement Program - Allocation	New: Newtok: Airport Master Plan This is a new FY10 Capital request. Conduct Stage IV of the Newtok Airport Master Plan to include additional geotechnical sampling, environmental data gap analysis as part of an environmental overview, planning level environmental scoping, engineering analysis of airport relocation sites at Mertarvik (Newtok relocation area), and Airport Layout Plan.	375.0				375.0
81		Transportation	Airport Improvement Program - Allocation	Amend: Northern Region: Snow Removal Equipment Building Upgrades This amendment to the FY10 Governor's Budget adds \$895,000 Federal Funds for a new FY10 total of \$1,100,000. Upgrade existing Snow Removal Equipment Buildings (SREBs) by installing concrete floors and miscellaneous building repairs at the following airports: Kobuk, Kotlik, and Brevig Mission.	895.0				895.0
82		Transportation	Airport Improvement Program - Allocation	New: Statewide: Various Airports - Surveys for Lateral Precision Vertical Guidance Systems This is a new FY10 Capital Request. This project consists of surveying various state airports for development of Lateral Precision Vertical (LPV) approach procedures including Kotlik, Anvik, Hooper Bay, Dillingham, Mekoryuk, Toksook Bay, Eek, and/or other state airports as funding and project scheduling allow.	1,500.0				1,500.0
83		Transportation	Surface Transportation Program - Appropriation	Surface Transportation Program					0.0
84		Transportation	Surface Transportation Program - Allocation	Amend: Alaska Marine Highway: Ferry Vessel Refurbishment This amendment changes the title from "Alaska Marine Highway: Mainline Ferry Refurbishment" and brief description. Provide ferry refurbishment, meet regulatory requirements, and refurbish components on ferries as identified in the annual Alaska Marine Highway System (AMHS) Fleet Condition Survey Report.					0.0
85		Transportation	Surface Transportation Program - Allocation	Delete: Kotzebue: Shore Avenue Rehabilitation and Erosion Protection This project was requested as an FY09 supplemental. Reconstruct Shore Avenue from Lake Street, through the primary commercial area of Kotzebue, approximately 4,400 feet to the end of the road at Crowley Dock. Shore Avenue will be paved, new sidewalks, a pathway, parallel parking, an open space on the seaward side, and an erosion protection revetment on the seaside.		(14,200.0)			(14,200.0)
86		University	Appropriation	Amend: Maintaining Existing Facilities Renewal and Renovation Annual Requirement This amendment to the FY2010 Governor's Budget is being requested due to the State's current economic situation. This amendment reduces the FY2010 Governor's Budget by \$2,000,000 General Funds for a new FY2010 project total of \$8,000,000.	(2,000.0)				(2,000.0)
87		University	Appropriation	New: UA Energy Projects Alternative Energy and Energy Efficiency Projects: This request is an estimation of potential federal receipt authority needed for FY10 energy projects at the main and community campuses. Examples of projects include rural power projects, Alaskan coal, and a biomass energy program.		5,000.0			5,000.0
88									

Governor's FY2010 Capital Budget Amendments

A	B	C	D	E	F	G	H	I	J
Date	No.	Department	Appropriation / Allocation	Description	General Funds	Federal Funds	Other Funds	Fund Source	Total Funds
1		University	Appropriation	New: UA Climate Projects Climate Adaptation and Mitigation: This request is an estimation of potential federal receipt authority needed for FY10 climate projects at the main and community campuses. Examples of projects include natural hazards monitoring, improving weather predictions, Alaska statewide digital mapping initiative, and permafrost dynamics.		10,000.0			10,000.0
89		Fund Capitalization	Information Services Fund	Amend: Information Services Fund Reduce capitalization of the ISF for the Network Communications and Connectivity Upgrades project, as the project is reduced from \$2,800.0 to \$1,300.0. The remaining \$1,300.0 comes from the existing balance of the ISF.	(1,500.0)				(1,500.0)
90		Fund Capitalization	Renewable Energy Grant Fund	Amend: Renewable Energy Grant Fund Due to the state's current economic situation, reduce the capitalization of the fund from \$50.0 million to \$25.0 million.	(25,000.0)				(25,000.0)
91		Fund Capitalization	Major Maintenance Grant Fund	After reconsideration, the December 16, 2008 Major Maintenance Grant Fund list includes two projects that were not included in the November 5 list but are now priorities #9 - Evergreen Elementary School Playground Safety Upgrades \$770,698 and #12 - Houghtaling Elementary Outdoor Physical Education Shelter Replacement \$276,110. The December 16 list also reflects the previous #24 Saint Marys Garage and Warm Storage Renovation \$882,608 moving up to priority #6. To accommodate these changes without removing funding already proposed in the Governor's budget for the two projects that now moved to priority #22 and #23, an additional \$1,929,416 is needed. The December 15 budget contains \$40,514,065 for the first 20 MM projects, while the Governor's Amended budget would now contain \$42,443,481 for the first 23 MM projects.			1,929.4	AK Housing Capital Corp Rcpts	1,929.4
92		Fund Capitalization	Alaska Gasline Inducement Reimbursement Fund	Amend: Alaska Gasline Inducement Act Reimbursement Fund Reduce the capitalization to the fund from \$20.0 million to \$15.0 million. This would provide for total capitalization of \$45.0 million in line with the projection that the costs to get to Open Season by the end of FY10 will not exceed \$90.0 million.			(5,000.0)	AK Housing Capital Corp Rcpts	(5,000.0)
93									
94					(52,793.1)	28,397.2	(9,412.6)		(33,808.5)
95									
96		Amendments after February 18:							
24-Feb-09	DOT A	Transportation	Airport Improvement Program - Appropriation	Airport Improvement Program					
24-Feb-09	DOT B	Transportation	Airport Improvement Program - Allocation	Delete: Akiachak: Airport Relocation Economic Stimulus: This project is now part of the department's Economic Stimulus appropriation request for \$6.5 million of Federal Economic Stimulus. In addition the Economic Stimulus appropriation bill includes changing the fund source from Federal Receipts to Federal Economic Stimulus of \$8.5 million from prior year capital appropriation(s), for a total of \$20.0 million.		(6,000.0)			(6,000.0)
98		DOT C	Transportation	Delete: Alakaket: Airport Improvements Economic Stimulus: This project is now part of the department's Economic Stimulus appropriation request for \$3.6 million of Federal Economic Stimulus. In addition the Economic Stimulus appropriation bill includes changing the fund source from Federal Receipts to Federal Economic Stimulus of \$6,570.0 from prior year capital appropriation(s), for a total of \$10,170.0.		(260.0)			(260.0)
24-Feb-09	DOT D	Transportation	Airport Improvement Program - Allocation	Delete: Kodiak: Chemical Storage Building Economic Stimulus: This project is now part of the department's Economic Stimulus appropriation request for \$1.2 million of Federal Economic Stimulus. In addition the Economic Stimulus appropriation bill includes changing the fund source from Federal Receipts to Federal Economic Stimulus of \$1.7 million from prior year capital appropriation(s), for a total of \$2.9 million.		(1,000.0)			(1,000.0)
100									

