

**SB**

**128**

## Enclosure 2

### Anticipated Facilities Remaining on the Tank Upgrade Rank List for FY00 Funding

| Fac. ID   | Fac. Name                 | Fac. Owner                   | Appl. Amt.     |
|-----------|---------------------------|------------------------------|----------------|
| 60        | Tesoro Northstore # 114   | TESORO ALASKA PETROLEUM C    | \$49,200.00    |
| 108       | PREWITT ENTERPRISES       | PREWITT ENTERPRISES          | \$7,332.00     |
| 112       | Tesoro Northstore # 115   | TESORO ALASKA PETROLEUM C    | \$49,200.00    |
| 278       | TALKEETNA PUBLIC SAFETY B | MATANUSKA SUSITNA BOROUGH    | \$10,415.00    |
| 281       | FISHHOOK PUBLIC SAFETY B  | MATANUSKA SUSITNA BOROUGH    | \$4,651.00     |
| 287       | MEADOW LAKES PUBLIC SAF   | MATANUSKA SUSITNA BOROUGH    | \$2,865.00     |
| 345       | DEPT OF PUBLIC WORKS      | CITY OF FAIRBANKS-B KLEVEN   | \$23,497.00    |
| 362       | Tesoro Northstore # 204   | TESORO ALASKA PETROLEUM C    | \$49,200.00    |
| 364       | NEKLASSON LAKE EARTH ST   | ATT-ALASCOM INC ATTN: SAFET  | \$30,774.00    |
| 520       | KODIAK PUBLIC WORKS       | CITY OF KCDIAK               | \$9,300.00     |
| 590       | REINDEER MT. LODGE        | RON & ED HULL                | \$54,600.00    |
| 593       | 7-ELEVEN #5               | TESORO ALASKA PETROLEUM C    | \$49,200.00    |
| 654       | Tesoro Northstore # 56    | TESORO ALASKA PETROLEUM C    | \$49,200.00    |
| 743       | Tesoro Northstore # 10    | TESORO ALASKA PETROLEUM C    | \$49,200.00    |
| 746       | Tesoro Northstore # 9     | TESORO ALASKA PETROLEUM C    | \$49,200.00    |
| 779       | Tesoro Northstore # 64    | TESORO ALASKA PETROLEUM C    | \$49,200.00    |
| 784       | Tesoro Northstore # 59    | TESORO ALASKA PETROLEUM C    | \$49,200.00    |
| 790       | 7-ELEVEN #58              | TESORO ALASKA PETROLEUM C    | \$49,200.00    |
| 794       | Tesoro Northstore # 61    | TESORO ALASKA PETROLEUM C    | \$49,200.00    |
| 797       | Tesoro Northstore #67     | TESORO ALASKA PETROLEUM C    | \$49,200.00    |
| 1095      | 7-ELEVEN #102             | TESORO ALASKA PETROLEUM C    | \$49,200.00    |
| 1101      | 7-ELEVEN #106             | TESORO ALASKA PETROLEUM C    | \$49,200.00    |
| 1116      | Tesoro Northstore # 112   | TESORO ALASKA PETROLEUM C    | \$49,200.00    |
| 1122      | SEWARD TESORO             | TESORO ALASKA PETROLEUM C    | \$49,200.00    |
| 1125      | HOMER SPIT TESORO         | TESORO ALASKA PETROLEUM C    | \$49,200.00    |
| 1127      | RODGERS TESORO            | TESORO ALASKA PETROLEUM C    | \$49,200.00    |
| 1139      | TALKEETNA EARTH STATION   | ATT-ALASCOM INC ATTN: SAFET  | \$47,500.00    |
| 1290      | BUTTE PUBLIC SAFETY BUI   | MATANUSKA SUSITNA BOROUGH    | \$8,291.00     |
| 1300      | SUTTON PUBLIC SAFETY BUI  | MATANUSKA SUSITNA BOROUGH    | \$7,963.00     |
| 1404      | GARRETT'S #1              | TESORO ALASKA PETROLEUM C    | \$49,200.00    |
| 1435      | SS & T TESORO             | SAM GIBSON                   | \$47,500.00    |
| 1502      | TESORO NORTHSTORE #11     | TESORO ALASKA PETROLEUM C    | \$49,200.00    |
| 1571      | WOODS AIR FUEL            | WOODS AIR FUEL               | \$32,400.00    |
| 1812      | COTTONWOOD PUBLIC SAFE    | MATANUSKA SUSITNA BOROUGH    | \$11,291.00    |
| 1985      | Tesoro Northstore # 14    | TESORO ALASKA PETROLEUM C    | \$49,200.00    |
| 2729      | ARCTIC SLOPE CONSULTING   | ARCTIC SLOPE CONSULTING GR   | \$47,500.00    |
| 2934      | K BEACH CHEVRON           | SAM E. GIBSON                | \$47,500.00    |
| 2937      | BROOKS FUEL               | BROOKS FUEL - PAUL MERRIFIEI | \$53,400.00    |
| Count: 38 |                           |                              | \$1,479,979.00 |

Anticipated Facilities Remaining on the Tank Closure  
Rank List for FY00 Funding

| Fac. No. | Facility Name                     | Owner Name                           | Application Amt. |
|----------|-----------------------------------|--------------------------------------|------------------|
| 17       | TPI                               | PETRO STAR FUEL, INC.                | \$21,000.00      |
| 25       | PETERS CREEK TEXACO               | DAWN WATER COMPANY                   | \$12,500.00      |
| 34       | SOURDOUGH FUEL                    | PETRO STAR FUEL, INC.                | \$24,000.00      |
| 60       | Tesoro Northstore # 114           | TESORO ALASKA PETROLEUM CO           | \$10,800.00      |
| 82       | CRESCENT HARBOR                   | CITY & BOROUGH OF SITKA              | \$3,359.00       |
| 93       | TMS EAGLE RIVER TERMINAL          | LIDLAW TRANSIT INC                   | \$17,151.00      |
| 101      | PETROLANE GAS SERVICE             | Amerigas Propane LP                  | \$35,400.00      |
| 112      | Tesoro Northstore # 115           | TESORO ALASKA PETROLEUM CO           | \$10,800.00      |
| 124      | CITY OF HAINES                    | CITY OF HAINES                       | \$9,420.00       |
| 162      | MARATHON MARINA                   | SHORESIDE PETROLEUM INC.             | \$12,500.00      |
| 206      | PETERSBURG MOTORS, INC.           | PETERSBURG MOTORS, INC.              | \$12,500.00      |
| 213      | YAKUTAT EARTH STATION             | ATT-ALASCOM INC ATTN: SAFETY SL      | \$9,938.00       |
| 223      | ERA HELICOPTERS Fairbanks Airport | ERA HELICOPTERS, INC.                | \$12,500.00      |
| 262      | WASILLA PUBLIC SAFETY BLDG.       | MATANUSKA SUSITNA BOROUGH            | \$2,071.00       |
| 264      | USIBELLI COAL MINE INC.           | USIBELLI COAL MINE INC.              | \$19,531.00      |
| 267      | USIBELLI COAL MINE INC.           | USIBELLI COAL MINE INC.              | \$42,522.00      |
| 277      | LAKES PUB. SAFETY BLDG.(BREEDEN   | MATANUSKA SUSITNA BOROUGH            | \$3,799.00       |
| 278      | TALKEETNA PUBLIC SAFETY BLDG.     | MATANUSKA SUSITNA BOROUGH            | \$7,563.00       |
| 281      | FISHHOOK PUBLIC SAFETY BLDG.      | MATANUSKA SUSITNA BOROUGH            | \$3,955.00       |
| 285      | BIG LAKE PUBLIC SAFETY BLDG.      | MATANUSKA SUSITNA BOROUGH            | \$3,448.00       |
| 287      | MEADOW LAKES PUBLIC SAFETY BLDG   | MATANUSKA SUSITNA BOROUGH            | \$7,420.00       |
| 296      | OREN B. HUDSON                    | MUN OF ANCHORAGE - MERRILL FIEI      | \$8,100.00       |
| 312      | WINDY POINT MICROWAVE REPEATE     | ATT-ALASCOM INC ATTN: SAFETY SL      | \$4,831.00       |
| 319      | TERN LAKE MICROWAVE REPEATER      | ATT-ALASCOM INC ATTN: SAFETY SL      | \$5,756.00       |
| 345      | DEPT OF PUBLIC WORKS              | CITY OF FAIRBANKS-B KLEVEN           | \$12,500.00      |
| 347      | FAIRBANKS FIRE STATION #4         | CITY OF FAIRBANKS-B KLEVEN           | \$2,376.00       |
| 350      | Tesoro Northstore # 201           | TESORO ALASKA PETROLEUM CO           | \$10,800.00      |
| 354      | FAIRBANKS PUBLIC SAFETY BUILDING  | CITY OF FAIRBANKS-B KLEVEN           | \$13,723.00      |
| 355      | Tesoro Northstore # 202           | TESORO ALASKA PETROLEUM CO           | \$10,800.00      |
| 357      | Tesoro Northstore # 203           | TESORO ALASKA PETROLEUM CO           | \$10,800.00      |
| 362      | Tesoro Northstore # 204           | TESORO ALASKA PETROLEUM CO           | \$10,800.00      |
| 364      | NEKLASSON LAKE EARTH STATION      | ATT-ALASCOM INC ATTN: SAFETY SL      | \$15,733.00      |
| 376      | FMUS WELL STREET COMPLEX WAR      | CITY OF FAIRBANKS-B KLEVEN           | \$3,002.00       |
| 471      | ERA LEASE # ADA02497 Prudhoe Bay  | ERA HELICOPTERS, INC.                | \$0.00           |
| 487      | CORDOVA EARTH STATION             | ATT-ALASCOM INC ATTN: SAFETY SL      | \$9,038.00       |
| 524      | KODIAK POLICE DEPARTMENT          | CITY OF KODIAK                       | \$3,894.00       |
| 525      | CITY GARAGE                       | CITY & BOROUGH OF SITKA              | \$12,500.00      |
| 528      | KODIAK FIRE DEPARTMENT            | CITY OF KODIAK                       | \$11,680.00      |
| 549      | BIRD POINT REPEATER               | ATI-ALASCOM INC ATTN: SAFETY SL      | \$4,335.00       |
| 581      | 7-ELEVEN #2                       | TESORO ALASKA PETROLEUM CO           | \$10,800.00      |
| 585      | NEW TRANSIT MAINTENANCE FACILIT   | MOA FMD Municipality of Anchorage Pr | \$15,111.00      |
| 593      | 7-ELEVEN #5                       | TESORO ALASKA PETROLEUM CO           | \$10,800.00      |
| 654      | Tesoro Northstore # 56            | TESORO ALASKA PETROLEUM CO           | \$10,800.00      |
| 703      | OLD TIME GROCERY #4               | BCB ENTERPRISES                      | \$12,500.00      |
| 743      | Tesoro Northstore # 10            | TESORO ALASKA PETROLEUM CO           | \$10,800.00      |
| 744      | ANCHORAGE COLD STORAGE            | ODOM CORP/JERRY DUNN DBA ANCI        | \$12,500.00      |
| 746      | Tesoro Northstore # 9             | TESORO ALASKA PETROLEUM CO           | \$10,800.00      |
| 779      | Tesoro Northstore # 64            | TESORO ALASKA PETROLEUM CO           | \$10,800.00      |

|   |                                      |             |
|---|--------------------------------------|-------------|
| 784 Tesoro Northstore # 59              | TESORO ALASKA PETROLEUM CO           | \$10,800.00 |
| 790 7-ELEVEN #58                        | TESORO ALASKA PETROLEUM CO           | \$10,800.00 |
| 797 Tesoro Northstore #67               | TESORO ALASKA PETROLEUM CO           | \$10,800.00 |
| 825 THRIFTY RENTA CAR                   | FLOYD & SONS INC                     | \$5,625.00  |
| 834 Tesoro Northstore # 12              | TESORO ALASKA PETROLEUM CO           | \$10,800.00 |
| 851 ANCHORAGE COLD STORAGE - DIVIS      | ODOM CORP/JERRY DUNN DBA ANCI        | \$12,500.00 |
| 859 ANCHORAGE COLD STORAGE - SHOF       | ODOM CORP/JERRY DUNN DBA ANCI        | \$12,500.00 |
| 1017 KETCHIKAN TOLL CENTER              | ATT-ALASCOM INC ATTN: SAFETY SL      | \$9,038.00  |
| 1095 7-ELEVEN #102                      | TESORO ALASKA PETROLEUM CO           | \$10,800.00 |
| 1101 7-ELEVEN #106                      | TESORO ALASKA PETROLEUM CO           | \$10,800.00 |
| 1105 7-ELEVEN #107                      | TESORO ALASKA PETROLEUM CO           | \$10,800.00 |
| 1108 7-ELEVEN #110                      | TESORO ALASKA PETROLEUM CO           | \$10,800.00 |
| 1114 FISHERS FUEL INC., BULK PLANT      | FISHERS FUEL INC.                    | \$12,500.00 |
| 1116 Tesoro Northstore # 112            | TESORO ALASKA PETROLEUM CO           | \$10,800.00 |
| 1122 SEWARD TESORO                      | TESORO ALASKA PETROLEUM CO           | \$10,800.00 |
| 1125 HOMER SPIT TESORO                  | TESORO ALASKA PETROLEUM CO           | \$10,800.00 |
| 1127 RODGERS TESORO                     | TESORO ALASKA PETROLEUM CO           | \$10,800.00 |
| 1139 TALKEETNA EARTH STATION & M.W.     | ATT-ALASCOM INC ATTN: SAFETY SL      | \$20,664.00 |
| 1170 ALYESKA SEAFOODS                   | ALYESKA SEAFOODS, INC.               | \$12,500.00 |
| 1225 PACIFIC ALASKA FUEL SERVICES       | PACIFIC ALASKA FUEL SERVICES         | \$11,904.00 |
| 1254 LAIDLAW TRANSIT INC                | LAIDLAW TRANSIT INC                  | \$29,913.00 |
| 1284 AWWU POINT WORONZOF WATER TF       | AWWU- Maintenance Supt               | \$24,900.00 |
| 1290 BUTTE PUBLIC SAFETY BUILDING       | MATANUSKA SUSITNA BOROUGH            | \$4,715.00  |
| 1300 SUTTON PUBLIC SAFETY BUILDING      | MATANUSKA SUSITNA BOROUGH            | \$5,626.00  |
| 1304 LAKES PUB. SAFETY BLDG.(BOGARD)    | MATANUSKA SUSITNA BOROUGH            | \$3,243.00  |
| 1310 MERRILL FIELD AIRPORT              | M.O.A. - MERRILL FIELD AIRPORT       | \$6,270.00  |
| 1317 MAT-SU BOROUGH MAINT. FACILITY     | MATANUSKA SUSITNA BOROUGH            | \$4,397.00  |
| 1347 FIRE STATION # 1                   | MOA FMD Municipality of Anchorage Pr | \$17,100.00 |
| 1404 GARRETT'S #1                       | TESORO ALASKA PETROLEUM CO           | \$10,800.00 |
| 1409 NORTHWOOD STATION                  | MOA FMD Municipality of Anchorage Pr | \$19,050.00 |
| 1411 FOURTH & POST MAINTENANCE SHO      | MOA FMD Municipality of Anchorage Pr | \$22,017.00 |
| 1417 MULDOON STATION                    | MOA FMD Municipality of Anchorage Pr | \$23,997.00 |
| 1435 SS & T TESORO                      | SAM E. GIBSON                        | \$12,500.00 |
| 1436 FIRE MAINTENANCE FACILITY          | MOA FMD Municipality of Anchorage Pr | \$7,680.00  |
| 1439 FIRE STATION #11                   | MOA FMD Municipality of Anchorage Pr | \$16,602.00 |
| 1448 OLD TRANSIT MAIN' ENANCE           | MOA FMD Municipality of Anchorage Pr | \$50,517.00 |
| 1473 CAS & GO                           | CEM LEASING, INC. DBA PETROLEUM      | \$12,000.00 |
| 1475 AVIS RENT A CAR                    | ALASKA RENT A CAR, INC.              | \$7,167.00  |
| 1476 ERA AVIATION CENTER Hangar #1 Anc  | ERA HELICOPTERS, INC.                | \$13,500.00 |
| 1480 ERA HELICOPTERS, INC. Merril Field | ERA HELICOPTERS, INC.                | \$36,542.00 |
| 1502 TESORO NORTHSTORE #11              | TESORO ALASKA PETROLEUM CO           | \$10,800.00 |
| 1524 ALASKA WEST EXPRESS                | ALASKA WEST EXPRESS                  | \$2,037.00  |
| 1556 MATANUSKA TELLEPHONE ASSOC. IN     | MATANUSKA TELEPHONE ASSOC. IN        | \$12,000.00 |
| 1674 PEDRO DOME MICROWAVE REPEATE       | ATT-ALASCOM INC ATTN: SAFETY SL      | \$8,897.00  |
| 1738 AVIS                               | ALASKA RENT A CAR, INC.              | \$5,370.00  |
| 1768 TEMSCO PENNINSULA POINT FACILIT    | TEMSCO HELICOPTERS INC.              | \$3,186.00  |
| 1775 TEMSCO HELICOPTERS INC.            | TEMSCO HELICOPTERS INC.              | \$2,640.00  |
| 1812 COTTONWOOD PUBLIC SAFETY BLDG      | MATANUSKA SUSITNA BOROUGH            | \$7,299.00  |
| 1813 WILLOW PUBLIC SAFETY BLDG.         | MATANUSKA SUSITNA BOROUGH            | \$5,436.00  |
| 1815 MSB ANIMAL CONTROL SHELTER         | MATANUSKA SUSITNA BOROUGH            | \$2,310.00  |
| 1890 WORLD WIDE MOVERS                  | WORLDWIDE MOVERS - L. HOUSEW         | \$9,300.00  |
| 1909 HOLIDAY PAYLESS CAR RENTAL         | ALASKA DIAL-A-CAR DBA PAYLESS C      | \$12,500.00 |

