S. 628

To authorize the Secretary of the Interior to convey a railroad right of way between North Pole, Alaska, and Delta Junction, Alaska, to the Alaska Railroad Corporation.

IN THE SENATE OF THE UNITED STATES

March 17, 2011

Ms. Murkowski (for herself and Mr. Begich) introduced the following bill; which was read twice and referred to the Committee on Energy and Natural Resources

A BILL

To authorize the Secretary of the Interior to convey a railroad right of way between North Pole, Alaska, and Delta Junction, Alaska, to the Alaska Railroad Corporation.

- 1 Be it enacted by the Senate and House of Representa-
- 2 tives of the United States of America in Congress assembled,
- 3 SECTION 1. SHORT TITLE.
- 4 This Act may be cited as the "Alaska Railroad Right
- 5 of Way Extension Act of 2011".
- 6 SEC. 2. FINDINGS.
- 7 Congress finds the following:
- 8 (1) Freight trains provide an efficient, reliable,
- 9 all-weather transportation system that produce less

- greenhouse gas emissions and are 70 percent more fuel efficient than trucks for large loads. The American Association of Railroads reports that a freight train can carry 457 ton-miles per gallon of diesel fuel and are substantially more fuel efficient than other forms of surface transportation.
 - (2) The Alaska Railroad Act (38 Stat. 305), which was signed into law on March 12, 1914, authorized the construction of a 1,000-mile rail line in the Territory of Alaska "to best aid in the development of the agricultural and mineral or other resources of Alaska . . . and so as to provide transportation of coal for the Army and Navy, transportation of troops, arms, munitions of war, the mails, and for other governmental and public purposes".
 - (3) The Alaska Railroad, which was constructed between 1915 and 1923, consists of only 467 miles of main line tracks. An additional 533 miles of tracks could be constructed under the original authorization.
 - (4) An 80-mile rail extension between North Pole and Delta Junction—
- 23 (A) would greatly benefit the Department 24 of Defense, which has large training areas

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1	south of the Tanana River between Fairbanks
2	and Delta Junction;
3	(B) would provide access to the Joint Pa-
4	cific Area Range Complex, which is currently
5	limited to ice roads during winter;
6	(C) would enable the United States Army
7	to mobilize military units to a staging area im-
8	mediately south of the Tanana River;
9	(D) would enable the United States Air
10	Force to move large freight to the Fort Greely
11	missile intercept complete located near Delta
12	Junction; and
13	(E) would facilitate the economical move-
14	ment of commercial freight and passenger
15	transportation, including tourism.
16	SEC. 3. CONVEYANCE OF LAND IN ALASKA FOR RAILROAD
17	RIGHT OF WAY.
18	(a) Conveyance Authorized.—The Secretary of
19	the Interior, and such other Federal officials as may be
20	necessary and appropriate, shall convey to the Alaska
21	Railroad Corporation (referred to in this section as the
22	"Alaska Railroad") all rights, title, and interests held by
23	the United States to approximately 950 acres of land lo-
24	cated between North Pole. Alaska, and Delta Junction.

1	Alaska, for the purpose of constructing a railroad corridor
2	and related support areas and structures.
3	(b) Description of Property.—
4	(1) Determination.—The exact acreage and
5	final route configuration of the conveyance author-
6	ized under subsection (a) shall be determined pursu-
7	ant to the National Environmental Policy Act of
8	1969 (42 U.S.C. 4321 et seq.) process conducted by
9	the Surface Transportation Board.
10	(2) Surveys.—The legal description of the real
11	property to be conveyed under subsection (a) shall
12	be determined by surveys satisfactory to the Sec-
13	retary of the Interior. The cost of the surveys shall
14	be borne by the Alaska Railroad.
15	(c) Additional Terms and Conditions.—
16	(1) IN GENERAL.—The Secretary of the Inte-
17	rior, and such other Federal officials as may be nec-
18	essary and appropriate, may require such additional
19	terms and conditions in connection with the convey-
20	ances described in subsection (a) as may be appro-
21	priate to protect the interests of the United States.
22	(2) Scope of Conveyance.—
23	(A) In general.—The interest conveyed
24	to the Alaska Railroad by the United States
25	under subsection (a) shall be a full title inter-

