

Introduced: 2/22/80
Referred: Commerce and
Finance

1 IN THE SENATE

BY THE STATE AFFAIRS COMMITTEE

2 SENATE JOINT RESOLUTION NO. 56

3 IN THE LEGISLATURE OF THE STATE OF ALASKA

4 ELEVENTH LEGISLATURE - SECOND SESSION

5 Relating to the Alaska Power Author-
6 ity, and the incurring of revenue
7 bond indebtedness of the Alaska Power
8 Authority for the Cordova Electric
9 Cooperative, Inc., to finance the
10 relocation of the present main diesel
11 power generation plant, acquisition
12 and installation of a new diesel
13 power generator, acquisition of
14 general equipment, acquisition and
15 installation of feeder and distri-
16 bution line improvements and con-
17 struction of a new headquarters
18 building, to be located in and near
19 Cordova.

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

21 WHEREAS the Cordova Electric Cooperative, Inc., a Rural Electric Asso-
22 ciation cooperative, plans to relocate the present main diesel power genera-
23 tion plant, acquire and install a new diesel power generator, acquire general
24 equipment, acquire and install feeder and distribution line improvements and
25 construct a new headquarters building, in and near Cordova; and

26 WHEREAS the Cordova Electric Cooperative, Inc., has submitted an appli-
27 cation to the Alaska Power Authority for assistance in financing these pro-
28 jects, and the Alaska Power Authority has by resolution determined to sell
29 its bonds to finance the projects; and

1 WHEREAS the Alaska Power Authority, under AS 44.56.180, has submitted to
2 the governor and to the legislature a statement of its recommendations for
3 financing the Cordova Electric Cooperative projects and a statement outlining
4 the general design, demonstration of financial feasibility, and maximum
5 amount of revenue bonds and appropriations necessary for the projects; and

6 WHEREAS, the statements of the Alaska Power Authority submitted to the
7 governor and to the legislature fully satisfy the requirements contained in
8 AS 44.56.180(b) and the statements required by AS 44.56.180(c); and

9 WHEREAS, according to the statements of the Alaska Power Authority, the
10 authority intends, through the issuance of revenue bonds, to finance the
11 Cordova Electric Cooperative projects only and not to construct, acquire or
12 own the projects; and

13 WHEREAS the statements of the Alaska Power Authority provide that the
14 projects are to be designed, acquired and constructed by the Cordova Electric
15 Cooperative, Inc., under an agreement with the Alaska Power Authority which
16 will provide that the Alaska Power Authority has ownership rights in the
17 projects only as may be necessary to secure the payment of the revenue bond
18 indebtedness; and

19 WHEREAS the costs to be incurred in financing the project will require
20 the issuance of revenue bonds of the Alaska Power Authority in a maximum
21 estimated amount not to exceed \$6,500,000; and

22 WHEREAS it is in the best interests of the state that revenue bonds of
23 the Alaska Power Authority be issued to finance the cost of the projects;

24 BE IT RESOLVED by the Alaska State Legislature that the general design
25 of the Cordova Electric Cooperative, Inc. projects in and near Cordova, and
26 the incurring of revenue bond indebtedness by the Alaska Power Authority in a
27 maximum amount not to exceed \$6,500,000 to pay the costs of the projects are
28 approved; and be it

29 FURTHER RESOLVED that the \$6,500,000 may be combined in one bond issue

1 with the amount needed to finance other Rural Electric Association coopera-
2 tive projects approved by the legislature in accordance with AS 44.56.180.

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