

# STATE OF ALASKA

## THE LEGISLATURE

1980

Source

Legislative  
Resolve No.

CSHJR 68 (Finance)

36



Relating to the Alaska Power Authority and giving approval to incurring revenue bonded indebtedness of specified projects of the Alaska Power Authority.

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

WHEREAS the Alaska Power Authority has submitted to the legislature and to the governor its recommendations for financing various hydroelectric projects, as required by AS 44.56.-180, and statements outlining the general design and demonstrating the financial feasibility of the projects; and

WHEREAS, according to statements by the Alaska Power Authority, the authority is to finance the Lake Elva hydroelectric generation project and will construct, acquire, and own the project; and

WHEREAS the statements of the Alaska Power Authority indicate that the Lake Elva hydroelectric generation project is to be designed, acquired, and constructed for the Nushagak Electric Association under an agreement with the Alaska Power Authority which will provide that the authority has ownership rights in the project as necessary to secure the payment of the principal and interest on revenue bonds, if bonds are issued for the project; and

WHEREAS the statement of the authority submitted to the governor and to the legislature fully satisfies the conditions set out in AS 44.56.180; and

WHEREAS the costs to be incurred in financing the Lake Elva hydroelectric project will require the Alaska Power Authority to issue its revenue bonds in an amount which is estimated not to exceed \$15,000,000; and

WHEREAS it is in the best interests of the state that revenue bonds of the Alaska Power Authority be issued to finance the Lake Elva project; and

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

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

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

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

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

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

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

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

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

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

WHEREAS a completed reconnaissance assessment shows the Black Bear Lake hydroelectric project is potentially feasible; and

WHEREAS a Federal Energy Regulatory Commission license

application must be prepared by the Alaska Power Authority in order to seek approval to construct the Black Bear Lake hydroelectric project; and

WHEREAS the Alaska Power Authority, under AS 44.56.180, has submitted to the governor and the legislature a statement of its preliminary recommendations for financing the Black Bear Lake hydroelectric project and a statement outlining the general design, demonstration of financial feasibility, and maximum amount of revenue bonds and appropriations necessary for the project; and

WHEREAS the statements submitted to the governor and to the legislature fully satisfy the requirements contained in AS 44.56.180 which must be satisfied before adoption of this resolution; and

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

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

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

WHEREAS the Homer Electric Association, Inc., a Rural Electric Association cooperative, plans to construct, acquire, and install approximately 3,750 new consumer connections and approximately 250 miles of electric power distribution lines; and

WHEREAS the Homer Electric Association, Inc., has submitted an application to the Alaska Power Authority for assistance in financing the consumer connections and distribution lines project, and the Alaska Power Authority has by resolution determined to sell its bonds to finance the project; and

WHEREAS the Alaska Power Authority, under AS 44.56.180, has submitted to the governor and to the legislature a statement of its recommendations for financing the Homer Electric Association project and a statement outlining the general design, demonstration of financial feasibility, and maximum amount of revenue bonds and appropriations necessary for the project; and

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

WHEREAS, according to the statements of the Alaska Power Authority, the authority intends, through the issuance of revenue bonds, to finance the Homer Electric Association project only and not to construct, acquire, or own the project; and

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

WHEREAS the costs to be incurred in financing the project will require the issuance of revenue bonds of the Alaska Power Authority in a maximum estimated amount not to exceed \$3,360,000; and

WHEREAS it is in the best interests of the state that revenue bonds of the Alaska Power Authority be issued to finance the cost of the Homer Electric Association project; and

WHEREAS the Naknek Electric Association, a Rural Electric Association cooperative, plans to construct, acquire, and install a 1,000 kilowatt capacity diesel-powered electric power generator in Naknek; and

WHEREAS the Naknek Electric Association has submitted an application to the Alaska Power Authority for assistance in financing the generator project, and the Alaska Power Authority has by resolution determined to sell its bonds to finance the project; and