|   |                                      |                |
|---|--------------------------------------|----------------|
| 1945 AWWU OPERATIONS & MAINTENANCE                | AWWU- Maintenance Supt               | \$22,500.00    |
| 1980 Tesoro Northstore # 68                       | TESORO ALASKA PETROLEUM CO           | \$10,800.00    |
| 1982 Tesoro Northstore # 54                       | TESORO ALASKA PETROLEUM CO           | \$10,800.00    |
| 1985 Tesoro Northstore # 14                       | TESORO ALASKA PETROLEUM CO           | \$10,800.00    |
| 2106 FIRE STATION II                              | CITY OF KETCHIKAN                    | \$3,060.00     |
| 2142 AMERICAN LINEN                               | I.W.W. - ATTN: BILL WOODLAND         | \$21,094.00    |
| 2209 TRANSIT GARAGE - BUS MAINTENANCE             | FAIRBANKS NORTH STAR BOROUGH         | \$11,850.00    |
| 2288 ALPINA GAS SERVICE (FORMERLY OLD RANDY HAHN) |                                      | \$12,600.00    |
| 2304 MUNICIPAL CEMETERY                           | MOA FMD Municipality of Anchorage Pr | \$8,406.00     |
| 2337 SITKA FIRE DEPARTMENT                        | CITY & BOROUGH OF SITKA              | \$1,740.00     |
| 2348 MAT-SU BOROUGH SCHOOL DISTRICT               | MATANUSKA SUSITNA BOROUGH            | \$7,994.00     |
| 2349 MAT-SU BOROUGH SCHOOL DISTRICT               | MATANUSKA SUSITNA BOROUGH            | \$7,077.00     |
| 2372 MAPCO EXPRESS #5005                          | MAPCO EXPRESS                        | \$10,800.00    |
| 2396 CITY OF SELDOVIA                             | CITY OF SELDOVIA                     | \$12,500.00    |
| 2402 ARCTIC ACRES STORE                           | LYMAN BENSHOOF                       | \$8,079.82     |
| 2404 AEROTWIN HANGAR                              | CAROLE S MYERS c/o TCRS Inc          | \$5,971.00     |
| 2418 LOWER RESERVOIR PUMP STATION                 | CITY OF KODIAK                       | \$3,894.00     |
| 2419 PILLAR CREEK PUMP STATION                    | CITY OF KODIAK                       | \$3,894.00     |
| 2454 ALASKA BUSH CARRIER INC.                     | ALASKA BUSH CARRIER INC.             | \$32,400.00    |
| 2471 CITY MARKET                                  | OMNI ENTERPRISES                     | \$12,500.00    |
| 2478 AIR TEK                                      | AIR TEK                              | \$8,541.00     |
| 2519 HUB GAS                                      | CEM LEASING, INC. DBA PETROLEUM      | \$12,000.00    |
| 2643 NELSON ISLAND AREA SCHOOL                    | LOWER KUSKOKWIM SCHOOL DISTRICT      | \$60,000.00    |
| 2729 ARCTIC SLOPE CONSULTING GROUP                | ARCTIC SLOPE CONSULTING GROUP        | \$12,500.00    |
| 2744 CHITINA FUEL AND GROCERY                     | ROSE MARY IVEY                       | \$12,500.00    |
| 2913 PAYLESS CAR RENTAL DBA ALASKA [              | ALASKA DIAL-A-CAR DBA PAYLESS C      | \$12,500.00    |
| 2914 PAYLESS CAR RENTAL DBA ALASKA [              | ALASKA DIAL-A-CAR DBA PAYLESS C      | \$12,500.00    |
| 2934 K BEACH CHEVRON                              | SAM E. GIBSON                        | \$12,500.00    |
| 2951 DENALI WILDERNESS LODGE                      | LYNN CASTLE, MASTER GUIDE, INC.      | \$12,500.00    |
| 2962 MITKOF SALES & SERVICE                       | MITKOF SALES & SERVICE               | \$12,500.00    |
| count - 130                                       | Total                                | \$1,561,698.82 |

## Cleanup Projects for FY00

### Municipal Facilities:

| Owner                                  | Facility Name                    | Fac. No. | Est. Cost    |
|--|----------------------------------|----------|--------------|
| MATANUSKA TELEPHONE ASSOC. INC         | MATANUSKA TELEPHONE ASSOC. IN    | 1556     | \$ 120,000   |
| CITY OF FAIRBANKS                      | FMUS WASTEWATER UTILITY PLANT    | 379      | \$ 120,000   |
| CITY OF UNALASKA                       | CITY OF UNALASKA                 | 89       | \$ 58,725    |
| FAIRBANKS NORTH STAR BOROUGH F         | WESCOTT POOL                     | 1253     | \$ 32,804    |
| CITY OF CORDOVA                        | CORDOVA SMALL BOAT HARBOR        | 1757     | \$ 36,180    |
| ANCHORAGE MUNICIPAL LIGHT/POWE         | MUNICIPAL LIGHT & POWER          | 73       | \$ 120,000   |
| ANCHORAGE MUNICIPAL LIGHT/POWE         | ANCHORAGE MUNICIPAL LIGHT /POWE  | 1088     | \$ 120,000   |
| CITY OF HAINES                         | CITY OF HAINES                   | 124      | \$ 16,020    |
| CITY OF KENAI                          | CITY OF KENAI-PUBLIC SAFETY BLDG | 526      | \$ 20,837    |
| CITY OF KENAI                          | KENAI MUNICIPAL AIRPORT          | 532      | \$ 27,003    |
| CITY OF PALMER                         | CITY EQUIPMENT YARD              | 652      | \$ 354,945   |
| MOA FMD Municipality of Anchorage Prop | FOURTH & POST MAINTENANCE SHOP   | 1411     | \$ 210,024   |
| AWWU- Maintenance Supt                 | AWWU PUMP STATION #12            | 1292     | \$ 381,000   |
| CITY OF SELDOVIA                       | CITY OF SELDOVIA                 | 2396     | \$ 120,000   |
| AWWU- Maintenance Supt                 | AWWU PUMP STATION #2             | 1288     | \$ 93,420    |
| ANCHORAGE TELEPHONE UTILITY            | PLANT SERVICE COMPLEX            | 1355     | \$ 227,391   |
| ANCHORAGE MUNICIPAL LIGHT/POWE         | MUNICIPALITY OF ANCHORAGE        | 1420     | \$ 120,000   |
| CITY & BOROUGH OF JUNEAU               | JUNEAU AIRPORT                   | 2157     | \$ 120,000   |
| MOA FMD Municipality of Anchorage Prop | KLATT MAINTENANCE STATION        | 1415     | \$ 121,368   |
| MATANUSKA TELEPHONE ASSOC. INC         | MATANUSKA TELEPHONE ASSOC. INC   | 535      | \$ 120,000   |
| CITY & BOROUGH OF JUNEAU               | JUNEAU PARKS AND RECREATION      | 2158     | \$ 37,165    |
| CITY & BOROUGH OF SITKA                | CITY GARAGE                      | 525      | \$ 7,432     |
| CITY & BOROUGH OF JUNEAU               | EAGLECREST SKI AREA              | 1891     | \$ 8,059     |
| CITY & BOROUGH OF JUNEAU               | PUBLIC WORKS UTILITY DIVISION    | 1177     | \$ 5,850     |
| CITY OF KODIAK                         | LOWER RESERVOIR PUMP STATION     | 2418     | \$ 15,471    |
| CITY OF KODIAK                         | PILLAR CREEK PUMP STATION        | 2419     | \$ 44,751    |
| CITY OF FAIRBANKS                      | FAIRBANKS FIRE STATION #4        | 347      | \$ 120,000   |
| CITY OF KODIAK                         | KODIAK FIRE DEPARTMENT           | 528      | \$ 70,254    |
| CITY OF KODIAK                         | KODIAK POLICE DEPARTMENT         | 524      | \$ 15,471    |
| CITY OF FAIRBANKS-B KLEVEN             | FAIRBANKS PUBLIC SAFETY BUILDING | 354      | \$ 16,389    |
| CITY OF FAIRBANKS                      | FMUS WATER PUMP STATION #7, 07U  | 2032     | \$ 120,000   |
| CITY OF FAIRBANKS                      | FMUS Pump Station #10            | 2035     | \$ 120,000   |
| CITY OF FAIRBANKS                      | FAIRBANKS MUNICIPAL UTILITIES SY | 373      | \$ 120,000   |
| Count:                                 | 33                               |          | \$ 3,240,562 |

### SELF INSURED BUSINESSES:

| Owner                            | Facility Name                     | Fac. No. | Est. Cost  |
|----------------------------------|-----------------------------------|----------|------------|
| ALAMO RENT-A-CAR, INC.           | ALAMO RENT-A-CAR, INC.            | 1893     | \$ 120,000 |
| ALASKA AEROFUEL INC.             | ALASKA AEROFUEL INC.              | 1529     | \$ 38,286  |
| ALASKA HELICOPTERS INC.          | ERA AVIATION CENTER Hangar #3 Anc | 1345     | \$ 21,630  |
| ALASKA WEST EXPRESS              | ALASKA WEST EXPRESS               | 1524     | \$ 4,267   |
| ALYESKA SEAFOODS, INC.           | ALYESKA SEAFOODS                  | 1170     | \$ 120,000 |
| ANCHORAGE CHRYSLER CENTER INC.   | ANCHORAGE CHRYSLER CENTER INC     | 161      | \$ 120,000 |
| ANDERSON TRUCKING SERVICE        | ANDERSON TRUCKING SERVICE         | 2008     | \$ 38,652  |
| ARCTIC SLOPE CONSULTING GROUP    | ARCTIC SLOPE CONSULTING GROUP,    | 2729     | \$ 49,006  |
| ATT-ALASCOM INC ATTN: SAFETY SUP | TALKEETNA EARTH STATION & M.W.    | 1139     | \$ 18,046  |

| Owner                            | Facility Name                     | Fac. No. | Est. Cost  |
|----------------------------------|-----------------------------------|----------|------------|
| ATT-ALASCOM INC ATTN: SAFETY SUP | GLENNALLEN REPEATER               | 333      | \$ 17,005  |
| ATT-ALASCOM INC ATTN: SAFETY SUP | PEDRO DOME MICROWAVE REPEATER     | 1674     | \$ 14,587  |
| ATT-ALASCOM INC ATTN: SAFETY SUP | TOK JUNCTION MICROWAVE REPEATER   | 209      | \$ 16,452  |
| AUTO SERVICE COMPANY, INC.       | AUTO SERVICE CO., INC.            | 766      | \$ 120,000 |
| Chevron                          | CHEVRON STATION #92555            | 1787     | \$ 167,044 |
| Chevron                          | CHEVRON #96378                    | 1764     | \$ 64,884  |
| Chevron                          | CHEVRON USA #98557                | 53       | \$ 213,982 |
| Chevron                          | CHEVRON #97764                    | 64       | \$ 99,499  |
| Chevron                          | CHEVRON SERVICE STATION #9-2114   | 2954     | \$ 19,977  |
| Chevron                          | CHEVRON USA #95799                | 1778     | \$ 92,345  |
| Chevron                          | CHEVRON USA #98111                | 59       | \$ 17,896  |
| Chevron                          | CHEVRON USA #96097                | 1769     | \$ 119,317 |
| Chevron                          | CHEVRON USA #90430                | 12       | \$ 43,041  |
| Chevron                          | CHEVRON USA #94115                | 1784     | \$ 95,143  |
| Chevron                          | CHEVRON #91518                    | 2837     | \$ 63,427  |
| Chevron                          | CHEVRON USA #99171                | 42       | \$ 71,138  |
| Chevron                          | CHEVRON SERVICE STATION #9-1893   | 2953     | \$ 11,953  |
| CHEVRON USA PRODUCTS - BOB GON   | CHEVRON #97324                    | 24       | \$ 381,654 |
| ERA HELICOPTERS, INC.            | ERA HELICOPTERS Fairbanks Airport | 223      | \$ 420,715 |
| ERA HELICOPTERS, INC.            | ERA HELICOPTERS Juneau            | 477      | \$ 438,879 |
| HOMER ELECTRIC ASSOC., INC.      | HOMER ELECTRIC ASSOCIATION        | 1261     | \$ 48,187  |
| KENAI AIR ALASKA, INC.           | KENAI AIR ALASKA, INC.            | 985      | \$ 120,000 |
| KING CRAB, INC.                  | KING CRAB, INC.                   | 632      | \$ 120,000 |
| LAIDLAW TRANSIT INC              | LAIDLAW TRANSIT INC               | 1254     | \$ 195,444 |
| LAIDLAW TRANSIT INC              | TMS EAGLE RIVER TERMINAL          | 93       | \$ 135,253 |
| LYNDEN TRANSPORT INC.            | LYNDEN TRANSPORT INC.             | 216      | \$ 31,038  |
| MAPCO EXPRESS                    | MAPCO EXPRESS - 5008              | 50       | \$ 354,417 |
| MAPCO EXPRESS                    | MAPCO EXPRESS - 5018              | 966      | \$ 158,206 |
| MAPCO EXPRESS                    | MAPCO EXPRESS #5017               | 1333     | \$ 211,582 |
| MAPCO EXPRESS                    | MAPCO EXPRESS #5022               | 2546     | \$ 356,262 |
| MAPCO EXPRESS                    | MAPCO EXPRESS #5007               | 1510     | \$ 297,146 |
| MAPCO EXPRESS                    | MAPCO EXPRESS #5003               | 14       | \$ 263,739 |
| MILCO INC.                       | FRONTIER SERVICE TEXACO           | 2483     | \$ 12,000  |
| PETRO STAR FUEL, INC.            | SOURDOUGH FUEL - DELTA JUNCTION   | 1926     | \$ 120,000 |
| PROVIDENCE HOSPITAL              | PROVIDENCE HOSPITAL               | 1947     | \$ 157,676 |
| RAIN PROOF ROOFING COMPANY, INC  | RAIN PROOF ROOFING COMPANY, INC   | 286      | \$ 18,233  |
| SIGNATURE FLT. SUPPORT - AFSC, I | ANCHORAGE FUELING & SERVICE -PL   | 1270     | \$ 443,139 |
| TEMSCO HELICOPTERS INC.          | TEMSCO HELICOPTERS INC.           | 270      | \$ 6,904   |
| TEMSCO HELICOPTERS INC.          | TEMSCO HELICOPTERS INC.           | 1775     | \$ 10,312  |
| TESORO ALASKA PETROLEUM CO       | Tesoro Northstore # 111           | 1112     | \$ 545,250 |
| TESORO ALASKA PETROLEUM CO       | 7-ELEVEN #104                     | 1098     | \$ 134,100 |
| TESORO ALASKA PETROLEUM CO       | NORTH ROAD KENAI TESORO           | 1138     | \$ 68,400  |
| TESORO ALASKA PETROLEUM CO       | PETRO #1                          | 1418     | \$ 53,530  |
| TESORO ALASKA PETROLEUM CO       | Tesoro Northstore # 59            | 784      | \$ 12,419  |
| TESORO ALASKA PETROLEUM CO       | EAGLE RIVER PARTS, INC            | 798      | \$ 61,159  |
| TESORO ALASKA PETROLEUM CO       | Tesoro North store #101           | 84       | \$ 99,697  |
| TESORO ALASKA PETROLEUM CO       | Tesoro Northstore # 15            | 1984     | \$ 7,095   |
| TESORO ALASKA PETROLEUM CO       | Tesoro Northstore # 65            | 1981     | \$ 37,800  |
| TESORO NORTHSTORE                | Tesoro Northstore # 201           | 350      | \$ 120,000 |
| TESORO NORTHSTORE                | Tesoro Northstore # 61            | 794      | \$ 189,000 |
| TESORO NORTHSTORE                | Tesoro Northstore # 12            | 834      | \$ 120,000 |