Governor's FY2010 Capital Budget Amendments

A	B	C	D	E	F	G	H	I	J
Date	No.	Department	Appropriation / Allocation	Description	General Funds	Federal Funds	Other Funds	Fund Source	Total Funds
24-Feb-09	DOT E	Transportation	Airport Improvement Program - Allocation	Delete: Kozbeue; Apron Expansion Economic Stimulus: This project is now part of the department's Economic Stimulus appropriation request for \$5.3 million of Federal Economic Stimulus. In addition the Economic Stimulus appropriation bill includes changing the fund source from Federal Receipts to Federal Economic Stimulus of \$4.2 million from prior year capital appropriation(s), for a total of \$9.5 million.	(5,090.0)				(5,090.0)
24-Feb-09	DOT F	Transportation	Airport Improvement Program - Allocation	Amend: Statewide: Various Airports Minor Surface Improvements Economic Stimulus: Redistribution of Federal Receipts due to project funding changes related to the Economic Stimulus package. Increased Federal Receipts from \$5.0 million to a new total of \$9.0 million.	4,000.0				4,000.0
24-Feb-09	DOT G	Transportation	Surface Transportation Program - Appropriation	Surface Transportation Program					0.0
24-Feb-09	DOT H	Transportation	Surface Transportation Program - Allocation	Delete: Denali Highway: Milepost 7 Wayside Economic Stimulus: This project is now part of the department's Economic Stimulus appropriation request for \$330.0 of Federal Economic Stimulus. In addition the Economic Stimulus appropriation bill includes changing the fund source from Federal Receipts to Federal Economic Stimulus of \$170.0 from prior year capital appropriation(s), for a total of \$500.0.	(2,930.0)				(2,930.0)
24-Feb-09	DOT I	Transportation	Surface Transportation Program - Allocation	Delete: Haines Highway: Front Street to Union Street Economic Stimulus: This project is now part of the department's Economic Stimulus appropriation request for \$2.5 million of Federal Economic Stimulus.	(2,930.0)				(2,930.0)
24-Feb-09	DOT J	Transportation	Surface Transportation Program - Allocation	Delete: Juneau: Glacier Highway - Annalga to Eagle Beach Widening Economic Stimulus: This project is now part of the department's Economic Stimulus appropriation request for \$1.7 million of Federal Economic Stimulus. In addition the Economic Stimulus appropriation bill includes changing the fund source from Federal Receipts to Federal Economic Stimulus of \$10.5 million from prior year capital appropriation(s), for a total of \$12.2 million.	(1,700.0)				(1,700.0)
24-Feb-09	DOT K	Transportation	Surface Transportation Program - Allocation	Delete: Ketchikan: North Tongass Highway - Totem Bight to Whipple Creek Economic Stimulus: This project is now part of the department's Economic Stimulus appropriation request for \$13.8 million of Federal Economic Stimulus.	(12,702.0)				(12,702.0)
24-Feb-09	DOT L	Transportation	Surface Transportation Program - Allocation	Delete: Kipnuk: Boardwalk Improvements Economic Stimulus: This project is now part of the department's Economic Stimulus appropriation request for \$10.0 million of Federal Economic Stimulus.	(10,000.0)				(10,000.0)
24-Feb-09	DOT M	Transportation	Surface Transportation Program - Allocation	Delete: Seward Meridian Parkway: Road Improvements - Parks Highway to Palmer-Wasilla Highway Economic Stimulus: This project is now part of the department's Economic Stimulus appropriation request for \$11.0 million of Federal Economic Stimulus and \$2.1 million Federal Receipts, for a total of \$13.1 million.	(13,000.0)				(13,000.0)
24-Feb-09	DOT N	Transportation	Surface Transportation Program - Allocation	Delete: Sterling Highway: Scales Replacement Economic Stimulus: This project is now part of the department's Economic Stimulus appropriation request for \$2.2 million of Federal Economic Stimulus.	(2,000.0)				(2,000.0)
24-Feb-09	DOT O	Transportation	Surface Transportation Program - Allocation	New: Dalton Highway: Milepost 197 to 209 Economic Stimulus: Redistribution of Federal Receipts due to project funding changes related to the Economic Stimulus package.		22,900.0			22,900.0
24-Feb-09	DOT P	Transportation	Surface Transportation Program - Allocation	New: Sitka: Japonski Island Streets and Utilities Economic Stimulus: Redistribution of Federal Receipts due to project funding changes related to the Economic Stimulus package.		2,000.0			2,000.0
				February 24 Capital Budget Amendments Subtotal	0.0	(15,910.0)	0.0		(15,910.0)
12-Mar-09	F&G A	Fish and Game	Appropriation	Delete: Assessment of Pacific Salmon Resources in AYK, Northern Region Transfer from the capital budget to operating.	(125.0)				(125.0)
12-Mar-09	DNR A	Natural Resources	Appropriation	Delete: Remote Recreational Cabin Sites Surveys and Appraisals Transfer from the capital budget to operating.			(927.0)	Land Disposal Income Fund	(927.0)

Governor's FY2010 Capital Budget Amendments

A	B	C	D	E	F	G	H	I	J
Date	No.	Department	Appropriation / Allocation	Description	General Funds	Federal Funds	Other Funds	Fund Source	Total Funds
12-Mar-09	DNR B	Natural Resources	Appropriation	Delete: Private and Public Forest Assessment Transfer from the capital budget to operating.	(250.0)				(250.0)
12-Mar-09	DNR C	Natural Resources	Mental Health Trust Land Development and Facilities Maintenance - Appropriation	Mental Health Trust Land Development and Facilities Maintenance					0.0
12-Mar-09	DNR D	Natural Resources	Mental Health Trust Land Development and Facilities Maintenance - Allocation	Delete: Mental Health Trust Land Development Transfer from the capital budget to operating.			(680.0)	MHTAAR	(680.0)
12-Mar-09	DNR E	Natural Resources	Mental Health Trust Facilities Maintenance - Appropriation	Amend: Mental Health Trust Facilities Maintenance Since the other allocation was transferred to the operating budget, this project now becomes an appropriation instead of an allocation.					0.0
12-Mar-09	DNR F	Natural Resources	Appropriation	Delete: Chilkoot River Bear Viewing Area Transfer from the capital budget to operating. The \$55.6 cost for one year was transferred.	(95.0)				(95.0)
12-Mar-09	DOT Q	Transportation	Appropriation	Delete: Highway Condition Inventory Transfer from the capital budget to operating.	(180.0)				(180.0)
12-Mar-09	DOT R	Transportation	Statewide Federal Programs - Appropriation	Funding provides on-going support of the Maintenance Management System (MMS). Both the MMS and the Highway Condition Inventory were once federally funded in the capital budget but are no longer considered eligible for federal funds.					0.0
12-Mar-09	DOT S	Transportation	Statewide Federal Programs - Allocation	Statewide Federal Programs	(175.0)				(175.0)
12-Mar-09	DOT T	Transportation	Airport Improvement Program - Appropriation	Delete: Advanced Project Definition for Denali Commission Transfer from the capital budget to operating.					0.0
12-Mar-09	DOT U	Transportation	Airport Improvement Program - Allocation	Funding provides on-going support (project evaluations, design and engineering, etc.) to the Denali Commission.					0.0
12-Mar-09	DOT V	Transportation	Airport Improvement Program - Allocation	Airport Improvement Program		10,200.0			10,200.0
12-Mar-09	DOT W	Transportation	Airport Improvement Program - Allocation	New: Dillingham: Airport Apron and Taxiway Resurfacing This is a new FY10 Capital request. Reconstruct the Dillingham Airport terminal apron, along with taxiways A and B. The airport terminal apron and taxiways A and B have deteriorated significantly due to the high use. The Dillingham airport is one of the state's busiest airports, with all aircraft using the terminal apron and either Taxiway A or B.		1,800.0			1,800.0
12-Mar-09	DOT X	Transportation	Surface Transportation Program - Appropriation	New: Kotzebue: Airport Certification Compliance Improvements This is a new FY10 Capital request. This project will construct supplemental wind cones for Kotzebue Runway 8/26 and access restriction gates to the North and South of Runway 8/26. The project also includes minor road realignment, signing, enhanced taxiway markings and other improvements needed to address FAA regulatory compliance issues at Kotzebue Airport.					0.0
12-Mar-09	DOT Y	Transportation	Surface Transportation Program - Allocation	Surface Transportation Program		2,000.0			2,000.0
12-Mar-09	UA A	University	Appropriation	New: Fairbanks: Nelson Road Resurfacing This is a new FY10 Capital request for federal authority. Resurface and pave from the intersection with Laurence Road to the intersection of Plack Road. The proposed project would reclaim the existing asphalt surface, re-establish proper drainage, re-establish proper elevations and crown on the road surface and pave with a new 2" asphalt material. Work will also include paving shoulders and signage upgrade.					1,200.0
12-Mar-09	UA A	University	Appropriation	New: Fairbanks: Phillips Field Road Rehabilitation This is a new FY10 Capital request for federal authority. Rehabilitate Phillips Field Road between Illinois Street and Peger Road. Work will include resurfacing and paving, shoulder widening where possible for pedestrians and bicycles without acquiring right of way, drainage improvements and appropriate signage.					(100,000.0)
12-Mar-09	UA A	University	Appropriation	Delete: UAF Alaska Region Research Vessel Additional Receipt Authority This project will be requested as part of the Governor's Economic Stimulus bill.					(100,000.0)

Governor's FY2010 Capital Budget Amendments

A	B	C	D	E	F	G	H	I	J
Date	No.	Department	Appropriation / Allocation	Description	General Funds	Federal Funds	Other Funds	Fund Source	Total Funds
12-Mar-09	UA B	University	Appropriation	Delete: Graduate Medical Education/Family Practice Residency Program Transfer from the capital budget to operating. Funding will be passed thru to Providence Alaska Medical Center for the Alaska Family Medicine Residency Program.	(2,200.0)				(2,200.0)
132				March 12 Capital Budget Amendments Subtotal	(3,025.0)	(84,800.0)	(1,607.0)		(89,432.0)
133									
134									
135				FY2010 Capital Budget Amendments Revised Total	(55,818.1)	(72,312.8)	(11,019.6)		(139,150.5)

*Withdrawn  
3/25/09*

26-LS0124\P.1  
Kane  
3/23/09

AMENDMENT |

OFFERED IN THE HOUSE  
TO: CSHB 20(FSH)

BY REPRESENTATIVE STOLTZE

1 Page 2, line 1, following "permits;":

2 Delete "or"

3 Insert "[OR]"

4

5 Page 2, line 4, following "efficiency":

6 Insert "or

7

8

9

(iii) for new construction related to a vessel for the  
purpose of improving energy efficiency in a loan amount not  
greater than \$100,000;"

*adopted  
3/30/09*

26-LS0124P.2  
Kane  
3/24/09

AMENDMENT 2

OFFERED IN THE HOUSE  
TO: CSHB 20(FSH)

BY REPRESENTATIVE STOLTZE  
BY REQUEST

- 1 Page 4, line 31, through page 5, line 2:
- 2 Delete all material.
- 3
- 4 Renumber the following bill sections accordingly.