WHEREAS the Alaska Power Authority, under AS 44.56.180, has submitted to the governor and to the legislature a statement of its recommendations for financing the generator project and a statement outlining the general design, demonstration of financial feasibility, and maximum amount of revenue bonds and appropriations necessary for the project; and

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

WHEREAS, according to the statements of the Alaska Power Authority, the authority intends, through the issuance of revenue bonds, to finance the generator project only and not to construct, acquire, or own the project; and

WHEREAS the statements of the Alaska Power Authority provide that the project is to be designed, acquired, and constructed by the Naknek Electric Association under an agreement with the Alaska Power Authority which will provide that the Alaska Power Authority has ownership rights in the project only as may be necessary to secure the payment of the revenue bond indebtedness; and

WHEREAS the costs to be incurred in financing the generator project will require the issuance of revenue bonds of the Alaska Power Authority in a maximum estimated amount not to exceed \$730,000; and

WHEREAS it is in the best interests of the state that revenue bonds of the Alaska Power Authority be issued to finance the cost of the Naknek Electric Association generator project; and

WHEREAS the Matanuska Electric Association, Inc., a Rural Electric Association cooperative, plans to construct, acquire and install approximately 800 new consumer connections and approximately 200 miles of electric power distribution lines; and

WHEREAS the Matanuska Electric Association, Inc., has submitted an application to the Alaska Power Authority for assistance in financing the consumer connections and distribution lines project, and the Alaska Power Authority has by resolution determined to sell its bonds to finance the project; and

WHEREAS the Alaska Power Authority, under AS 44.56.180, has submitted to the governor and to the legislature a statement of its recommendations for financing the Matanuska Electric Association project and a statement outlining the general design, demonstration of financial feasibility, and maximum amount of revenue bonds and appropriations necessary for the project; and

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

WHEREAS, according to the statements of the Alaska Power Authority, the authority intends, through the issuance of revenue bonds, to finance the Matanuska Electric Association project only and not to construct, acquire, or own the project; and

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

WHEREAS the costs to be incurred in financing the project will require the issuance of revenue bonds of the Alaska Power Authority in a maximum estimated amount not to exceed \$2,500,000; and

WHEREAS it is in the best interests of the state that revenue bonds of the Alaska Power Authority be issued to finance the cost of the Matanuska Electric Association project; and

WHEREAS the Glacier Highway Electric Association, Inc., a Rural Electric Association cooperative, plans to construct, acquire, and install seven miles of electric power transmission lines, 15 miles of electric power distribution lines, and approximately 150 new consumer connections, to be located in the City and Borough of Juneau; and

WHEREAS the Glacier Highway Electric Association, Inc., has submitted an application to the Alaska Power Authority for assistance in financing the transmission and distribution lines and consumer connections project, and the Alaska Power Authority has by resolution determined to sell its bonds to finance the project; and

WHEREAS the Alaska Power Authority, under AS 44.56.180, has submitted to the governor and to the legislature a statement of its recommendations for financing the Glacier Highway Electric Association project and a statement outlining the general design, demonstration of financial feasibility, and maximum amount of revenue bonds and appropriations necessary for the project; and

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

WHEREAS, according to the statements of the Alaska Power Authority, the authority intends, through the issuance of revenue bonds, to finance the Glacier Highway Electric Association project only and not to construct, acquire, or own the project; and

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

WHEREAS the costs to be incurred in financing the project will require the issuance of revenue bonds of the Alaska Power Authority in a maximum estimated amount not to exceed \$800,000; and

WHEREAS it is in the best interests of the state that revenue bonds of the Alaska Power Authority be issued to finance the cost of the Glacier Highway Electric Association project; and

WHEREAS the Cordova Electric Cooperative, Inc., a Rural Electric Association cooperative, plans to relocate the present main diesel power generation plant, acquire and install a new diesel power generator, acquire general equipment, acquire and install feeder and distribution line improvements, and construct a new headquarters building, in and near Cordova; and

