

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

1 IN THE SENATE

BY THE STATE AFFAIRS COMMITTEE

2 SENATE JOINT RESOLUTION NO. 58

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 Homer Electric
9 Association for the financing of
10 acquisition and installation of new
11 consumer connections and electric
12 power distribution lines in the area
13 served by the Homer Electric Associ-
14 ation.

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

16 WHEREAS the Homer Electric Association, Inc., a Rural Electric Associ-
17 ation cooperative, plans to construct, acquire and install approximately
18 3,750 new consumer connections and approximately 250 miles of electric power
19 distribution lines; and

20 WHEREAS the Homer Electric Association, Inc., has submitted an appli-
21 cation to the Alaska Power Authority for assistance in financing the consumer
22 connections and distribution lines project, and the Alaska Power Authority
23 has by resolution determined to sell its bonds to finance the project; and

24 WHEREAS the Alaska Power Authority, under AS 44.56.180, has submitted to
25 the governor and to the legislature a statement of its recommendations for
26 financing the Homer Electric Association project and a statement outlining
27 the general design, demonstration of financial feasibility, and maximum
28 amount of revenue bonds and appropriations necessary for the project; and

29 WHEREAS, the statements of the Alaska Power Authority submitted to the

1 governor and to the legislature fully satisfy the requirements contained in
2 AS 44.56.180(b) and the statements required by AS 44.56.180(c); and

3 WHEREAS according to the statements of the Alaska Power Authority, the
4 authority intends, through the issuance of revenue bonds, to finance the
5 Homer Electric Association project only and not to construct, acquire or own
6 the project; and

7 WHEREAS the statements of the Alaska Power Authority provide that the
8 project is to be designed, acquired and constructed by the Homer Electric
9 Association, Inc., under an agreement with the Alaska Power Authority which
10 will provide that the Alaska Power Authority has ownership rights in the
11 project only as may be necessary to secure the payment of the revenue bond
12 indebtedness; and

13 WHEREAS the costs to be incurred in financing the project will require
14 the issuance of revenue bonds of the Alaska Power Authority in a maximum
15 estimated amount not to exceed \$3,360,000; and

16 WHEREAS it is in the best interests of the state that revenue bonds of
17 the Alaska Power Authority be issued to finance the cost of the project;

18 BE IT RESOLVED by the Alaska State Legislature that the general design
19 of the Homer Electric Association, Inc. project to construct, acquire and
20 install consumer connections and electric power distribution lines, and the
21 incurring of revenue bond indebtedness by the Alaska Power Authority in a
22 maximum amount not to exceed \$3,360,000 to pay the costs of the project are
23 approved; and be it

24 FURTHER RESOLVED that the \$3,360,000 may be combined in one bond issue
25 with the amount needed to finance other Rural Electric Association coopera-
26 tive projects approved by the legislature in accordance with AS 44.56.180.

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