| Owner                            | Facility Name           | Fac. No. | Est. Cost     |
|----------------------------------|-------------------------|----------|---------------|
| TESORO NORTHSTORE                | Tesoro Northstore # 52  | 648      | \$ 120,000    |
| TESORO NORTHSTORE                | Tesoro Northstore # 3   | 588      | \$ 40,500     |
| TESORO NORTHSTORE                | RODGERS TESORO          | 1127     | \$ 120,000    |
| TESORO NORTHSTORE                | 7-ELEVEN #107           | 1105     | \$ 120,000    |
| TESORO NORTHSTORE                | Tesoro Northstore # 202 | 355      | \$ 345,000    |
| TESORO NORTHSTORE                | 7-ELEVEN #2             | 581      | \$ 180,000    |
| TESORO NORTHSTORE                | Tesoro Northstore # 14  | 1985     | \$ 120,000    |
| TESORO NORTHSTORE                | Tesoro Northstore # 53  | 651      | \$ 395,000    |
| TESORO NORTHSTORE                | Tesoro Northstore # 203 | 357      | \$ 253,000    |
| TESORO NORTHSTORE                | Tesoro Northstore # 114 | 60       | \$ 120,000    |
| TEXACO REFINING & MARKETING INC. | TEXACO SERVICE STATION  | 912      | \$ 975,000    |
| TEXACO REFINING & MARKETING INC. | TEXACO #75              | 878      | \$ 186,197    |
| UNOCAL Asset Management Group    | UNOCAL #5057            | 23       | \$ 57,870     |
| UNOCAL Asset Management Group    | UNOCAL #4581            | 6        | \$ 117,900    |
| UNOCAL Asset Management Group    | UNOCAL #4652            | 11       | \$ 116,235    |
| UNOCAL Asset Management Group    | MAPCO EXPRESS #5003     | 14       | \$ 77,220     |
| USIBELLI COAL MINE INC.          | USIBELLI COAL MINE INC. | 264      | \$ 301,958    |
| USIBELLI COAL MINE INC.          | USIBELLI COAL MINE INC. | 267      | \$ 975,000    |
| WORLDWIDE MOVERS                 | WORLD WIDE MOVERS       | 1890     | \$ 408,000    |
| Count: 79                        |                         |          | \$ 12,555,693 |

### BUSINESSES NOT SELF-INSURED

| Owner                             | Facility Name                    | Fac. No. | Est. Cost  |
|-----------------------------------|----------------------------------|----------|------------|
| LES ANDERSON                      | PENINSULA FORD, INC              | 2613     | \$ 23,830  |
| ADA STEPHENS / RICK STEVENS       | PETERS CREEK CHEVRON             | 2587     | \$ 15,577  |
| ALASKA CLEANERS, INC.             | ALASKA CLEANERS                  | 821      | \$ 19,863  |
| ALASKA FARMERS COOPERATIVE, INC.  | ALASKA FARMERS COOPERATIVE, INC. | 1076     | \$ 48,600  |
| ALASKA MECHANICAL INC.            | ALASKA MECHANICAL INC            | 186      | \$ 34,186  |
| ALASKA SALES & SERVICE INC. ATTN: | ALASKA SALES & SERVICE INC       | 1952     | \$ 65,431  |
| ALASKA SALES & SERVICE INC. ATTN: | NATIONAL CAR RENTAL              | 1255     | \$ 12,068  |
| ALASKA SALES & SERVICE INC. ATTN: | TRUCK CENTER                     | 1959     | \$ 7,233   |
| AMP WAREHOUSE AGENCY              | AMP WAREHOUSE AGENCY             | 2798     | \$ 14,897  |
| ANCHORAGE BAPTIST TEMPLE          | ANCHORAGE BAPTIST TEMPLE         | 1145     | \$ 16,089  |
| ANCHORAGE BAPTIST TEMPLE          | ANCHORAGE BAPTIST TEMPLE         | 1144     | \$ 18,000  |
| ARCTIC CIRCLE AIR (FORMERLY SEAG) | SEAGULL AIR SERVICE INC.         | 515      | \$ 120,000 |
| ARMSTRONG AIR SERVICE INC.        | ARMSTRONG AIR SERVICE INC.       | 336      | \$ 104,650 |
| BERT SHAW                         | BERT SHAW                        | 2176     | \$ 22,500  |
| BJS SERVICES INC.                 | BJ'S SERVICES INC.               | 2463     | \$ 120,000 |
| CARL & DARLENE HOOVER             | Corner Station                   | 1039     | \$ 34,650  |
| CEM LEASING, INC. DBA PETROLEUM   | UNION PRODUCTS -AIRPORT STORAG   | 201      | \$ 12,699  |
| CENTRAL PLUMBING AND HEATING      | CENTRAL PLUMBING AND HEATING     | 2290     | \$ 120,000 |
| CHARLES HIGGINS                   | PRINCESS TOURS BUS MAINT. GARAG  | 2127     | \$ 39,016  |
| CHET & KAREN ELDRIDGE             | Delta Texaco                     | 125      | \$ 120,000 |
| CLEAR SKY LODGE                   | CLEAR SKY LODGE                  | 2361     | \$ 120,000 |
| COLLINS/BOYER ESTATE              | OLD SUPER SUDS CARWASH           | 2948     | \$ 120,000 |
| CONTINENTAL MOTOR CO. INC.        | CONTINENTAL MOTORS               | 647      | \$ 18,938  |
| CONTINENTAL MOTOR CO. INC.        | CONTINENTAL MOTORS               | 2201     | \$ 10,761  |
| COPPER BASIN DISTRIBUTOR, INC     | TAZLINA RIVER TRADING POST       | 1949     | \$ 11,430  |
| CORINNE Y. FOSTER                 | CACHE CREEK CHEVRON              | 328      | \$ 120,000 |
| D&A SUPERMARKETS, INC.            | D&A SUPERMARKETS, INC.           | 2408     | \$ 160,101 |
| DAN PEARSON                       | YUKON TRADING POST               | 1119     | \$ 120,000 |

| Owner                               | Facility Name                    | Fac. No. | Est. Cost  |
|-------------------------------------|----------------------------------|----------|------------|
| DAWN WATER COMPANY                  | PETERS CREEK TEXACO              | 25       | \$ 120,000 |
| DENALI FUEL COMPANY                 | FUZZYS                           | 542      | \$ 42,008  |
| DENNIS ILLIES                       | VALLEY COUNTRY STORE I           | 1988     | \$ 120,000 |
| DENNIS WISE                         | FIVE STAR AUTO                   | 2720     | \$ 360,000 |
| DENNIS WISE                         | CORNERSTONE GAS                  | 66       | \$ 460,000 |
| DENTECH-ATTN CHRIS HAMRE            | RENT-A-WRECK                     | 2004     | \$ 4,981   |
| EERO VOLKSWAGON OF ANCHORAGE        | EERO VOLKSWAGEN OF ANCHORAGE     | 2503     | \$ 15,120  |
| EICHNER & EICHNER                   | BARBER & EICHNER                 | 2645     | \$ 12,700  |
| EMPIRE AIRLINES, INC                | EMPIRE AIRLINES HANGAR           | 2615     | \$ 11,758  |
| ERWIN ENTERPRISES C/O KEY BOOK      | PAUL'S CHEVRON                   | 928      | \$ 31,295  |
| EVERTS AIR FUEL                     | EVERTS AIR FUEL                  | 425      | \$ 180,000 |
| FIRE LAKE FLYING CLUB INC.          | FIRE LAKE FLYING CLUB            | 203      | \$ 181,800 |
| FRED HAMMON, STEPHEN HALL           | WILDWOOD CHEVRON                 | 514      | \$ 39,240  |
| FREDERICK J. BAILEY                 | BAILEYS RENTAL                   | 2703     | \$ 20,012  |
| FRONTIER FLYING SERVICE             | FRONTIER FLYING SERVICE          | 130      | \$ 29,170  |
| GARY D. BRADFORD                    | PENINSULA AUTOMOTIVE             | 2649     | \$ 120,000 |
| GERIK INC DBA RIDE N SHINE          | RIDE N SHINE                     | 2186     | \$ 57,603  |
| GO INVEST. DAB B&B TOOL SUPPLY      | B & B TOOL SUPPLY                | 1914     | \$ 37,992  |
| GREEN ALASKA COMPANY                | GREEN ALASKA CO.                 | 387      | \$ 178,830 |
| HARRY H. ROSENCRANS                 | KNIK TEXACO                      | 2540     | \$ 21,150  |
| HERMON BROTHERS CONSTRUCTION        | HERMON BROTHERS CONSTRUCTION     | 787      | \$ 22,725  |
| HORRELL INVESTMENT INC              | GLENNALLEN CHEVRON               | 2292     | \$ 113,070 |
| HUGH N. GRANT                       | GAS-N-GO                         | 2269     | \$ 46,054  |
| IRENE PEARSON                       | LARRY'S CRESCENT SERVICE         | 750      | \$ 13,410  |
| ISAIAH E. LEWIS                     | GRATE LAND AUTO                  | 2560     | \$ 120,000 |
| J. D. & S. RENTAL CENTER - JACK MAN | MANN'S SERVICE CENTER, INC.      | 639      | \$ 42,641  |
| JEAN KNOWLTON                       | CHUGIAK TEXACO                   | 723      | \$ 39,279  |
| JEFF PETROVICH, PETRO PRODUCTS      | PETRO PRODUCTS CO. INC. - OFFICE | 129      | \$ 120,000 |
| JH&M INVESTMENTS                    | ANCHORAGE NISSAN JEEPI/EAGLE     | 2470     | \$ 26,573  |
| JOE & MARY BLACKARD                 | JOE & MARY BLACKARD              | 1066     | \$ 130,126 |
| JOE & MARY BLACKARD                 | MAT SU INC.                      | 570      | \$ 130,264 |
| JOE & MARY BLACKARD                 | BUS BARN - TRANSPORTATION MARKI  | 1070     | \$ 76,791  |
| JOEL J. CARROLL                     | SUNNY CHEVRON SERVICE            | 413      | \$ 120,000 |
| JOHN E. HAXBY                       | EARL CHEVRON R.V. CENTER         | 1922     | \$ 20,072  |
| JULIUS & JUERGEN WUERTH             | EUROPEAN MOTORS                  | 2565     | \$ 37,265  |
| JULIUS & JUERGEN WUERTH             | PACIFIC MITSUBISHI               | 2566     | \$ 37,265  |
| JUNEAU READY MIX INC.               | JUNEAU READY MIX INC.            | 317      | \$ 2,730   |
| KENAI AIRPORT FUEL SERVICE, INC     | KENAI AIRPORT FUEL SERVICE, INC  | 2187     | \$ 40,241  |
| KETCHIKAN AIR SERVICE INC.          | Ketchikan Air Service            | 1335     | \$ 14,885  |
| KINGSTON PETERS                     | TUDOR CAR WASH                   | 2451     | \$ 120,000 |
| LOOP SERVICES, INC.                 | NOBLE STREET TEXACO (RUSELLS TE  | 962      | \$ 24,427  |
| LYNN CASTLE, MASTER GUIDE, INC.     | DENALI WILDERNESS LODGE          | 2951     | \$ 120,000 |
| MARITIME HELICOPTERS, INC.          | MARITIME HELICOPTERS, INC.       | 864      | \$ 14,652  |
| MARK R. & DOLORES A. WILSON         | HAMILTONS PLACE                  | 2561     | \$ 120,000 |
| MIKE'S UNIVERSITY CHEVRON SERVICE   | MIKE'S UNIVERSITY SERVICE INC.   | 956      | \$ 120,000 |
| MINDORO PARTNERS                    | TAB ELECTRIC, INC.               | 2541     | \$ 120,000 |
| MOUNTAIN CORPORATION                | K & J AUTO                       | 2616     | \$ 49,254  |
| MPH TRUST, C/O HOGE & LEKISCH       | LOOMIS ARMORED INC.              | 394      | \$ 10,082  |
| NINILCHIK NATIVE ASSOCIATION        | CLAM GULCH CHEVRON               | 1592     | \$ 11,610  |
| ODOM CORP/JERRY DUNN DBA ANCH       | ANCHORAGE COLD STORAGE - BUTLE   | 853      | \$ 120,000 |
| OK Y. KIM - OCEANVIEW TEXACO        | OK Y. KIM - OCEANVIEW TEXACO     | 752      | \$ 120,000 |

| Owner                                      | Facility Name                    | Fac. No. | Est. Cost    |
|--|----------------------------------|----------|--------------|
| PATRICK C. WEAVER                          | CURRYS CORNER                    | 210      | \$ 120,000   |
| RANDY HAHN                                 | ALPINA GAS SERVICE (FORMERLY OL  | 2288     | \$ 276,840   |
| RICHARD LIGHTNER                           | BADGER CHEVRON                   | 1611     | \$ 120,000   |
| ROBERT BRATTRUD                            | FORMER ENSTAR LOT                | 2800     | \$ 7,894     |
| ROBERT GOETHALS                            | ROBAIR REPAIR                    | 72       | \$ 4,500     |
| ROBINSON'S                                 | ROBINSON'S                       | 583      | \$ 120,000   |
| ROGER & JUDY BUTLER                        | GLENNALLEN CHEVRON               | 2423     | \$ 21,488    |
| ROGER STARR                                | LIGHTHOUSE CHEVRON               | 1650     | \$ 43,766    |
| RON & ED HULL                              | H & H TESORO                     | 2701     | \$ 198,171   |
| SEEKINS FORD-LINCOLN-MERCURY, IN           | SEEKINS FORD LINCOLN MERCURY IN  | 2459     | \$ 136,683   |
| SEND INTERNATIONAL OF ALASKA               | GULKANA AIRPORT                  | 1931     | \$ 10,800    |
| SISTERS CONSTRUCTION COMPANY               | SISTERS CONSTRUCTION COMPANY     | 2644     | \$ 49,472    |
| SOUTHCENTRAL AIR, INC.                     | SOUTHCENTRAL AIR, INC.           | 431      | \$ 63,000    |
| STANLEY BROWN C/O PAXSON LODGE             | PAXSON INN & LODGE               | 1938     | \$ 24,975    |
| STELLING ENTERPRISES                       | STELLING ENTERPRISES             | 2203     | \$ 120,000   |
| STEPHEN E. WARREN                          | C. & W. REPAIR                   | 363      | \$ 120,000   |
| TCT COMMUNICATIONS, INC.                   | KENI RADIO STATION               | 2271     | \$ 45,077    |
| TEMSCO HELICOPTERS INC.                    | TEMSCO PENNINSULA POINT FACILITY | 1768     | \$ 19,229    |
| THE HANGAR GROUP INC.                      | NORTHSHORE AVIATION - SITE #1    | 5        | \$ 180,000   |
| TRANS-PACIFIC RESOURCES, INC C/O           | ARCTIC ANNEX BUILDING            | 2051     | \$ 113,371   |
| UNITED LUMBER COMPANY, INC.                | UNITED BUILDING SUPPLY           | 1030     | \$ 64,215    |
| WALDEC ENTERPRISES, INC.                   | EAST ANCHORAGE AUTOMOTIVE (EAS   | 320      | \$ 120,000   |
| WENDELL J. NEFF, JR.                       | HEALY ROADHOUSE                  | 404      | \$ 67,910    |
| WHITTIER PROPERTIES, INC.                  | ZIPMART -WHITTIER PROPERTIES     | 2924     | \$ 126,000   |
| WILLIAM E. DAM                             | SHORT'S TEXACO                   | 18       | \$ 120,000   |
| William G. Knight Estate c/o Heller, Ehrma | BURTON CARVER BUS BARN           | 1121     | \$ 139,212   |
| WILLIAM MARLEY                             | THE ROOST                        | 359      | \$ 15,143    |
| WILLIAM T. HEISLER CORP.                   | SAND LAKE SERVICE                | 189      | \$ 225,000   |
| YUKON EQUIPMENT, INC.                      | YUKON EQUIPMENT, INC.            | 2752     | \$ 20,519    |
| Count:                                     | 108                              |          | \$ 8,490,859 |

TOTAL FACILITIES:

