

LEG. FINANCE - BILLS 1979 - 1980 1399
SCR 55 cont., thru HJR 59 1399

February 13, 1980

The Honorable Robert H. Ziegler, Sr.
State of Alaska
Senate
Pouch V, State Capitol
Juneau, Ak 99811

Dear Senator Ziegler:

We ask your indulgence in a matter of grave concern to the flight crew members of Alaska Airlines.


Recent actions taken by the State of Alaska, Department of Revenue, clearly indicate their desire to once again impose taxation on flight crews flying over or into the state of Alaska. A letter from the Department of Revenue dated January 24, 1980 was issued to each individual crew member at his home address in Washington State (copy enclosed). Our names and residential addresses were obtained by a summons issued to Alaska Airlines, Inc. (copy enclosed) demanding copies of W-2 forms for the years 1976, 1977. It is interesting to note that the tax rulings (Alaska Tax Rulings 78-5, 78-6, 78-7) were not issued until December 31, 1978 (copies also enclosed). Federal Law 49-1512 (enclosed) addresses this taxation of non-residents, but has been misused due to a loophole. An amendment (#116, copy enclosed) will clarify this argument decisively. Alaska's own U. S. Senator, the Honorable Ted Stevens, makes this point very clear in the Congressional Record, dated May 1, 1979. This amendment is currently on President Carter's desk, awaiting his signature. The intent of the Federal Law 49-1512 (P.L. 91-569) was to exempt flight crews from being taxed over every state in which they flew; for obvious reasons. Indeed, it would become a physical impossibility to keep records and perform flight deck duties simultaneously.

Even though we as Alaska Airlines flight crew members live in your sister state to the south, and are not eligible as non-residents of the State of Alaska for legislative representation, we appeal to you on our behalf to intervene with legislation to exempt flight crews from this taxation. It would create undue burdens on family financial planning, and in most cases, the inability of an individual to pay the taxes retroactively back through 1976.

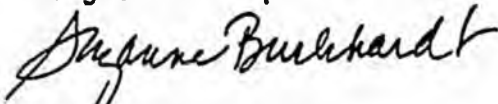
2-
Rest assured that our employee group will continue to promote Alaska tourism and provide assistance to travelers both over and into Alaska as always.

In behalf of the Alaska Airlines employee group, I'd like to express our deep appreciation for your assistance in this matter.

Yours truly,



R. A. McKelvey
Flight Crew Representative



Suzanne Burkhardt
Flight Crew Representative

Encl.

WAYNE EHLERS

SECOND DISTRICT

DEMOCRAT



RESIDENCE

14301 SOUTH YAKIMA
PARKLAND, WASHINGTON 98444

RES. TEL: 531-3007

OLYMPIA

HOUSE OFFICE BUILDING
ROOM 410
OLYMPIA, WASHINGTON 98504
753-7824

House of Representatives

STATE OF WASHINGTON

OLYMPIA

February 26, 1980

The Honorable Clem V. Tillion
President of the Senate
Pouch V
State Capitol
Juneau, AK 99811

Dear President Tillion:

I would like to express my concern over action by the State of Alaska Department of Revenue requiring Alaska Airlines to withhold Alaska state income tax from earnings of non-resident employees.

The Alaska Department of Revenue is also currently auditing Alaska Airline payroll records for 1976, 1977 and 1978 in an attempt to collect taxes, interest and penalties from non-resident employees for this period which would represent a retroactive application of the December, 1979 tax rulings.

Alaska Airlines is being required to withhold Alaska State income tax on non-resident employees who flew over 50% of their 1979 scheduled flight time within the three mile territorial limit surrounding the State of Alaska (specified in the Federal Statutes under The Submerged Land Act, Title 43, U.S. Code Sec. 1312). However, non-resident employees must file Alaska Individual Net Income Tax Returns on form DR 600 PR for all years during which part of their income was derived from sources within Alaska according to a letter dated January 24, 1980 to Alaska Airlines Flight Crew members from Maureen O'Brien, Supervisor, Multistate Tax Unit of the State of Alaska Department of Revenue. This appears to include taxation on non-resident employees with less than 50% of their scheduled flight time within Alaska.

This action by your Department of Revenue under statutes 43.20.011, 43.20.035 and 43.20.040 on earnings of non-resident employees of Alaska Airlines appears to single them out in a discriminatory manner. In

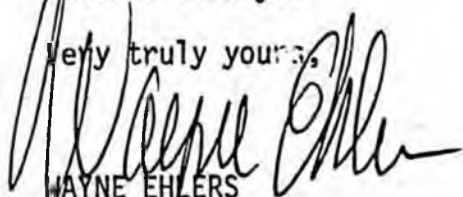
February 26, 1980
Page Two

effect, it designates the flight deck of an airliner a "tax home" for purposes of taxation. Imposition of Alaska state income tax and the state school tax on these Alaska Airline non-resident employees could be considered as taxation without representation.

I might point out that Washington State Department of Revenue currently grants a waiver of Washington state sales tax to Alaska residents for the purchase of durable goods in our state. This represents a substantial savings to Alaska residents each year.

I would urge you to support the exemption of non-residents airline employees from liability for Alaska state income tax while using the Federal airways.

Very truly yours,



WAYNE EHLERS
State Representative
Second Legislative District

WE:kln10/6

Coincidentally

Letters to the Editor 3.

Tax relief

...or:
... recent debate over state tax proposals really stems from in-... ideas about the purpose of... ent. Two major groups... group feels that the gov-... should collect only what... are needed to carry out the... which have been autho-... the voters. The other group... government should use its... power to redistribute the... in a manner which will en-... desired behavior and dis-... undesirable behavior. The... of tax relief one supports in-... in which group one belongs... conservative, it burns me to... the government takes my... whether it needs it or not.

