

Original sponsors: Rogers, Moss,
Parr and Smith

Offered: 5/5/80
Referred: Finance

1 IN THE HOUSE

BY THE RESOURCES COMMITTEE

2 CS FOR HOUSE JOINT RESOLUTION NO. 68

3 IN THE LEGISLATURE OF THE STATE OF ALASKA

4 ELEVENTH LEGISLATURE - SECOND SESSION

5 Relating to the Alaska Power Authority
6 and the incurring of revenue bond
7 indebtedness of the Alaska Power
8 Authority for the Golden Valley
9 Electric Association waste heat power
10 generation project near Fairbanks and
11 the Black Bear Lake hydroelectric
12 project on Prince of Wales Island.

13 BE IT RESOLVED BY THE LEGISLATURE OF THE STATE OF ALASKA:

14 WHEREAS the Golden Valley Electric Associaton, Inc., plans to construct,
15 acquire and operate a waste heat power generating project located at pump
16 stations 7, 8, 9 and 10 of the trans-Alaska pipeline near Fairbanks; and

17 WHEREAS the project will provide an additional 27,500 kilowatts of
18 generating capacity through the utilization of BTU's which are now being
19 exhausted into the atmosphere and the project will thereby displace oil now
20 in short supply; and

21 WHEREAS the Golden Valley Electric Association, Inc., has submitted an
22 application to the Alaska Power Authority for assistance in financing the
23 waste heat power generation project and the Alaska Power Authority has by its
24 resolution determined to sell its bonds for the project; and

25 WHEREAS the Alaska Power Authority, under AS 44.56.180, has submitted to
26 the governor and to the legislature a statement of its recommendations for
27 financing the waste heat power generation project and a statement outlining
28 the general design, demonstration of financial feasibility, and maximum
29 amount of revenue bonds and appropriations necessary for the project; and

1 WHEREAS the statements of the Alaska Power Authority submitted to the
2 governor and to the legislature fully satisfy the requirements contained in
3 AS 44.56.180(b) and the statements required by AS 44.56.180(c); and

4 WHEREAS the statements of the Alaska Power Authority provide that through
5 the issuance of revenue bonds the authority is to finance the waste heat
6 power generation project only and is not to construct, acquire or own the
7 project; and

8 WHEREAS, the statements of the Alaska Power Authority provide that the
9 project is to be designed, acquired and constructed by the Golden Valley
10 Electric Association, Inc., under an agreement with the Alaska Power Authority
11 which will provide that the Alaska Power Authority has ownership rights in
12 the project only as may be necessary to secure the payment of the revenue
13 bond indebtedness; and

14 WHEREAS the costs to be incurred in financing the Golden Valley Electric
15 Association, Inc. waste heat power generation project will require the issu-
16 ance of revenue bonds of the Alaska Power Authority in a maximum estimated
17 amount not to exceed \$110,000,000; and

18 WHEREAS it is in the best interests of the state that revenue bonds of
19 the Alaska Power Authority be issued to finance the cost of the Golden Valley
20 Electric Association, Inc. waste heat power generation project; and

21 WHEREAS the State of Alaska has expended considerable time, effort and
22 money in order to study the Black Bear Lake hydroelectric project; and

23 WHEREAS a completed feasibility assessment shows the Black Bear Lake
24 hydroelectric project is feasible; and

25 WHEREAS a Federal Energy Regulatory Commission license application must
26 be prepared by the Alaska Power Authority in order to seek approval to con-
27 struct the project; and

28 WHEREAS the Alaska Power Authority, under AS 44.56.180, has submitted to
29 the governor and the legislature a statement of its preliminary recommenda-

1 tions for financing the Black Bear Lake hydroelectric project and a statement
2 outlining the general design, demonstration of financial feasibility, and
3 maximum amount of revenue bonds and appropriations necessary for the project;
4 and

5 WHEREAS the statements submitted to the governor and to the legislature
6 fully satisfy the requirements contained in AS 44.56.180 which must be satis-
7 fied before adoption of this resolution; and

8 WHEREAS the statements of the Alaska Power Authority provide that through
9 the issuance of revenue bonds the authority is to design, finance, construct,
10 own and operate the Black Bear Lake hydroelectric project; and

11 WHEREAS the costs to be incurred in financing the Black Bear Lake hydro-
12 electric project will require the issuance of revenue bonds of the Alaska
13 Power Authority in a maximum presently estimated amount not to exceed
14 \$30,000,000; and

15 WHEREAS it is in the best interests of the state that revenue bonds of
16 the Alaska Power Authority be issued to finance the cost of the Black Bear
17 Lake hydroelectric project;

18 BE IT RESOLVED by the Alaska State Legislature that the general design
19 of the Golden Valley Electric Association, Inc., waste heat power generation
20 project near Fairbanks, and the incurring of revenue bond indebtedness by the
21 Alaska Power Authority in a maximum amount not to exceed \$110,000,000 to pay
22 the costs of the project are approved; and be it

23 FURTHER RESOLVED by the Alaska State Legislature that the preparation of
24 a Federal Energy Regulatory Commission license application for the Black Bear
25 Lake hydroelectric project, the general design of the Black Bear Lake hydro-
26 electric project on Prince of Wales Island, and the incurring of revenue bond
27 indebtedness by the Alaska Power Authority in a maximum amount not to exceed
28 \$30,000,000 to pay the costs of the project are approved.

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