220

Amount: \$ 24,287,114

# FISCAL NOTE

**STATE OF ALASKA  
1999 LEGISLATIVE SESSION**

**BILL NO. CSSB 128 (FIN) AM**

|   |  |                      |                                      |
|---|--|----------------------|--------------------------------------|
| Revision Date/Time (Note if correction) |  | Dept. Affected       | Law                                  |
| Title                                   | <u>"An Act .... relating to the storage tank assistance fund, to financial assistance for owners and operators of ..."</u> | BRU                  | Civil Division                       |
| Sponsor                                 | <u>Senate Finance Committee</u>  | Component            | <u>Commercial; Environmental Law</u> |
| Requester                               | <u>House Resources Committee</u>   | Component Serial No. | <u>2211; 2092</u>                    |

**Expenditures/Revenues** (Thousands of Dollars)

Note: Amounts do not include inflation unless otherwise noted below.

| OPERATING EXPENDITURES | FY 2000      | FY 2001     | FY 2002     | FY 2003     | FY 2004     | FY 2005     |
|------------------------|--------------|-------------|-------------|-------------|-------------|-------------|
| Personal Services      | 84.2         | 56.2        | 56.2        | 56.2        | 56.2        | 56.2        |
| Travel                 | 0.3          | 0.2         | 0.2         | 0.2         | 0.2         | 0.2         |
| Contractual            | 14.6         | 9.8         | 9.8         | 9.8         | 9.8         | 9.8         |
| Supplies               | 1.3          | 0.9         | 0.9         | 0.9         | 0.9         | 0.9         |
| Equipment              | 6.5          |             |             |             |             |             |
| Land & Structures      |              |             |             |             |             |             |
| Grants & Claims        |              |             |             |             |             |             |
| Miscellaneous          |              |             |             |             |             |             |
| <b>TOTAL OPERATING</b> | <b>106.9</b> | <b>67.0</b> | <b>67.0</b> | <b>67.0</b> | <b>67.0</b> | <b>67.0</b> |

|                             |  |  |  |  |  |  |
|-----------------------------|--|--|--|--|--|--|
| <b>CAPITAL EXPENDITURES</b> |  |  |  |  |  |  |
|-----------------------------|--|--|--|--|--|--|

|                               |  |  |  |  |  |  |
|-------------------------------|--|--|--|--|--|--|
| <b>CHANGE IN REVENUES ( )</b> |  |  |  |  |  |  |
|-------------------------------|--|--|--|--|--|--|

**FUND SOURCE** (Thousands of Dollars)

|                          |              |             |             |             |             |             |
|--------------------------|--------------|-------------|-------------|-------------|-------------|-------------|
| 1002 Federal Receipts    |              |             |             |             |             |             |
| 1003 GF Match            |              |             |             |             |             |             |
| 1004 GF                  |              |             |             |             |             |             |
| 1005 GF/Program Receipts |              |             |             |             |             |             |
| 1037 GF/Mental Health    |              |             |             |             |             |             |
| 1079 Storg Tank          | 106.9        | 67.0        | 67.0        | 67.0        | 67.0        | 67.0        |
| <b>TOTAL</b>             | <b>106.9</b> | <b>67.0</b> | <b>67.0</b> | <b>67.0</b> | <b>67.0</b> | <b>67.0</b> |

Estimate of any current year (FY99) cost:

**POSITIONS**

|           |   |   |   |   |   |   |
|-----------|---|---|---|---|---|---|
| Full-time |   |   |   |   |   |   |
| Part-time | 1 | 1 | 1 | 1 | 1 | 1 |
| Temporary |   |   |   |   |   |   |

**ANALYSIS:** (Attach a separate page if necessary)

CSSB 128 (FIN) AM changes the storage tank assistance fund from a predominately grant program to a predominately loan program with limited grants available only to small businesses. This change would take effect July 1, 1999.

The changes to the storage tank assistance grant and loan program would create both initial startup costs and ongoing costs for the Department of Law. During the first year under the new provisions, Department of Law expenses would involve development of regulations and forms dealing with loan and grant program eligibility and administration. We would expect that some entities that would have qualified for a grant under the old program will not be able to qualify for either a grant or a loan under the new program, and that other entities will not qualify for the full amounts for which they could have qualified under the old program. These entities may find it difficult or impossible to bring their facilities into compliance; therefore, an increase in the demand for environmental enforcement actions and compliance

Prepared by Joan M. Kasson *Joan M. Kasson*  
 Division Attorney General's Office  
 Approved by Commissioner *Kadfor* Bruce M. Botelho, Attorney General  
 Agency Department of Law

Phone 465-5370  
 Date/Time 5/6/99, 10:39 AM  
 Date 5/6/99

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**ANALYSIS CONTINUATION**

agreements is expected. We would also expect a high default rate among loan recipients resulting in a continuing need for collection efforts. Collection efforts will be complicated by liability issues because the loan collateral may still be contaminated at the time of loan default.

The new workload generated by this bill would be split between the Civil Division's Commercial and Environmental Law sections, with Commercial handling loan issues and Environmental Law the environmental compliance issues. In the first year, three-quarters of an attorney position would be required, with the work equally divided between the sections. In the second, and subsequent years, once regulations development and other initial start-up work is complete, a half-time position is expected to be sufficient, with the workload continuing to be split equally between the sections.

Fiscal note costs are based on the department's FY00 standard full-time equivalent attorney cost schedule (\$133,926), and include clerical support, communications, space, supplies, data processing, and other normal overhead expenses. An additional \$6,500 for one-time equipment purchases, costs that cannot be included in the rate as overhead, are added in FY00 only, and as a practical matter, placed in Commercial with the new part time position. These costs would be split between the separate components as follows:

|                   | FY00          | FY01-FY05     | PPT |
|-------------------|---------------|---------------|-----|
| Commercial        | \$56.7        | \$33.5        | 1   |
| Environmental Law | <u>\$50.2</u> | <u>\$33.5</u> |     |
|                   | \$106.9       | \$67.0        |     |

# FISCAL NOTE

STATE OF ALASKA  
1999 LEGISLATIVE SESSION

BILL NO. CSSB 128 (FIN) am

|  |  |
|--|--|
| Revision Date/Time (Note if correction) <u>5/6/99 12:41 PM</u> | Dept. Affected <u>Environmental Conservation</u> |
| Title <u>An Act relating to the storage tank assistance</u>    | BRU <u>Spill Prevention and Response</u>         |
| fund, replacing cleanup grant program with loan program        | Component <u>Storage Tank Program</u>            |
| Sponsor <u>Senate Finance</u>                                  |  |
| Requester <u>House Resources</u>                               | Component Serial No. <u>2063</u>                 |

**Expenditures/Revenues** (Thousands of Dollars)

Note: Amounts do not include inflation unless otherwise noted below.

| OPERATING EXPENDITURES | FY 2000        | FY 2001      | FY 2002      | FY 2003      | FY 2004      | FY 2005      |
|------------------------|----------------|--------------|--------------|--------------|--------------|--------------|
| Personal Services      | 807.5          | 807.5        | 807.5        | 807.5        | 807.5        | 807.5        |
| Travel                 |                |              |              |              |              |              |
| Contractual            | 200.0          | 130.0        | 145.0        | 160.0        | 175.0        | 190.0        |
| Supplies               |                |              |              |              |              |              |
| Equipment              |                |              |              |              |              |              |
| Land & Structures      |                |              |              |              |              |              |
| Grants & Claims        |                |              |              |              |              |              |
| Miscellaneous          |                |              |              |              |              |              |
| <b>TOTAL OPERATING</b> | <b>1,007.5</b> | <b>937.5</b> | <b>952.5</b> | <b>967.5</b> | <b>982.5</b> | <b>997.5</b> |

|                      |  |  |  |  |  |  |
|----------------------|--|--|--|--|--|--|
| CAPITAL EXPENDITURES |  |  |  |  |  |  |
|----------------------|--|--|--|--|--|--|

|                        |  |  |  |  |  |  |
|------------------------|--|--|--|--|--|--|
| CHANGE IN REVENUES ( ) |  |  |  |  |  |  |
|------------------------|--|--|--|--|--|--|

**FUND SOURCE** (Thousands of Dollars)

|                        |                |              |              |              |              |              |
|------------------------|----------------|--------------|--------------|--------------|--------------|--------------|
| 1002 Federal Receipts  |                |              |              |              |              |              |
| 1003 GF Match          |                |              |              |              |              |              |
| 1007 I/A Receipts      |                |              |              |              |              |              |
| 1052 Response Funds    | 227.2          | 227.2        | 227.2        | 227.2        | 227.2        | 227.2        |
| 1061 CIP Receipts      | 580.3          | 580.3        | 580.3        | 580.3        | 580.3        | 580.3        |
| 1079 Storage Tank Fund | 200.0          | 130.0        | 145.0        | 160.0        | 175.0        | 190.0        |
| <b>TOTAL</b>           | <b>1,007.5</b> | <b>937.5</b> | <b>952.5</b> | <b>967.5</b> | <b>982.5</b> | <b>997.5</b> |

Estimate of any current year (FY99) cost: 0.0

**POSITIONS**

|           |    |    |    |    |    |    |
|-----------|----|----|----|----|----|----|
| Full-time | 15 | 15 | 15 | 15 | 15 | 15 |
| Part-time |    |    |    |    |    |    |
| Temporary |    |    |    |    |    |    |

**ANALYSIS:** (Attach a separate page if necessary)

See attached back up materials.

During the Senate floor debate, the fund transfer from the "470" fund to the Storage Tank Assistance Fund was deleted. This fiscal note is based on the assumption that the House version of the Conference Committee Action Report for HB 50 and HB 51 Front Section Appropriation for Item 6 will be adopted. It also assumes continuation level funding for the Storage Tank Program. DEC requests no increased costs over continuation level for SB 128 implementation. Additional funds are requested, however, for the Division of Investments to administer the new loan program and to pay for additional legal costs.

|  |                                  |
|--|----------------------------------|
| Prepared by <u>Larry Dietrick, Director</u>            | Phone <u>465-5255</u>            |
| Division <u>Spill Prevention and Response</u>          | Date/Time <u>5/6/99 12:41 PM</u> |
| Approved by <u>Commissioner Michele Brown</u>          | Date <u>5-6-99</u>               |
| Agency <u>Department of Environmental Conservation</u> |                                  |

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**Part One:**

- Restore Reductions to continuation level for the Storage Tank Program to Manage Grants and Loans for Upgrades, Closures, and Cleanups

Current actions taken by the Senate reduce the state funding and staffing in the Storage Tank program by over 50%. SB128 changes the current program for clean up, upgrade and closure of storage tanks. Administration of this program is based on continuation staffing levels. SB 128 also continues the need for services provided by the Board of Storage Tank Assistance and its executive director. This fiscal note is consistent with the House version Conference Committee Action Report for HB 50 and HB 51 for Item 16 and restores reductions to continuation level for the Storage Tank Program.

|                   |       |       |
|-------------------|-------|-------|
| Personal Services | 807.5 |       |
| Travel            | 0.0   |       |
| Contractual       | 0.0   |       |
| Supplies          | 0.0   |       |
| Equipment         | 0.0   | 807.5 |
|                   |       |       |
| CIP Receipts      | 580.3 |       |
| Oil Haz Fund      | 227.2 | 807.5 |
|                   |       |       |
| Positions         | 15    |       |

**Part Two:**

- Increased Costs for Managing a Loan Program

Addition of a loan program creates new costs for processing loans. The services include costs for loan examination, award, collection of repayments, and delinquent payments. The department will enter into a contract with Department of Commerce, Division of Investments to process the loans. First year costs for these services will be higher as loans are originated for tank upgrade, closures and clean ups. Loan costs originated in the second year only include cleanup projects since upgrade and closure projects would be complete. During the second and subsequent years it will be necessary to service all prior loans and originate 30 new cleanup loans. Loans are projected in the out years at 30 loans per year for a total of two million per year. These assumptions would be affected by the term of the loan. DEC would still approve the work plans, review eligible costs, oversee the projects for upgrade, closure and clean up work, and issue No Further Action letters so that properties can be placed into economic reuse. Other work such as the rule making and development of the loan program would be absorbed by the staffing restored under Part One.

|             | Year 1 | Year 2 | Year 3 | Year 4 | Year 5 | Year 6 |
|-------------|--------|--------|--------|--------|--------|--------|
| Contractual | 200.0  | 130.0  | 145.0  | 160.0  | 175.0  | 190.0  |

These funds will come from the Storage Tank Assistance Fund.

**Part Three:**

- Front Section, Fund Source Transfer, Money from Prevention Account of the "470" Fund to Storage Tank Assistance Fund

During the Senate floor debate, the fund transfer from the "470" fund to the Storage Tank Assistance fund was deleted with the understanding that the fiscal note for SB128 will contain this fund transfer. This fiscal note is consistent with the House version of the Conference Committee Action Report for HB50 and HB51 Front Section Appropriation for Item 6, Section 31. This transfer would then be increased by the amounts shown in Part 2 of this fiscal note for the loan program and for the additional costs shown in the Department of Law fiscal note. The sum of 5,796,556 would need to be appropriated from the oil and hazardous substance release prevention account (AS 46.08.010(a)(1)) to the storage tank assistance fund (AS 46.03.410) for the fiscal year ending June 30, 2000. The calculation for the transfer is shown below.

Calculation of the transfer amount

|                           |                               |             |             |
|---------------------------|-------------------------------|-------------|-------------|
| Assets                    |                               | 2,278,013   |             |
| A/R                       | Interfund Transfer            | 4,364,800   |             |
| A/R                       | Federal                       | 80,781      | 6,723,594   |
| <hr/>                     |                               |             |             |
| Less:                     |                               |             |             |
| Liabilities               |                               |             | (250,941)   |
| Encumbrance Reserve       |                               |             | (946,593)   |
| Appropriation Reserve     |                               |             |             |
|                           | 48530-99 Storage Tank Program | (1,457,276) |             |
|                           | 49020-03 Upgrade Private UST  | (4,449,516) |             |
|                           | 49180-02 Private Owned UST    | (188,729)   |             |
|                           | Funding Source - DAS          | (136,600)   |             |
|                           | Funding Source - SPS          | (500)       | (6,232,622) |
| <hr/>                     |                               |             |             |
| Unearned Budgeted Revenue |                               |             |             |
|                           | 48530-99 Storage Tank Program |             |             |
|                           | Federal                       | 712,494     |             |
|                           | CIP                           | 93,112      |             |
|                           | OHSRPRF                       | 266,000     | 1,071,606   |
| <hr/>                     |                               |             |             |
| Unreserved Fund Balance   |                               |             | 365,044     |

Proposed FY 00 Appropriations

|                          |                  |                  |
|--------------------------|------------------|------------------|
| FY 00 Operating STP      | 717,600          |                  |
| Loan Program Costs SB128 | 200,000          |                  |
| Department of Law        | 106,900          |                  |
| FY 00 Operating DAS      | 136,600          |                  |
| FY 00 Operating SPS      | 500              |                  |
| FY 00 Capital STP        | <u>5,000,000</u> | <u>6,161,600</u> |

Transfer Need

5,796,556

FISCAL NOTE

STATE OF ALASKA  
1999 Legislative Session

NO. 4  
Bill Version: CS9B 128(FIN)  
(S) Publish Date: 5-4-99

Revision Date: 05/04/99  
Title: Storage Tank Assistance Fund  
Sponsor: Senate Finance Committee  
Requester: Senate Finance Committee

Dept. Affected Environmental Conservation  
BRU Spill Prevention and Response  
Component Storage Tank Assistance Fund

Component Serial No. \_\_\_\_\_

Expenditures/Revenues

(Thousands of Dollars)

| OPERATING EXPENDITURES | FY 00        | FY01       | FY02       | FY03       | FY04       | FY05       |
|------------------------|--------------|------------|------------|------------|------------|------------|
| Personal Services      | 0.0          |            |            |            |            |            |
| Travel                 | 0.0          |            |            |            |            |            |
| Contractual            | 250.0        |            |            |            |            |            |
| Supplies               | 0.0          |            |            |            |            |            |
| Equipment              | 0.0          |            |            |            |            |            |
| Land & Structures      | 0.0          |            |            |            |            |            |
| Grants & Claims        | 0.0          |            |            |            |            |            |
| Miscellaneous          | 0.0          |            |            |            |            |            |
| <b>TOTAL OPERATING</b> | <b>250.0</b> | <b>0.0</b> | <b>0.0</b> | <b>0.0</b> | <b>0.0</b> | <b>0.0</b> |

|                      |         |  |  |  |  |  |
|----------------------|---------|--|--|--|--|--|
| CAPITAL EXPENDITURES | 5,159.7 |  |  |  |  |  |
|----------------------|---------|--|--|--|--|--|

|                        |  |  |  |  |  |  |
|------------------------|--|--|--|--|--|--|
| CHANGE IN REVENUES [ ] |  |  |  |  |  |  |
|------------------------|--|--|--|--|--|--|

FUND SOURCE

(Thousands of Dollars)

| FUND SOURCE                       | FY 00        | FY01       | FY02       | FY03       | FY04       | FY05       |
|-----------------------------------|--------------|------------|------------|------------|------------|------------|
| 1002 Federal Receipts             | 0.0          |            |            |            |            |            |
| 1003 GF Match                     | 0.0          |            |            |            |            |            |
| 1004 GF                           | 0.0          |            |            |            |            |            |
| 1005 GF/Program Receipts          | 0.0          |            |            |            |            |            |
| 1061 CIP Receipts                 | 450.0        |            |            |            |            |            |
| 1079 Storage Tank Assistance Fund | (200.0)      |            |            |            |            |            |
| <b>TOTAL</b>                      | <b>250.0</b> | <b>0.0</b> | <b>0.0</b> | <b>0.0</b> | <b>0.0</b> | <b>0.0</b> |

Estimate of any current year (FY99) costs: 0.0

POSITIONS

|           |  |  |  |  |  |
|-----------|--|--|--|--|--|
| Full-time |  |  |  |  |  |
| Part-time |  |  |  |  |  |
| Temporary |  |  |  |  |  |

ANALYSIS (Attach a separate page if necessary)

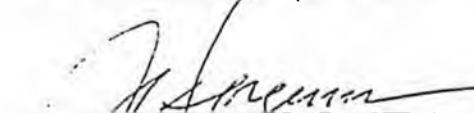
See Attached Sheet

\$250,000 operating expense for anticipated RSA to division of investments for the management of the loan portfolio.

