

Alaska Energy Cost Reduction Program Progress Report

Grantee: Alaska Power & Telephone Company

Grant # 0116-DC-2004-I4

Period of Report: Third Quarter 2007 (July 1 through September 30, 2007)

Project Name: Tok-Chistochina Regional Intertie Project (Denali)

Project activities completed:

Chistochina Line Extension

- New service was built.
- Clearing of the right-of-way was completed.
- Marked the remaining proposed power line route.
- Construction bidding for primary line was conducted resulting in issuing of construction contracts.

Porcupine Creek to Carlson Creek

- Clear another three miles of right –of-way including chipping refuse trees and moving logs to public access areas.

Project existing or potential problems:

- Archaeological and cultural findings during ground disturbing activities slow or halt construction with the potential to change pole placement or route.
- A change in Bureau of Indian Affairs (BIA) resulted in utility agreement being rescinded. A negotiating a new agreement has generated additional work demands such as survey's of Native allotments.
- The National Park Service is suggesting it may require the power service line built to the Cobb Lake residents be install underground making construction cost prohibited.
- The Ahtna tribe has demanded rental fees for easements. Negotiations are ongoing attempting to acquire easements rent free.

Activities Targeted for Next Reporting Period, Third Quarter 2007:

Chistochina Line Extension

- Set poles over remaining 3.5 miles of project.
- Establish final customer access easement.
- Build service to individual customers.

Mentasta to Broken Bridge

- Continue negotiation with Ahtna and BIA officials to resolve project imparements.
- Complete easement documentation.

Porcupine Creek to Carlson Creek

- Continue negotiation with Ahtna and BIA officials to resolve project imparements.
- Complete easement documentation.
- Mark and clear line route.