

**HOUSE BILL NO. 423**

**IN THE LEGISLATURE OF THE STATE OF ALASKA  
SEVENTEENTH LEGISLATURE - SECOND SESSION**

**BY REPRESENTATIVE IVAN**

**Introduced: 1/27/92**

**Referred: Community & Regional Affairs, Labor & Commerce, Finance**

**A BILL**

**FOR AN ACT ENTITLED**

1 "An Act relating to the bulk fuel storage facilities grant program; and providing for an  
2 effective date."

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 11A. BULK FUEL STORAGE FACILITIES GRANT FUND.**

6 **Sec. 44.83.660. BULK FUEL STORAGE FACILITIES GRANT FUND.** (a) There is  
7 established in the Alaska Energy Authority the bulk fuel storage facilities grant fund. Grants may  
8 be made by the authority from this fund to a rural community to acquire and install, repair, or  
9 replace rural community bulk fuel storage facilities.

10 (b) The total of grants made to a rural community under this section for the acquisition  
11 and installation, repair, or replacement of a bulk fuel storage facility may not exceed \$200,000.

12 (c) If the governing bodies of two or more rural communities determine that their fuel  
13 requirements may be served by a single bulk fuel storage facility, the rural communities may  
14 jointly apply for a grant to acquire and install, repair, or replace a single bulk fuel storage

1 facility. When rural communities apply jointly under this subsection, the limitation in (b) of this  
2 section is multiplied by the number of rural communities that submit the joint application.

3 (d) Before a grant is made under this section,

4 (1) the governing body shall agree in writing to maintain and operate the bulk fuel  
5 storage facility to be constructed, repaired, or replaced with the proceeds of the grant; and

6 (2) all necessary regulatory permits for the bulk fuel storage facility shall be  
7 obtained by the governing body; the authority shall provide expertise and assist the governing  
8 body in this process.

9 (e) In this section,

10 (1) "governing body" means a governing body of a municipality or a reasonably  
11 representative body of a place that is not incorporated as a city and in which 25 or more persons  
12 reside as a social unit;

13 (2) "rural community" means a city in the unorganized borough or a place located  
14 within a borough or within the unorganized borough that is not incorporated as a municipality  
15 in which 25 or more people reside as a social unit, and if the city or place is in the

16 (A) second, third, or fourth judicial district of the state with a population  
17 of 5,000 or less and is not connected by road or rail to Anchorage or Fairbanks; or

18 (B) first judicial district of the state with a population of 5,000 or less.

19 \* Sec. 2. AS 44.47.130(7), 44.47.130(8), and 44.47.145 are repealed.

20 \* Sec. 3. This Act takes effect July 1, 1992.