Prepared By: SENATE FINANCE COMMITTEE

  
SENATOR SEAN PARNELL, CO-CHAIR

Date: 5/4/99  
Phone: 465-2995

  
SENATOR JOHN TORGERSON, CO-CHAIR

Date: 5/4/99  
Phone: 465-2828



Official Business

# Alaska State Senate

## Senate Finance Committee

Mail Stop 3100  
State Capitol  
Juneau, Alaska 99801-1182

### **SPONSOR STATEMENT FOR SENATE BILL 128 "AN ACT RELATING TO THE STORAGE TANK ASSISTANCE FUND"**

Senate Bill 128 allows the legislature to appropriate money from the storage tank assistance fund for projects relating to governmental fuel storage tanks and converts the existing grant program to a loan program.

No other state has a grant program and providing grants to private entities for cleanup of their storage tank facilities does not make fiscal sense. Many states do have loan programs and providing an affordable loan program to private entities for the purpose of cleaning up problematic private fuel tanks is much more fiscally responsible. Dispensing loans instead of grants also encourages private entities to take greater care during the initial installation of fuel storage tanks.

DD\hn

### Cleanup Grant Applications for FY00 Funding

(By FY99 Priority Rank)

|                               |        |         |            |
|-------------------------------|--------|---------|------------|
| Post-it <sup>®</sup> Fax Note | 7671   | Date    | # of pages |
| To                            | DARWIN | From    | JOHN B.    |
| Co./Dept.                     |        | Co.     |            |
| Phone #                       | 4119   | Phone # | 465-5219   |
| Fax #                         |        | Fax #   |            |

| Owner Name                            | Facility Name                | Fac. No. | Rank | Application |         |
|---------------------------------------|------------------------------|----------|------|-------------|---------|
|                                       |                              |          |      | Date        | Amount  |
| RICHARD LIGHTNER                      | BADGER CHEVRON               | 1611     | 1    | 10/27/95    | 120,000 |
| MARK R. & DOLORES A. WILSON           | HAMILTONS PLACE              | 2561     | 2    | 6/27/94     | 120,000 |
| JEAN KNOWLTON                         | CHUGIAK TEXACO               | 723      | 3    | 12/21/93    | 39,279  |
| LOOP SERVICES, INC.                   | NOBLE STREET TEXACO (RUSSELL | 962      | 4    | 12/28/94    | 24,427  |
| RANDY HAHN                            | ALPINA GAS SERVICE (FORMERLY | 2288     | 5    | 12/19/95    | 276,840 |
| William G Knight Estate c/o Heller, E | BURTON CARVER BUS BARN       | 1121     | 6    | 12/31/91    | 139,212 |
| FIRE LAKE FLYING CLUB INC.            | FIRE LAKE FLYING CLUB        | 203      | 7    | 6/20/95     | 181,800 |
| JULIUS & JUERGEN WUERTH               | EUROPEAN MOTORS              | 2565     | 8    | 12/29/92    | 37,265  |
| STEPHEN E. WARREN                     | C. & W. REPAIR               | 363      | 9    | 12/10/93    | 120,000 |
| FREDERICK J. BAILEY                   | BAILEYS RENTAL               | 2703     | 10   | 12/31/91    | 20,012  |
| JOE & MARY BLACKARD                   | JOE & MARY BLACKARD          | 1066     | 11   | 12/31/92    | 130,126 |
| STELLING ENTERPRISES                  | STELLING ENTERPRISES         | 2203     | 12   | 12/11/91    | 120,000 |
| WILLIAM T. HEISLER CORP.              | SAND LAKE SERVICE            | 189      | 13   | 12/29/93    | 225,000 |
| CHET & KAREN ELDRIDGE                 | Della Texaco                 | 125      | 14   | 12/29/93    | 120,000 |
| JULIUS & JUERGEN WUERTH               | PACIFIC MITSUBISHI           | 2565     | 15   | 12/29/92    | 37,265  |
| KINGSTON PETERS                       | TUDOR CAR WASH               | 2451     | 16   | 2/28/98     | 120,000 |
| DENNIS WISE                           | FIVE STAR AUTO               | 2720     | 17   | 4/1/92      | 360,000 |
| MAPCO EXPRESS                         | MAPCO EXPRESS - 5008         | 50       | 18   | 12/20/91    | 354,417 |
| DENNIS ILLIES                         | VALLEY COUNTRY STORE I       | 1988     | 19   | 12/20/93    | 120,000 |
| FRED HAMMON, STEPHEN HALL             | WILDWOOD CHEVRON             | 514      | 20   | 12/13/93    | 39,240  |
| DAN PEARSON                           | YUKON TRADING POST           | 1119     | 21   | 9/8/94      | 120,000 |
| EVERTS AIR FUEL                       | EVERTS AIR FUEL              | 425      | 22   | 12/2/93     | 180,000 |
| TESORO NORTHSTORE                     | 7-ELEVEN #201                | 350      | 23   | 6/27/96     | 120,000 |
| HARRY H. ROSENCRANS                   | KNIK TEXACO                  | 2540     | 24   | 4/7/94      | 21,150  |
| WALDEC ENTERPRISES, INC.              | EAST ANCHORAGE AUTOMOTIVE    | 320      | 25   | 2/25/92     | 120,000 |
| HUGH N. GRANT                         | GAS-N-GO                     | 2269     | 26   | 12/31/93    | 46,054  |
| WILLIAM MARLEY                        | THE ROOST                    | 359      | 27   | 12/30/91    | 15,143  |
| CITY OF UNALASKA                      | CITY OF UNALASKA             | 89       | 28   | 12/31/91    | 58,725  |
| MAPCO EXPRESS                         | MAPCO EXPRESS - 501B         | 956      | 29   | 12/20/91    | 158,206 |
| KENAI AIRPORT FUEL SERVICES I         | KENAI AIRPORT FUEL SERVICES  | 2187     | 30   | 12/31/91    | 40,241  |
| JOE & MARY BLACKARD                   | MAT SU INC.                  | 570      | 31   | 12/31/92    | 130,264 |
| LAIDLAW TRANSIT INC                   | LAIDLAW TRANSIT INC          | 1254     | 32   | 12/27/91    | 195,444 |
| DENNIS WISE                           | CORNERSTONE GAS              | 66       | 33   | 4/1/92      | 460,000 |
| EMPIRE AIRLINES, INC                  | EMPIRE AIRLINES HANGAR       | 2615     | 34   | 12/27/91    | 11,758  |
| COPPER BASIN DISTRIBUTOR, INC         | TAZLINA RIVER TRADING POST   | 1949     | 35   | 12/28/93    | 11,430  |
| JOEL J. CARROLL                       | SUNNY CHEVRON SERVICE        | 413      | 36   | 1/30/92     | 120,000 |
| ARCTIC CIRCLE AIR (FORMERLY S         | SEAGULL AIR SERVICE INC.     | 515      | 37   | 12/19/94    | 120,000 |
| MOUNTAIN CORPORATION                  | K & J AUTO                   | 2616     | 38   | 12/26/91    | 49,254  |
| GO INVEST. DAB B&B TOOL SUPP          | B & B TOOL SUPPLY            | 1914     | 39   | 12/30/91    | 37,992  |
| FRONTIER FLYING SERVICE               | FRONTIER FLYING SERVICE      | 130      | 40   | 6/29/94     | 29,170  |

| Owner Name                      | Facility Name                 | Fac.<br>No. | Rank | Application |         |
|---------------------------------|-------------------------------|-------------|------|-------------|---------|
|                                 |                               |             |      | Date        | Amount  |
| D&A SUPERMARKETS, INC.          | D&A SUPERMARKETS, INC.        | 2408        | 41   | 4/27/93     | 160,101 |
| COLLINS/BOYER ESTATE            | OLD SUPER SUDS CARWASH        | 2948        | 42   | 6/30/94     | 120,000 |
| CARL & DARLENE HOOVER           | Corner Station                | 1039        | 43   | 8/20/93     | 34,650  |
| UNOCAL Asset Management Group   | UNOCAL #3057                  | 23          | 44   | 12/31/91    | 57,870  |
| CHEVRON USA PRODUCTS - BOB      | CHEVRON #97324                | 24          | 45   | 6/8/94      | 381,654 |
| Chevron                         | CHEVRON STATION #92555        | 1787        | 46   | 6/6/94      | 167,044 |
| SEEKINS FORD-LINCOLN-MERCURY    | SEEKINS FORD LINCOLN MERCURY  | 2459        | 47   | 12/29/94    | 136,683 |
| EICHNER & EICHNER               | BARBER & EICHNER              | 2645        | 48   | 12/29/92    | 12,700  |
| STANLEY C TOWN C/O PAXSON LLC   | PAXSON INN & LODGE            | 1938        | 49   | 12/31/93    | 24,975  |
| FAIRBANKS NORTH STAR BOROUGH    | WESCOTT POOL                  | 1253        | 50   | 12/30/91    | 32,804  |
| J. D. & S. RENTAL CENTER - JACK | MANN'S SERVICE CENTER, INC.   | 639         | 51   | 12/31/91    | 42,641  |
| FUZZYS COMPANY                  | FUZZYS                        | 542         | 52   | 12/27/91    | 42,008  |
| CEM LEASING, INC. DBA PETROLEUM | UNION PRODUCTS -AIRPORT STC   | 201         | 53   | 12/27/91    | 12,699  |
| PATRICK C. WEAVER               | CURRYS CORNER                 | 210         | 54   | 12/31/93    | 120,000 |
| TESORO ALASKA PETROLEUM CO      | TNS #111                      | 1112        | 55   | 12/31/91    | 545,250 |
| OK Y. KIM OCEANVIEW TEXACO      | OK Y. KIM - OCEANVIEW TEXACO  | 762         | 56   | 11/19/93    | 120,000 |
| ADA STEPHENS / RICK STEVENS     | PETERS CREEK CHEVRON          | 2587        | 57   | 12/31/91    | 15,577  |
| THE HANGAR GROUP INC.           | NORTHSHORE AVIATION - SITE #  | 5           | 58   | 12/20/93    | 180,000 |
| ROBINSON'S                      | ROBINSON'S                    | 583         | 59   | 6/30/94     | 120,000 |
| ISAIAH E. LEWIS                 | GRATE LAND AUTO               | 2560        | 60   | 4/16/96     | 120,000 |
| UNITED LUMBER COMPANY, INC.     | UNITED BUILDING SUPPLY        | 1030        | 61   | 3/5/91      | 64,215  |
| MIKE'S UNIVERSITY CHEVRON SE    | MIKE'S UNIVERSITY SERVICE INC | 956         | 62   | 6/29/95     | 120,000 |
| JOE & MARY BLACKARD             | BUS BARN - TRANSPORTATION M   | 1070        | 63   | 12/31/92    | 76,791  |
| CITY OF CORDOVA                 | CORDOVA SMALL BOAT HARBOR     | 1757        | 64   | 12/30/92    | 36,180  |
| ANCHORAGE BAPTIST TEMPLE        | ANCHORAGE BAPTIST TEMPLE      | 1145        | 65   | 12/31/91    | 16,089  |
| ARMSTRONG AIR SERVICE INC.      | ARMSTRONG AIR SERVICE INC.    | 336         | 66   | 12/27/93    | 104,650 |
| MORRELL INVESTMENT INC          | GLENNALLEN CHEVRON            | 2232        | 67   | 12/10/92    | 113,070 |
| KETCHIKAN AIR SERVICE INC.      | Ketchikan Air Service         | 1335        | 68   | 12/31/93    | 14,885  |
| TESORO NORTHSTORE               | 7-ELEVEN #61                  | 794         | 69   | 12/30/94    | 189,000 |
| ANDERSON TRUCKING SERVICE       | ANDERSON TRUCKING SERVICE     | 2008        | 70   | 12/24/91    | 38,652  |
| LAIDLAW TRANSIT INC             | TMS EAGLE RIVER TERMINAL      | 93          | 71   | 12/27/91    | 135,253 |
| CLEAR SKY LODGE                 | CLEAR SKY LODGE               | 2361        | 72   | 12/27/93    | 120,000 |
| CHARLES HIGGINS                 | PRINCESS TOURS BUS MAINT. GA  | 2127        | 73   | 12/31/91    | 39,016  |
| CENTRAL PLUMBING AND HEATING    | CENTRAL PLUMBING AND HEATING  | 2290        | 74   | 12/19/91    | 120,000 |
| CORINNE Y. FOSTER               | CACHE CREEK CHEVRON           | 328         | 75   | 12/31/91    | 120,000 |
| WILLIAM E. DAM                  | SHORT'S TEXACO                | 18          | 76   | 11/27/95    | 120,000 |
| TESORO ALASKA PETROLEUM CO      | 7-ELEVEN #104                 | 1098        | 77   | 12/31/91    | 134,100 |
| IRENE PEARSON                   | LARRY'S CRESCENT SERVICE      | 750         | 78   | 8/5/93      | 13,410  |
| JH&M INVESTMENTS                | ANCHORAGE NISSAN JEEPIEAGLE   | 2470        | 79   | 12/30/94    | 26,573  |
| YUKON EQUIPMENT, INC.           | YUKON EQUIPMENT, INC.         | 2752        | 80   | 12/30/91    | 20,519  |
| ALASKA FARMERS COOPERATIVE      | ALASKA FARMERS COOPERATIVE    | 1076        | 81   | 12/20/91    | 48,600  |
| MARITIME HELICOPTERS, INC.      | MARITIME HELICOPTERS, INC.    | 864         | 82   | 6/26/95     | 14,652  |