— and uses it to control what I do. In a free society, I feel that people should be left alone to do whatever they can afford to do, with as little interference or economic manipulation from government as possible.

The government's power to collect taxes comes from the people, and should extend no further than the collecting of sufficient revenues to carry out whatever functions the people have authorized the government to perform. Power beyond this leads to corruption and the stifling of free enterprise. In my opinion, the redistribution of wealth is not a legitimate function of government.

Samuel R. Patton,
Eagle River

Federal pay cut

Dear Editor:

My paycheck at the end of this two week pay period will have 45 fewer dollars in it. So my monthly take home will be almost \$100 less. This is a result of the federal employees cost of living allowance cut.

The COLA cut is a result of a so called in-depth study conducted by the Office of Personnel Management. This study used the 1972 Bureau of Labor statistics consumer expenditure survey. This survey actually states that the typical family spends only 20.3 percent of its budget on housing, heating, electricity and water. I have not found one federal employee with less than 30 percent of his budget going to this expense.

The report unbelievably stated

clothing is cheaper in Anchorage than Washington D.C. which is only miles from the clothing mills.

The people who gathered the data for this report found six Anchorage dentists that still fill cavities for \$25 per filling. (Now is your chance, one of you six, to get a lot of business.) I will have to feel it to believe it.

This report may have made some valid assertions. For the money that it probably cost, it better. But I know there are at least three significant mistakes. I contend that if the agency going to take \$100 a month away from me, then they ought to at least have their facts straight!

Jim Halloran
6725 Blackberry

Another tax

Dear Editor:

Once again the youthful bureaucrats in Alaska's capital are attempting to make a name for themselves by attacking the flight crews of the airlines which serve Alaskan cities, by attempting to tax their income earned while flying the federal airspace to and from Outside cities and Alaskan ports — this at a time when state coffers are bursting with oil lease income.

These crews are federally licensed, fly under federal rules in federal airspace and are heavily taxed on their income by the Internal Revenue Service. If they live in states which have a state income tax, or a state sales tax, they are further taxed on their total income by that state.

maneuver, including the seamen on the tugs, barges and ships which crossed the Gulf of Alaska to northern ports. Through the joint efforts of seamen and pilot representatives, this move was quelled. The City of Denver, about the same time, decided to apply a city tax to long haul truckers arriving in the Rocky Mountain community. The truckers' answer to that — "Fine, we'll drive our trucks to the city limits and you come get the goods," quickly settled that issue.

The weakness of this position is indicated by the state Department of Revenue running a "test case" on the crews of Alaska Airlines. Company officials say "these the hub"

From the first days of aviation in the air over Alaska, pilots, and later multiple crews, have been made welcome in Alaska communities; and they have reciprocated through the years, extending whatever aid they could to communities and individuals touched by their presence. Let's get these people in the state government back on track, and once again get off the backs of the people who helped build the state to what it is today.

Handwritten initials/signature

Introduced: 2/28/80
Referred: State Affairs and
Finance

1 IN THE SENATE

BY THE JUDICIARY COMMITTEE

2 SENATE CONCURRENT RESOLUTION NO. 55

3 IN THE LEGISLATURE OF THE STATE OF ALASKA

4 ELEVENTH LEGISLATURE - SECOND SESSION

5 Urging the Department of Revenue to
6 rescind its ruling relating to the
7 taxation of flight crew members.

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

9 WHEREAS a recent ruling of the Department of Revenue would result in the
10 taxation by the state of the income of flight crew members who are not resi-
11 dents of Alaska and who only enter Alaska in connection with their duties as
12 flight crew members; and

13 WHEREAS the ruling of the Department of Revenue applies regardless of
14 whether the crew members live in Alaska, regardless of whether the crew
15 members ever leave their airplane and step on Alaska ground, and even re-
16 gardless of whether the airplane lands in Alaska, so long as it merely flies
17 into Alaskan air space; and

18 WHEREAS the substantial burden the ruling of the Department of Revenue
19 places on flight crew members is obvious and the burden would be overwhelming
20 if each state established a similar tax rule; and

21 WHEREAS the onerous nature of the ruling of the Department of Revenue is
22 aggravated by the fact that it is retroactive to 1976; and

23 WHEREAS the establishment of this rule gives the impression of petty
24 greediness without significant benefit to the state; and

25 WHEREAS federal law enacted in 1958 was clearly intended to prevent this
26 specific state tax ruling, but because of an unfortunate choice of words the
27 federal law still allows a state to tax the earnings of nonresident flight
28 crew members; and

29 WHEREAS a pending amendment to the federal law is expected to remedy

1 this oversight in the 1958 enactment;

2 BE IT RESOLVED that the Alaska State Legislature strongly urges the
3 Department of Revenue to rescind its ruling (Alaska Tax Ruling No. 78-6)
4 relating to the taxation of flight crews of airlines.

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RECORDS CERTIFICATION

I, the undersigned, an employe of the State of Alaska, do hereby certify that the microfilm images on this microform are accurate reproductions of the original records of the State of Alaska as accumulated during the regular course of business, and that it is the established policy and practice of this State to microfilm its records and to dispose of the original records after microfilm reproductions have been made.

James O. Smith
Signature of Camera Operator

3/23/90
Date

SEE:

SB 527 - Submitted to replace SJR's approving
Alaska Power Authority Projects.

THE LEGISLATURE OF THE STATE OF ALASKA
ELEVENTH LEGISLATURE

FISCAL NOTE

I. REQUEST

HJR 75, 76, 77, 78, 79

Bill/Resolution No. SJR 55, 56, 57, 58 & 59

Title Rel. to Ak. Power Auth. and incurring of rev. bond indebtedness for

Requested by the financing of various lines and equip. Date April 1, 1980

II. FISCAL DETAIL

Agency Affected Dept. of Commerce and Economic Development

Program Category Affected Development

BRU, Program, or Subprogram(s) Affected Alaska Power Authority

(Note: If more than one budget component is affected, separate line-item amounts and funding for each component in the analysis section.)