WHEREAS the Cordova Electric Cooperative, Inc., has submitted an application to the Alaska Power Authority for assistance in financing these projects, and the Alaska Power Authority has by resolution determined to sell its bonds to finance the projects; and

WHEREAS the Alaska Power Authority, under AS 44.56.180, has submitted to the governor and to the legislature a statement of its recommendations for financing the Cordova Electric Cooperative projects and a statement outlining the general design, demonstration of financial feasibility, and maximum amount of revenue bonds and appropriations necessary for the projects; and

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

WHEREAS, according to the statements of the Alaska Power Authority, the authority intends, through the issuance of revenue bonds, to finance the Cordova Electric Cooperative projects only and not to construct, acquire, or own the projects; and

WHEREAS the statements of the Alaska Power Authority provide that the projects are to be designed, acquired, and constructed by the Cordova Electric Cooperative, Inc., under an agreement with the Alaska Power Authority which will provide that the Alaska Power Authority has ownership rights in the projects only as may be necessary to secure the payment of the revenue bond indebtedness; and

WHEREAS the costs to be incurred in financing the project will require the issuance of revenue bonds of the Alaska Power Authority in a maximum estimated amount not to exceed \$6,500,000; and

WHEREAS it is in the best interests of the state that revenue bonds of the Alaska Power Authority be issued to finance the cost of the Cordova Electric Cooperative projects;

BE IT RESOLVED that the Alaska State Legislature

(1) approves the general design of the Lake Elva hydroelectric generation project near Dillingham, Alaska, and the incurring of revenue bond indebtedness by the Alaska Power Authority for the project in an amount not to exceed \$15,000,000;

(2) approves the general design of the Golden Valley Electric Association, Inc., waste heat power generation project near Fairbanks, and the incurring of revenue bond indebtedness by the Alaska Power Authority in a maximum amount not to exceed \$110,000,000 to pay the costs of the project;

(3) approves the preparation of a Federal Energy Regulatory Commission license application for the Black Bear Lake hydroelectric project, the general design of the Black Bear Lake hydroelectric project on Prince of Wales Island, and the incurring of revenue bond indebtedness by the Alaska Power Authority in a maximum amount not to exceed \$30,000,000 to pay the costs of the project;

(4) approves the general design of the Homer Electric Association, Inc., project to construct, acquire, and install consumer connections and electric power distribution lines, and the incurring of revenue bond indebtedness by the Alaska Power Authority in a maximum amount not to exceed \$3,360,000 to pay the costs of the project;

(5) approves the general design of the Naknek Electric Association project to construct, acquire, and install a diesel-powered electric power generator, and the incurring of revenue bond indebtedness by the Alaska Power Authority in a maximum amount not to exceed \$730,000 to pay the costs of the project;

(6) approves the general design of the Matanuska Electric Association, Inc., project to construct, acquire, and install consumer connections and electric power distribution

lines, and the incurring of revenue bond indebtedness by the Alaska Power Authority in a maximum amount not to exceed \$2,500,000 to pay the costs of the project;

(7) approves the general design of the Glacier Highway Electric Association, Inc., project to construct, acquire, and install electric power transmission and distribution lines and consumer connections in the City and Borough of Juneau, and the incurring of revenue bond indebtedness by the Alaska Power Authority in a maximum amount not to exceed \$800,000 to pay the costs of the project;

(8) approves the general design of the Cordova Electric Cooperative, Inc., projects in and near Cordova, and the incurring of revenue bond indebtedness by the Alaska Power Authority in a maximum amount not to exceed \$6,500,000 to pay the costs of the projects; and be it

FURTHER RESOLVED that the projects approved by this resolution may be combined in one bond issue with the amount needed to finance other Rural Electric Association cooperative projects approved by the legislature in accordance with AS 44.56.180.