| Owner Name                    | Facility Name                  | Fac.<br>No. | Rank | Application |         |
|-------------------------------|--------------------------------|-------------|------|-------------|---------|
|                               |                                |             |      | Date        | Amount  |
| MAPCO EXPRESS                 | MAPCO EXPRESS #5D17            | 1333        | 83   | 12/20/91    | 211,582 |
| TEXACO REFINING & MARKETING   | TEXACO SERVICE STATION         | 912         | 84   | 12/24/91    | 975,000 |
| RON & ED HULL                 | H & H TESORO                   | 2701        | 85   | 12/27/91    | 198,171 |
| NINILCHIK NATIVE ASSOCIATION  | CLAM GULCH CHEVRON             | 1592        | 86   | 12/31/91    | 11,610  |
| AMP WAREHOUSE AGENCY          | AMP WAREHOUSE AGENCY           | 2798        | 87   | 12/24/91    | 14,897  |
| Chevron                       | CHEVRON #96378                 | 1764        | 88   | 6/6/94      | 64,884  |
| ROBERT BRATTRUD               | FORMER ENSTAR LOT              | 2800        | 89   | 9/19/91     | 7,894   |
| TRANS-PACIFIC RESOURCES, INC  | ARCTIC ANNEX BUILDING          | 2051        | 90   | 12/31/91    | 113,371 |
| ALASKA SALES & SERVICE INC. A | ALASKA SALES & SERVICE INC     | 1952        | 91   | 12/2/91     | 65,431  |
| ROGER STARR                   | LIGHTHOUSE CHEVRON             | 1650        | 92   | 6/21/96     | 43,766  |
| TCT COMMUNICATIONS, INC.      | KENI RADIO STATION             | 2271        | 93   | 6/30/94     | 45,077  |
| JUNEAU READY MIX INC.         | JUNEAU READY MIX INC.          | 317         | 94   | 12/31/92    | 2,730   |
| TESORO ALASKA PETROLEUM CO    | NORTH ROAD KENAI TESORO        | 1130        | 95   | 12/31/91    | 68,400  |
| ERA HELICOPTERS, INC.         | ERA HELICOPTERS Fairbanks Airp | 223         | 96   | 12/31/91    | 420,715 |
| SOUTHCENTRAL AIR, INC.        | SOUTHCENTRAL AIR, INC.         | 431         | 97   | 12/27/93    | 63,000  |
| MPH TRUST, C/O HOGE & LEKISC  | LOOMIS ARMORED INC.            | 394         | 98   | 12/31/91    | 10,082  |
| GREEN ALASKA COMPANY          | GREEN ALASKA CO.               | 387         | 99   | 3/26/92     | 178,830 |
| ALASKA MECHANICAL INC.        | ALASKA MECHANICAL INC          | 186         | 100  | 12/30/91    | 34,186  |
| Chevron                       | CHEVRON USA #98557             | 53          | 101  | 6/6/94      | 213,982 |
| ANCHORAGE MUNICIPAL LIGHT/P   | MUNICIPAL LIGHT & POWER        | 73          | 102  | 12/30/92    | 120,000 |
| TEMSCO HELICOPTERS INC.       | TEMSCO PENNINSULA POINT FAC    | 1768        | 103  | 12/31/91    | 19,229  |
| JOHN E. HAXBY                 | EARL CHEVRON R.V. CENTER       | 1922        | 104  | 11/20/92    | 20,072  |
| SISTERS CONSTRUCTION COMPA    | SISTERS CONSTRUCTION COMPA     | 2644        | 105  | 11/29/91    | 49,472  |
| HERMON BROTHERS CONSTRUC      | HERMON BROTHERS CONSTRUC       | 787         | 106  | 12/31/91    | 22,725  |
| ROGER & JUDY BUTLER           | GLENNALLEN CHEVRON             | 2423        | 107  | 12/31/91    | 21,488  |
| TESORO NORTHSTORE             | 7-ELEVEN #12                   | 834         | 108  | 6/27/96     | 120,000 |
| Chevron                       | CHEVRON #97764                 | 64          | 109  | 6/6/94      | 99,499  |
| ANCHORAGE MUNICIPAL LIGHT/P   | ANCHORAGE MUNICIPAL LIGHT /P   | 1088        | 110  | 12/30/93    | 120,000 |
| UNOCAL Asset Management Group | UNOCAL #4581                   | 6           | 111  | 12/31/91    | 117,900 |
| ANCHORAGE BAPTIST TEMPLE      | ANCHORAGE BAPTIST TEMPLE       | 1144        | 112  | 12/31/91    | 18,000  |
| GERIK INC DBA RIDE N SHINE    | RIDE N SHINE                   | 2186        | 113  | 6/24/94     | 57,603  |
| CONTINENTAL MOTOR CO. INC.    | CONTINENTAL MOTORS             | 647         | 114  | 12/31/91    | 18,938  |
| TESORO NORTHSTORE             | 7-ELEVEN #52                   | 648         | 115  | 6/27/96     | 120,000 |
| WENDELL J. NEFF, JR           | HEALY ROADHOUSE                | 404         | 116  | 12/13/93    | 67,910  |
| BJS SERVICES INC.             | BJ'S SERVICES INC.             | 2463        | 117  | 12/30/91    | 120,000 |
| WHITTIER PROPERTIES, INC.     | ZIPMART -WHITTIER PROPERTIES   | 2924        | 118  | 6/25/96     | 126,000 |
| SIGNATURE FLT. SUPPORT - AFSC | ANCHORAGE FUELING & SERVICE    | 1270        | 119  | 12/26/91    | 443,139 |
| ALASKA SALES & SERVICE INC. A | NATIONAL CAR RENTAL            | 1255        | 120  | 11/13/91    | 12,068  |
| ALASKA AEROFUEL INC.          | ALASKA AEROFUEL INC.           | 1529        | 121  | 12/31/93    | 38,286  |
| ERA HELICOPTERS, INC.         | ERA HELICOPTERS Juneau         | 477         | 122  | 12/31/91    | 438,879 |
| MAPCO EXPRESS                 | MAPCO EXPRESS #5022            | 2546        | 123  | 12/20/91    | 356,262 |
| SEND INTERNATIONAL OF ALASKA  | GULIKANA AIRPORT               | 1931        | 124  | 12/31/91    | 10,800  |

| Owner Name                        | Facility Name                 | Fac.<br>No. | Rank | Application |         |
|-----------------------------------|-------------------------------|-------------|------|-------------|---------|
|                                   |                               |             |      | Date        | Amount  |
| DENTECH-ATTN CHRIS HAMRE          | RENT-A-WRECK                  | 2804        | 125  | 12/31/91    | 4,981   |
| BERT SHAW                         | BERT SHAW                     | 2176        | 126  | 12/29/92    | 22,500  |
| MINDORO PARTNERS                  | TAB ELECTRIC, INC.            | 2541        | 127  | 12/31/91    | 120,000 |
| UNOCAL Asset Management Group     | UNOCAL #4652                  | 11          | 128  | 12/31/91    | 116,235 |
| CONTINENTAL MOTOR CO. INC.        | CONTINENTAL MOTORS            | 2201        | 129  | 12/31/91    | 10,761  |
| CITY OF HAINES                    | CITY OF HAINES                | 124         | 130  | 4/15/94     | 16,020  |
| TESORO NORTHSTORE                 | 7-ELEVEN #3                   | 588         | 131  | 12/30/94    | 40,500  |
| ALASKA SALES & SERVICE INC. A     | TRUCK CENTER                  | 1959        | 132  | 11/18/91    | 7,233   |
| GARY D. BRADFORD                  | PENINSULA AUTOMOTIVE          | 2649        | 133  | 12/30/91    | 120,000 |
| ALAMO RENT-A-CAR, INC.            | ALAMO RENT-A-CAR, INC.        | 1893        | 134  | 12/31/93    | 120,000 |
| Chevron                           | CHEVRON SERVICE STATION #9-2  | 2954        | 135  | 6/6/94      | 19,977  |
| ALASKA CLEANERS, INC.             | ALASKA CLEANERS               | 821         | 136  | 3/20/92     | 19,863  |
| CITY OF KENAI                     | CITY OF KENAI-PUBLIC SAFETY B | 526         | 137  | 6/30/94     | 20,837  |
| WORLDWIDE MOVERS                  | WORLD WIDE MOVERS             | 1890        | 138  | 12/30/91    | 408,000 |
| CITY OF KENAI                     | KENAI MUNICIPAL AIRPORT       | 532         | 139  | 6/30/94     | 27,006  |
| TEMSCO HELICOPTERS INC.           | TEMSCO HELICOPTERS INC.       | 270         | 140  | 12/30/92    | 6,904   |
| LYNN CASTLE, MASTER GUIDE, IN     | DENALI WILDERNESS LODGE       | 2951        | 141  | 10/24/94    | 120,000 |
| EERO VOLKSWAGON OF ANCHOR         | EERO VOLKSWAGEN OF ANCHOR     | 2503        | 142  | 5/10/93     | 15,120  |
| TESORO NORTHSTORE                 | RODGERS TESORO                | 1127        | 143  | 6/27/96     | 120,000 |
| UNOCAL Asset Management Group     | MAPCO EXPRESS #5003           | 14          | 144  | 12/31/91    | 77,220  |
| Chevron                           | CHEVRON USA #95799            | 1778        | 145  | 6/6/94      | 92,345  |
| Chevron                           | CHEVRON USA #98111            | 59          | 146  | 6/6/94      | 17,896  |
| ERWIN ENTERPRISES C/O KEY BC      | PAUL'S CHEVRON                | 928         | 147  | 12/30/94    | 31,295  |
| CITY OF PALMER                    | CITY EQUIPMENT YARD           | 652         | 148  | 12/27/91    | 354,945 |
| HOMER ELECTRIC ASSOC., INC.       | HOMER ELECTRIC ASSOCIATION    | 1261        | 149  | 12/20/91    | 48,187  |
| ARCTIC SLOPE CONSULTING GRC       | ARCTIC SLOPE CONSULTING GRC   | 2729        | 150  | 12/30/91    | 49,006  |
| ROBERT GOETHALS                   | ROBAIR REPAIR                 | 72          | 151  | 1/19/94     | 4,500   |
| PROVIDENCE HOSPITAL               | PROVIDENCE HOSPITAL           | 1947        | 152  | 12/22/93    | 157,676 |
| MAPCO EXPRESS                     | MAPCO EXPRESS #5007           | 1510        | 153  | 12/20/91    | 297,146 |
| KENAI AIR ALASKA, INC.            | KENAI AIR ALASKA, INC.        | 985         | 154  | 6/28/94     | 120,000 |
| MOA FMD Municipality of Anchorage | FOURTH & POST MAINTENANCE S   | 1411        | 155  | 3/26/91     | 210,024 |
| AWWU- Maintenance Supt            | AWWU PUMP STATION #12         | 1292        | 156  | 12/31/91    | 381,000 |
| JEFF PETROVICH, PETRO PRODU       | PETRO PRODUCTS CO. INC. - OFI | 129         | 157  | 6/30/94     | 120,000 |
| TESORO NORTHSTORE                 | 7-ELEVEN #107                 | 1105        | 158  | 6/27/96     | 120,000 |
| Chevron                           | CHEVRON USA #96097            | 1769        | 159  | 6/6/94      | 119,317 |
| Chevron                           | CHEVRON USA #90430            | 12          | 160  | 6/6/94      | 43,041  |
| USIBELLI COAL MINE INC.           | USIBELLI COAL MINE INC.       | 264         | 161  | 12/31/91    | 301,958 |
| Chevron                           | CHEVRON USA #94115            | 1784        | 162  | 6/6/94      | 95,143  |
| ALASKA WEST EXPRESS               | ALASKA WEST EXPRESS           | 1524        | 163  | 1/3/91      | 4,267   |
| ALASKA HELICOPTERS INC.           | ERA AVIATION CENTER Hangar #3 | 1345        | 164  | 12/20/93    | 21,630  |
| MAPCO EXPRESS                     | MAPCO EXPRESS #5003           | 14          | 165  | 12/20/91    | 263,739 |
| MILCO INC.                        | FRONTIER SERVICE TEXACO       | 2483        | 166  | 12/30/94    | 12,000  |

| Owner Name                        | Facility Name                 | Fac.<br>No. | Rank | Application |         |
|-----------------------------------|-------------------------------|-------------|------|-------------|---------|
|                                   |                               |             |      | Date        | Amount  |
| CITY OF SELDOVIA                  | CITY OF SELDOVIA              | 2396        | 167  | 12/28/93    | 120,000 |
| DAWN WATER COMPANY                | PETERS CREEK TEXACO           | 25          | 168  | 6/30/94     | 120,000 |
| TEMSCO HELICOPTERS INC.           | TEMSCO HELICOPTERS INC.       | 1775        | 169  | 6/29/94     | 10,312  |
| ODOM CORP/JERRY DUNN DBA AI       | ANCHORAGE COLD STORAGE - B    | 853         | 170  | 12/31/93    | 120,000 |
| AUTO SERVICE COMPANY, INC.        | AUTO SERVICE CO., INC.        | 766         | 171  | 12/31/93    | 120,000 |
| Chevron                           | CHEVRON #91518                | 2837        | 172  | 6/6/94      | 63,427  |
| TESORO ALASKA PETROLEUM CO        | PETRO #1                      | 1418        | 173  | 12/31/91    | 53,530  |
| AWWU- Maintenance Supt            | AWW PUMP STATION #2           | 1288        | 174  | 12/31/91    | 93,420  |
| USIBELLI COAL MINE INC.           | USIBELLI COAL MINE INC.       | 267         | 175  | 12/31/91    | 975,000 |
| TEXACO REFINING & MARKETING       | TEXACO #75                    | 878         | 176  | 12/24/91    | 185,197 |
| TESORO ALASKA PETROLEUM CO        | TNS #059                      | 784         | 177  | 12/31/91    | 12,419  |
| Chevron                           | CHEVRON USA #99171            | 42          | 178  | 6/6/94      | 71,138  |
| ATT-ALASCOM INC ATTN: SAFETY      | TALKEETNA EARTH STATION & M   | 1139        | 179  | 12/31/91    | 18,046  |
| ANCHORAGE TELEPHONE UTILITY       | PLANT SERVICE COMPLEX         | 1355        | 180  | 12/31/91    | 227,391 |
| MOA SWS (Dup Owner)               | MUNICIPALITY OF ANCHORAGE     | 1420        | 181  | 12/30/93    | 120,000 |
| ATT-ALASCOM INC ATTN: SAFETY      | GLENNALLEN REPEATER           | 333         | 182  | 12/31/91    | 17,005  |
| TESORO ALASKA PETROLEUM CO        | EAGLE RIVER PARTS, INC        | 798         | 183  | 12/31/91    | 61,159  |
| KING CRAB, INC.                   | KING CRAB, INC.               | 632         | 184  | 6/30/94     | 120,000 |
| TESORO NORTHSTORE                 | 7-ELEVEN #202                 | 355         | 185  | 12/30/94    | 345,000 |
| PETRO STAR FUEL, INC              | SOURDOUGH FUEL - DELTA JUNC   | 1926        | 186  | 12/24/91    | 120,000 |
| TESORO ALASKA PETROLEUM CO        | DISCOUNT TRUCK STOP TNS 101   | 84          | 187  | 12/31/91    | 99,697  |
| TESORO NORTHSTORE                 | 7-ELEVEN #2                   | 581         | 188  | 12/30/94    | 180,000 |
| CITY & BOROUGH OF JUNEAU          | JUNEAU AIRPORT                | 2157        | 189  | 12/30/91    | 120,000 |
| ATT-ALASCOM INC ATTN: SAFETY      | PEDRO DOME MICROWAVE REPE     | 1674        | 190  | 12/31/91    | 14,587  |
| Chevron                           | CHEVRON SERVICE STATION #9-   | 2953        | 191  | 6/6/94      | 11,953  |
| ALYESKA SEAFOODS, INC.            | ALYESKA SEAFOODS              | 1170        | 192  | 12/31/91    | 120,000 |
| TESORO ALASKA PETROLEUM CO        | 7-ELEVEN #15                  | 1984        | 192  | 12/31/91    | 7,095   |
| TESORO NORTHSTORE                 | 7-ELEVEN #14                  | 1985        | 193  | 6/27/96     | 120,000 |
| MOA FMD Municipality of Anchorage | KLATT MAINTENANCE STATION     | 1415        | 194  | 12/26/91    | 121,368 |
| ANCHORAGE CHRYSLER CENTER         | ANCHORAGE CHRYSLER CENTER     | 161         | 195  | 3/15/91     | 120,000 |
| LYNDEN TRANSPORT INC.             | LYNDEN TRANSPORT INC.         | 216         | 196  | 12/30/91    | 31,038  |
| TESORO NORTHSTORE                 | 7-ELEVEN # 53                 | 651         | 197  | 12/30/94    | 395,000 |
| TESORO NORTHSTORE                 | 7-ELEVEN #203                 | 357         | 198  | 12/30/94    | 253,000 |
| TESORO ALASKA PETROLEUM CO        | 7-ELEVEN #65                  | 1981        | 199  | 12/31/91    | 37,800  |
| MATANUSKA TELEPHONE ASSOC         | MATANUSKA TELEPHONE ASSOC     | 535         | 200  | 1/7/92      | 120,000 |
| MATANUSKA TELEPHONE ASSOC         | MATANUSKA TELEPHONE ASSO      | 1556        | 201  | 1/7/92      | 120,000 |
| CITY & BOROUGH OF JUNEAU          | JUNEAU PARKS AND RECREATIO    | 2158        | 202  | 12/30/91    | 37,165  |
| CITY & BOROUGH OF SITKA           | CITY GARAGE                   | 525         | 203  | 12/31/92    | 7,432   |
| TESORO NORTHSTORE                 | TNS #114                      | 60          | 204  | 6/27/96     | 120,000 |
| CITY & BOROUGH OF JUNEAU          | EAGLECREST SKI AREA           | 1891        | 205  | 12/30/91    | 8,059   |
| CITY & BOROUGH OF JUNEAU          | PUBLIC WORKS UTILITY DIVISION | 1177        | 206  | 12/30/91    | 5,850   |
| CITY OF KODIAK                    | LOWER RESERVOIR PUMP STATI    | 2418        | 207  | 5/23/94     | 15,471  |

| Owner Name                      | Facility Name                 | Fac.<br>No. | Rank | Application |         |
|---------------------------------|-------------------------------|-------------|------|-------------|---------|
|                                 |                               |             |      | Date        | Amount  |
| CITY OF KODIAK                  | PILLAR CREEK PUMP STATION     | 2419        | 208  | 5/23/94     | 44,751  |
| CITY OF FAIRBANKS               | FAIRBANKS FIRE STATION #4     | 347         | 209  | 6/30/94     | 120,000 |
| CITY OF KODIAK                  | KODIAK FIRE DEPARTMENT        | 528         | 210  | 5/23/94     | 70,254  |
| CITY OF KODIAK                  | KODIAK POLICE DEPARTMENT      | 524         | 211  | 5/23/94     | 15,471  |
| ATT-ALASKA COM INC ATTN: SAFETY | TOK JUNCTION MICROWAVE REP    | 209         | 212  | 12/31/91    | 16,452  |
| RAIN PROOF ROOFING COMPANY      | RAIN PROOF ROOFING COMPANY    | 286         | 213  | 8/6/91      | 18,233  |
| CITY OF FAIRBANKS-B KLEVEN      | FAIRBANKS PUBLIC SAFETY BUIL  | 354         | 214  | 3/27/92     | 16,389  |
| CITY OF FAIRBANKS               | FMUS WATER PUMP STATION #7    | 2032        | 215  | 6/30/94     | 120,000 |
| CITY OF FAIRBANKS               | FMUS Pump Station #10         | 2035        | 215  | 6/30/94     | 120,000 |
| CITY OF FAIRBANKS               | FAIRBANKS MUNICIPAL UTILITIES | 373         | 215  | 6/30/94     | 120,000 |
| LES ANDERSON                    | PENINSULA FORD, INC           | 2513        | 216  | 10/21/92    | 23,830  |
| CITY OF FAIRBANKS               | FMUS WASTEWATER UTILITY PL    | 379         | 217  | 6/30/94     | 120,000 |