EXPENDITURES (Thousands of Dollars)

	FY 80	FY 81	FY 82	FY 83	FY 84	FY 85
100 PERSONAL SERVICES	0	0	0	0	0	0
200 TRAVEL	0	0	0	0	0	0
300 CONTRACTUAL	0	0	0	0	0	0
400 COMMODITIES	0	0	0	0	0	0
500 EQUIPMENT	0	0	0	0	0	0
600 LAND & STRUCTURES	0	0	0	0	0	0
700 GRANTS, CLAIMS, ETC.	0	0	0	0	0	0
TOTAL	0	0	0	0	0	0

FUNDING (Thousands of Dollars)

GENERAL FUND	0	0	0	0	0	0
FEDERAL FUNDS	0	0	0	0	0	0
OTHER (Specify Fund Source)	0	0	0	0	0	0

POSITIONS

FULL TIME	0	0	0	0	0	0
PART TIME	0	0	0	0	0	0
TEMPORARY	0	0	0	0	0	0

III. ANALYSIS (See Fiscal Note Preparation Instructions, Section III)

Passage of these resolutions carries no fiscal impact.

IV. DATE April 1, 1980

PREPARED BY David Creekman

AGENCY Dept. of Commerce & Economic Development

PHONE 465-2504

Original: Legislative Finance

cc: Budget and Management

Prime Sponsor (First Legislator Named)

CATEGORY: DEVELOPMENT

AGENCY: ALASKA POWER AUTHORITY

PROGRAM: ECONOMIC DEVELOPMENT

BRU (s): ALASKA POWER AUTHORITY

The goal of the Alaska Power Authority BRU is to promote, develop and advance the general prosperity and economic welfare of the people of Alaska by providing a means of constructing, acquiring, financing and operating power production facilities limited to fossil fuel, wind power, tidal, geothermal, hydroelectric, solar energy, and waste energy conservation facilities.

Due to the escalating costs of fossil fuels and Alaska's dependence on fossil fuels for electric generation, the emphasis of the Authority is to supplant this dependence with renewable sources of energy, principally hydroelectric power. Alaska's lakes and rivers provide numerous potentials for hydroelectric generation. However, many projects that could be economically feasible, when compared to life cycle costs of conventional fossil-fuel generation, cannot be financed. Excess capacity of the projects, which cannot be sold to other utilities for lack of a transmission grid, provides insufficient revenues to retire revenue bonds. To overcome this difficulty and to assure project development, the Authority seeks State assistance in the form of subordinated loans and guarantees of revenue bonds.

The Authority has been allocated \$4,760,000 in the FY 81 capital budget to investigate the feasibility of renewable sources of energy, particularly hydroelectric power, in several regions of the State. The most significant feasibility study is for the Upper Susitna River which was funded at \$8,178,000 in FY 80 and \$3,335,000 in FY 81. In addition, it is recommended that a subordinate loan of \$18,000,000 be funded for the Swan Lake project near Ketchikan.

COMPONENT DESCRIPTION	79 AUTH	79 FINAL	79 ACT	80 AUTH	80 SUPL	80 RP	GOVERNOR
ALASKA POWER AUTHORITY	470.4	513.0	487.9	347.7		12.6	332.1
** TOTAL	470.4	513.0	487.9	347.7		12.6	332.1
** CHANGE VERSUS 80 AUTH							-4.4%
OBJECT DESCRIPTION							
PERS. SERV.	152.3	126.5	122.3	160.4			184.2
TRAVEL	37.0	27.0	27.4	30.0			32.1
CONTRACTUAL	277.7	331.1	309.7	151.2		12.6	106.9
COMMODITIES	3.4	1.4	1.6	3.6			3.9
EQUIPMENT		2.0	1.9	2.5			5.0
GRANTS, CLMS		25.0	25.0				
FUNDING SOURCE							
GENERAL FUND	470.4	513.0	487.9	347.7			332.1
PGM RECEIPTS						12.6	
** GENERAL FUND CHANGE VS. 80 AUTH							-4.4%
POSITIONS							
FULL-TIME	5.0	5.0	5.0	5.0			5.0
STAFF MONTHS	60.0	60.0	60.0	60.0			60.0

COMMITTEE REPORT
SENATE

2/22/80

FURTHER: Finance

Date: Mar 27, 1980

Mr. President:

The Committee on: COMMERCE has had SJR 55

incurring of revenue bond indebtedness of the Alaska Power Authority for the Glacier Highway Electric Association

under consideration and (a majority of the committee) (the committee) reports it back with the following recommendations:

- do pass do not pass
- do pass with attached amendments(s)
- replace with CS for _____ same title
 new title

and recommends _____

AND attaches a "Letter of Intent" New Fiscal Note

reports it back without ^{individual} recommendations ALB

referred to the _____ Committee

MEMBERS SIGNING
DO PASS

MEMBERS HAVING
OTHER RECOMMENDATIONS:

Tim Kell

Jerry Stinson

Arthur Stangulinski

Brad Bradley

Sargent - Do Pass if amended

Brad Bradley
CHAIRMAN

555

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

1 IN THE SENATE BY THE STATE AFFAIRS COMMITTEE

2 SENATE JOINT RESOLUTION NO. 55

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 Glacier Highway
9 Electric Association for the
10 financing of acquisition and in-
11 stallation of electric power trans-
12 mission and distribution lines and
13 new consumer connection in the City
14 and Borough of Juneau.

