

SR

22

Senator John B. (Jack) Coghill
Alaska State Legislature

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May 6, 1987

RE: "Supporting the environmentally sound development
and construction of a natural gas pipeline system"

Dear Colleague;

The current economic picture is evidence that as a state we must promote prudent and sound development of our other resources.

SR 22 is a step in that direction. A natural gas pipeline can be built within the next decade.

This resolution will send a message to those foreign nations currently interested in purchasing our natural gas that the State Senate supports its construction.

I urge your support on this resolution.

STATE OF ALASKA 1987 LEGISLATIVE SESSION FISCAL NOTE

Revision Date : _____

REQUEST

Bill/Resolution No. : SR 22
 Title : Supporting environmentally sound deve. and construction of natural gas pipeline system.
 Sponsor : Coghill and Faiks
 Requestor : _____
 Date of Request : _____

FISCAL DETAIL

Agency Affected : _____
 BRU : _____

 Components : _____

EXPENDITURES/REVENUES : (Thousands of Dollars)

OPERATING	FY 87	FY 88	FY 89	FY 90	FY 91	FY 92
PERSONAL SERVICES						
TRAVEL						
CONTRACTUAL						
SUPPLIES						
EQUIPMENT						
LAND & STRUCTURES						
GRANTS, CLAIMS						
MISCELLANEOUS						
TOTAL OPERATING	0	0	0	0	0	0

CAPITAL						
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REVENUE	0	0	0	0	0	0
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FUNDING : (Thousands of Dollars)

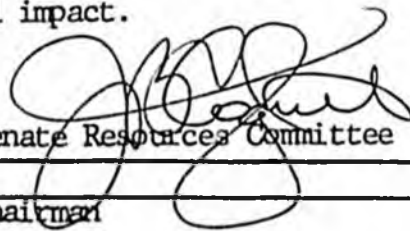
GENERAL FUND						
FEDERAL FUNDS						
OTHER						
TOTAL						

POSITIONS :

FULL-TIME						
PART-TIME						
TEMPORARY						

ANALYSIS : Attach a separate page if necessary

No fiscal impact.



Prepared by : Senate Resources Committee

Phone : _____

Division : Chairman

Date : 4-29-87

Approved by : _____

Date : _____

Agency : _____

Distribution (by Agency preparing fiscal note) :

- Legislative Finance
- Legislative Sponsor
- Requestor
- Office of Management and Budget
- Impacted Agency(ies)

5-1098B
Bannister
4/30/87

Original sponsors: Coghill, Faiks
and Bennett

1 IN THE SENATE

BY THE RESOURCES COMMITTEE

2 CS FOR SENATE RESOLUTION NO. 22 (Resources)

3 IN THE LEGISLATURE OF THE STATE OF ALASKA

4 FIFTEENTH LEGISLATURE - FIRST SESSION

5 Supporting the environmentally sound
6 development and construction of a
7 natural gas pipeline system.

8 BE IT RESOLVED BY THE SENATE:

9 WHEREAS the Senate strongly supports policies that promote economic
10 development and diversification in the state; and

11 WHEREAS the environmentally sound development of the state's vast
12 natural resources offers the most significant opportunity for the state to
13 attain the goal of broadening its economic base through economic develop-
14 ment and diversification; and

15 WHEREAS it is widely recognized that increasing the cultural and trade
16 exchange and dialogue between the people of the state and the people of the
17 Pacific Rim nations is highly desirable; and

18 WHEREAS Japan, South Korea, and Taiwan had a combined trade surplus
19 with the United States of \$81,000,000,000 in 1986; and

20 WHEREAS current oil and gas producers at Prudhoe Bay are reinjecting
21 natural gas at a rate of 2,600,000,000 cubic feet a day because no trans-
22 portation system exists to market this vast resource; and

23 WHEREAS Japan currently consumes 28,000,000 metric tons of natural gas
24 annually; and

25 WHEREAS the Japan Gas Association has forecast that Japanese natural
26 gas consumption will increase to over 42,000,000 metric tons annually by
27 the year 2000; and

28 WHEREAS oil exploration, development, and production have occurred on
29 the state's North Slope without significant adverse environmental effects;

1 and

2 WHEREAS the Trans-Alaska Pipeline System was constructed from Prudhoe
3 Bay to Valdez without significant adverse environmental effects; and

4 WHEREAS the improved expertise in arctic and subarctic construction
5 that was gained from previous North Slope oil and gas development experi-
6 ence has significantly reduced the cost projections for the construction of
7 a natural gas pipeline; and

8 WHEREAS it has been forecast that over 6,000 Alaskans would be em-
9 ployed during the last three years of the construction of a natural gas
10 pipeline and that the peak employment level would be over 10,000;

11 BE IT RESOLVED that the Senate strongly supports the environmentally
12 sound development and construction of a natural gas pipeline system in
13 order to provide market access for the vast deposits of natural gas found
14 in the state.

15 COPIES of this resolution shall be sent to the Honorable Ronald
16 Reagan, President of the United States; the Honorable Malcolm Baldrige,
17 Secretary of Commerce; the Honorable John S. Herrington, Secretary of
18 Energy; the Honorable Donald P. Hodel, Secretary of the Interior; the
19 Honorable Nobuo Matsunaga, Ambassador of Japan to the United States; the
20 Honorable Seiji Arimatsu, Consul General, Consulate of Japan in Anchorage,
21 Alaska; the Honorable Kaz Hayashi, the Alaska State Representative in the
22 Alaska State Asian Office in Tokyo; the chief executive officer of Yukon
23 Pacific Corporation; and the chief executive officer of Northwest Alaskan
24 Pipeline Company.