# FISCAL NOTE

**STATE OF ALASKA**  
**2009 LEGISLATIVE SESSION**

Fiscal Note Number: 1  
 Bill Version: CSHB 20(FSH)  
 (H) Publish Date: 2/4/09

Identifier (file name): HB20-CED-Investments-02-02-09 Dept. Affected: Comm, Comm, and Econ Dev  
 Title An Act relating to commercial fishing loans for energy RDU 122  
efficiency upgrades Component Investments  
 Sponsor Representative Edgmon  
 Requester House Special Committee on Fisheries Component Number 383

**Expenditures/Revenues** (Thousands of Dollars)

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

	Appropriation Required	Information					
		FY 2010	FY 2011	FY 2012	FY 2013	FY 2014	FY 2015
<b>OPERATING EXPENDITURES</b>							
Personal Services	74.0		74.0	74.0	74.0	74.0	74.0
Travel	2.5		2.5	2.5	2.5	2.5	2.5
Contractual	3.8		3.8	3.8	3.8	3.8	3.8
Supplies	1.0		0.5	0.5	0.5	0.5	0.5
Equipment	9.0		0.1	0.1	0.1	0.1	0.1
Land & Structures							
Grants & Claims							
Miscellaneous							
<b>TOTAL OPERATING</b>	<b>90.3</b>	<b>0.0</b>	<b>80.9</b>	<b>80.9</b>	<b>80.9</b>	<b>80.9</b>	<b>80.9</b>

<b>CAPITAL EXPENDITURES</b>							
-----------------------------	--	--	--	--	--	--	--

<b>CHANGE IN REVENUES ( )</b>							
-------------------------------	--	--	--	--	--	--	--

**FUND SOURCE** (Thousands of Dollars)

1002 Federal Receipts							
1003 GF Match							
1004 GF							
1005 GF/Program Receipts							
1037 GF/Mental Health							
1036 Commercial Fisheries RLF	90.3	0.0	80.9	80.9	80.9	80.9	80.9
<b>TOTAL</b>	<b>90.3</b>	<b>0.0</b>	<b>80.9</b>	<b>80.9</b>	<b>80.9</b>	<b>80.9</b>	<b>80.9</b>

Estimate of any current year (FY2009) cost: \_\_\_\_\_

**POSITIONS**

Full-time	1.0	0.0	1.0	1.0	1.0	1.0	1.0
Part-time							
Temporary							

**ANALYSIS:** (Attach a separate page if necessary)

This legislation amends Section A (AS 16.10.310(a)(1)(A)) of the Commercial Fishing Revolving Loan Fund (CFRLF) program to provide low interest loans to qualified Alaskan harvesters who wish to upgrade their existing vessels and gear to improve energy efficiency.

The Department of Commerce, Community, & Economic Development (DCCED) anticipates that this will increase loan demand by approximately \$4.2 million in FY10, \$2.1 million in FY11 and \$1.6 million in years FY12 through FY15.

(Continued)

Prepared by: Patty LaPierre  
 Division: Division of Investments, Dept of Commerce, Community, & Econ. Dev.  
 Approved by: Emil Notti, Commissioner  
Department of Commerce, Community and Economic Development

Phone 465-2510  
 Date/Time 02/02/09 1:45pm  
 Date 2/2/2009

FISCAL NOTE #1

STATE OF ALASKA  
2009 LEGISLATIVE SESSION

BILL NO. CSHB 20(FSH)

ANALYSIS CONTINUATION

The CFRLF has sufficient cash reserves to handle the increased loan demand. DCCED is requesting one additional Loan Officer position to process loan requests generated as a result of this legislation. This position will be funded out of the CFRLF.

There may be a very small but indeterminate change in revenues as a result of this legislation. Currently, cash in the CFRLF is managed by the Department of Revenue and is invested in short term instruments that are yielding minimal returns in this interest rate environment. These earnings are retained by the General Fund. Interest earnings generated by loans made as a result of this legislation would be slightly higher in this interest rate environment and those earnings would be retained by the CFRLF.



Preliminary Report

# Fall 2008 Alaska Commercial Fishermen and Tender Fuel Survey

By -

The Marine Advisory Program's

Allison "Sunny" Rice, Agent, Petersburg

Torie Baker, Agent, Cordova

Glenn Haight, Fisheries Business Specialist, Juneau

November 2008



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The fuel survey and subsequent reports was led by Sunny Rice with contributions by Paula Cullenberg, Torie Baker, and Glenn Haight of the Alaska Sea Grant Marine Advisory Program; Carol Kaynor, Doug Schneider and Dave Partee of the Alaska Sea Grant Program; Greg Fisk with SeaFisk Consulting; and Mark Vinsel of United Fishermen of Alaska. The survey was a product of the Alaska Sea Grant Marine Advisory Program's fuel and energy committee, under the Alaska Fisheries Business Assistance Program (FishBiz).

## **Introduction**

In fall 2008, the Alaska Sea Grant Marine Advisory Program (MAP), in partnership with the United Fishermen of Alaska, conducted a web-based survey of Alaska's commercial fishermen and tender operators. The survey asked respondents how increased fuel prices impacted their fishing businesses, what steps they took in response, and what further technical assistance would help them adapt to increasing costs. Following a strong response of 126 completed surveys, representing a broad cross-section of gear types and fishing locations in the state, MAP identified several technical issues that require further research and support.

## **Background**

The Alaska seafood industry is the state's largest private sector employer and its main economic engine along Alaska's vast coastline. In the spring of 2008, the Alaska seafood industry braced for the highest fuel prices ever. Diesel-dependent seafood processors and commercial fishermen, sometimes operating in highly remote areas of the state, faced per gallon prices in excess of \$5 to \$6. Some areas reported prices in excess of \$7 per /gallon. In some cases, this increase represented a doubling of fuel costs.

The resulting huge production costs likely offset many of the gains the sector had made on improved seafood prices, and any future increases in fuel costs will continue to cast a pall over the fishing sector. This prospect, combined with growing consumer trends favoring food sources that use less fossil fuel to produce, serve as compelling reasons to reduce and/or eliminate fossil fuel use.

As first responders to the Alaska commercial fishing industry, MAP developed a detailed survey for the fleet to gather baseline information and determine initial impacts. This information serves to identify areas for further research, outline long-term alternative energy needs and prompt policy makers to address this crucial issue for coastal Alaska's main economic engine.

## **Summary Findings**

This section summarizes significant survey findings listed throughout the report.

### **Changing Behaviors**

- On average, fishermen attempted to lower their fuel costs through several changes in their fishing practices.
- The most common method of reducing fuel usage was less prospecting for fish.
- Other common methods include staying closer to home or staying out on the grounds longer.
- These top techniques for reducing fuel during fishing appear to indicate less overall effort.
- The most common fuel saving techniques in the fishing operations were throttling back and maintaining engine and fuel systems.
- The next most common fuel saving techniques were more careful planning of routes and timing, keeping the vessel bottom clean and propeller tuned, and monitoring vessel trim.
- Respondents indicating they owned a Bristol Bay gillnet permit were the least likely to change their operation to reduce fuel consumption.

### **Impact on Income**

- Forty-three percent of the survey respondents projected fuel expenses between 10-20% of their total gross income. Expanding that range to 10 - 30% of total gross income expands the percentage of respondents to 70%.
- Almost 90% of the survey respondents indicated their fuel cost as a percentage of income increased "somewhat more" or "more than doubled" over the past five years.
- Eighty percent of the respondents with crew reported higher fuel costs negatively impacted income to crew members.
- Twenty-four percent of survey respondents received some form of fuel assistance from their processor.