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

16 WHEREAS the Glacier Highway Electric Association, Inc., a Rural Electric
17 Association cooperative, plans to construct, acquire and install seven miles
18 of electric power transmission lines, 15 miles of electric power distribution
19 lines, and approximately 150 new consumer connections, to be located in the
20 City and Borough of Juneau ; and

21 WHEREAS the Glacier Highway Electric Association, Inc., has submitted an
22 application to the Alaska Power Authority for assistance in financing the
23 transmission and distribution lines and consumer connections project, and the
24 Alaska Power Authority has by resolution determined to sell its bonds to
25 finance the project; and

26 WHEREAS the Alaska Power Authority, under AS 44.56.180, has submitted to
27 the governor and to the legislature a statement of its recommendations for
28 financing the Glacier Highway Electric Association project and a statement
29 outlining the general design, demonstration of financial feasibility, and

COMMITTEE COPY

1 maximum amount of revenue bonds and appropriations necessary for the project;
2 and

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

6 WHEREAS, according to the statements of the Alaska Power Authority, the
7 authority intends, through the issuance of revenue bonds, to finance the
8 Glacier Highway Electric Association project only and not to construct,
9 acquire or own the project; and

10 WHEREAS the statements of the Alaska Power Authority provide that the
11 project is to be designed, acquired and constructed by the Glacier Highway
12 Electric Association, Inc., under an agreement with the Alaska Power Autho-
13 rity which will provide that the Alaska Power Authority has ownership rights
14 in the project only as may be necessary to secure the payment of the revenue
15 bond indebtedness; and

16 WHEREAS the costs to be incurred in financing the project will require
17 the issuance of revenue bonds of the Alaska Power Authority in a maximum
18 estimated amount not to exceed \$800,000; and

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

21 BE IT RESOLVED by the Alaska State Legislature that the general design
22 of the Glacier Highway Electric Association, Inc., project to construct,
23 acquire and install electric power transmission and distribution lines and
24 consumer connections in the City and Borough of Juneau and the incurring of
25 revenue bond indebtedness by the Alaska Power Authority in a maximum amount
26 not to exceed \$800,000 to pay the costs of the project are approved; and be
27 it

28 FURTHER RESOLVED that the \$800,000 may be combined in one bond issue
29 with the amount needed to finance other Rural Electric Association coopera-

1 tive projects approved by the legislature in accordance with AS 44.56.180.
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COMMITTEE COPY

SJR 55

ALASKA STATE LEGISLATURE

ELEVENTH Legislature SECOND Session

SENATE JOINT RESOL. NO. 55
By THE STATE AFFAIRS COMMITTEE

Relating to the Alaska Power Authority, and the incurring of revenue bond indebtedness of the Alaska Power Authority for the Glacier Highway Electric Association for the financing of acquisition and installation of electric power transmission and distribution lines and new consumer connection in the City and Borough of Juneau.

Introduced in the Senate 2/22/ 1980

HISTORY IN THE SENATE

19	80	Read first time and referred to Committee on Commerce and Finance										
2	22	Reported back with recommendation that <i>Commerce Dept. pass. referred to Finance</i>										
		Read second time and										
		Read third time and										
		<table border="0"> <tr><td>PASS</td><td>Effective Date</td></tr> <tr><td>Yeas</td><td>Yeas</td></tr> <tr><td>Nays</td><td>Nays</td></tr> <tr><td>Absent</td><td>Absent</td></tr> <tr><td>Excused</td><td>Excused</td></tr> </table>	PASS	Effective Date	Yeas	Yeas	Nays	Nays	Absent	Absent	Excused	Excused
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		<p>Reconsideration</p> <table border="0"> <tr><td>PASS</td><td>Effective Date</td></tr> <tr><td>Yeas</td><td>Yeas</td></tr> <tr><td>Nays</td><td>Nays</td></tr> <tr><td>Absent</td><td>Absent</td></tr> <tr><td>Excused</td><td>Excused</td></tr> </table>	PASS	Effective Date	Yeas	Yeas	Nays	Nays	Absent	Absent	Excused	Excused
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		Reported correctly engrossed Signed by President Sent to House										
SECRETARY OF THE SENATE												

HISTORY IN THE HOUSE

19	Read first time and referred to Committee on										
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Absent	Absent										
Excused	Excused										
	Reported correctly engrossed Signed by Speaker Returned to Senate										
CHIEF CLERK OF THE HOUSE											

HISTORY IN THE SENATE

19	Received from House
	To enrolling
	Reported correctly enrolled
	Sent to Governor
 by Governor
	Filed with Lt. Governor
	Chapter No.

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

1 IN THE SENATE

BY THE STATE AFFAIRS COMMITTEE

2 SENATE JOINT RESOLUTION NO. 55

3 IN THE LEGISLATURE OF THE STATE OF ALASKA

4 ELEVENTH LEGISLATURE - SECOND SESSION

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RECORDS CERTIFICATION



I, the undersigned, an employee of the State of Alaska, do hereby certify that the microfilm images on this microform are accurate reproductions of the original records of the State of Alaska as accumulated during the regular course of business, and that it is the established policy and practice of this State to microfilm its records and to dispose of the original records after microfilm reproductions have been made.

James O. Smith
Signature of Camera Operator

3/23/90
Date

SEE:

SB 527 - Submitted to replace SJR's approving
Alaska Power Authority Projects.

