

Original sponsor: State Affairs Committee
by request

Offered: 6/10/78
Referred: Finance

1 IN THE SENATE

BY THE RESOURCES COMMITTEE

2 CS FOR SENATE CONCURRENT RESOLUTION NO. 113

3 IN THE LEGISLATURE OF THE STATE OF ALASKA

4 TENTH LEGISLATURE - SECOND SESSION

5 Relating to two-factor financing of the
6 trans-Alaska oil pipeline."

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

8 WHEREAS the legislature has determined that every Alaskan should have
9 the opportunity to become self-sufficient through the legitimate acquisition
10 of an income-producing capital estate, and that all Alaskans should benefit
11 from the operation of an oil pipeline within the borders of the state; and

12 WHEREAS the legislature has determined that conventional methods of
13 financing an Alaska oil pipeline are expensive and benefit only a limited
14 number of individuals; and

15 WHEREAS there currently exist programs of corporate finance known as
16 "two-factor financing" that can generate low-cost capital for private enter-
17 prise while simultaneously making employees and consumers owners of new
18 capital; and

19 WHEREAS two-factor financing of the trans-Alaska oil pipeline may result
20 in long-term financial benefit to the people of Alaska; and

21 WHEREAS low-cost capital to finance equity ownership or a portion of
22 equity ownership of the trans-Alaska oil pipeline may result in lower prices
23 for Alaska oil, thereby benefiting the entire nation;

24 BE IT RESOLVED by the Alaska State Legislature that the Legislative
25 Council, in cooperation with the Office of the Governor, investigate the
26 feasibility and desirability of two-factor financing of equity ownership of
27 the trans-Alaska oil pipeline; and be it

28 FURTHER RESOLVED that a committee composed of two members of the senate
29 appointed by the presiding officer of the senate, two members of the house

1 appointed by the presiding officer of the house, and two persons appointed by
2 the governor perform the investigation and prepare a report with recommenda-
3 tions, if any, to be submitted to the First Session of the Eleventh Legisla-
4 ture; and be it

5 FURTHER RESOLVED that the Legislative Affairs Agency shall provide the
6 committee with professional and clerical assistance under the auspices of the
7 Legislative Council.

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