

Alaska Energy Authority - New Energy Efficiency Revolving Loan Fund Capitalization Program **FY2024 Request: \$3,733,780**
Reference No: AMD 65046

AP/AL: Appropriation

Project Type: Energy

Category: To be determined

Location: Statewide

House District: Statewide (HD 1 - 40)

Impact House District: Statewide (HD 1 - 40)

Contact: Curtis Thayer

Estimated Project Dates: 07/01/2023 - 06/30/2028

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Brief Summary and Statement of Need:

Section 40502 of the Infrastructure Investment and Jobs Act (IIJA) provided for funding for the energy efficiency revolving loan funds (EERLF) program. This funding will be used to establish and capitalize a revolving loan fund, under which the state shall provide loans and grants for commercial and residential energy audits, upgrades, and retrofits to increase the energy efficiency, physical comfort, and air quality of existing building infrastructure. The Alaska Energy Authority is the State Energy Office and will administer the commercial loan/grants program. No state match is required.

Funding:	FY2024	FY2025	FY2026	FY2027	FY2028	FY2029	Total
1002 Fed Rcpts	\$3,733,780						\$3,733,780
Total:	\$3,733,780	\$0	\$0	\$0	\$0	\$0	\$3,733,780

<input type="checkbox"/> State Match Required	<input type="checkbox"/> One-Time Project	<input type="checkbox"/> Phased - new	<input type="checkbox"/> Phased - underway	<input type="checkbox"/> Ongoing
0% = Minimum State Match % Required		<input checked="" type="checkbox"/> Amendment	<input type="checkbox"/> Mental Health Bill	

Operating & Maintenance Costs:

	<u>Amount</u>	<u>Staff</u>
Project Development:	0	0
Ongoing Operating:	0	0
One-Time Startup:	0	0
Totals:	0	0

Prior Funding History / Additional Information:

Sec11 Ch11 SLA2022 P87 L18 HB281 \$796,000

This program is anticipated to total \$4,569,780, \$796,000 of which was appropriated in SLA 2022. This funding was originally anticipated to be transferred to the state in multiple installments, but will now be received in one distribution, estimated in late FY2023.

The existing Alaska Housing Finance Corporation's Alaska Energy Efficiency Revolving Loan Fund in AS 18.56.855 is not aligned with the new grant program. If a new fund is created, this funding would be used to capitalize the fund.

Project Description/Justification:

Up to 25% of the funds may be used to provide grants or technical assistance to eligible recipients for energy audits, upgrades, and retrofits and up to 10% of the funds may be used for administrative expenses.

The "Energy Efficiency Revolving Loan Fund Grant Program", can be used to establish or utilize existing revolving loan funds to conduct commercial energy audits as well as commercial energy upgrades and retrofits. The Alaska Energy Authority has the technical and grant staff capacity to manage this program.