

**CS FOR HOUSE BILL NO. 175(FIN)**

IN THE LEGISLATURE OF THE STATE OF ALASKA

TWENTY-SECOND LEGISLATURE - FIRST SESSION

BY THE HOUSE FINANCE COMMITTEE

Offered: 4/27/01

Referred: Rules

Funding Information:	General Fund	\$	-0-
	Other Funds		101,000,000
	Total		\$101,000,000

Sponsor(s): REPRESENTATIVES LANCASTER, Harris, Green, Kookesh, Mulder

**A BILL****FOR AN ACT ENTITLED**

1 "An Act making appropriations under art. IX, sec. 17(c), Constitution of the State of  
 2 Alaska, from the constitutional budget reserve fund to the Alaska Industrial  
 3 Development and Export Authority for power projects and to fund the power cost  
 4 equalization and rural electric capitalization fund; and providing for an effective date."

5 **BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF ALASKA:**

6 \* **Section 1.** ALASKA INDUSTRIAL DEVELOPMENT AND EXPORT AUTHORITY.

7 (a) The sum of \$34,900,000 is appropriated from the constitutional budget reserve fund (art.  
 8 IX, sec. 17(c), Constitution of the State of Alaska) to the Alaska Industrial Development and  
 9 Export Authority, to fund the power transmission intertie fund (AS 44.83.550(a)).

10 (b) The sum of \$32,400,000 is appropriated from the power transmission intertie fund  
 11 (AS 44.83.550(a)) to the Alaska Industrial Development and Export Authority, to be allocated  
 12 for the following purposes:

13	PURPOSE	ALLOCATION
14	Payment as a no-interest loan under	\$12,000,000

1	AS 44.83.550 (power transmission intertie	
2	loan program) to the Cordova Electric	
3	Association for completion of the Power Creek	
4	hydroelectric project	
5	Payment as a no-interest loan under	12,000,000
6	AS 44.83.550 (power transmission intertie	
7	loan program) to Copper Valley Electric	
8	Association to pay capital construction debt	
9	Payment as a no-interest loan under AS 44.83.550	8,400,000
10	(power transmission intertie loan program)	
11	to Alaska Power and Telephone Company for the	
12	acquisition, design, and construction of a power	
13	transmission intertie between Tok and Chistochina	

14 \* **Sec. 2.** The sum of \$60,800,000 is appropriated from the constitutional budget reserve  
 15 fund (art. IX, sec. 17(c), Constitution of the State of Alaska) to the Department of Community  
 16 and Economic Development, Alaska Industrial Development and Export Authority, to be  
 17 allocated for the following purposes:

18	PURPOSE	ALLOCATION
19	Payment as a grant under AS 37.05.316 to Matanuska	2,500,000
20	Electric Association for construction of a three-phase	
21	power line from Mile 100 to Mile 133 of the	
22	Parks Highway	
23	Payment as a grant under AS 37.05.316 to the Homer	4,800,000
24	Electric Association for the Seldovia/Port Graham/	
25	Nanwalek regional power project	
26	Extension of the Anchorage-Fairbanks power	24,500,000
27	transmission intertie and upgrade of the intertie	
28	to 230 kilovolts	
29	Payment as a grant under AS 37.05.316 to Copper	500,000
30	Valley Electric Association for an intertie study	
31	Payment as a grant under AS 37.05.316 to Anchorage	25,000,000

1	Municipal Light and Power on behalf of the Eklutna	
2	operating committee for replacing the Eklutna	
3	project power transmission line	
4	Preconstruction studies of a power transmission intertie	1,000,000
5	between Petersburg and Kake	
6	Preconstruction studies of a power transmission intertie	1,000,000
7	between Kake and Sitka	
8	Preconstruction studies of a power transmission intertie	1,000,000
9	between Juneau and Hoonah	
10	Study of the entire electrical grid for Southeast Alaska	500,000

11 \* **Sec. 3.** POWER COST EQUALIZATION AND RURAL ELECTRIC  
 12 CAPITALIZATION FUND. The sum of \$7,800,000 is appropriated from the constitutional  
 13 budget reserve fund (art. IX, sec. 17(c), Constitution of the State of Alaska) to the power cost  
 14 equalization and rural electric capitalization fund (AS 42.45.100) for the power cost  
 15 equalization program for the fiscal year ending June 30, 2002.

16 \* **Sec. 4.** CONSTITUTIONAL BUDGET RESERVE FUND. The appropriations made by  
 17 secs. 1(a), 2, and 3 of this Act are made under art. IX, sec. 17(c), Constitution of the State of  
 18 Alaska.

19 \* **Sec. 5.** LAPSE PROVISIONS. (a) The appropriations made by secs. 1(b) and 2 of this  
 20 Act are for capital projects, lapse under AS 37.25.020, and lapse into the constitutional budget  
 21 reserve fund (art. IX, sec. 17(c), Constitution of the State of Alaska).

22 (b) The appropriations made by secs. 1(a) and 3 of this Act are to capitalize funds and  
 23 do not lapse.

24 \* **Sec. 6.** CONTINGENT EFFECT. This Act takes effect only if the Twenty-Second  
 25 Alaska State Legislature passes an Act that establishes a power transmission intertie fund and  
 26 that Act becomes law.

27 \* **Sec. 7.** If this Act takes effect under sec. 6 of this Act, it takes effect immediately under  
 28 AS 01.10.070(c).