FISCAL NOTE

I. REQUEST HJR 75, 76, 77, 78, 79
 Bill/Resolution No. SJR 55, 56, 57, 58 & 59
 Title Rel. to Ak. Power Auth. and incurring of rev. bond indebtedness for
 Requested by the financing of various lines and equip. Date April 1, 1980

II. FISCAL DETAIL
 Agency Affected Dept. of Commerce and Economic Development
 Program Category Affected Development
 BRU, Program, or Subprogram(s) Affected Alaska Power Authority
 (Note: If more than one budget component is affected, separate line-item amounts and funding for each component in the analysis section.)
EXPENDITURES (Thousands of Dollars)

	FY 80	FY 81	FY 82	FY 83	FY 84	FY 85
100 PERSONAL SERVICES	0	0	0	0	0	0
200 TRAVEL	0	0	0	0	0	0
300 CONTRACTUAL	0	0	0	0	0	0
400 COMMODITIES	0	0	0	0	0	0
500 EQUIPMENT	0	0	0	0	0	0
600 LAND & STRUCTURES	0	0	0	0	0	0
700 GRANTS, CLAIMS, ETC.	0	0	0	0	0	0
TOTAL	0	0	0	0	0	0

FUNDING (Thousands of Dollars)

GENERAL FUND	0	0	0	0	0	0
FEDERAL FUNDS	0	0	0	0	0	0
OTHER (Specify Fund Source)	0	0	0	0	0	0

POSITIONS

FULL TIME	0	0	0	0	0	0
PART TIME	0	0	0	0	0	0
TEMPORARY	0	0	0	0	0	0

III. ANALYSIS (See Fiscal Note Preparation Instructions, Section III)

Passage of these resolutions carries no fiscal impact.

IV. DATE April 1, 1980 PREPARED BY David Creekman
 AGENCY Dept. of Commerce & Economic Development
 PHONE 465-2504
 Original: Legislative Finance
 cc: Budget and Management
 Prime Sponsor (First Legislator Named)

CATEGORY: DEVELOPMENT
PROGRAM: ECONOMIC DEVELOPMENT

AGENCY: ALASKA POWER AUTHORITY
BRU (s): ALASKA POWER AUTHORITY

The goal of the Alaska Power Authority BRU is to promote, develop and advance the general prosperity and economic welfare of the people of Alaska by providing a means of constructing, acquiring, financing and operating power production facilities limited to fossil fuel, wind power, tidal, geothermal, hydroelectric, solar energy, and waste energy conservation facilities.

Due to the escalating costs of fossil fuels and Alaska's dependence on fossil fuels for electric generation, the emphasis of the Authority is to supplant this dependence with renewable sources of energy, principally hydroelectric power. Alaska's lakes and rivers provide numerous potentials for hydroelectric generation. However, many projects that could be economically feasible, when compared to life cycle costs of conventional fossil-fuel generation, cannot be financed. Excess capacity of the projects, which cannot be sold to other utilities for lack of a transmission grid, provides insufficient revenues to retire revenue bonds. To overcome this difficulty and to assure project development, the Authority seeks State assistance in the form of subordinated loans and guarantees of revenue bonds.

The Authority has been allocated \$4,760,000 in the FY 81 capital budget to investigate the feasibility of renewable sources of energy, particularly hydroelectric power, in several regions of the State. The most significant feasibility study is for the Upper Susitna River which was funded at \$8,178,000 in FY 80 and \$3,335,000 in FY 81. In addition, it is recommended that a subordinate loan of \$18,000,000 be funded for the Swan Lake project near Ketchikan.

COMPONENT DESCRIPTION	79 AUTH	79 FINAL	79 ACT	80 AUTH	80 SUPL	80 RP	GOVERNOR
ALASKA POWER AUTHORITY	470.4	513.0	487.9	347.7		12.6	332.1
** TOTAL	470.4	513.0	487.9	347.7		12.6	332.1
** CHANGE VERSUS 80 AUTH							-4.4%
OBJECT DESCRIPTION							
PERS. SERV.	152.3	126.5	122.3	160.4			184.2
TRAVEL	37.0	27.0	27.4	30.0			32.1
CONTRACTUAL	277.7	331.1	309.7	151.2		12.6	106.9
COMMODITIES	3.4	1.4	1.6	3.6			3.9
EQUIPMENT		2.0	1.9	2.5			5.0
GRANTS, CLMS		25.0	25.0				
FUNDING SOURCE							
GENERAL FUND	470.4	513.0	487.9	347.7			332.1
PGM RECEIPTS						12.6	
** GENERAL FUND CHANGE VS. 80 AUTH							-4.4%
POSITIONS							
FULL-TIME	5.0	5.0	5.0	5.0			5.0
STAFF MONTHS	60.0	60.0	60.0	60.0			60.0

COMMITTEE REPORT
SENATE

FURTHER: Finance

2/22/80

Date: Mar 27, 1980

Mr. President:

The Committee on COMMERCE has had SJR 56
incurring of revenue bond indebtedness of the Alaska Power Authority for the
Cordova Electric Cooperative, Inc.

under consideration and (a majority of the committee) (the committee)
reports it back with the following recommendations:

- my* do pass do not pass
- do pass with attached amendments(s)
- replace with CS for _____ same title
 new title
- and recommends _____
- AND attaches a "Letter of Intent" New Fiscal Note
- reports it back with ^{individual} ~~out~~ recommendations *M.E.B.*
- referred to the _____ Committee

MEMBERS SIGNING
DO PASS

MEMBERS HAVING
OTHER RECOMMENDATIONS:

1 Twin Kelly
 1 Terry Thinson
 1 Curtis Stangulinski
 1 Brad Bradley

2 Do PAS if amended

Brad Bradley
CHAIRMAN

gust

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

COMMITTEE COPY

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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COMMITTEE COPY

SJK 56

#S155 - Berrier

ALASKA STATE LEGISLATURE

ELEVENTH Legislature SECOND Session

SENATE JOINT RESOL. NO. 56

By THE STATE AFFAIRS COMMITTEE

Relating to the Alaska Power Authority, and the incurring of revenue bond indebtedness of the Alaska Power Authority for the Cordova Electric Co-operative, Inc., to finance the relocation of the present main diesel power generation plant, acquisition and installation of a new diesel power generator, acquisition of general equipment, acquisition and installation of feeder and distribution line improvements and construction of a new headquarters building, to be located in and near Cordova.

