

SENATE JOINT RESOLUTION NO. 18

IN THE LEGISLATURE OF THE STATE OF ALASKA

TWENTY-FIRST LEGISLATURE - FIRST SESSION

BY SENATORS LINCOLN, Elton, Ellis

Introduced: 3/24/99

Referred: Judiciary, Resources

A RESOLUTION

1 **Requesting Exxon Corporation to pay claimants for court-ordered damages resulting**
2 **from the Exxon Valdez oil spill.**

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

4 **WHEREAS**, on March 24, 1989, at 12:04 a.m., the oil tanker Exxon Valdez grounded
5 on Bligh Reef in Prince William Sound resulting in a spill of 11,000,000 gallons of North
6 Slope crude oil along Alaska's shoreline; and

7 **WHEREAS**, immediately following the spill, executives of Exxon Corporation
8 promised the residents of the state that they would make Alaska whole again; and

9 **WHEREAS** the oil spill killed or affected seabirds, sea otters, harbor seals, bald
10 eagles, killer whales, salmon and herring eggs, and many tidal plants and animals, and has
11 caused long-term damage to the environment of Prince William Sound; and

12 **WHEREAS** the oil spill affected many communities; commercial, subsistence, and
13 sport fishermen; tourism operators; subsistence gatherers; large and small businesses; and
14 others in the area; and

15 **WHEREAS**, on September 16, 1994, an Alaska jury in the federal district court
16 returned a \$5,000,000,000 punitive damage verdict against Exxon Corporation to help

1 compensate those affected by the spill; and

2 **WHEREAS**, between 1994 and 1996, the federal district court judge denied numerous
3 motions by Exxon Corporation to overturn or adjust the verdict, and the corporation continues
4 to file motions that delay settlement of the case; and

5 **WHEREAS**, between 1996 and today, Exxon Corporation filed two motions for new
6 trials that were denied by the federal court; and

7 **WHEREAS** oral arguments begin this year on Exxon Corporation's appeal of the
8 denial for its second motion for a new trial and, pending the outcome of this appeal, the
9 company may file a petition for further review to the United States Supreme Court; and

10 **WHEREAS** Exxon Corporation has prospered financially in the 10 years since the oil
11 spill and is preparing to merge with Mobil Corporation to create the largest corporation in the
12 world; and

13 **WHEREAS**, a decade after the oil spill and five years after the punitive damage
14 judgment, 40,000 claimants are still waiting for payment of punitive damages; 500 claimants
15 have died since 1989; and

16 **WHEREAS** the majority of the claimants who are owed punitive damages are working
17 men and women with families, homes, mortgages, and financial obligations; and

18 **WHEREAS** the petroleum industry plays a vital role in providing revenue,
19 employment, and economic stability for the state; and

20 **WHEREAS** the Alaska State Legislature has encouraged development of the petroleum
21 industry through incentives and partnerships; and

22 **WHEREAS**, in order to foster partnerships between Exxon Corporation and the people
23 of Alaska, Exxon Corporation must make good on its promise to make Alaska whole again,
24 and pay its debt to the people of Alaska as prescribed by the court.

25 **BE IT RESOLVED** that the Alaska State Legislature urges the Exxon Corporation to
26 cease its ongoing efforts to avoid or delay payment of the court-ordered judgment and to pay
27 all claimants owed punitive damages as a result of the 1989 Exxon Valdez oil spill.

28 **COPIES** of this resolution shall be sent to the Honorable Bill Clinton, President of the
29 United States; the Honorable Al Gore, Jr., Vice-President of the United States and President
30 of the U.S. Senate; the Honorable Janet Reno, Attorney General of the United States; the
31 Honorable J. Dennis Hastert, Speaker of the U.S. House of Representatives; the Honorable

1 Trent Lott, Majority Leader of the U.S. Senate; Robert Pitofsky, Chairman of the Federal
2 Trade Commission; William J. Baer, Director, Bureau of Competition, Federal Trade
3 Commission; the Honorable Ted Stevens and the Honorable Frank Murkowski, U.S. Senators,
4 the Honorable Don Young, U.S. Representative, members of the Alaska delegation in
5 Congress; and Lee R. Raymond, Chairman and Chief Executive Officer of Exxon Corporation.