### **Fisheries Management Impacts**

- A majority of the respondents (64%) believe fisheries management decisions may affect their fuel costs. Conversely, only 40% believe fisheries managers should consider the impacts on fuel usage when managing fisheries.

### **Survey Limitations**

- Underreporting of conditions for fishermen in the AYK region requires additional review. These regions sustain high fuel costs, and with gas powered engines, employ some of the more inefficient engines in the fishery.

## **Survey Parameters**

The fuel survey ran on Survey Monkey©, an online survey tool, from late September until mid October.

Results of this survey are unscientific. Respondents were self-selected members of the Alaska commercial fishing industry, referred to the survey website by radio or newspaper stories, fishing-related listserves, or by direct referral from MAP faculty or others. As the survey was conducted using a web-based survey-hosting site, respondents were limited to those with internet access. Neither names nor computer IP addresses were collected with responses and no attempt was made to verify that respondents had identified themselves accurately.

Respondents were asked 17 questions on topics ranging from energy saving techniques to fisheries management impacts and possible research areas. Appendix I provides the survey tool.

While we were pleased with the response rate (126 total responses) and the information provided, there are over 10,000 permit holders in the Alaska state fisheries alone. Furthermore, the number of respondents per gear type in some cases was very small.

Despite these limitations, we feel these results provide a relevant snapshot of the impacts of, and fishermen's responses to, increased fuel prices.

## Survey Respondent Information

### Make up of Survey Responders

126 Alaska commercial seafood harvesters and tender operators responded to the survey. Table 1 provides the gear type and, in some cases, the region of each responder.

124 survey respondents indicated participating in 199 separate fisheries. This indicates several fished in more than one fishery. Two skipped the question. Almost 50% of the responders were gillnetters.

Several areas in this report provide gear- specific results where notable differences occurred between gear types.

Answer Options	Response Count	Response %
Gillnetting - Bristol Bay	12	9.7%
Gillnetting - Arctic, Yukon, Kuskokwim (AYK)	2	1.6%
Gillnetting - other locations	46	37.1%
Setnetting	9	7.3%
Trolling	15	12.1%
Seining	24	19.4%
Longlining	37	29.8%
Trawling	14	11.3%
Diving	3	2.4%
Jigging	7	5.6%
Pot fishing	19	15.3%
Tendering	7	5.6%
Other	4	3.2%
Comments	11	
Total Responses	199	
Total Respondents	124	
Skipped questions	2	

### Current fuel usage

A large majority, 78%, of the respondents had diesel engines. This result may overestimate the percentage of diesel vessels in the fleet because of the low number of AYK responses (only 2 out of 126). Small boat fishermen in the Arctic, Yukon, Kuskokwim (AYK) region tend to employ gas powered engines.

## Changing Behaviors

### Fishing Practices

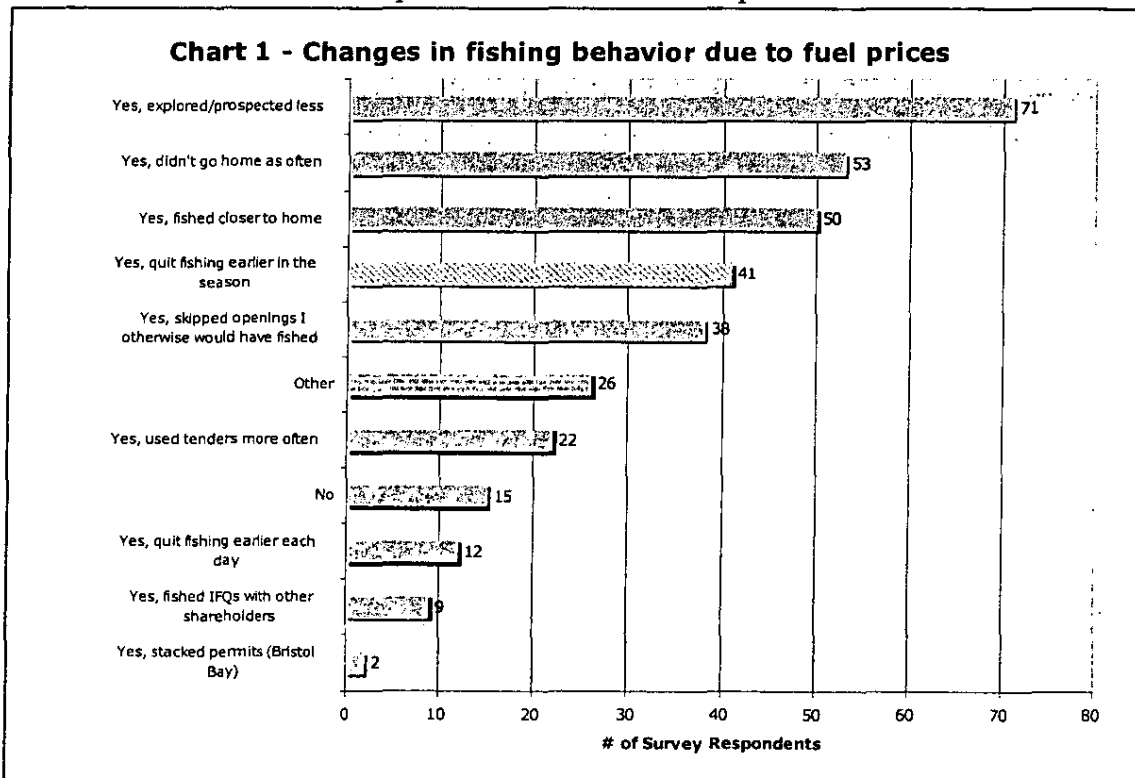
The high cost of fuel dramatically changed the fishing activity of the survey responders. While survey results revealed 15 individuals (12% of total respondents) that did not change the way they fished because of the increasing cost of fuel, the vast majority of the respondents did change the way they fished.

An examination of respondents indicating no change in fishing activity by gear type reveals over half were Bristol Bay gillnetters.

After removing these respondents, there were a total of 324 responses on types of changes made. This equates to an average of three changes per respondent. This indicates fishermen changed fishing practices in several ways to mitigate the high cost of fuel.

The most common response was that fishermen prospected less. This may have caused lower harvests as fishermen targeted areas known for large harvests, missing altogether areas that produced less fish historically.

Other top answers included, not going home as often and, conversely, fishing closer to home. The other top answer was fishermen quit earlier in the season.



Most responses would seem to indicate less total harvesting activity. Chart 1 provides a summary of changes in fishing practices.

### Fuel Saving Techniques

The survey sought information on what fuel saving techniques fishermen employed in the operation and maintenance of their vessels. Over 70% of

respondents indicated that they "paid lots of attention" to maintaining their engine and fuel systems, and throttling back. Over 60% paid attention to planning their routes and timing.

General maintenance of the vessel proved very important with fishermen. This included carefully cleaning their boat, maintaining the propeller, and monitoring vessel trim.

Table 2 summarizes all responses to Question 9, "How much attention do you pay to the following techniques for decreasing fuel consumption?"

<b>Answer Options</b>	<b>Lots of attention</b>	<b>Some attention</b>	<b>Very little attention</b>	<b>Response Count</b>
Throttling back	90	23	5	118
Maintaining engine and fuel systems	89	23	4	116
Planning your route and timing	78	25	11	114
Keeping bottom clean	61	39	10	110
Keeping propeller tuned	58	36	15	109
Monitoring vessel trim	54	31	25	110
Maintaining fuel consumption records	46	33	27	106
Adjusting autopilot to improve tracking	43	23	26	92
Reducing vessel weight	33	44	37	114
Cutting back on diesel genset use	28	20	29	77
Other	14	2	6	22
Comments				19
			Total answered	119
			Total skipped	7

### **Investment Into Fuel Saving Devices**

The survey attempted to learn what kinds of investments fishermen were considering making into fuel saving equipment. Adding a new engine drew the most positive response, while adding a flow meter was a close second. Items like bulbous bows, aerofoil-shaped rudders and kort nozzles were not as highly considered.

Table 3 summarizes all responses to Question 10, "What new DEVICES have you used or considered using to decrease your fuel consumption?" Not counting the "Other" category, the answers are sorted by those that drew the most favorable responses (measured as the "Added this year", "Added prior year", or "Considering adding").