Introduced in the Senate 2/22/80

HISTORY IN THE SENATE

19 80

Read first time and referred to Committee on Commerce and Finance

2 22

Reported back with recommendation that *Commerce* *Adopted* *to Finance*

Read second time and

Read third time and

PASS Effective Date
Yeas Yeas
Nays Nays
Absent Absent
Excused Excused

Reconsideration

PASS Effective Date
Yeas Yeas
Nays Nays
Absent Absent
Excused Excused

Reported correctly engrossed
Signed by President
Sent to House

SECRETARY OF THE SENATE

HISTORY IN THE HOUSE

19

Read first time and referred to Committee on

Reported back with recommendation that

Read second time and

Read third time and

PASS Effective Date
Yeas Yeas
Nays Nays
Absent Absent
Excused Excused

Reconsideration

PASS Effective Date
Yeas Yeas
Nays Nays
Absent Absent
Excused Excused

Reported correctly engrossed
Signed by Speaker
Returned to Senate

CHIEF CLERK OF THE HOUSE

HISTORY IN THE SENATE

19

Received from House

To enrolling

Reported correctly enrolled

Sent to Governor

..... by Governor

Filed with Lt. Governor

Chapter No.

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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FISCAL NOTE

I. REQUEST HJR 75, 76, 77, 78, 79
 Bill/Resolution No. SJR 55, 56, 57, 58 & 59
 Title Rel. to Ak. Power Auth. and incurring of rev. bond indebtedness for
 Requested by the financing of various lines and equip. Date April 1, 1980

II. FISCAL DETAIL
 Agency Affected Dept. of Commerce and Economic Development
 Program Category Affected Development
 BRU, Program, or Subprogram(s) Affected Alaska Power Authority
 (Note: If more than one budget component is affected, separate line-item amounts and funding for each component in the analysis section.)

EXPENDITURES (Thousands of Dollars)

	FY 80	FY 81	FY 82	FY 83	FY 84	FY 85
100 PERSONAL SERVICES	0	0	0	0	0	0
200 TRAVEL	0	0	0	0	0	0
300 CONTRACTUAL	0	0	0	0	0	0
400 COMMODITIES	0	0	0	0	0	0
500 EQUIPMENT	0	0	0	0	0	0
600 LAND & STRUCTURES	0	0	0	0	0	0
700 GRANTS, CLAIMS, ETC.	0	0	0	0	0	0
TOTAL	0	0	0	0	0	0

FUNDING (Thousands of Dollars)

GENERAL FUND	0	0	0	0	0	0
FEDERAL FUNDS	0	0	0	0	0	0
OTHER (Specify Fund Source)	0	0	0	0	0	0

POSITIONS

FULL TIME	0	0	0	0	0	0
PART TIME	0	0	0	0	0	0
TEMPORARY	0	0	0	0	0	0

III. ANALYSIS (See Fiscal Note Preparation Instructions, Section III)

Passage of these resolutions carries no fiscal impact.

IV. DATE April 1, 1980 PREPARED BY David Creekman
 AGENCY Dept. of Commerce & Economic Development
 PHONE 465-2504
 Original: Legislative Finance
 cc: Budget and Management
 Prime Sponsor (First Legislator Named)

CATEGORY: DEVELOPMENT

AGENCY: ALASKA POWER AUTHORITY

PROGRAM: ECONOMIC DEVELOPMENT

BRU (s): ALASKA POWER AUTHORITY

The goal of the Alaska Power Authority BRU is to promote, develop and advance the general prosperity and economic welfare of the people of Alaska by providing a means of constructing, acquiring, financing and operating power production facilities limited to fossil fuel, wind power, tidal, geothermal, hydroelectric, solar energy, and waste energy conservation facilities.

Due to the escalating costs of fossil fuels and Alaska's dependence on fossil fuels for electric generation, the emphasis of the Authority is to supplant this dependence with renewable sources of energy, principally hydroelectric power. Alaska's lakes and rivers provide numerous potentials for hydroelectric generation. However, many projects that could be economically feasible, when compared to life cycle costs of conventional fossil-fuel generation, cannot be financed. Excess capacity of the projects, which cannot be sold to other utilities for lack of a transmission grid, provides insufficient revenues to retire revenue bonds. To overcome this difficulty and to assure project development, the Authority seeks State assistance in the form of subordinated loans and guarantees of revenue bonds.

The Authority has been allocated \$4,760,000 in the FY 81 capital budget to investigate the feasibility of renewable sources of energy, particularly hydroelectric power, in several regions of the State. The most significant feasibility study is for the Upper Susitna River which was funded at \$8,178,000 in FY 80 and \$3,335,000 in FY 81. In addition, it is recommended that a subordinate loan of \$18,000,000 be funded for the Swan Lake project near Ketchikan.

COMPONENT DESCRIPTION	79 AUTH	79 FINAL	79 ACT	80 AUTH	80 SUPL	80 RP	GOVERNOR
ALASKA POWER AUTHORITY	470.4	513.0	487.9	347.7		12.6	332.1
** TOTAL	470.4	513.0	487.9	347.7		12.6	332.1
** CHANGE VERSUS 80 AUTH							-4.4%
OBJECT DESCRIPTION							
PERS. SERV.	152.3	166.5	122.3	160.4			184.2
TRAVEL	37.0	27.0	27.4	30.0			32.1
CONTRACTUAL	277.7	331.1	309.7	151.2		12.6	106.9
COMMODITIES	3.4	1.4	1.6	3.6			3.9
EQUIPMENT		2.0	1.9	2.5			5.0
GRANTS, CLMS		25.0	25.0				
FUNDING SOURCE							
GENERAL FUND	470.4	513.0	487.9	347.7			332.1
PGM RECEIPTS						12.6	
** GENERAL FUND CHANGE VS. 80 AUTH							-4.4%
POSITIONS							
FULL-TIME	5.0	5.0	5.0	5.0			5.0
STAFF MONTHS	60.0	60.0	60.0	60.0			60.0

COMMITTEE REPORT
SENATE

2/22/80

FURTHER: Finance

Date: Mar 27, 1980

Mr. President:

The Committee on COMMERCE has had SJR 57 incurring of revenue bond indebtedness of the Alaska Power Authority for the Matanuska Electric Assoc.

under consideration and (a majority of the committee) (the committee) reports it back with the following recommendations:

- ^{may} do pass [] do not pass
- [] do pass with attached amendments(s)
- [] replace with CS for _____ [] same title [] new title
- and recommends _____
- [] AND attaches a "Letter of Intent" [] New Fiscal Note
- reports it back without ^{individual} ~~set~~ recommendations
- [] referred to the _____ Committee

MEMBERS SIGNING
DO PASS

MEMBERS HAVING
OTHER RECOMMENDATIONS:

1 Tim Kell

1 Samy Hansen

1 Arthur Stangulinski

1 Brad Bradley

2 Ferguson - do pass if amended

Brad Bradley
CHAIRMAN

sp 57

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

1 IN THE SENATE BY THE STATE AFFAIRS COMMITTEE

2 SENATE JOINT RESOLUTION NO. 57

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

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

16 WHEREAS the Matanuska Electric Association, Inc., a Rural Electric
17 Association cooperative, plans to construct, acquire and install approximately
18 200 new consumer connections and approximately 200 miles of electric power
19 distribution lines; and

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

25 WHEREAS the Alaska Power Authority, under AS 44.56.120, has submitted to
26 the governor and to the legislature a statement of its recommendations for
27 financing the Matanuska Electric Association project and a statement outlining
28 the general design, demonstration of financial feasibility, and maximum
29 amount of revenue bonds and appropriations necessary for the project; and

COMMITTEE COPY

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

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

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

14 WHEREAS the costs to be incurred in financing the project will require
15 the issuance of revenue bonds of the Alaska Power Authority in a maximum
16 estimated amount not to exceed \$2,500,000; and

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

19 BE IT RESOLVED by the Alaska State Legislature that the general design
20 of the Matanuska Electric Association, Inc. project to construct, acquire and
21 install consumer connections and electric power distribution lines, and the
22 incurring of revenue bond indebtedness by the Alaska Power Authority in a
23 maximum amount not to exceed \$2,500,000 to pay the costs of the project are
24 approved; and be it

25 FURTHER RESOLVED that the \$2,500,000 may be combined in one bond issue
26 with the amount needed to finance other Rural Electric Association coopera-
27 tive projects approved by the legislature in accordance with AS 44.56.180.
28
29

ALASKA STATE LEGISLATURE

ELEVENTH Legislature SECOND Session

SENATE JOINT RESOL. NO. 57

By THE STATE AFFAIRS COMMITTEE

Relating to the Alaska Power Authority, and the incurring of revenue bond indebtedness of the Alaska Power Authority for the Matanuska Electric Association for the financing of acquisition and installation of new consumer connections and acquisition and installation of electric power distribution lines in the area served by the Matanuska Electric Association.

Introduced in the Senate 2/22/80, 19....

HISTORY IN THE SENATE

19	80	Read first time and referred to Committee on Commerce and Finance																						
2	22																							
3	31	Reported back with recommendation that <i>it be passed to Finance</i>																						
		Read second time and																						
		Read third time and																						
		<table border="0"> <tr> <td>PASS</td> <td>Effective Date</td> </tr> <tr> <td>Yeas</td> <td>Yeas</td> </tr> <tr> <td>Nays</td> <td>Nays</td> </tr> <tr> <td>Absent</td> <td>Absent</td> </tr> <tr> <td>Excused</td> <td>Excused</td> </tr> <tr> <td colspan="2">Reconsideration</td> </tr> <tr> <td>PASS</td> <td>Effective Date</td> </tr> <tr> <td>Yeas</td> <td>Yeas</td> </tr> <tr> <td>Nays</td> <td>Nays</td> </tr> <tr> <td>Absent</td> <td>Absent</td> </tr> <tr> <td>Excused</td> <td>Excused</td> </tr> </table>	PASS	Effective Date	Yeas	Yeas	Nays	Nays	Absent	Absent	Excused	Excused	Reconsideration		PASS	Effective Date	Yeas	Yeas	Nays	Nays	Absent	Absent	Excused	Excused
PASS	Effective Date																							
Yeas	Yeas																							
Nays	Nays																							
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Reconsideration																								
PASS	Effective Date																							
Yeas	Yeas																							
Nays	Nays																							
Absent	Absent																							
Excused	Excused																							
		Reported correctly engrossed Signed by President Sent to House																						
SECRETARY OF THE SENATE																								

HISTORY IN THE HOUSE

19		Read first time and referred to Committee on																						
		Reported back with recommendation that																						
		Read second time and																						
		Read third time and																						
		<table border="0"> <tr> <td>PASS</td> <td>Effective Date</td> </tr> <tr> <td>Yeas</td> <td>Yeas</td> </tr> <tr> <td>Nays</td> <td>Nays</td> </tr> <tr> <td>Absent</td> <td>Absent</td> </tr> <tr> <td>Excused</td> <td>Excused</td> </tr> <tr> <td colspan="2">Reconsideration</td> </tr> <tr> <td>PASS</td> <td>Effective Date</td> </tr> <tr> <td>Yeas</td> <td>Yeas</td> </tr> <tr> <td>Nays</td> <td>Nays</td> </tr> <tr> <td>Absent</td> <td>Absent</td> </tr> <tr> <td>Excused</td> <td>Excused</td> </tr> </table>	PASS	Effective Date	Yeas	Yeas	Nays	Nays	Absent	Absent	Excused	Excused	Reconsideration		PASS	Effective Date	Yeas	Yeas	Nays	Nays	Absent	Absent	Excused	Excused
PASS	Effective Date																							
Yeas	Yeas																							
Nays	Nays																							
Absent	Absent																							
Excused	Excused																							
Reconsideration																								
PASS	Effective Date																							
Yeas	Yeas																							
Nays	Nays																							
Absent	Absent																							
Excused	Excused																							
		Reported correctly engrossed Signed by Speaker Returned to Senate																						
CHIEF CLERK OF THE HOUSE																								

HISTORY IN THE SENATE

19		Received from House
		To enrolling
		Reported correctly enrolled
		Sent to Governor
	 by Governor
		Filed with Lt. Governor
		Chapter No.

