

# FISCAL NOTE

**STATE OF ALASKA**  
**2010 LEGISLATIVE SESSION**

Fiscal Note Number: \_\_\_\_\_  
 Bill Version: HB 182  
 () Publish Date: \_\_\_\_\_

Identifier (file name): HB182-CED-AEA-03-15-10  
 Title Greater Railbelt Energy and Transmission Corporation  
 Sponsor Rules Committee by Request  
 Requester House Energy Committee  
 Dept. Affected: DCCED  
 RDU Alaska Energy Authority  
 Component Statewide Project Development  
Alternative Energy and Efficiency  
 Component Number 2888

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

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

	Appropriation Required	Information						
		FY 2011	FY 2011	FY 2012	FY 2013	FY 2014	FY 2015	FY 2016
<b>OPERATING EXPENDITURES</b>								
Personal Services								
Travel								
Contractual								
Supplies								
Equipment								
Land & Structures								
Grants & Claims								
Miscellaneous								
<b>TOTAL OPERATING</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>

<b>CAPITAL EXPENDITURES</b>	<b>6,686.0</b>							
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<b>CHANGE IN REVENUES ( )</b>								
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**FUND SOURCE** (Thousands of Dollars)

1002 Federal Receipts								
1003 GF Match								
1004 GF								
1005 GF/Program Receipts								
1037 GF/Mental Health								
Other Railbelt Energy Fund (1012)	6,686.0							
<b>TOTAL</b>	<b>6,686.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>

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

**POSITIONS**

Full-time								
Part-time								
Temporary								

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

This legislation creates a new corporation to own and operate all or a portion of the Railbelt electric power generation and transmission (G&T) system. Under a phased transition, the new company will integrate the existing G&T assets presently owned by the Railbelt utilities and the Alaska Energy Authority (AEA). The company will also have the ability to construct new G&T infrastructure. AEA will develop a plan to allow the new corporation to assume ownership and/or control of its two existing AEA owned Railbelt G&T assets (the Bradley Lake Hydroelectric Project and the Alaska Intertie). The new corporation will ultimately have responsibility as an all-requirements supplier of wholesale power for the Railbelt.

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Prepared by: Jim Strandberg, Program Manager Phone (907) 771-3000  
 Division: Alaska Energy Authority Date/Time 3/15/10 1:00pm  
 Approved by: Emil Notti, Commissioner Date 3/15/2010  
Department of Commerce, Community and Economic Development

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**BILL NO.** HB 182

**ANALYSIS CONTINUATION**

AEA will provide basic support services to create the new corporation, assist its board members to begin the governance process, coordinate with Railbelt utilities to develop the corporation's bylaws, develop transition and financing plans, establish a detailed regulatory approach, and assist the new corporation in reporting these recommendations to the next legislative session.

AEA as program manager will provide services to form the new corporation, assist its board members to begin the governance process, coordinate with Railbelt utilities to develop the corporation's bylaws, develop transition and financing plans, establish a detailed regulatory approach, and assist the new corporation in reporting these recommendations to the next legislative session.

AEA's services will include procurement of professional and financial service as well as program management. AEA estimates its program services will be needed for a two year period. AEA will need one AIDEA employee for that period to manage this program.