**Table 3**

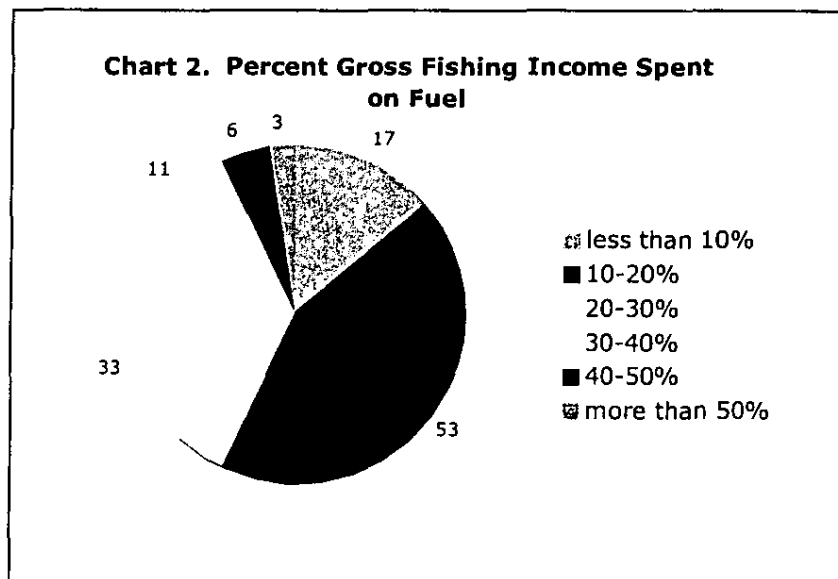
Answer Options	Added this year	Added prior to this year	Considering adding	Not interested	Response Count	Positive Response Count
New engine	12	21	42	19	94	75
Flow meter	3	17	44	22	86	64
Bulbous bow	2	5	22	44	73	29
Aerofoil-shaped rudder	0	8	17	44	69	25
Kort nozzle	0	5	15	48	68	20
Other	9	1	6	8	24	16
Comments					25	
					Total answered	109
					Total skipped	17

## Income Impacts

### Current Cost of Fuel

Survey respondents were asked what percentage of their income was spent on fuel. Forty-three percent of fishermen surveyed said they spent between 10 to 20% of their gross fishing income on fuel. Seventy percent (n=86) fell in the 10 to 30% range.

Chart 2 highlights the survey results for Question 4, "Over the past year, what percentage of your gross fishing income has been spent on fuel?"

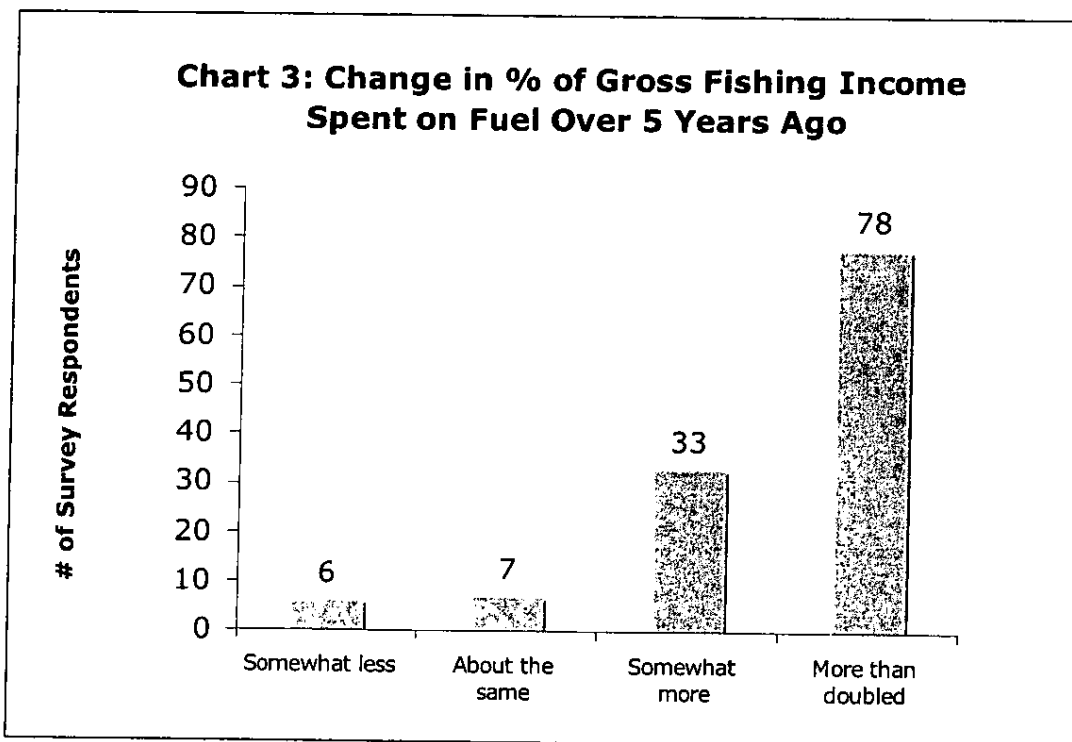


### Increase in Fuel as a Production Cost

Respondents were then asked how much the cost of fuel increased as a percentage of income over the last five years. Sixty-three percent offered it more

than doubled over that time. Very few indicated no real change at all. In total, 89.5% of the survey respondents indicated their fuel cost as a percentage of income increased at least "somewhat more". This is a disturbing trend considering that increased market prices in most salmon fisheries should have increased their income over that period of time.

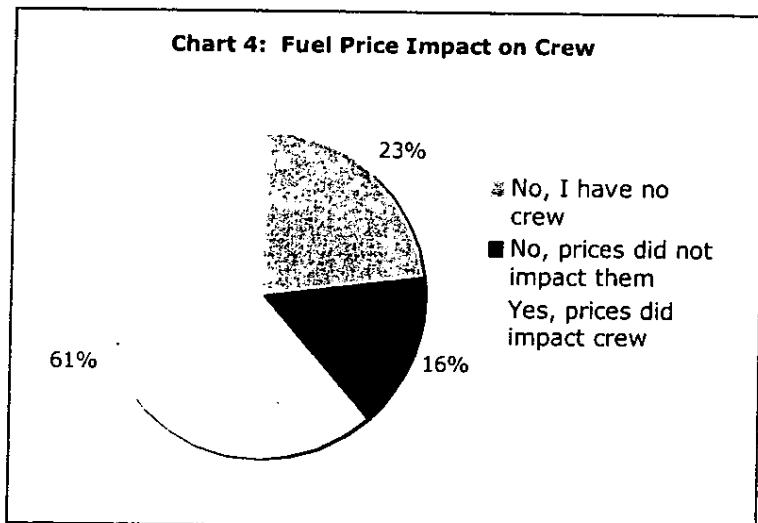
In reviewing gear specific responses to this question, it appears this doubling of fuel costs occurred consistently across all fisheries. Chart 3.



### Impacts to Crew Income

Permit holders were not the only ones impacted. A majority (61%) of respondents

Page 10



said their crew also felt the pinch of high fuel prices. A large portion, 23%, offered they had no crew. Of the remaining respondents, 80% indicated the price of fuel impacted how much income the crew made.

When asked how crew were impacted, most said that crew shares were reduced because the cost of fuel was taken off the top before shares were calculated. In many cases, this was the first year permit holders considered fuel costs in the crew share calculation. Others indicated that they fished short-handed or didn't hire crew at all. Others said they quit fishing or laid crew off sooner.

### **Help from Processors**

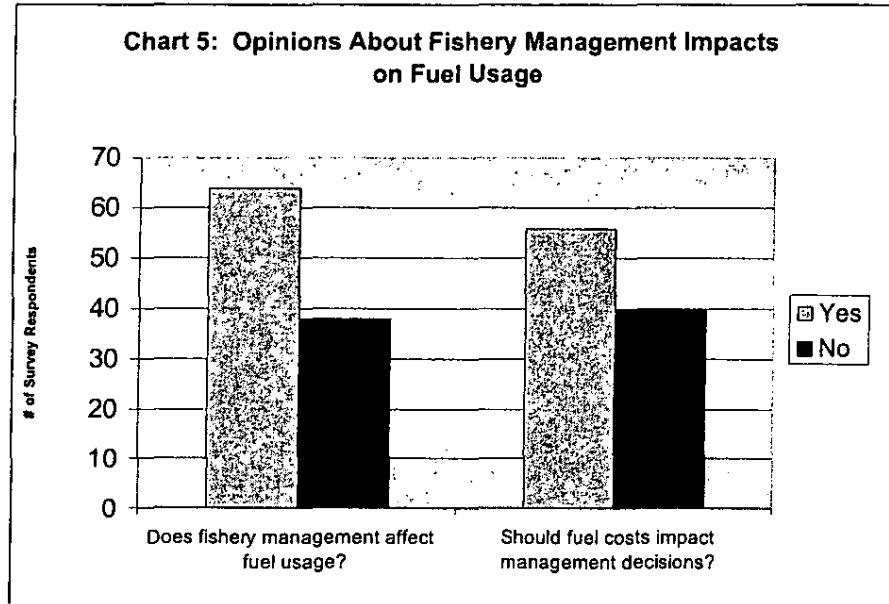
Finally, survey respondents were asked to detail whether they received fuel cost assistance from their processor. Comments provided under this question indicate that processors assisted primarily through selling fuel to them at a bulk fuel price or providing fuel bonuses. Twenty eight percent of fishermen said that their processors provided assistance with their fuel costs. Table 4 summarizes the answers.

