REFERRED TO THE PLANNING & ZONING COMMISSION ON 2-17-04

Submitted by: Assemblymember Shamberg, Tesche Prepared by: Department of Assembly For reading: February 17, 2004

ANCHORAGE, ALASKA AO NO. 2004–60

AN ORDINANCE OF THE ANCHORAGE MUNICIPAL ASSEMBLY AMENDING ANCHORAGE MUNICIPAL CODE CHAPTER 21.90, UTILITY DISTRIBUTION FACILITIES, SECTION 21.90.030, VARIANCES, AND SECTION 21.90.070, NONCONFORMING OVERHEAD LINES, TO AUTHORIZE THE DIRECTOR OF THE OFFICE OF ECONOMIC AND COMMUNITY DEVELOPMENT TO GRANT VARIANCES, TO REQUIRE A UTILITY OWNING POLES TO EXPEND TWO PERCENT OF ITS GROSS ANNUAL RETAIL REVENUES FROM SALES WITHIN THE MUNICIPALITY OF ANCHORAGE TO REMOVE POLES SUPPORTING NONCONFORMING OVERHEAD UTILITY LINES AND PLACE THE LINES UNDERGROUND, AND TO REQUIRE PLACEMENT OF NEW SERVICE LINES UNDERGROUND.

THE ANCHORAGE ASSEMBLY ORDAINS:

Section 1. Anchorage Municipal Code section 21.90.030 is hereby amended to read as follows: (*Other portions of the section are not affected and therefore not set out.*)

21.90.030 Variances.

A. The <u>director of the office of economic and community development</u> [PLANNING AND ZONING COMMISSION] may grant a variance from Section 21.90.020.A when [THE COMMISSION FINDS] any of the following is found:

1. Placing a utility distribution line underground would cause an excessive adverse environmental impact;

2. Placing a utility distribution line underground would threaten public health and safety, because the placement cannot be shown to meet acceptable technical standards for safety; or

3. Placing a utility distribution line underground in an environmentally sound and safe manner would cost more than three times the cost of placing the line overhead, where the applicant demonstrates the relative cost to the satisfaction of

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1		the director of the office of economic and community development						
2		[COMMISSION].						
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4		****						
5	[The	Revisor of Ordinances is instructed to change all subsequent references to						
6	"Dep	artment of Community Planning and Development" in this section to "Director of						
7	<u>the O</u>	ffice of Economic and Community Development".]						
8								
9	(AO No. 156-76; AO No. 84-62; AO No. 86-17)							
10								
11	Section 2.	Anchorage Municipal Code section 21.90.070 is hereby amended to read as						
12	follows:							
13								
14	21.90	0.070 Nonconforming overhead lines [-CONFORMANCE WITH TEN-YEAR						
15	PLA	N].						
16								
17	<u>A.</u>	An electric utility that owns poles that support nonconforming utility distribution						
18		lines shall remove the poles and place those lines underground. Any other utility						
19		that attaches to such poles shall place its lines underground at the same time that						
20		the pole owner places lines underground. [OWNING OR OPERATING						
21		NONCONFORMING UTILITY DISTRIBUTION LINES SHALL PLACE						
22	THOSE LINES UNDERGROUND IN ACCORDANCE WITH THE TEN-							
23		YEAR PLAN APPROVED UNDER SECTION 21.90.060; PROVIDED THAT						
24	A UTILITY NEED NOT EXPEND, EXCEPT BY SPECIAL AGREEMENT,							
25	DURING ANY FISCAL YEAR OF THE UTILITY, MORE THAN FOUR							
26	PERCENT OF ITS GROSS REVENUES DERIVED FROM SERVICE							
27	CONNECTIONS WITHIN THE MUNICIPALITY, EXCLUDING TOL							
28	REVENUES AND REVENUES FROM SALES OF ELECTRIC POWER FO							
29	RESALE, DURING ITS PRECEDING FISCAL YEAR TO COMPLY WIT							
30	THIS SUBSECTION.]							
31								
32		1. The electric utility that owns poles shall, in each fiscal year, expend two						
33	[percent of a three-year average of its annual gross retail revenues derived from						
34	5	utility service connections within the municipality, excluding toll revenues,						
35		revenues from sales of natural gas to third parties, and revenues from sales of						
36		electric power for resale. An electric utility's expenditures, pursuant to AS						
37		42.05.381(h), within the Municipality of Anchorage, shall be counted toward						
38		satisfaction of the two percent expenditure required by this subsection.						
39 40		2 A subility with lines attached to a note that is to be removed we der this						
40 41		2. <u>A utility with lines attached to a pole that is to be removed under this</u>						
41 42	subsection shall place its lines underground at the same time that the pole owner							
42	J	places its lines underground. An attached utility shall not be required to expend						
	l							

