



THE STATE
of **ALASKA**
GOVERNOR SEAN PARNELL

Office of the Governor

OFFICE OF MANAGEMENT AND BUDGET
Karen Rehfeld, Director

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February 18, 2014

The Honorable Pete Kelly
Co-Chair, Senate Finance Committee
Alaska State Legislature
State Capitol, Room 516
Juneau, AK 99801-1182

The Honorable Kevin Meyer
Co-Chair, Senate Finance Committee
Alaska State Legislature
State Capitol, Room 518
Juneau, AK 99801-1182

The Honorable Alan Austerman
Co-Chair, House Finance Committee
Alaska State Legislature
State Capitol, Room 505
Juneau, AK 99801-1182

The Honorable Bill Stoltze
Co-Chair, House Finance Committee
Alaska State Legislature
State Capitol, Room 515
Juneau, AK 99801-1182

Re: FY 2014 Supplemental Budget Amendments HB 299/SB 155

Dear Finance Committee Co-Chairs,

Enclosed, please find proposed supplemental amendments to the FY 2014 supplemental budget based on additional information received after the 15th Legislative day.

As you know, the Susitna-Watana Hydroelectric Project will provide long-term, low-cost reliable power for generations of Railbelt electric consumers. The Alaska Energy Authority (AEA) is continuing work necessary to submit the project licensing application to the Federal Energy Regulatory Commission (FERC). We are requesting approval of supplemental funding, contingent upon AEA obtaining executed land access permits. The additional funds will support continued progress on the licensing effort to conduct the FERC approved environmental study plan. We are also requesting re-appropriation of FY2014 excess fuel trigger funding to cover costs associated with the Tustumena's delayed return to service and for the vessel replacement fund.

Thank you for your consideration of these supplemental budget amendments.

Sincerely,

A handwritten signature in blue ink that reads "Karen".

Karen J. Rehfeld
Director

Enclosures

cc: David Teal, Director, Legislative Finance Division