Answer Options	Response Count	Response Percent
Yes	34	27.6%
No	89	72.4%
Comments	29	
Total answered	123	
Total skipped	3	

### **Fisheries Management Impacts**

Finally, respondents were asked about fisheries management's impact on fuel consumption. While 64 respondents said that management did affect fuel consumption rates in their fisheries, only 40 felt that "fuel costs are a valid concern and should be integrated into the fishery management process," with 56 indicating that "management should be strictly biological."

When these responses are examined by gear group, however, only one gear group indicated a contrary opinion. 53% of trollers responding felt that fuel costs should be integrated into fishery management decisions, while 33% felt that management should be strictly biological.



## Further Technical Assistance

As a final question, the survey asked respondents to identify how else the Marine Advisory Program could help adapt to rising fuel prices and if they had any particular questions or comments. The survey received a number of responses which may or may not fall within the purview of the Marine Advisory Program. In any event, they are informative for the general discussion.

Selected comments, including those of great frequency, are provided here.

- Clear technical advice from engine and fuel industry.
- Funding options for new engine or engine rebuilds.
- Promote energy independence for country and Alaska.
- Alternative assistance from processors.
- Develop harvesting privileges for dive fishery.
- Subsidies for food suppliers.
- Improved technology for alternative fuels and energy.
- Pre-season lectures/workshops on energy use.
- More coordination with the Alaska Department of Fish & Game.
- Research into green technologies adapted for the fishing industry.
- Fuel consumption comparisons between engines.
- Investment cost recoupment calculator for engine overhauls.

- Low interest loan/tax relief for engine upgrades. (*Author's Note: Please check with the Alaska Division of Investments for their new program for energy efficiency improvements.*)
- Constant and current information for industry.
- Literature/project review to determine successful programs in other areas of the world.
- Lower other government costs like taxes and permit fees.
- Seek cooperation from Alaska fuel refineries to sell to Alaska producers, like truckers, farmers, fishermen, at a point a slight profit margin.
- Continue focus on other profit points like improving ex-vessel value of fish.
- Seek removal of fuel tax on fishing boats during the season. (*Author's Note: commercial fishing activity is exempt from paying federal fuel excise tax. Most fuel suppliers have fishermen fill out appropriate paperwork and handle the exemption. If you fuel at the regular gas station or aren't getting the exemption, keep track of your fuel costs and write it off on your income tax.*)
- More information on pyrometers - specs, efficiencies, etc.
- Workshops for outboard and boat engine maintenance.
- Weekly price reports on different port fuel charges.

And finally....

- "Give me the winning Power Ball #'s so I can keep fishing until the money is gone." (*Author's Note: It is good to see a sense of humor even as we deal with our most trying issues. Thanks to all who assisted with the survey. It does make a difference.*)

## Appendix I – Survey Tool

The following is the survey tool used to develop the information for this report.

**Q1. Did the price of fuel cause you to change how you fished this year (check all that apply)?**

Answer Options

- Yes, stacked permits (Bristol Bay)
- Yes, fished IFQs with other shareholders
- Yes, quit fishing earlier each day
- No
- Yes, used tenders more often
- Other
- Yes, skipped openings I otherwise would have fished
- Yes, quit fishing earlier in the season
- Yes, fished closer to home
- Yes, didn't go home as often
- Yes, explored/prospected less
- Comments

**Q2. Which types of commercial fishing operations do you run (check all that apply)?**

Answer Options

- Gillnetting - Bristol Bay
- Gillnetting - AYK
- Gillnetting - other locations
- Setnetting
- Trolling
- Seining
- Longlining
- Trawling
- Diving
- Jigging
- Pot fishing
- Tendering
- Other
- Comments

**Q3. Which type of engine do you run on your primary fishing vessel?**

Answer Options

- Gas
- Diesel

**Q4. Over the past year, what percentage of your gross fishing income has been spent on fuel?**

Answer Options

- less than 10%
- 10-20%
- 20-30%
- 30-40%
- 40-50%
- more than 50%

**Q5. How does this percentage compare to 5 years ago?**

Answer Options

- Somewhat less
- About the same
- Somewhat more
- More than doubled
- Comments

**Q6. Did your buyer or processor assist you with your fuel costs?**

Answer Options

- Yes
- No
- Comments

**Q7. Did increased fuel prices impact your crew?**

Answer Options

- No, I have no crew
- No, prices did not impact them
- Yes, prices did impact crew
- Comments

**Q8. How else have fuel prices impacted your fishing business this year?**

**Q9. How much attention do you pay to the following techniques for decreasing fuel consumption?**

Answer Options

- Throttling back
- Reducing vessel weight
- Cutting back on diesel genset use
- Keeping bottom clean
- Keeping propeller tuned
- Maintaining engine and fuel systems
- Adjusting autopilot to improve tracking
- Monitoring vessel trim
- Planning your route and timing
- Maintaining fuel consumption records
- Other
- Comments

**Q10. What new DEVICES have you used or considered using to decrease your fuel consumption?**

Answer Options

- New engine
- Flow meter
- Bulbous bow
- Aerofoil-shaped rudder
- Kort nozzle
- Other
- Comments

**Q11. If you have repowered or are planning to repower your vessel for greater fuel efficiency, what are your estimated costs?**

**Q12. Can you share any specific websites, periodicals or other sources that you use for information on fuel efficiency?**

**Q13. Do you feel that management decisions affect fuel consumption rates in your fishery (fisheries)?**

Answer Options

- Yes
- No
- Comments

**Q14. Should managers (Board of Fish, ADF&G, NPFMC, IPHC) take fuel cost issues into account when making management decisions?**

Answer Options

- Yes, fuel costs are a valid concern and should be integrated into the fishery management process
- No, management should be strictly biological
- Don't know
- Other
- Comments

**Q15. What kinds of management changes do you think could be made in your fisheries to reduce fuel consumption?**

**Q16. In addition to our fuel efficiency webpage, which you will be redirected to when you finish this survey, how else can the Marine Advisory Program help you adapt to rising fuel prices?**

**Q17. Comments or questions for the Alaska Sea Grant Marine Advisory Program or United Fishermen of Alaska?**



# Alaska Conservation Alliance

*Uniting for Alaska's Future*

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February 2, 2009

House Special Committee on Fisheries, Finance  
State House of Representatives  
Alaska State Capitol  
Juneau, Alaska 99801-1182

Dear Representatives Edgmon, Buch and Austerman,

On behalf of the 40 conservation groups and the 38,000 Alaskans that are represented by the Alaska Conservation Alliance, I am pleased to acknowledge our strong support for HB20 to establish Energy Efficiency loans for commercial fishermen. Alaska's fisheries and fishermen play a vital role in the state's long-term sustainable economy. Alaska's main, non-hydrocarbon export is its seafood. Three billion pounds of fish are harvested from Bristol Bay waters each year and Alaska's Salmon fishery alone added nearly a half billion dollars to the state's economy last year.

With the volatility of fuel prices and with industry predictions of a return to \$110 barrel of oil in the near future, Alaska's fishermen need to find ways to conserve, recycle and limit the energy used in their operations. Recently Japan dedicated \$700 million to improve the efficiency of their fishing fleet. To compete, both in seafood price and in technological innovation, Alaska needs the kind of dedication and funding provided by this bill. Loans to maximize engine and hull efficiencies reduce the amount of high-priced diesel used during the season and result in a higher standard of living for our fishermen, less expensive and more competitive seafood products and less climate-damaging emissions. By giving the loans fishermen need to increase the efficiency of their operation this bill is decreasing the use of unpredictably priced foreign fuel, reducing toxic and greenhouse gas emissions, assuring the competitiveness of Alaska's fishing industry and improving the lives of Alaska's fishermen.

Energy efficiency in all its forms is a high priority for Alaska's conservation community. I strongly encourage the Alaska Legislature to pass HB 20. Thank you for your time and consideration.