1 2 3		more than two percent of its annual gross retail revenues derived from utility service connections within the municipality, excluding toll revenues. For the purpose of satisfying 21.90.070, the utility's expenditures pursuant to AS
4 5 6		42.05.381(h) within the Municipality of Anchorage are counted toward this two percent expenditure limit.
7 8		3. The electric utility that owns poles may choose which existing lines to underground in order to fulfill the two percent expenditure requirement, in
9 10		consultation with any other utilities with facilities attached to such poles.
11 12 13 14 15		4. Each year that an attached utility has spent 2% of its annual gross retail revenues, the electric utility is not required to remove its poles, which support lines owned by the attached utility. It may, instead, transfer pole ownership per any pole attachment agreement in effect between the electric utility and the attached utility.
16 17 18 19		5. An electric utility that owns poles that does not expend the amount required in subsection A. of this section, or that expends more than that amount, may carry over the under or over expenditure as an adjustment to the following
20 21		year's obligation.
22 23 24 25 26 27 28 29	<u>B.</u>	The electric utility that owns poles shall notify the Municipality of Anchorage Director of Economic and Community Development, and utilities or entities with lines attached to such poles, of the approximate date that the owner plans to remove the poles. Such notice, where possible, shall be given at least four months in advance of the undergrounding except where an emergency or other unforeseen circumstances preclude such notice, in which case such advance notice as is reasonable under the circumstances shall be provided.
30 31 32 33	<u>C.</u>	A utility shall annually submit a report of its undergrounding projects and expenditures to the director of the office of economic and community development within 120 days of the end of the preceding calendar year.
34 35 36 37 38 39	<u>D</u> .[B]	<u>All n[N]</u> ew service connections shall be placed underground in the same manner as required for utility distribution lines under Section 21.90.020. [IN TARGET AREAS DESIGNATED UNDER SECTION 21.90.060; PROVIDED THAT] <u>New service lines [CONNECTIONS]</u> may be <u>temporarily</u> installed <u>above ground</u> [OVERHEAD] from October through May, if placed underground within one year of installation.
40 41 42	Section 3.	This ordinance shall become effective immediately upon its passage and approval.

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1	PASSED	AND	APPROVED	by	the	Anchorage	Assembly	this	day	of
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3										
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6										
7						Chair				
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9	ATTEST:									
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13	Municipal Clerk		· <u> </u>							
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Municipality of Anchorage MUNICIPAL CLERK'S OFFICE AGENDA DOCUMENT CONTROL SHEET

AO 2004-60

1	SUBJECT OF AGENDA DOCUMENT	DATE PREPARED 02/12/04				
	UTILITY DISTRIBUTION FACILITIES	INDICATE DOCUMENTS ATTACHED				
2	DEPARTMENT NAME Assembly	DIRECTOR'S NAME Dick Tra	I			
3	THE PERSON THE DOCUMENT WAS ACTUALLY PREPARED BY	' R. M. Gütierrez	HIS/HER PHONE NUMBER X4763			
4	COORDINATED WITH AND REVIEWED BY	INITIALS	DATE			
	Mayor					
	Herilage Land Bank					
	Merrill Field Airport					
	Municipal Light & Power	an a				
	Port of Anchorage					
	Solid Waste Services					
	Water & Wastewater Utility					
	Municipal Manager					
	Cultural & Recreational Services		<u> </u>			
	Employee Relations					
	Finance, Chief Fiscal Officer					
	Fire					
	Health & Human Services					
	Office of Management and Budget		1 - 1 - 1 - 1 - 1 - 1 - 1 - 1 - 1 - 1 -			
	Management Information Services		ζ +•			
	Police					
	Planning, Development & Public Works					
	Development Services					
	Facility Management					
	Planning					
	Project Management & Engineering		· · · · · · · · · · · · · · · · · · ·			
	Street Maintenance					
	Traffic					
	Public Transportation Department					
	Purchasing					
	Municipal Attorney					
	Municipal Clerk					
	Other .					
5	SPECIAL INSTRUCTIONS/COMMENTS	· .				
	ADDENDUM - CONSENT AGENDA-INTRODUCTION					
	TO BE REFERRED TO THE	PLANNING & ZONING C	OMMISSION			
6	ASSEMBLY MEETING DATE 02/17/04	7 PUBLIC HEARING DATE	REQUESTED			