

**HOUSE BILL NO. 528**

IN THE LEGISLATURE OF THE STATE OF ALASKA  
TWENTY-SECOND LEGISLATURE - SECOND SESSION

**BY THE HOUSE FINANCE COMMITTEE**

**Introduced: 4/30/02**  
**Referred: Finance**

**A BILL**

**FOR AN ACT ENTITLED**

1 **"An Act relating to programs of state reimbursement for debt payments for certain**  
2 **capital projects; and providing for an effective date."**

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

4 **\* Section 1.** AS 14.11.100(o) is amended to read:

5 (o) The total amount of school construction projects approved for  
6 reimbursement by the department under (a)(10) of this section

7 (1) may not exceed \$190,644,901 [\$180,064,912]; and

8 (2) after June 30, 1998, and until July 1, 2004, shall be allocated as  
9 follows:

10 (A) \$77,897,000 to projects in a municipality with a public  
11 school enrollment of 25,000 or more students in fiscal year 2000, as  
12 determined under AS 14.17.500;

13 (B) \$14,571,000 to projects in a municipality with a public  
14 school enrollment of at least 15,000 but less than 25,000 students in fiscal year

1 2000, as determined under AS 14.17.500;

2 (C) \$14,143,000 to projects in a municipality with a public  
3 school enrollment of at least 10,000 but less than 15,000 students in fiscal year  
4 2000, as determined under AS 14.17.500;

5 (D) \$7,429,000 to projects in a municipality with a public  
6 school enrollment of at least 7,500 but less than 10,000 students in fiscal year  
7 2000, as determined under AS 14.17.500;

8 (E) \$20,712,912 to projects in a municipality with a public  
9 school enrollment of at least 5,000 but less than 7,500 students in fiscal year  
10 2000, as determined under AS 14.17.500;

11 (F) \$2,660,000 to projects in a municipality with a public  
12 school enrollment of at least 2,750 but less than 3,000 students in fiscal year  
13 2000, as determined under AS 14.17.500;

14 (G) \$454,000 to projects in a municipality with a public school  
15 enrollment of at least 2,400 but less than 2,750 students in fiscal year 2000, as  
16 determined under AS 14.17.500;

17 (H) \$43,695,992 [\$36,290,000] to projects in a municipality  
18 with a public school enrollment of at least 2,050 but less than 2,400 students in  
19 fiscal year 2000, as determined under AS 14.17.500;

20 (I) \$329,000 to projects in a municipality with a public school  
21 enrollment of at least 1,700 but less than 1,750 students in fiscal year 2000, as  
22 determined under AS 14.17.500;

23 (J) \$286,000 to projects in a municipality with a public school  
24 enrollment of at least 650 but less than 725 students in fiscal year 2000, as  
25 determined under AS 14.17.500;

26 (K) \$519,000 to projects in a municipality with a public school  
27 enrollment of at least 500 but less than 525 students in fiscal year 2000, as  
28 determined under AS 14.17.500;

29 (L) \$2,224,000 to projects in a municipality with a public  
30 school enrollment of at least 425 but less than 482 students in fiscal year 2000,  
31 as determined under AS 14.17.500;

1 (M) \$2,550,000 to projects in a municipality with a public  
 2 school enrollment of at least 290 but less than 305 students in fiscal year 2000,  
 3 as determined under AS 14.17.500.

4 \* **Sec. 2.** AS 29.60.700 is amended to read:

5 **Sec. 29.60.700. Reimbursement for costs of ports and harbors.** (a) Subject  
 6 to appropriations for the purpose, during each fiscal year, the Department of  
 7 Transportation and Public Facilities shall allocate to each municipality an amount to  
 8 reimburse the costs paid by the municipality during the fiscal year two years earlier for  
 9 the [RETIREMENT OF] principal and interest on outstanding **debt** [GENERAL  
 10 OBLIGATION BONDS] for projects listed in (b) of this section. An allocation may  
 11 be made to a municipality only if

12 (1) the **debt was incurred by the municipality** [GENERAL  
 13 OBLIGATION BONDS WERE ISSUED AFTER JULY 1, 2000, AND] before July 1,  
 14 **2005** [2003]; **and**

15 (2) the port or harbor facility financed with the **debt** [BOND] proceeds  
 16 is located in the municipality and the facility is owned and operated by the  
 17 municipality [;

18 (3) OWNERSHIP OF THE PORT OR HARBOR FACILITY  
 19 FINANCED WITH THE BOND PROCEEDS HAS BEEN TRANSFERRED FROM  
 20 THE STATE TO THE MUNICIPALITY BY A TRANSFER AGREEMENT UNDER  
 21 AS 35.10.120; AND

22 (4) THE STATE HAS COMPLETED A BILL OF SALE  
 23 TRANSFERRING THE PORT OR HARBOR FACILITY FROM THE STATE TO  
 24 THE MUNICIPALITY].

25 (b) The Department of Transportation and Public Facilities may make an  
 26 allocation to a municipality under (a) of this section only for reimbursement of costs  
 27 incurred for the following port and harbor facility construction and renovation projects  
 28 and only for reimbursement of total project costs incurred up to the following  
 29 amounts:

30 PROJECT

31 [KETCHIKAN

\$ 7,000,000

1	PETERSBURG	3,300,000
2	SITKA	4,038,900
3	KLAWOCK	860,000
4	SELDOVIA	2,500,000
5	WHITTIER	1,835,600]
6	Valdez	3,013,500
7	[CORDOVA	4,337,800]
8	Nome	1,000,000
9	<b><u>Anchorage (Port of Anchorage expansion)</u></b>	<b><u>3,000,000</u></b>
10	<b><u>Unalaska (LSA small boat harbor)</u></b>	<b><u>5,000,000</u></b>
11	<b><u>Akutan (small boat harbor)</u></b>	<b><u>4,000,000</u></b>
12	<b><u>Chignik (small boat harbor)</u></b>	<b><u>1,000,000</u></b>
13	<b><u>False Pass (small boat harbor)</u></b>	<b><u>2,000,000</u></b>

14 \* **Sec. 3.** AS 42.45 is amended by adding a new section to article 1 to read:

15           **Sec. 42.45.065. Reimbursement for costs of power projects.** (a) Subject to  
16 appropriations for the purpose, during each fiscal year, the authority shall allocate to  
17 each entity listed in (b) of this section an amount to reimburse the cost paid by the  
18 entity during the fiscal year two years earlier for the principal and interest on  
19 outstanding debt for the projects listed. An allocation may be made to an entity only if

20                           (1) the debt was incurred before July 1, 2005; and

21                           (2) the power project financed with the debt proceeds is owned and  
22 operated by the entity.

23           (b) The authority may make an allocation to an entity under (a) of this section  
24 only for reimbursement of costs incurred for construction and renovation of the  
25 following power projects and only for reimbursement of total project costs incurred up  
26 to the following amounts:

27 PROJECT

28 Kodiak Electric Association, Inc. (Nyman Combined                           \$ 6,000,000

29     Cycle Cogeneration Plant)

30 Cordova Electric Cooperative (Power Creek   12,000,000

31     Hydropower Project)

1	Copper Valley Electric Association, Inc., Valdez	10,000,000
2	(Cogeneration Project)	
3	The Four Dam Pool Power Agency (Southeast Intertie,	20,000,000
4	Swan Lake to Tyee Lake)	
5	* <b>Sec. 4.</b> This Act takes effect July 1, 2002.	