

CS FOR HOUSE BILL NO. 51(L&C)
IN THE LEGISLATURE OF THE STATE OF ALASKA
EIGHTEENTH LEGISLATURE - FIRST SESSION

BY THE HOUSE LABOR AND COMMERCE COMMITTEE

Offered: 4/14/93
Referred: Finance

Sponsor(s): REPRESENTATIVES NAVARRE, Carney, Brice, Sitton, Menard, Davies, Green

A BILL

FOR AN ACT ENTITLED

1 "An Act making special appropriations for design and construction of power
2 transmission interties between Anchorage and the Kenai Peninsula, between Healy
3 and Fairbanks, between Sutton and Glennallen, and between the Swan Lake and
4 Tyee Lake hydroelectric projects, for the Alaska Energy Authority, and to fund
5 the four dam pool account and the Railbelt intertie reserve; and providing for
6 an effective date."

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

8 * Section 1. The sum of \$112,250,000 and the interest earned on that sum beginning on
9 the effective date of this Act is appropriated from the funding sources stated in this section
10 to the Alaska Energy Authority for design and construction of a power transmission intertie
11 between Anchorage and the Kenai Peninsula, for design and construction of a power
12 transmission intertie between Healy and Fairbanks, and for the design and construction of a
13 power transmission intertie between Sutton and Glennallen. The money appropriated by this

1 section is appropriated from the balance of the Railbelt intertie reserve (sec. 159, ch. 208, SLA
2 1990) and, if that amount is insufficient to satisfy this appropriation, the remaining balance
3 of the appropriation is appropriated from the Railbelt energy fund (AS 37.05.520).

4 * Sec. 2. (a) The sum of \$20,000,000 is appropriated from the Railbelt energy fund in the
5 general fund (AS 37.05.520) to the four dam pool account in the power development revolving
6 loan fund in the Alaska Energy Authority to enable the authority to make a loan to itself for
7 design and construction of a power transmission intertie between Swan Lake and Tye Lake.

8 (b) It is the intent of the legislature that the loan entered into by the authority under
9 (a) of this section provide for interest at a rate of three percent of the unpaid balance of the
10 loan and for the repayment of principal at a rate of \$1,000,000 during fiscal year 1994,
11 \$2,000,000 in fiscal year 1995, \$3,000,000 in fiscal year 1996, and \$4,000,000 each year
12 thereafter until the loan is repaid.

13 (c) It is the intent of the legislature that the remaining amount necessary for the
14 construction of the intertie for which an appropriation is made by this section be paid through
15 revenue bonds.

16 (d) It is the intent of the legislature that the amount appropriated by (a) of this section
17 will be repaid to the Railbelt energy fund through annual appropriations from the four dam
18 pool account in the power development revolving loan fund (AS 44.83.500).

19 * Sec. 3. (a) The sum of \$800,000 is appropriated from the four dam pool account in the
20 power development revolving loan fund (AS 44.83.500) to the Alaska Energy Authority for
21 operating expenses for fiscal year 1994.

22 (b) It is the intent of the Eighteenth Alaska State Legislature that the legislature should
23 appropriate \$800,000 from the four dam pool account for the Alaska Energy Authority's
24 expenses each year.

25 * Sec. 4. (a) The sum of \$8,000,000 is appropriated from the four dam pool account in
26 the power development revolving loan fund (AS 44.83.500) to the Alaska Energy Authority
27 for preparation of environmental impact statements and related studies concerning the power
28 transmission interties between Swan Lake and Tye Lake and between Sutton and Glennallen.

29 (b) The appropriation made by (a) of this section lapses into the four dam pool
30 account June 30, 1997.

31 * Sec. 5. The unexpended and unobligated balances of the following appropriations are

1 repealed and reappropriated to the Railbelt intertie reserve (sec. 159, ch.208, SLA 1990):

2 (1) that portion of the appropriation made by sec. 25, ch. 80, SLA 1979, page
3 66, line 38, as amended by sec. 448(a), ch. 105, SLA 1985, and sec. 275(a), ch. 130, SLA
4 1986, that is allocated by sec. 25, ch. 80, SLA 1979, page 67, line 5 (Bradley Lake hydro
5 project - \$80,000);

6 (2) that portion of the appropriation made by sec. 1(a), ch. 90, SLA 1981, as
7 amended by sec. 69, ch. 92, SLA 1981, and sec. 236, ch. 141, SLA 1982, that is allocated by
8 sec. 1(a)(1), ch. 90, SLA 1981, as amended by sec. 69, ch. 92, SLA 1981 (Bradley Lake -
9 \$5,000,000);

10 (3) that portion of the appropriation made by sec. 1(b), ch. 90, SLA 1981, as
11 amended by sec. 69, ch. 92, SLA 1981, and sec. 236, ch. 141, SLA 1982, that is allocated by
12 sec. 1(b)(1), ch. 90, SLA 1981, as amended by sec. 69, ch. 92, SLA 1981 (Bradley Lake -
13 \$10,000,000);

14 (4) sec. 241, ch. 141, SLA 1982 (Bradley Lake hydroelectric project -
15 \$3,000,000);

16 (5) AS 44.83.420, repealed by sec. 318, ch. 171, SLA 1984 (Bradley Lake
17 hydroelectric project);

18 (6) sec. 5, ch. 41, SLA 1986 (Bradley Lake hydroelectric project -
19 \$50,000,000);

20 (7) sec. 3, ch. 128, SLA 1986, page 8, line 7, as amended by sec. 1, ch. 96,
21 SLA 1987 (Alaska Power Authority, Bradley Lake hydroelectric project - \$50,000,000);

22 (8) sec. 6, ch. 172, SLA 1988 (Bradley Lake power project - \$7,000,000).

23 * Sec. 6. The appropriation made by sec. 3 of this Act lapses into the fund from which
24 appropriated June 30, 1994.

25 * Sec. 7. The appropriations made by secs. 1 and 2 of this Act are for capital projects and
26 lapse under AS 37.25.020.

27 * Sec. 8. This Act takes effect on the effective date of an Act enacted by the Eighteenth
28 Alaska State Legislature that authorizes the Alaska Energy Authority to design and construct
29 power transmission interties between Anchorage and the Kenai Peninsula, between Healy and
30 Fairbanks, between Sutton and Glennallen, and between the Swan Lake and the Tye Lake
31 hydroelectric projects.