Sincerely,

Kate Troll  
Executive Director

CC: House Special Committee on Fisheries and House Finance Committee Members



# RESOURCE DEVELOPMENT COUNCIL

Growing Alaska Through Responsible Resource Development

February 3, 2009

Representative Bryce Edgmon, Chairman  
House Fisheries Committee  
Alaska State Legislature  
State Capitol, Room 416  
Juneau, AK 99801

RE: HB20-Fisheries Loans for Energy Efficiency

Dear Representative Edgmon:

On behalf of the Resource Development Council for Alaska, Inc., (RDC), I am writing in support of HB20-Fisheries Loans for Energy Efficiency.

RDC is a statewide, non-profit, membership-funded organization founded in 1975. The RDC membership is comprised of individuals and companies from Alaska's oil and gas, mining, timber, tourism, and fisheries industries, as well as Alaska Native corporations, local communities, organized labor, and industry support firms. RDC's purpose is to link these diverse interests together to encourage a strong, diversified private sector in Alaska and expand the state's economic base through the responsible development of our natural resources.

Throughout the last several years, Alaskans have been struggling with high energy costs. Fuel costs and usage have escalated as fisherman are required to go further out for catch due to impacts from endangered species listings, critical habitat designations, marine protected areas, and fish movement. Opportunities to improve energy efficiency through state loans are important not only for the pocket books of the fisherman who harvest over half of this nation's total catch, but also for the environment—increased efficiency will likely lead to lower costs and ultimately decreased carbon emissions.

We encourage the committee to vote in favor of this bill. Thank you for your consideration.

Sincerely,

Jason W. Brune  
Executive Director

Founded 1975  
Executive Director  
Jason W. Brune

2008-2009 Executive Committee  
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Wendy Lindskoog, Sr. Vice President  
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Congressman Don Young  
Governor Sarah Palin

**PSPA**  
PACIFIC SEAFOOD PROCESSORS ASSOCIATION  
Est. 1914

February 1, 2009

Rep. Bryce Edgmon, Chairman  
House Fisheries Committee  
Alaska Legislature  
State Capitol  
Juneau, AK 99801

**RE: Support for HB 20 – Commercial Fishing Loans for Energy Efficiency Upgrades**

Dear Chairman Edgmon:

Pacific Seafood Processors Association (PSPA) is a trade association of seafood processing companies with operations in many locations throughout coastal Alaska, including Ketchikan, Sitka, Kodiak, Unalaska/Dutch Harbor, Valdez, Dillingham, Naknek, Pederson Point, Togiak, Port Moller, and King Cove.

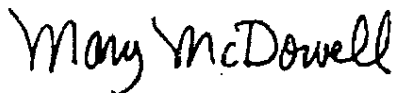
PSPA's member companies themselves, the communities in which they operate, and the fishermen to whom our member companies provide markets, are all struggling with high energy costs. The profitability and economic viability of Alaska's processors and harvesters alike, depend on the ability to increase energy efficiency and contain energy costs.

In expanding the provisions of the state's commercial fishing loan program to allow fishermen to obtain loans to increase the energy efficiency of their vessels, HB 20 does not *directly* affect or benefit seafood processors. However, a healthy, viable, energy efficient harvesting sector is important to the overall success of the entire industry. Thus, HB 20, in helping Alaska's fishing fleet move toward energy efficiency, will benefit fishermen, seafood processors and other fisheries-dependent businesses, Alaska communities, and the overall economy and revenues of the state.

PSPA appreciates your sponsorship of HB20 and your prompt scheduling of the bill for a hearing in the House Fisheries Committee.

We encourage legislators to support the bill and move it quickly through the legislative process.

Sincerely,



Mary McDowell,  
Vice President

222 Seward Street, Suite 200  
Juneau, AK 99801  
Phone (907) 586-6366  
Fax (907) 586-4618  
[www.pspafish.net](http://www.pspafish.net)

## Southeast Alaska Fishermen's Alliance

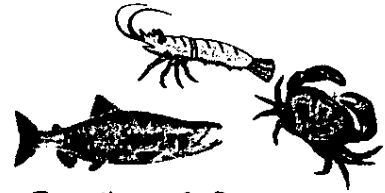
9369 North Douglas Highway

Juneau, AK 99801

Phone 907-586-6652

Fax 907-523-1168

Website: <http://www.seafa.org>



E-mail: [seafa@gci.net](mailto:seafa@gci.net)

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February 2, 2009

Representative Bryce Edgmon, Chairman  
House Special Committee on Fisheries  
State Capitol, Mail Stop 3100  
Juneau AK 99801  
Fax 907-465-3445

RE: Support for HB 20 for Energy Improvement Loans

Southeast Alaska Fishermen's Alliance (SEAFa) is a multi-gear group representing our members involved in the salmon, crab, shrimp and longline fisheries of Southeast Alaska. We support HB 20 which would allow borrowers under the A program access to the engine retrofit loans as was accomplished by regulation for the B program.

Converting the Alaskan commercial fishing industry to more efficient fuel engines will reduce the carbon footprint, reduce costs and be better for the environment overall. Access to low cost loans will help the fleet convert to these more efficient engines.

We appreciate the Division of Investments making the B loans available last summer since it only took regulation changes and support the legislature making the necessary statute changes to allow borrowers under the A program the same consideration to access low cost loans for engine retrofits.

We would like the fisheries committee to consider amending this legislation to also allow quota shares to be refinanced. With the cuts in quota catch limits some fishermen are now facing incredibly difficult times making their payments and with the current economic crisis are having some difficulties being able to refinance their current loans that are attached to their homes and vessels. We would be willing to discuss this issue with you if you are interested in the problem.

Sincerely,

A handwritten signature in black ink, appearing to read "Kathy Hansen".

Kathy Hansen  
Executive Director.



# UNITED FISHERMEN OF ALASKA

211 Fourth Street, Suite 110  
Juneau, Alaska 99801-1172  
(907) 586-2820  
(907) 463-2545 Fax  
E-Mail: [ufa@ufa-fish.org](mailto:ufa@ufa-fish.org)  
[www.ufa-fish.org](http://www.ufa-fish.org)

February 2, 2009

Representative Bryce Edgmon, Chairman  
House Special Committee on Fisheries  
State Capitol, Mail Stop 3100  
Juneau AK 99801  
Fax 907-465-3445

RE: Support for HB 20 for Energy Improvement Loans

UFA appreciates the Division of Investments prompt initiation of a program for commercial fishing vessel engine retrofit loans in Fall of 2008 to address the impact of high fuel prices on Alaska's fishing communities. We recognize that establishing these loans in the Section B program was the way to get this done as soon as possible. However, Alaska statutes prohibit any current borrowers under Section A programs access to these loans. UFA supports statutory changes to allow fishermen who currently have Section A loans to obtain loans to improve their energy efficiency. UFA also supports broadening the program to include financing for other energy improvements.

HB 20 accomplishes both of these objectives. We ask you and committee members for your support to provide long term financing for improvements to reduce the energy usage in commercial fishing.

United Fishermen of Alaska is the largest statewide commercial fishing trade association, representing 37 commercial fishing organizations participating in fisheries throughout the state and its offshore waters.

Sincerely,

Mark Vinsel  
Executive Director

#### MEMBER ORGANIZATIONS

Alaska Crab Coalition • Alaska Independent Tendermen's Association • Alaska Longline Fishermen's Association  
Alaska Scallop Association • Alaska Trollers Association • Alaska Whitefish Trawlers Association • Armstrong Keta • At-sea Processors Association  
Bristol Bay Reserve • Bristol Bay Regional Seafood Development Association • Cape Barnabas Inc. • Concerned Area "M" Fishermen  
Cook Inlet Aquaculture Association • Cordova District Fishermen United • Crab Group of Independent Harvesters • Douglas Island Pink and Chum  
Fishing Vessel Owners Association • Groundfish Forum • Kenai Peninsula Fishermen's Association • Kodiak Regional Aquaculture Association  
North Pacific Fisheries Association • Northern Southeast Regional Aquaculture Association • Petersburg Vessel Owners Association  
Prince William Sound Aquaculture Corporation • Purse Seine Vessel Owner Association • Seafood Producers Cooperative • Sitka Herring Association  
Southeast Alaska Fisherman's Alliance • Southeast Alaska Regional Dive Fisheries Association • Southeast Alaska Seiners Association  
Southern Southeast Regional Aquaculture Association • United Catcher Boats • United Cook Inlet Drift Association • United Salmon Association  
United Southeast Alaska Gillnetters • Valdez Fisheries Development Association • Western Gulf of Alaska Fishermen

Fritz Johnson  
P.O. Box Box 1129  
Dillingham, AK 99576  
842-2674  
osprey@nushtel.net

Representative Bryce Edgmon  
State Capitol, Room 424  
Juneau, AK 99801-1182

2 February 2009


**RE: HB 20**

Dear Rep. Edgmon,

I'd like to thank you and the other sponsors of HB 20 for this important legislation. This bill couldn't be more timely to assist Alaska's fishermen and fishing communities. Broadening the eligibility for low interest state loans for fishermen and women to repower their vessels with more efficient engines is the right thing to do for the environment and the right thing to do for Alaska's fishermen. Many have deferred the maintenance and improvements needed to remain competitive precisely because fish prices have been low and fuel prices high. While HB 20 effects a modest change in the Division of Investments requirements, it can make a big difference to Alaska harvesters working hard to keep their operations in the black.

