

1 IN THE HOUSE

BY COTTEN AND GRUENBERG

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HOUSE JOINT RESOLUTION NO. 40

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IN THE LEGISLATURE OF THE STATE OF ALASKA

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SIXTEENTH LEGISLATURE - FIRST SESSION

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Supporting the status of the Medical

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Indemnity Corporation of Alaska as a

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public corporation and an essential

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instrumentality of the state and endors-

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ing the corporation's tax exempt status.

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

11 WHEREAS the state established the Medical Indemnity Corporation of
12 Alaska in 1976 as a public corporation of the State of Alaska; and

13 WHEREAS, as an instrumentality of the state, the corporation has, for
14 the past 13 years, furnished a means of insurance to the state's health
15 care providers, whose services are essential to the public health and
16 welfare; and

17 WHEREAS the revenue earned by the corporation has been devoted exclu-
18 sively to the performance of the corporation's statutory purposes and the
19 fulfillment of its essential governmental functions; and

20 WHEREAS the revenue earned by the corporation has accrued exclusively
21 to the corporation as an instrumentality of the state, and has not accrued
22 to any other person or entity; and

23 WHEREAS a question has been raised as to whether the Medical Indemnity
24 Corporation of Alaska and its income are exempt from federal taxation; and

25 WHEREAS the legislature strongly supports tax-exempt treatment of the
26 Medical Indemnity Corporation of Alaska and its income;

27 BE IT RESOLVED that the Alaska State Legislature finds and declares
28 that the Medical Indemnity Corporation of Alaska, as a public corporation
29 of the state, performs essential governmental functions as an

1 instrumentality of the state, and that the corporation should have and
2 enjoy the same tax-exempt status as exists for other public corporations of
3 the state performing essential governmental functions; and be it

4 FURTHER RESOLVED that the Governor and the Alaska Congressional dele-
5 gation are urged to take appropriate efforts to preserve and maintain the
6 tax-exempt status of the Medical Indemnity Corporation of Alaska and its
7 income for federal income tax purposes.

8 COPIES of this resolution shall be sent to the Honorable Ted Stevens
9 and the Honorable Frank Murkowski, U.S. Senators, and the Honorable Don
10 Young, U.S. Representative, members of the Alaska delegation in Congress.

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