

1 IN THE SENATE BY THE JUDICIARY COMMITTEE

2 SENATE CONCURRENT RESOLUTION NO. 42

3 IN THE LEGISLATURE OF THE STATE OF ALASKA

4 SIXTH LEGISLATURE - SECOND SESSION

5 Relating to oil pipeline tariffs in  
6 the Cook Inlet area.

7 BE IT RESOLVED BY THE LEGISLATURE OF THE STATE OF ALASKA:

8 WHEREAS tariffs charged by the Cook Inlet Pipeline Company for oil  
9 transported from pipeline inlet to ship's rail were increased by 25 per cent  
10 effective May 1, 1969; and

11 WHEREAS the tariffs were filed with the Interstate Commerce Commission  
12 and, at least in part, allegedly based upon revised estimates of reserves,  
13 showing a decrease in reserves; and

14 WHEREAS some of the individual oil operators in the Cook Inlet are  
15 known to disagree with the revised estimate of reserves, claiming in part  
16 that reserves available through pressure maintenance operations may not have  
17 been considered; and

18 WHEREAS oil transportation costs through their effect on the wellhead  
19 price against which royalty and severance rates are applied, are of direct  
20 concern to the state; and

21 WHEREAS, currently, there is little information available to either the  
22 state or the oil operators upon which they could base an analysis of the  
23 validity of the tariffs;

24 BE IT RESOLVED by the Sixth State Legislature that the Governor is  
25 respectfully requested to direct the Commissioner of Natural Resources to  
26 file a complaint with the Interstate Commerce Commission questioning the  
27 validity of the increased Cook Inlet Pipeline Company tariffs; and be it

28 FURTHER RESOLVED that the Department of Natural Resources report to the  
29 Seventh Legislature, First Session the satisfaction, if any, granted by the

1 Interstate Commerce Commission, with specific reference to matters of juris-  
2 diction exercised, the nature of relief and statement of facts concerning  
3 the pipeline tariffs.

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