1	est, substantially equivalent to the title interest
2	received by the Alaska Railroad under the Alas-
3	ka Railroad Transfer Act of 1982 (45 U.S.C
4	1201 et seq.) except as provided in subpara-
5	graph (B).
6	(B) Exclusive use right-of-way.—In
7	the Secretary of the Interior, the Alaska Rail-
8	road, and such other Federal officials as may
9	be appropriate concur, the interest conveyed to
10	the Alaska Railroad in designated areas shall be
11	an exclusive use right-of-way in perpetuity, to
12	include the full rail and utility franchise with
13	reversion to conveyance described in subpara-
14	graph (A) in the event of future Federal dis-
15	position of fee title.
16	(3) Construction.—The railroad extension
17	shall be constructed in phases after the Surface
18	Transportation Board has approved the entire route
19	(d) Consideration.—
20	(1) In General.—The Alaska Railroad, shall
21	in consideration for the land conveyed by the United
22	States under this section—
23	(A) convey, or cause to be conveyed, ex-
24	change property in accordance with paragraph

(3);

- 1 (B) pay the purchase price for such real 2 property, in accordance with paragraph (4); or
 - (C) pay other consideration as may be negotiated with the Secretary of Interior and other Federal officials, as appropriate.
 - (2) Number of payments.—Conveyance and payment of consideration may be made through a single payment for the entire route or through separate payments for each portion of the route, as selected by the Alaska Railroad.
 - (3) Replacement property.—If the Alaska Railroad chooses to provide consideration under paragraph (1)(A), the Alaska Railroad shall convey or cause to be conveyed, and pay the cost of conveying, to the United States, fee simple title to land that the Secretary of the Interior determines to be suitable in exchange for the property being conveyed to the Alaska Railroad.
 - (4) Purchase price.—If the Alaska Railroad chooses to provide consideration under paragraph (1)(B), the Alaska Railroad shall pay the United States the fair market value of the real property conveyed by the United States based on its highest and best use, as determined by an independent ap-

1	praisal commissioned by the Secretary of the Inte-
2	rior and paid for by the Alaska Railroad.
3	(5) Appraisal.—In carrying out an appraisal
4	under paragraph (4)—
5	(A) the appraisal shall be performed by an
6	appraiser mutually acceptable to the Secretary
7	of the Interior and the Alaska Railroad; and
8	(B) the assumptions, scope of work, and
9	other terms and conditions related to the ap-
10	praisal assignment shall be mutually acceptable
11	to the Secretary of the Interior and the Alaska
12	Railroad.
13	(6) Payment terms.—Payment of the ap-
14	praised value for any land conveyed to the Alaska
15	Railroad under this section shall be—
16	(A) made by the Alaska Railroad to the
17	United States upon completion of an as-built
18	survey of the completed construction and re-
19	ceipt by the Alaska Railroad of formal convey-
20	ance; and
21	(B) without interest or any escalation of
22	the value due to the passage of time or develop-
23	ment of the real property.
24	(e) Pre-Conveyance Entry.—The Secretary of the
25	Interior, and other Federal officials as may be necessary

- 1 and appropriate, on such terms and conditions as may be
- 2 appropriate, may authorize the Alaska Railroad to enter
- 3 upon the land to be conveyed to the Alaska Railroad at
- 4 no charge for pre-construction and construction activities.
- 5 (f) SAVINGS PROVISION.—Nothing in this section
- 6 may be construed to affect the duties, responsibilities, or
- 7 liability of the Federal Government under the Comprehen-
- 8 sive Environmental Response, Compensation and Liability
- 9 Act of 1980 (42 U.S.C. 9601 et seq.) concerning any lands
- 10 conveyed under this section.

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