Total No. of Ranked Applicants: 220

Total Amount: \$24,287,114

## Cleanup Fund States (Does not include States with Insurance Funds)

| States/Territories | Cleanup Fund | Type            | % Paid | # Staff                  | # Applications FY 99 |
|--------------------|--------------|-----------------|--------|--------------------------|----------------------|
| Alabama            |              |                 |        |                          |                      |
| Alaska             | Yes          | Grants & Reimb. | 90%    |                          |                      |
| Arizona            | Yes          | Reimbursement   | 90%    |                          |                      |
| Arkansas           | Yes          | Loans           |        |                          |                      |
| California         | Yes          | Loans           |        |                          |                      |
| Colorado           |              |                 |        |                          |                      |
| Connecticut        | Yes          | Reimbursement   |        |                          |                      |
| Delaware           |              |                 |        |                          |                      |
| Florida            | Yes          |                 |        |                          |                      |
| Georgia            |              |                 |        |                          |                      |
| Hawaii             |              |                 |        |                          |                      |
| Idaho              | Yes          | Loans           |        |                          |                      |
| Illinois           | Yes          | Reimbursement   |        |                          |                      |
| Indiana            | Yes          | Reimbursement   |        |                          |                      |
| Iowa               | Yes          | Grants & Reimb. | 100%   |                          |                      |
| Kansas             |              |                 |        |                          |                      |
| Kentucky           | Yes          | Reimbursement   |        |                          |                      |
| Louisiana          | Yes          | Reimbursement   |        |                          |                      |
| Maine              | Yes          | Loans & Reimb.  |        |                          |                      |
| Maryland           |              |                 |        |                          |                      |
| Massachusetts      |              |                 |        |                          |                      |
| Michigan           |              |                 |        |                          |                      |
| Minnesota          | Yes          | Reimbursement   | 100%   |                          |                      |
| Mississippi        | Yes          | Reimbursement   |        |                          |                      |
| Missouri           |              |                 |        |                          |                      |
| Montana            | Yes          | Loans           |        | 16 staff (13 Loan Staff) | 24                   |
| Nebraska           | Yes          | Reimbursement   |        |                          |                      |
| Nevada             | Yes          |                 |        |                          |                      |
| New Hampshire      | Yes          | Reimbursement   |        |                          |                      |
| New Jersey         | Yes          | Grants & Loans  | 100%   | 33 Staff (15 Loan Staff) | 118                  |
| New Mexico         | Yes          | Reimbursement   |        |                          |                      |
| New York           |              |                 |        |                          |                      |
| North Carolina     | Yes          | Reimbursement   |        |                          |                      |
| North Dakota       |              |                 |        |                          |                      |
| Ohio               | Yes          | Reimbursement   |        |                          |                      |
| Oklahoma           | Yes          |                 |        |                          |                      |
| Oregon             | Yes          |                 |        |                          |                      |
| Pennsylvania       | Yes          |                 |        |                          |                      |
| Rhode Island       | Yes          | Reimbursement   |        |                          |                      |
| South Carolina     |              |                 |        |                          |                      |
| South Dakota       | Yes          | Reimbursement   |        |                          |                      |
| Tennessee          |              |                 |        |                          |                      |
| Texas              | Yes          | Reimbursement   |        |                          |                      |
| Utah               |              |                 |        |                          |                      |
| Vermont            | Yes          | Reimbursement   |        |                          |                      |
| Virginia           | Yes          |                 |        |                          |                      |
| Washington         |              |                 |        |                          |                      |
| Washington D.C.    |              |                 |        |                          |                      |
| West Virginia      | Yes          | Loans           |        |                          |                      |
| Wisconsin          | Yes          | Reimbursement   | 95%    |                          |                      |
| Wyoming            |              |                 |        |                          |                      |

*Distributed by the Board of Storage Tank Assistance*

# Impact of SB 128

- (1) The Storage Tank Upgrade and Closure Program has one year remaining to complete its waiting list first established in 1991. Businesses have acted in good faith to report their contamination. Changing the program now for these applicants is an act of bad faith by the State.
- 2) The State Cleanup Program is the only source of financing for Alaska's underground petroleum storage tank owners and operators. Contaminated properties cannot be sold easily. Banks will not finance cleanups on contaminated properties due to liability.
- 3) Cleanup loans in default will force State to assume liability.
- 4) Businesses with assets over \$250,000 will not be eligible for Upgrade Grants under this definition of Net Worth.
- 5) An owner that is carrying a large note or mortgage on a business may not qualify for cleanup assistance.
- 6) Small "Mom & Pops" and roadhouses with large acreage and prime locations will not qualify for cleanup assistance under this definition of net worth.
- 7) Municipalities, School Districts and Villages will no longer qualify for assistance under this program.
- 8) Sunsetting The Board of Storage Tank Assistance will eliminate an appeal board to mediate disputes between tank owners and operators and DEC and will eliminate industry oversight of DEC Cleanup regulations.
- 9) The definition of Net Worth is in error in this bill and is inconsistent with customary business practice. Including "all liabilities" would make this "net worth" definition consistent with general accepted accounting principles.
- 10) Not enough transition time: Having an effective date of July 1, 1999 does not provide enough time to make the transition from a grant program to a loan program. All work will stop on existing cleanup sites thereby endangering the public health.

*Distributed by the Board of Storage Tank Assistance*



Official Business

# Alaska State Senate

## Senate Finance Committee

Mail Stop 3100  
State Capitol  
Juneau, Alaska 99801-1182

### SECTIONAL ANALYSIS FOR CSSB 128(FIN)am

**Section 1** puts the Board of Storage Tank Assistance in its "wind-down" year beginning June 30, 1999.

**Section 2** removes a reference to the tank tightness and site assessment incentive program repealed in section 14 and adds a reference to the tank cleanup loan program enacted in section 10.

**Section 3** adds a reference to the tank cleanup loan program.

**Section 4** amends the storage tank assistance fund section in Title 46 by adding two statements about potential appropriations of money in the storage tank assistance fund. This section also clarifies that a pending application is not considered to be an encumbrance of the fund.

**Section 5** deletes a reference to the repealed tank tightness and site assessment incentive program. Adds a reference to the newly-enacted tank cleanup loan program.

**Sections 6 – 9** convert the loan program for cleanup relating to underground petroleum storage tank systems to a grant program for tanks whose owners have \$1,000,000 or less in tangible net worth. Section 9 contains limitations on total grants and loans. Grants may not exceed \$250,000 and a combination of grants and loans may not exceed \$500,000.

**Section 10** establishes a new tank cleanup loan program

**Section 11** limits grants for upgrading and closure of underground petroleum storage tanks to those whose owner has a tangible net worth of \$250,000 or less. Adds the same limitations on total grants and loans as established in section 9.

**Section 12** defines "tangible net worth" as the total value of tangible assets minus liabilities associated with bringing underground petroleum storage tanks into compliance with state and federal laws.

**Section 13** adds a reference to the newly-enacted tank cleanup loan program.

**Section 14** repeals the program currently under AS 46.03.415, the tank tightness and site assessment program, and repeals references to that program. Also repeals a reimbursement program established in 1990.

**Section 15** specifies that the limitations on grants, loans, and total financial assistance enacted by this Act apply to money received on or after July 1, 1999.

**Sections 16 – 17** allows the board's regulations process to begin immediately and makes the change in the termination date of the board effective immediately.

**Section 18** makes most of the bill take effect on July 1, 1999.

# Facsimile Cover Sheet

To: *Rep O'RAH*  
~~Senator Green~~

*Re: SB128*

Company: ~~Alaska State Senate Finance~~

*House Resource* Committee

Phone: ~~(907) 465-6600~~

Fax: ~~(907) 465-3805~~

*465-3265*

From: Gary B. Weber

Company: AUTOO - Alaska Underground Tank  
Owners and Operators Assoc., Inc.

Phone: (907) 376-5900

Fax: (907) 373-0605

Date: *5-12-99*  
~~04/19/99~~

Pages including this

cover page: *Seven (7)*

## Comments:

Sorry this is so late in coming to you, but SB 128 has caught us by surprise.

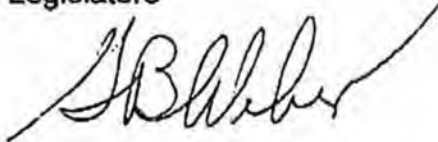
AUTOO supports any efforts by the Senate which may reduce the long term strain on State finances, however we are confused as to how elimination of the Underground Storage Tank Assistance Fund will help in that it has always been funded through the Prevention/Response Fund. Eliminating it now would have no long term results in improving the cash flow of the General Fund.

The Underground Tank Assistance Fund has been a very successful program in accomplishing the task at hand by eliminating as many tanks as possible, upgrading tanks that will continue to be used and providing funds for clean up at locations that have high risk to public health and the owner operators lacked the finances to accomplish the clean up. The DEC is close to finishing the program in that there is 158 upgrades and 200 clean up's left to do. Not only will elimination of the fund put these projects at risk, it would also halt any continuing clean up's and negate all funds spent to date on those projects. Rather than providing legislation to eliminate funding, new legislation to speed the closure of existing projects would be more appropriate. To date I only know of one "no

further action" letter issued by the DEC and regulations continue to be rewritten to make it more difficult to close existing projects, resulting in more money spent.

As to the termination of the Board of Storage Tank Assistance, AUTOO simply draws the line that such action is totally unacceptable. We tank owner refuse to return to the pre 1990's era of a dominating enforcement department who treated the small tank owner as criminals and racked havoc throughout our ranks. Without the board, none of the small tank owners have a chance, as the board is the only link between us and the DEC to voice our grievances. I submit to you an article that appeared in the Alaska Business Monthly magazine that depicts only a small part of the misery that can fall on the small tanks owners without a solid program.

AUTOO respectfully suggest that any action on SB128 be delayed until a constructive dialogue be accomplished between the small tank owners and the Legislature



G. B. Weber  
Sec/Treas, AUTOO Alaska Underground Tank Owners and Operators Assoc.,  
Inc.

*Gas station owners realized new underground tank regulations were put in place to protect the land and its people. Most agreed the end-goal was a good thing and worth pursuing. But many found their lives ripped apart like the soiled land beneath them.*

## Casualties of a Good Cause



**Gary Weber** at his Wasilla Chevron Station. Weber has spent more than \$50,000 on upgrades and remedial work as required by the D.E.C.

Clark James Mehter

38 ALASKA BUSINESS MONTHLY March 1999

BY MELISSA MOORE

**T**en years ago, Gary Weber had a great life. He and his wife were the proud parents of three children. The Weber's gas station in Wasilla was somewhat profitable, even expanding. Their 30 employees were happy and loyal. Everything was OK.

Then the Webers, along with everyone else who owned or operated an underground tank across the nation, received word from the Environmental Protection Agency that new regulations for upgrades to underground storage tanks had been passed and everyone had to comply.

In Alaska, the Department of Environmental Conservation would be in charge of ensuring these regulations were met. In other cities and states nationwide, the DEC or similar environmental conservation departments held the reigns.

Weber attended his first DEC meeting in late 1988. There he learned that he had until Dec. 22, 1998 to properly register his tanks and to upgrade them to meet protection requirements for corrosion, spills and overflows of stored gasoline, diesel fuel or other petroleum products.

The upgrades weren't just for station owners. Government facilities and private owners who possessed or operated underground tanks also had to comply to the regulations.

If tank owners didn't conform to the new regulations within the 10-year deadline, they would face heavy fines and risk losing their fuel suppliers. Weber recognized the need to work with DEC, and understood that the changes were for the benefit of the environment, but even with a 10-year lead, the demands felt overwhelming to the small business owner. Upgrades would be expensive. Their property was now virtually worthless. Many stations would close doors forever.

"When they got through at that meeting, I felt like a cockroach," Weber recalled. "I felt so low and so bad. Like my wife and I had worked so hard for nothing. I stood there and wondered, 'What on earth am I going to do?'"

### Environmental Concerns

The main reason for the new requirements, and an indisputably good one

**ENVIRONMENT**

at that, is the nationwide concern for America's groundwater supply. The greatest potential hazard for underground tanks is the risk of unrealized leaks, slowly seeping into the groundwater, according to the EPA.

Groundwater is the source of drinking water for nearly half of all Americans, and the EPA reports that underground tanks are the most common source of groundwater contamination; petroleum is the most common contaminant. This presents risk factors to the public's health, to the environment, and creates the potential for fire and explosion, the EPA said.

While there is no sure-fire detection system to alert operators to leaks, some equipment is about 95 percent accurate, said DEC's Ben Thomas, who is overseeing Alaska's underground tank upgrade program. Alaska allows leaks that are less than .02 gallons per hour, which is about the amount in a shot glass.

**Price They Pay**

Costs to bring a facility to compliance vary depending on the size of the operation and the age and condition of the

tank. The minimal cost to upgrade a three-tank facility is approximately \$12,700, according to EPA documents. If replacements are needed, it will cost between \$80,000 and \$100,000 for three tanks and the connecting piping.

But as contractors started digging to upgrade existing tanks, they were finding greater problems than most owners and operators expected—soil contamination resulting from years of overflows, spills and carelessly discarding gasoline. Before the job could be completed, the contamination had to be cleaned up and the soil remediated.

The contamination from decades worth of this neglect is where many small tank owners, such as Weber, found their biggest problems. Whoever owned or operated the station was responsible for the damage and the cleanup cost—even if the damage was done long before their involvement.

"During the last century, everybody was busy doing their own thing, making a living," Weber said. "When you would have a spill, it would be 'outta sight, outta mind.' Now, you can't just sit and watch someone rinse

out a gas tank and dump it in the ditch. You have to take immediate action to clean it up."

Weber has been working steadily since 1991 to complete his upgrade, and said in January the work was nearly done.

**Personal Losses**

Though most tank owners recognize the necessity of the new regulations, the changes have come at a tremendous cost for many of the small business owners—both in monetary and personal losses.

Weber estimates he has paid more than \$500,000 for the upgrade and remedial work done to clean the land surrounding his gas station, Wasilla Chevron, located on the Parks Highway. The original bid from the contractor was \$285,000.

"I had so much invested that I had to make it work," he said.

Weber and his wife bought the station in 1976. Then, the station was bringing in about \$300,000 a year. The Webers borrowed money, expanded a little, and built the business up to a high point of grossing about \$4 million a year.



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They fought and survived the economic downfall of the 1980s, mostly by draining the family savings account, Weber said.

