

SENATE BILL NO. 136

IN THE LEGISLATURE OF THE STATE OF ALASKA

TWENTY-FIRST LEGISLATURE - FIRST SESSION

BY SENATOR ELLIS

Introduced: 4/8/99

Referred: State Affairs, Finance

A BILL

FOR AN ACT ENTITLED

1 "An Act relating to the sale of the Matanuska Maid Dairy and Mt. McKinley
2 Meat and Sausage Plant; and providing for an effective date."

3 **BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF ALASKA:**

4 * **Section 1.** SALE OF THE MATANUSKA MAID DAIRY AND MT. MCKINLEY
5 MEAT AND SAUSAGE PLANT. (a) The governor shall issue by October 1, 1999, a request
6 for proposals to purchase the Matanuska Maid Dairy and a request for proposals to purchase
7 the Mt. McKinley Meat and Sausage Plant. The request for proposals must include all other
8 assets of the dairy or meat and sausage plant that are necessary or convenient for the operation
9 of either business.

10 (b) By October 1, 2001, the governor shall enter into an agreement to sell Matanuska
11 Maid Dairy and Mt. McKinley Meat and Sausage Plant to the most responsive offeror who
12 agrees to purchase the dairy or meat and sausage plant for an amount that exceeds either the
13 fair market value of the dairy or meat and sausage plant and the assets of the dairy or meat
14 and sausage plant that are necessary or convenient for the operation of the dairy or meat and

1 sausage plant, or the amount that the state has expended to obtain, maintain, and subsidize the
2 dairy or meat and sausage plant.

3 (c) Matanuska Maid Dairy or Mt. McKinley Meat and Sausage Plant may not enter
4 into a contract or other agreement that has the effect or purpose of substantially diminishing
5 the value or marketability of the dairy or meat and sausage plant.

6 (d) The governor shall contract for preparation of a report on the fair market value
7 of the Matanuska Maid Dairy and Mt. McKinley Meat and Sausage Plant and all other assets
8 of the dairy and meat and sausage plant that are necessary or convenient for the operation of
9 the dairy and meat and sausage plant by a qualified appraiser. The results of the appraisal
10 shall be submitted to the legislature by the 10th legislative day of the Second Session of the
11 Twenty-First Alaska State Legislature. A contract for the appraisal under this section is
12 exempt from AS 36.30.

13 (e) The governor shall report to the legislature by the 10th legislative day of the
14 Second Session of the Twenty-First Alaska State Legislature regarding the procedures
15 established for and the progress toward the sale of the Matanuska Maid Dairy and Mt.
16 McKinley Meat and Sausage Plant as mandated by this Act.

17 (f) The governor shall adopt regulations under AS 44.62 to implement this Act.

18 (g) The sale of the Matanuska Maid Dairy or Mt. McKinley Meat and Sausage Plant
19 under this Act is not subject to AS 36.30.

20 * **Sec. 2.** This Act takes effect immediately under AS 01.10.070(c).