

**Alaska Energy Cost Reduction Program
Progress Report**

Grantee: Alaska Power Company (a/k/a Alaska Power and Telephone Company)

Project Name: APC Skagway Line Extension Program

Grant # 2195137

Period of Report: April 1 to June 30, 2006

Project activities completed:

- Placed the appropriate signage along the cable in conduit in Dyea.

Project existing or potential problems:

Activities targeted for Next Reporting Period, Third Quarter 2006:

- Upgrade conductor from the Dyea Road Substation to the 7200v step-up transformer serving the Dyea Valley to adequately carry the new load by the end of September 2006