I appreciate your work on this bill and urge adoption of this legislation.

Thank you, sincerely,

  
Fritz Johnson  
F/V Jazz  
Dillingham

## Timothy Clark

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**From:** Rep. Bryce Edgmon  
**Sent:** Friday, January 30, 2009 6:04 PM  
**To:** Timothy Clark  
**Subject:** FW: HB 20 Modification

-----Original Message-----

**From:** misslori@alaska.com [mailto:misslori@alaska.com]  
**Sent:** Friday, January 30, 2009 6:03 PM  
**To:** Rep. Bryce Edgmon  
**Subject:** HB 20 Modification

Dear Mr. Edgmon. I would like to thank you for sponsoring HB 20. I would also like you to back the provision that it be available under section A so that not only those who are denied a commercial loan will have access to this program. If a fisherman is eligible for a commercial loan I don't think that should preclude his access to this funding. Thank you.

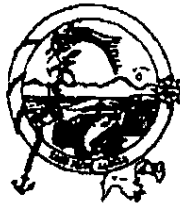
Bill Harrington  
F/V Miss Lori  
Kodiak, AK

**From:** Rick Tennyson [mailto:rick@choggiung.com]  
**Sent:** Monday, February 02, 2009 11:53 AM  
**To:** Timothy Clark  
**Subject:**

Dear Mr. Clark:

I would like to encourage you to support HB 20, improving fish quality and marine engine efficiency improvement loan program. I currently fish in Bristol Bay for a company, Leader Creek Fisheries, which only accepts chilled fish. As a Leader Creek fisher, I not only chill my fish, but I utilizes good handling practices such as floating, bleeding, flush deck boat to reduce handling so that we can maintain quality. LC fishers are paid a base price after the season and a profit share after the product has been sold. This profit share the past few years has resulted in the fishers with about 20-35 percent more per pound then fishers that do not try to maintain the pristine quality of the fish. I support the engine efficiency component to the program. Fishing the shoulder seasons has become unprofitable due to high fuel costs, and these shoulders season can make the difference between a profitable and non-profitable season. I would appreciate your support for HB 20. Rick Tennyson

# City of Sand Point



February 11, 2009

Glen Gardner Jr.  
Mayor, City of Sand Point  
P.O. Box 249  
Sand Point, Alaska 99661  
907-383-2696  
[spcity@arctic.net](mailto:spcity@arctic.net)

Representative Bryce Edgmon  
Alaska State Legislature  
120 4<sup>th</sup> Street, State Capitol, Room 3  
Juneau, Alaska 99801-1182

Representative Bryce Edgmon:

I'm writing this letter in support of HB20. It was exciting to hear that the legislature is going to take up a bill that would provide technical fixes to the Commercial Fishing Loan Act (AS 16.10.310-370) making loans for engine energy efficiency upgrades available to many other potential applicants.

As a life-long fisherman, I've been dealing with all the changing facets of the fishing industry. One of the biggest factors affecting the Alaskan fisherman is the ever changing fuel prices. This greatly impacts the bottom line of everyone involved.

With the recent technological advances in the diesel engine industry, it is possible for the Alaskan Fisherman to reduce their carbon footprint on the environment. Fuel efficiency has been improved, and emissions levels have been greatly reduced.

I'm presently going through the process of getting one of these loans, and I can't tell you how difficult the process is! If it was possible to apply for this loan under subsection A of the statutes it would make the process so much easier. I think passing this bill would open this program up for many other Alaskan Fishermen. Let's help Alaska's largest employer!

Sincerely,

A handwritten signature in black ink that reads "Glen Gardner Jr." with a stylized flourish at the end.

Glen Gardner Jr.  
Mayor, City of Sand Point

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City Office:  
P.O. Box 249  
Sand Point, Alaska 99661  
(907) 383-2696  
(907) 383-2698 FAX

Administrator:  
3380 C Street, Suite 205  
Anchorage, Alaska 99503  
(907) 274-7561  
(907) 274-3540 FAX  
[daypar72@gci.net](mailto:daypar72@gci.net)



**Southwest Alaska Municipal Conference**

3300 Arctic Boulevard, Suite 203 Anchorage, AK 99503 p: 907.562.7380 f: 907.562.0438 www.swamc.org

Alaska Peninsula  
Aleutian Chain  
Bristol Bay  
Kodiak Island  
Pribilof Islands

February 13, 2009

Representative Bryce Edgmon, Chairman  
House Special Committee on Fisheries  
State Capitol, Room 416  
Juneau, AK 99801-1182

Re: House Bill 20

Dear Representative Edgmon,

The Southwest Alaska Municipal Conference (SWAMC) lends its support to House Bill 20. This bill comes at an opportune time to address the energy cost concerns of the state's commercial fisheries. Last year saw many boats opt to stay in port because the cost of fuel was so high it made it unprofitable to leave port and fish.

SWAMC supports efforts by the Special House Committee on Fisheries to increase the opportunity for fishermen to access loans for vessel upgrades. HB 20 allows fishermen who currently hold Section A loans to be eligible for Section B loans to improve their vessel's energy efficiency and increases the amount of loans they are eligible to borrow. This bill will help upgrade the state's fishing fleet with 21<sup>st</sup> Century technology and equipment and set it on a solid foundation for the future.

SWAMC is the regional economic development organization (ARDOR) for Southwest Alaska and serves the Aleutian/Pribilofs, Bristol Bay, and Kodiak. SWAMC's regional membership advances the collective interests of Southwest Alaska people, businesses, and communities. SWAMC promotes economic opportunities to improve quality of life and pursues long-term responsible development.

Sincerely,

Michael Catsi  
Executive Director

Switgard Duesterloh, Ph. D.  
POB 4373  
Kodiak, AK 99615

To House Finance Committee Representative  
Alan Austerman

Dear Mr. Austerman,

I would respectfully ask you to support House Bill 20, which provides low interest loans for technical improvements on boat engines.

I am not a fisherman myself, but have lived and worked in Alaska for 12 years. I am a marine scientist and have spent part of my professional life studying the effects of dissolved oil on marine organisms. Lately, I spend most of my time educating others and myself about global climate change and ocean acidification. These topics are related in that both, oil pollution and air pollution pose great stress on marine organisms and their populations. Improved technology in boat engines is an easy to reach step to mitigate pollution and reduce adverse impacts on Alaska's marine ecosystems. HB 20 is a "low hanging fruit", an easy step into the right direction. Please support HB 20 for the future of our State's fishing industry and the health of the environment.

Respectfully,

Switgard Duesterloh

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**From:** Timothy Clark  
**Sent:** Friday, March 06, 2009 2:51 PM  
**To:** Timothy Clark  
**Subject:** HB20 Support

-----Original Message-----

From: Greg Streveler [<mailto:grigori@gustavus.ak.us>]  
Sent: Friday, March 06, 2009 12:23 PM  
To: Rep. Alan Austerman  
Subject: HB 20

Dear Representative Austerman:

I support HB 20, which would amend the Commercial Fishing Loan Act to allow loans for energy efficiency upgrades to commercial fishing operations. Fuel costs have become a huge consideration in commercial fishing. At the same time we are trying to reduce greenhouse gas emissions from using fossil fuels. Fuel efficiency is probably the best single investment for the state to support through its loan fund. I know you have long been a supporter of the fishing industry. I hope you support scheduling HB 20 for a hearing soon.

Thank you,  
Judy Brakel  
Box 94  
Gustavus, AK 99826

Alaska State Legislature  
HOUSE FINANCE COMMITTEE

Agenda  
1:30 PM

3/17 Marilyn

Wednesday, March 25, 2009 3/25 Donnie

• 3/31 NJ

HB 35 – NOTICE & CONSENT FOR MINOR'S ABORTION  
Presentation by Sponsor  
Rep John Coghill

HB 20-FISHERIES LOANS FOR ENERGY EFFICIENCY  
Amendment 1 – Stoltze  
Amendment 2 – Stolze

~~Rep Bryce Edgemon~~

\* Rep Nancy Dalstrom

No objection - Alt O

Withdrawn Object - Alt W -

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