When the new regulations came about, money got tight as he had to put more and more into cleanup. He downsized, closed the tire shop, laid off most of his employees and opened a food mart to stay competitive.

"It destroyed us as far as our spirit and ability to grow," he said. "It made us sit back and look at real life. I did it for peace of mind. It alleviated a lot of pressure."

Before, Weber said, he would sometimes have to borrow money to pay the bills through the winter, and pay the money back in the summer, when business picked up. But the new regulations put a damper on that. Then his insurance rates shot through the roof—from ~~\$5,000~~ to ~~\$20,000~~ a year for environmental coverage.

The risk to banks soared, making his property, and virtually that of all other tank owners, worthless. He no longer had the collateral to borrow on. His previous \$250,000 line-of credit disappeared. It took several years before the banks figured out other loan options, such as using a personal home or other property, he said. He didn't want to risk losing all his assets, he said, but taking a loan against his home and property was the only way Weber could continue to finance the work needed at his station.

Still, Weber said, the monetary investment is nothing compared to his personal losses. After years of pressure, his wife of 27 years just couldn't take it anymore.

"I lost my family," he said. "I can't say it was all because of this, there may have been something else, but I think it helped a lot."

He's not alone.

Terry Renner also lost his wife to divorce which he, in part, attributes to tank remediation stress. Renner owned or was in partnership with his parents in five stations around Anchorage. Facing millions of dollars in cleanup costs, Renner claims the stress of the upgrades contributed to his mother having a stroke.

Others have had heart attacks and other stress-related health problems, Weber said.

During the first years of the regulations, Weber and Renner were traveling

to Juneau to lobby for a better way for the tank owners. For about seven years, calls from worried tank owners across the state came into Weber's station, calls his wife often took.

"For three or four years, we sat there taking calls from frantic people. Nothing but doom and gloom," Weber said. "Everybody was scared to death they were going to lose their livelihoods. And my wife sat and listened to that."

"I was gone a lot to Juneau. A lot of times when I'd talk to her on the phone, she was in tears."

Weber and Renner said they spent a lot of their own money on the watchdog organization, adding to the financial burden of the needed upgrades. But it was all necessary to get the job done in a way that would benefit tank owners across the state, Renner said.

"It was pretty tough on the small business people, and tough on the big companies, but they can put the price on the pump," Renner said. "The regulations pretty well wiped me out. But if it hadn't been for the program, most all small guys would have been gone already."

#### Steps to Survival

The program Weber and Terry Renner helped develop is the state advocacy group, Alaska Underground Tank Owners and Operators Association Inc.

In the last decade, AUTOO has been a lobbying force to speak to legislators and DEC officials so the laws and regulations are bearable for tank owners. AUTOO also works to lobby state government officials to ensure financial assistance for the upgrades will continue to get funded.

"Things have been pretty critical here in the last decade," Weber said. "The changes are absolutely a good thing. We've supported it all the way. We have had to lobby hard to ensure the regulations were written and enforced in a way we could handle it, though, in a way that was workable and environmentally sound."

Some tank owners and operators have also been eligible for state financial grants

and other assistance. Thomas said since 1991 Alaska has handed out \$20 million in grant money to tank owners and operators, half of which has gone to help with cleanup and remediation efforts.

When tank owners apply for grant money, they are placed on a list and rated on a scale based on their site's immediate danger to the environment. The higher the risk, the more likely one is to get expeditious funding.

Weber said he considers himself one of the "lucky/unlucky" ones. The land where his station sits is on an area where the groundwater level is high, about 12 to 14 feet below the ground, and at greater risk for contamination.

"The assistance has made it much easier for many of us to face the upgrades," Weber said. "Many of us were facing bankruptcy with these changes."

---

**"There were a lot of casualties. People came out with no business, poor health and their families ruined. But we have a stronger industry and a highly competitive business now. It's just like any other war."**

**The small tank owner took a real battering for about nine years. It's been a highly successful effort to clean up the state. Fortunately, both sides won."**

**Gary Weber  
Wasilla Chevron**

---

#### Work's Going Slow

But even with some assistance, and a decade to comply with the regulations, many facilities—government facilities included—have yet to complete, or even start the necessary work.

Nationally, about 60 percent to 65 percent of all underground tanks have completed all the necessary steps to comply with state and federal regulations, said Steve Crimauddo. Crimauddo, working out of Washington, D.C., serves as a facilitator between state and federal officials with regard to underground tanks.

While the national numbers are somewhat lacking, Alaska's compliance rates are about the same. Out of a total of nearly 7,200 tanks across the state, 615 still need upgrading. Of those initial 7,200 tanks, about 77 percent were

**ENVIRONMENT**

closed out and will no longer be used, Thomas said. Some of those, however, have been replaced.

Surprisingly, it's not only the small tank owner that has missed the deadline. The Alaska DEC lists facilities statewide that have not met with all the regulations (available on its Web site). Many on the list are federal, state and local government facilities.

Others, it seems, either can't come up with the money or just haven't gotten around to getting the work done.

"There is no excuse for tank owners

not to have met the deadline," Thomas said. "People know what they need to do. But we have a couple of tank owners who just can't figure out what's going on."

Most of the major fuel distributors have pulled the plug on those facilities that have not begun the work to meet the regulations. There is no federal rule stating distributors cannot deliver to the noncompliant, but a few court rulings declared a supplier delivering to a facility with a leaking tank can be held liable for cleanup costs, according to a letter from Exxon Corp. to its distributors.

**Deadline Extension**

Though the deadline's past, those who are left to upgrade their facilities have been granted a reprieve. If they live up to certain conditions, they can have a few more months to get the ball rolling on their upgrades. If owners sign a legally binding order with DEC, agreeing to begin work as soon as possible, they will get off lightly.

The owner must agree to pay a penalty of between \$1,000 to \$3,000, depending on the size of their facility, and must prove that their tanks and pipes are not leaking. They must also provide to DEC a signed, writ-

## FAX TRANSMITTAL

Page 1 of 2

TO: Representative Ogan

COMPANY: House Resource Committee

CITY: Juneau

FAX NO: 465-3265

FROM: JUDY CHADWICK  
Vice President  
Brady & Company  
1031 West Fourth Avenue, Suite 400  
Anchorage, Alaska 99501  
Telephone - 907/276-5617  
Facsimile - 907/276-6292 or 907/276-6304

Date: 5/12/1999

SUBJECT: SB 128

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Dear Representative Ogan,

You will be in a hearing this afternoon regarding SB128. I wish to point out some problems with this piece of legislation:

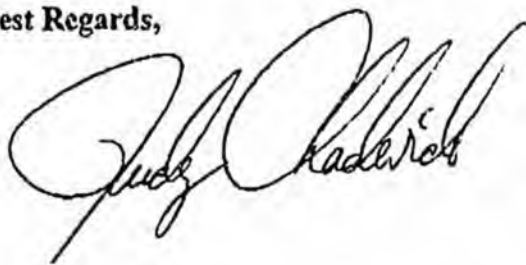
1. There are hundreds of businesses that have acted in good faith and reported contamination at their sites in response to the formation of the Alaska Storage Tank Assistance Programs. These people have been on a waiting list for assistance since 1991. For the State to suddenly pull the rug out from under them and leave them with no resources to clean-up their properties is and act of bad faith by the legislature.
2. This program has been called "Shameless Corporate Welfare" – Financial institutions will not lend money to an owner of a contaminated site for clean up due to the liability if the loan is defaulted – the bank won't take the land back because they would be responsible for the clean up. The State is the only resource for a business owner with a contaminated site to obtain funds. If this program is taken away, these businesses will go out of business and it will then become the sole responsibility of the state to under take the clean up of these properties. Of course this doesn't apply to the large oil companies that want to see all of the private business owners you are targeting here go out of business anyway. You are in effect creating another monopoly in the retail oil and gas industry. There will no

longer be any Alaskan Owned and Operated retail fuel sources. This is not welfare, it is keeping businesses in business!

3. If the State forces EPA to take over all of the enforcement of UST regulations and all of the independent retail operations go out of business, the State of Alaska is going to be held responsible for all of the clean up. If you help these businesses, then they are contributing their time and their money, too. This has never been a 100% loan or grant from the State, the business owner must participate.
4. The definition of net worth in this legislation is ridiculous. You must adhere to some form of Standard Accounting procedure or Generally Accepted Accounting Principles to determine net worth.
5. If you sunset the Board of Storage Tank Assistance, there will be no medium for dispute resolution and all disputes will undoubtedly move in to the Court System.
6. Having an effective date of July 1, 1999 will eliminate all work during the 1999 construction season and will endanger public health. There are many clean up projects underway that would have to stop work and wait for the transition from one program to the next if they were to qualify for the next program.

Please reconsider passing this bill. Remember that the money for this program comes from the response fund and not the general account – by eliminating the program you are not adding anything to the budget. Thank you for taking the time to read my opinions!

Best Regards,

A handwritten signature in cursive script, appearing to read "Judge Kadrick". The signature is written in black ink and is positioned below the "Best Regards," text.

Existing Net Worth Definitions in  
Alaska Statutes and Regulations

3 AAC 08.070

DEFINITIONS RELATING TO OPERATIONAL REGULATIONS OF BROKER-DEALERS.

For the purpose of sec. 20 of this chapter:

(a) The term "net capital" means the net worth of a broker-dealer (that is, the *excess of total assets over total liabilities*),

.....

8 AAC 46.900

DEFINITIONS.

In this chapter

(7) "tangible net worth" means the amount available after subtracting total liabilities from total assets less any intangible assets.

.....

AS 21.90.900.

Definitions for title.

In this title, unless the context requires otherwise

(32) (C) for an insurer other than a stock or mutual insurer, the **net worth of the insurer**, *calculated as its recorded assets less its liabilities*, as determined by the accounting criteria set out in this title;

## Proposed Amendments to CSSB128 (FIN) am

**Amendment #1:** This amendment would modify the Transitional Regulations section of the bill in two respects.

- The first insertion would allow the Department of Environmental Conservation (ADEC) to begin the process of adopting regulations necessary for implementation of this bill prior to the effective date of the bill, July 1, 1999.
  - Without this provision, it will be impossible for ADEC and the Board of Storage Tank Assistance to put regulations into place before the end of the 1999 construction season.
    - Even an uncontroversial regulations project normally takes 4-6 months, and the fastest possible process under the Administrative Procedure Act is over two months. If regulations are not publicly noticed until July 1, 1999 they will not be effective before September and are unlikely to be effective before November.
    - If this amendment is adopted and ADEC and the Board issue a public notice for these regulations on May 30, 1999, Regulations could be in place in July or August, allowing over a month of UST cleanup and installation work prior to freeze-up.
- The second insertion simply reflects the fact that both the Board of Storage Tank Assistance and Department of Environmental Conservation have regulations that relate to the Storage Tank Assistance Fund. The current language suggests that existing regulations would remain in place until amended or repealed by the Board, but the regulatory authorities of the Board would not reach all of the regulations relating to the fund. While the Board has fairly broad authority to review and approve department regulations under AS 46.03.365(d) it has fairly limited authority for adoption of regulations under AS 46.03.360(e) and .360(g).
  - Without this amendment, it could be argued that some of the existing regulations at 18 AAC 78.500 - 18 AAC 78.550 are made permanent by this bill. Many of these provisions are adopted jointly by the Board and the department, and many of these regulations contain provisions that the Board arguably does not have authority to adopt under its own authority. While it is unlikely that a court would hold that the transition provision in the bill would make the existing regulations permanent, it is preferable to close the door to the argument and potential litigation.

**Amendment #2:** This amendment would modify the provisions relating to certification of net worth for purposes of obtaining a grant or loan under AS 46.03.420 or grant under AS 46.03.430, and would allow development of a certification form outside the normal Administrative Procedure Act process. This proposed amendment addresses two substantive problems and a timing problem:

- First, under the current language of the bill, the net worth of the operator is irrelevant, only the net worth of the owner is considered. The amendment would limit grant and loan eligibility under AS 46.03.420 (Cleanup Program) if either the owner or the operator has a net worth of over \$1,000,000 and grant eligibility under AS 46.03.430 (Upgrade and Closure Program) if either the owner or operator has a net worth of over \$250,000.
  - Without this amendment, an operator with a net worth of \$100,000,000 could qualify for a grant or loan under AS 46.03.420 or a grant under AS 46.03.430 so long as the tank

was owned by someone with a net worth of \$1,000,000 or less. Owners and operators who are watching this bill could transfer ownership of tanks prior to the effective date of this bill to prevent a facility from being disqualified from receipt of a grant or loan.

- Second, under the current language of the bill, the operators of USTs that are owned by the state or a municipality would not qualify for a grant or loan despite the fact that they are contractually and legally responsible for the USTs and contamination resulting from the USTs. As a result the operators may default on their obligations and the state or a municipality may end up paying for remediation of these sites. Under the amendment, where the owner is the state or a municipality, grant or loan eligibility would be tied to the net worth of the operator, not that of the state or municipal owner.
  - Without this amendment, many operators of USTs at airports will be unable to qualify for grants or loans and will be forced out of business. Many of these UST sites are leased from the state, and the state will end up paying the full costs of remediation rather than having the operator share in the costs through a grant or loan program. While the state may pursue the operators for cost recovery it is likely that most costs will not be recovered because the operators will be insolvent.
- The insertion of new subsection into the transition provisions would address a timing problem by allowing the department to develop a form for the certification of net worth without going through the APA process for regulation adoption.
  - Without this amendment, normal APA requirements would apply and the department would be unable to issue grants from the time this Act takes effect until regulations can be adopted.
  - If this amendment is adopted the Department could quickly develop a form, satisfy constitutional due process concerns by putting it out to a brief public notice, and adopt a form requirement in a non APA regulation that would become effective immediately or shortly after adoption. This would allow the grants to be issued to eligible applicants during the 1999 construction season with little or no delay following the effective date of the remainder of this Act.

**Amendment #3:** This amendment would modify the definition of "tangible net worth" to make it more consistent with the common meaning of the term as well as federal regulations at 40 C.F.R. 280.92.

- The current definition of tangible net worth in the bill is inconsistent with generally accepted accounting principles (GAAP) because it does not take into account normal liabilities such as mortgages, loan notes, or accounts payable. A person with an actual net worth under GAAP of negative \$15,000 could easily have a net worth of over 1.5 million dollars under the current definition in this bill. It would be difficult to verify net worth certifications submitted under this bill because the definition is unique. It would also be difficult to obtain a conviction for perjury where an individual with an actual net worth well under \$1,000,000, but a "tangible net worth," as defined in this legislation, of over 1,000,000, submits a certification indicating that they are eligible for a grant or loan because perjury is committed only if the individual does not believe the statement to be true.

- If this amendment is adopted, net worth will have the common meaning of "assets minus liabilities," and it would be possible to compare a certification of net worth against the net worth reported on financial statements or other loan applications.

AMENDMENT #1

OFFERED IN THE HOUSE

BY \_\_\_\_\_

TO: CSSB 128 (FIN) am

1 Page 9, line 1:

2 Following "The":

3 Insert "Department of Environmental Conservation or the"

4 Page 9, line 7:

5 Following "the":

6 Insert "Department of Environmental Conservation or the"

AMENDMENT #2

OFFERED IN THE HOUSE

BY \_\_\_\_\_

TO: CSSB 128 (FIN) am

1 Page 5, lines 9-12:

2 Delete all material and insert:

3 "(4) certifies under oath and subject to penalty for perjury, on a form required  
4 by the department, that the tangible net worth of the operator is \$1,000,000 or less as  
5 of the effective date of this section, and unless the tank is owned by the state or a  
6 municipality, that the net worth of the owner is \$1,000,000 or less as of the effective  
7 date of this section."

8 Page 7, lines 25-28:

9 Delete all material and insert:

10 "(2) unless the owner or operator certifies under oath and subject to penalty for  
11 perjury, on a form required by the department, that the tangible net worth of the  
12 operator is \$250,000 or less as of the effective date of this section, and unless the tank  
13 is owned by the state or a municipality, that the net worth of the owner is \$250,000 or  
14 less as of the effective date of this section;"

15 Page 9, following line 7:

16 Insert a new subsection to read:

17 "(c) AS 44.62 (Administrative Procedure Act) does not apply to the  
18 development of the form for certification of net worth required under AS 46.03.420(c)  
19 enacted by section 8 of this Act, and AS 46.03.430(c) enacted by section 11 of this  
20 Act"

AMENDMENT # 3

OFFERED IN THE HOUSE

BY \_\_\_\_\_

TO: CSSB 128 (FIN) am

- 1 Page 8, line 5:
- 2       Following "liabilities":
- 3             Insert ", including liabilities"