

CS FOR HOUSE JOINT RESOLUTION NO. 8(L&C)
IN THE LEGISLATURE OF THE STATE OF ALASKA
TWENTY-FIFTH LEGISLATURE - FIRST SESSION

BY THE HOUSE LABOR AND COMMERCE COMMITTEE

Offered: 2/21/07

Referred: Today's Calendar

Sponsor(s): REPRESENTATIVES THOMAS, Samuels, Wilson, Gruenberg, LeDoux

A RESOLUTION

1 **Opposing the enactment by the Washington State Legislature of a bill proposing to**
2 **impose a fee on the processing of shipping containers in the State of Washington because**
3 **of the negative impact of the fee on the people and the economy of this state.**

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

5 **WHEREAS** Washington state has been the primary gateway to this state since before
6 the first gold rush, more than 100 years ago; and

7 **WHEREAS** the people of this state continue to depend on ships and barges to move
8 almost all of the necessities of daily life from Washington state; and

9 **WHEREAS** many isolated maritime communities that do not have road access
10 depend entirely on marine cargo shipped from Washington state as their lifelines; and

11 **WHEREAS** 97 percent by weight and 60 percent of the value of all goods shipped to
12 Alaska are shipped by water; and

13 **WHEREAS** most seafood harvested in this state and bound for the lower 48 states is
14 shipped from this state to and through ports in Washington state; and

15 **WHEREAS**, during 2003, this state was Puget Sound's fifth largest trading partner,

1 aside from the aerospace industry, and the economic connection between this state and
2 Washington state was responsible for at least 103,500 jobs and over \$4,000,000,000 in labor
3 earnings; and

4 **WHEREAS** Senate Bill 5207, which is pending before the Washington State
5 Legislature, would impose a fee of \$50 for each 20-foot equivalent unit on every cargo
6 container traveling between Washington state and this state; most cargo containers are at least
7 two 20-foot equivalent units and would be subject to a fee of \$100 each time the container
8 leaves Washington state and each time the container returns to that state, regardless of
9 whether the container is empty, partially loaded, or full; and

10 **WHEREAS** Senate Bill 5207 would be detrimental to the trading relationship
11 between Washington state and this state; and

12 **WHEREAS**, because of this state's unique dependence on ports in Washington state,
13 enactment of Senate Bill 5207 would damage this state's economy and cripple many isolated
14 communities in this state by raising the cost of living by several percent;

15 **BE IT RESOLVED** that the Alaska State Legislature respectfully requests that the
16 Washington State Legislature recognize the negative effect Senate Bill 5207 would have on
17 the trading relationship between Washington state and this state and the economic costs
18 associated with that negative effect to both states; and be it

19 **FURTHER RESOLVED** that the Alaska State Legislature respectfully requests that
20 the Washington State Legislature recognize the negative effect Senate Bill 5207 would have
21 on the people and economy of this state, particularly on maritime communities in the
22 southeast part of this state; and be it

23 **FURTHER RESOLVED** that the Alaska State Legislature opposes the enactment of
24 Senate Bill 5207 and urges the Washington State Legislature to consider alternative means for
25 raising revenue to be used for the infrastructure of the ports of that state; and be it

26 **FURTHER RESOLVED** that the Alaska State Legislature urges the attorney general
27 to use the resources of the Department of Law to research the legal issues raised by the tax on
28 shipping containers proposed in Senate Bill 5207; and be it

29 **FURTHER RESOLVED** that, if the tax in Senate Bill 5207 is enacted and the facts
30 and law support an action by this state challenging the tax, the Alaska State Legislature urges
31 the attorney general to immediately file a complaint and request for injunction in Federal

1 District Court and in any other forum that could provide relief.

2 **COPIES** of this resolution shall be sent to the Honorable Chris Gregoire, Governor of
3 Washington; the Honorable Brad Owen, Lieutenant Governor of Washington; the Washington
4 State Senate; the Washington State House of Representatives; the Honorable Sarah Palin,
5 Governor of Alaska; the Honorable Sean Parnell, Lieutenant Governor of Alaska; and the
6 Honorable Ted Stevens and the Honorable Lisa Murkowski, U.S. Senators, and the Honorable
7 Don Young, U.S. Representative, members of the Alaska delegation in Congress.