

HOUSE BILL NO. 238

IN THE LEGISLATURE OF THE STATE OF ALASKA

TWENTY-SECOND LEGISLATURE - FIRST SESSION

BY REPRESENTATIVE LANCASTER

Introduced: 4/9/01

Referred: Finance

A BILL

FOR AN ACT ENTITLED

1 **"An Act relating to the power transmission intertie fund of the Alaska Energy**
2 **Authority."**

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

4 *** Section 1.** AS 44.83 is amended by adding a new section to read:

5 **Article 5A. Power Transmission Intertie Fund.**

6 **Sec. 44.83.550. Power transmission intertie fund.** (a) A power
7 transmission intertie fund is established in the Alaska Energy Authority to carry out
8 the purposes of this section. The fund consists of money appropriated to it by the
9 legislature.

10 (b) The fund may be used by the authority to

11 (1) extend and upgrade power transmission interties in the state; and

12 (2) make grants to public utilities and other entities for

13 (A) acquisition, design, and construction of power transmission
14 interties in the state;

1 (B) acquisition, design, and construction of regional power
2 projects; and

3 (C) retirement of capital construction debt of electric utilities
4 related to the acquisition, design, and construction of power projects.

5 (c) A grant for a project or intertie issued under (b)(2) of this section is
6 contingent on the execution of a written agreement entered into by the grant recipient
7 and the Alaska Energy Authority in which the grant recipient agrees to

8 (1) pay the design, construction, and other costs related to the power
9 project or power transmission intertie that exceed the amount of the grant;

10 (2) pay the operation and maintenance costs of the power project or
11 power transmission line;

12 (3) provide for the use of the power project or power transmission
13 intertie by utilities other than the grant recipient; and

14 (4) provide for the allocation of costs that may reasonably be charged
15 to other utilities for use of the power project or power transmission intertie.