

CS FOR SENATE BILL NO. 126(FIN)

IN THE LEGISLATURE OF THE STATE OF ALASKA

EIGHTEENTH LEGISLATURE - FIRST SESSION

BY THE SENATE FINANCE COMMITTEE

Offered: 4/16/93

Referred: RULES

Sponsor(s): SENATORS SHARP, Taylor, Miller

A BILL

FOR AN ACT ENTITLED

1 "An Act making special appropriations to fund the energy authority revolving
2 fund; making special appropriations for design and construction of power
3 transmission interties between Anchorage and the Kenai Peninsula, between Healy
4 and Fairbanks, between the Swan Lake and Tye Lake hydroelectric projects, and
5 between Sutton and Glennallen; making special appropriations for energy project
6 assistance, repair, improvements, acquisition, and development and for renewal and
7 replacement funds at facilities owned by the Alaska Energy Authority; and
8 providing for an effective date."

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

10 * Section 1. The balance in the Railbelt intertie reserve (sec. 159, ch. 208, SLA 1990) on
11 June 30, 1993, is appropriated from the Railbelt intertie reserve to the energy authority
12 revolving fund (AS 44.83.107) to capitalize the fund.

1 * **Sec. 2.** The sum of \$90,000,000 is appropriated from the energy authority revolving fund
2 (AS 44.83.107) to the Alaska Energy Authority for design and construction of a power
3 transmission intertie of at least 138 kilovolts between Healy and Fairbanks and for design and
4 construction of a power transmission intertie of at least 138 kilovolts between Anchorage and
5 the Kenai Peninsula.

6 * **Sec. 3.** The sum of \$35,000,000 is appropriated from the energy authority revolving fund
7 to the Alaska Energy Authority for the design and construction of a power transmission
8 intertie of at least 115 kilovolts between the Tye Lake and Swan Lake hydroelectric projects.

9 * **Sec. 4.** The sum of \$27,500,000 is appropriated from the energy authority revolving fund
10 to the Alaska Energy Authority for the design and construction of a power transmission
11 intertie of at least 138 kilovolts between Sutton and Glennallen.

12 * **Sec. 5.** The balance in the Railbelt energy fund (AS 37.05.520) on June 30, 1993, is
13 appropriated to the energy authority revolving fund (AS 44.83.107) to capitalize the fund.

14 * **Sec. 6.** (a) The unexpended and unobligated balance of the appropriation made in sec. 3,
15 ch. 128, SLA 1986, page 8, line 7, as amended by sec. 1, ch. 96, SLA 1987 (Alaska Power
16 Authority, Bradley Lake power project - \$50,000,000) is repealed and reappropriated to the
17 energy authority revolving fund (AS 44.83.107) to capitalize the fund.

18 (b) The unexpended and unobligated balance of the appropriation made in sec. 6,
19 ch. 172, SLA 1988 (Bradley Lake power project - \$7,000,000) is repealed and reappropriated
20 to the energy authority revolving fund (AS 44.83.107) to capitalize the fund.

21 * **Sec. 7.** (a) All right, title, and interest in loans described in (b) of this section as of
22 June 30, 1993, and all right, title, and interest in all mortgages, notes, power sales agreements,
23 reserves, and other instruments of security made in connection with those loans as of June 30,
24 1993, are transferred and appropriated to the Alaska Energy Authority to capitalize the energy
25 authority revolving fund (AS 44.83.107).

26 (b) This section transfers and appropriates

27 (1) power project fund loans made under former AS 44.83.170;

28 (2) rural electrification revolving loan fund loans made under former
29 AS 44.83.361 - 44.83.363;

30 (3) power development revolving loan fund loans made under former
31 AS 44.83.500 - 44.83.530; and

1 (4) bulk fuel loan fund loans made under former AS 44.83.600 - 44.83.650.
2 * Sec. 8. The sum of \$2,100,000 is appropriated from the power development revolving
3 loan fund (AS 44.83.500(a)) to the Alaska energy revolving fund for the following purposes
4 in the amounts stated:

5	APPROPRIATION	AMOUNT
6	Operation, technical, and emergency	
7	assistance	\$1,100,000
8	Electrical system life, health, and	
9	safety improvements	730,000
10	Rural utility regionalization, consolidation,	
11	and business management training	270,000

12 * Sec. 9. The sum of \$4,300,000 is appropriated from the general fund to the Alaska
13 energy revolving fund for the following purposes in the amounts stated:

14	APPROPRIATION	AMOUNT
15	Rural power systems upgrade	\$ 650,000
16	Snettisham acquisition	50,000
17	Emergency bulk fuel repairs/prevention	500,000
18	Statewide electric and power project	
19	development	250,000
20	Bulk fuel system upgrades	2,000,000
21	Alternative and applied energy	
22	technology development	350,000
23	King Cove hydroelectric project	500,000

24 * Sec. 10. The Alaska energy revolving fund is authorized to receive and expend
25 \$2,000,000 in program receipts from nonstate resources for statewide energy project
26 development.

27 * Sec. 11. The Alaska energy revolving fund is authorized to receive and expend
28 \$5,000,000 in program receipts from nonstate or trustee held funds for renewal and
29 replacement funds at facilities owned by the Alaska Energy Authority.

30 * Sec. 12. The appropriations made by secs. 2 - 4 of this Act are for capital projects and
31 lapse under AS 37.25.020.

1 * Sec. 13. The appropriations made by secs. 1 and 5 - 7 of this Act are for capitalization
2 of a fund and do not lapse under AS 37.25.010.

3 * Sec. 14. The appropriations made by secs. 9 - 11 of this Act are for capital projects and
4 lapse under AS 37.25.020.

5 * Sec. 15. Section 2 of this Act takes effect on the effective date of an Act enacted by the
6 Eighteenth Alaska State Legislature that authorizes the Alaska Energy Authority to design and
7 construct power transmission interties between Healy and Fairbanks and between the Kenai
8 Peninsula and Anchorage.

9 * Sec. 16. Section 3 of this Act takes effect on the effective date of an Act enacted by the
10 Eighteenth Alaska State Legislature that authorizes the Alaska Energy Authority to design and
11 construct a power transmission intertie between the Tyee Lake and Swan Lake hydroelectric
12 projects.

13 * Sec. 17. Section 4 of this Act takes effect on the effective date of an Act enacted by the
14 Eighteenth Alaska State Legislature that authorizes the Alaska Energy Authority to design and
15 construct a power transmission intertie between Sutton and Glennallen.

16 * Sec. 18. Sections 1 and 5 - 11 of this Act take effect July 1, 1993, but only if a bill
17 establishing the energy authority revolving fund is enacted into law on or before that date.