

Introduced: 3/7/73  
Referred: State Affairs and  
Finance

1 IN THE HOUSE

BY HUBER

2 HOUSE BILL NO. 315

3 IN THE LEGISLATURE OF THE STATE OF ALASKA

4 EIGHTH LEGISLATURE - FIRST SESSION

5 A BILL

6 For an Act entitled: "An Act relating to a highway from the Yukon River to  
7 the Arctic Ocean; and providing for an effective date."

8 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF ALASKA:

9 \* Section 1. AS 19.40.020(a) is amended to read:

10 (a) The [SUBJECT TO (b) OF THIS SECTION, THE] department may  
11 contract for the construction of a secondary highway from the Yukon  
12 River to the Arctic Ocean. The department may request bids and  
13 award contracts for the construction of the highway, or it may elect  
14 to directly negotiate contracts for the construction of the highway  
15 if it appears to be in the best interests of the state. The provisions  
16 of AS 36.10 govern in employment practices on all work authorized  
17 by this chapter.

18 \* Sec. 2. AS 19.40.020(b) is repealed and re-enacted to read:

19 (b) The participants in the trans-Alaska pipeline system or other  
20 organization formed for the purpose of transporting oil or gas by pipe-  
21 line from the north slope (that area of Alaska lying north of 68° lat-  
22 itude) shall jointly or severally, before receiving a right-of-way per-  
23 mit for pipeline construction, provide for reimbursement to the state of  
24 the full cost of the highway's construction plus interest on the state's  
25 expenditures at the rate of not less than eight per cent per year or  
26 more than four and one-half percentage points above the annual rate  
27 charged member banks for advances by the 12th Federal Reserve District  
28 that prevailed on the first day of the month preceding the commencement  
29 of that calendar quarter. Complete reimbursement together with interest

1 must be made within five years from the date of the right-of-way permit.

2 \* Sec. 3. AS 19.40.020(c) is repealed.

3 \* Sec. 4. This Act takes effect on the day after its passage and approval  
4 or on the day it becomes law without approval.

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