

# **State of Alaska FY2009 Governor's Operating Budget**

## **Department of Commerce, Community, and Economic Development Alaska Energy Authority Power Cost Equalization Component Budget Summary**

## Component: Alaska Energy Authority Power Cost Equalization

### Contribution to Department's Mission

Reduce the cost of electricity for residential customers and community facilities in rural Alaska.

### Core Services

Verify eligibility and process monthly Power Cost Equalization (PCE) payments

Produce annual statistical report of PCE programs

Calculate the prorated PCE funding levels

### Major Activities to Advance Strategies

- Verify eligibility and process monthly PCE payments
- Produce annual statistical report of PCE program
- Calculate the prorated PCE funding level
- Technical assistance
- Provide utility clerk training

### FY2009 Resources Allocated to Achieve Results

**FY2009 Component Budget: \$28,160,000**

**Personnel:**

Full time	0
Part time	0
<b>Total</b>	<b>0</b>

### Key Component Challenges

Since there is a high turn-over rate of staff in the 86 rural utilities (representing 178 communities) participating in the PCE Program, the continual training of and assistance to the utility staff continues to be a challenge.

### Significant Changes in Results to be Delivered in FY2009

The increased funding will result in rural utilities receiving approximately 100 percent of their eligibility amount instead of the pro rated levels they have been receiving in recent years.

### Major Component Accomplishments in 2007

Produced distance training video for PCE utility clerks.

Trained 15 utility clerks.

### Statutory and Regulatory Authority

AS 42.45      Rural and Statewide Energy Programs  
3 AAC 107      Grant Programs

3 AAC 52.600 Criteria for Determination of Power Cost Equalization

Contact Information
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**Alaska Energy Authority Power Cost Equalization  
Component Financial Summary**

*All dollars shown in thousands*

	FY2007 Actuals	FY2008 Management Plan	FY2009 Governor
<b>Formula Program:</b>			
<b>Component Expenditures:</b>			
71000 Personal Services	0.0	0.0	0.0
72000 Travel	0.0	0.0	0.0
73000 Services	134.7	160.0	160.0
74000 Commodities	0.0	0.0	0.0
75000 Capital Outlay	0.0	0.0	0.0
77000 Grants, Benefits	25,459.0	26,600.0	28,000.0
78000 Miscellaneous	0.0	0.0	0.0
<b>Expenditure Totals</b>	<b>25,593.7</b>	<b>26,760.0</b>	<b>28,160.0</b>
<b>Funding Sources:</b>			
1089 Power Cost Equalization Fund	25,593.7	26,760.0	28,160.0
<b>Funding Totals</b>	<b>25,593.7</b>	<b>26,760.0</b>	<b>28,160.0</b>

**Estimated Revenue Collections**

Description	Master Revenue Account	FY2007 Actuals	FY2008 Management Plan	FY2009 Governor
<b>Unrestricted Revenues</b>				
None.		0.0	0.0	0.0
<b>Unrestricted Total</b>		<b>0.0</b>	<b>0.0</b>	<b>0.0</b>
<b>Restricted Revenues</b>				
Power Cost Equalization	51404	25,593.7	26,760.0	28,160.0
<b>Restricted Total</b>		<b>25,593.7</b>	<b>26,760.0</b>	<b>28,160.0</b>
<b>Total Estimated Revenues</b>		<b>25,593.7</b>	<b>26,760.0</b>	<b>28,160.0</b>

**Summary of Component Budget Changes  
From FY2008 Management Plan to FY2009 Governor**

*All dollars shown in thousands*

	<u>General Funds</u>	<u>Federal Funds</u>	<u>Other Funds</u>	<u>Total Funds</u>
<b>FY2008 Management Plan</b>	<b>0.0</b>	<b>0.0</b>	<b>26,760.0</b>	<b>26,760.0</b>
<b>Proposed budget increases:</b>				
-Power Cost Equalization Program Grants	0.0	0.0	1,400.0	1,400.0
<b>FY2009 Governor</b>	<b>0.0</b>	<b>0.0</b>	<b>28,160.0</b>	<b>28,160.0</b>