

Klondike - Industrial Highway Ore Haul Refurbishment**FY2013 Request: \$2,500,000****Reference No: 54065****AP/AL:** Allocation**Project Type:** Construction**Category:** Transportation**Location:** Skagway**House District:** Cordova/Southeast Islands (HD 5)**Impact House District:** Cordova/Southeast Islands (HD 5)**Contact:** Pat Kemp**Estimated Project Dates:** 07/01/2012 - 06/30/2017**Contact Phone:** (907)465-3900**Appropriation:** Roads to Resources**Brief Summary and Statement of Need:**

This project will refurbish and strengthen the pavement and/or bridge structures to accommodate an anticipated large increase in the truck transport of ore from Canadian mines to the Port of Skagway for shipment to ore smelters around the world. The ultimate goal is to define a preferred build alternative, secure environmental permits and right-of-way that can be transferred to a public-private partnership for final design, finance and construction. This project is one of several new public-private partnerships being explored to help the state accomplish the development of its natural resources.

Funding:	<u>FY2013</u>	<u>FY2014</u>	<u>FY2015</u>	<u>FY2016</u>	<u>FY2017</u>	<u>FY2018</u>	<u>Total</u>
Gen Fund	\$2,500,000						\$2,500,000
Total:	\$2,500,000	\$0	\$0	\$0	\$0	\$0	\$2,500,000

<input type="checkbox"/> State Match Required	<input type="checkbox"/> One-Time Project	<input checked="" type="checkbox"/> Phased - new	<input type="checkbox"/> Phased - underway	<input type="checkbox"/> On-Going
0% = Minimum State Match % Required		<input type="checkbox"/> Amendment	<input type="checkbox"/> Mental Health Bill	

Operating & Maintenance Costs:

	<u>Amount</u>	<u>Staff</u>
Project Development:	0	0
Ongoing Operating:	0	0
One-Time Startup:	0	
Totals:	0	0

Additional Information / Prior Funding History:

None.

Project Description/Justification:

This project will refurbish and strengthen the pavement and bridge structures to accommodate an anticipated large increase in the transport of ore from Canadian mines to the Port of Skagway for shipment to ore smelters around the world. Road improvements are necessary to accommodate truck loads exceeding legal highway loads. The Klondike Highway is an industrial use highway that levies fees on industrial truck loads in excess of legal highway loads. Haul fees will be adjusted to recover the cost of both capital and maintaining this highway for ore haul over the service life of the improvements. Funding is requested for design only. Construction funding will be sought through AIDEA as part of a larger Roads to Resources user paid program.

This project contributes to the Department's Mission by reducing injuries, fatalities and property damage, by improving the mobility of people and goods, and by increasing private investment.