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

1 IN THE SENATE

BY THE STATE AFFAIRS COMMITTEE

2 SENATE JOINT RESOLUTION NO. 57

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

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

16 WHEREAS the Matanuska Electric Association, Inc., a Rural Electric
17 Association cooperative, plans to construct, acquire and install approximately
18 800 new consumer connections and approximately 200 miles of electric power
19 distribution lines; and

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

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

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

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

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

14 WHEREAS the costs to be incurred in financing the project will require
15 the issuance of revenue bonds of the Alaska Power Authority in a maximum
16 estimated amount not to exceed \$2,500,000; and

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

19 BE IT RESOLVED by the Alaska State Legislature that the general design
20 of the Matanuska Electric Association, Inc. project to construct, acquire and
21 install consumer connections and electric power distribution lines, and the
22 incurring of revenue bond indebtedness by the Alaska Power Authority in a
23 maximum amount not to exceed \$2,500,000 to pay the costs of the project are
24 approved; and be it

25 FURTHER RESOLVED that the \$2,500,000 may be combined in one bond issue
26 with the amount needed to finance other Rural Electric Association coopera-
27 tive projects approved by the legislature in accordance with AS 44.56.180.
28
29



RECORDS CERTIFICATION



I, the undersigned, an employee of the State of Alaska, do hereby certify that the microfilm images on this microform are accurate reproductions of the original records of the State of Alaska as accumulated during the regular course of business, and that it is the established policy and practice of this State to microfilm its records and to dispose of the original records after microfilm reproductions have been made.

James O. Smith
Signature of Camera Operator

3/23/90
Date

SEE:

SB 527 - Submitted to replace SJR's approving
Alaska Power Authority Projects.

FISCAL NOTE

I. REQUEST HJR 75, 76, 77, 78, 79
 Bill/Resolution No. SJR 55, 56, 57, 58 & 59
 Title Rel. to Ak. Power Auth. and incurring of rev. bond indebtedness for
 Requested by the financing of various lines and equip. Date April 1, 1980

II. FISCAL DETAIL
 Agency Affected Dept. of Commerce and Economic Development
 Program Category Affected Development
 BRU, Program, or Subprogram(s) Affected Alaska Power Authority
 (Note: If more than one budget component is affected, separate line-item amounts and funding for each component in the analysis section.)
EXPENDITURES (Thousands of Dollars)

	FY 80	FY 81	FY 82	FY 83	FY 84	FY 85
100 PERSONAL SERVICES	0	0	0	0	0	0
200 TRAVEL	0	0	0	0	0	0
300 CONTRACTUAL	0	0	0	0	0	0
400 COMMODITIES	0	0	0	0	0	0
500 EQUIPMENT	0	0	0	0	0	0
600 LAND & STRUCTURES	0	0	0	0	0	0
700 GRANTS, CLAIMS, ETC.	0	0	0	0	0	0
TOTAL	0	0	0	0	0	0

FUNDING (Thousands of Dollars)

GENERAL FUND	0	0	0	0	0	0
FEDERAL FUNDS	0	0	0	0	0	0
OTHER (Specify Fund Source)	0	0	0	0	0	0

POSITIONS

FULL TIME	0	0	0	0	0	0
PART TIME	0	0	0	0	0	0
TEMPORARY	0	0	0	0	0	0

iii. ANALYSIS (See Fiscal Note Preparation Instructions, Section III)

Passage of these resolutions carries no fiscal impact.

IV. DATE April 1, 1980 PREPARED BY David Creekman
 AGENCY Dept. of Commerce & Economic Development
 PHONE 465-2504
 Original: Legislative Finance
 cc: Budget and Management
 Prime Sponsor (First Legislator Named)

CATEGORY: DEVELOPMENT

AGENCY: ALASKA POWER AUTHORITY

PROGRAM: ECONOMIC DEVELOPMENT

BRU (s): ALASKA POWER AUTHORITY

The goal of the Alaska Power Authority BRU is to promote, develop and advance the general prosperity and economic welfare of the people of Alaska by providing a means of constructing, acquiring, financing and operating power production facilities limited to fossil fuel, wind power, tidal, geothermal, hydroelectric, solar energy, and waste energy conservation facilities.

Due to the escalating costs of fossil fuels and Alaska's dependence on fossil fuels for electric generation, the emphasis of the Authority is to supplant this dependence with renewable sources of energy, principally hydroelectric power. Alaska's lakes and rivers provide numerous potentials for hydroelectric generation. However, many projects that could be economically feasible, when compared to life cycle costs of conventional fossil-fuel generation, cannot be financed. Excess capacity of the projects, which cannot be sold to other utilities for lack of a transmission grid, provides insufficient revenues to retire revenue bonds. To overcome this difficulty and to assure project development, the Authority seeks State assistance in the form of subordinated loans and guarantees of revenue bonds.

The Authority has been allocated \$4,760,000 in the FY 81 capital budget to investigate the feasibility of renewable sources of energy, particularly hydroelectric power, in several regions of the State. The most significant feasibility study is for the Upper Susitna River which was funded at \$8,178,000 in FY 80 and \$3,335,000 in FY 81. In addition, it is recommended that a subordinate loan of \$18,000,000 be funded for the Swan Lake project near Ketchikan.

COMPONENT DESCRIPTION	79 AUTH	79 FINAL	79 ACT	80 AUTH	80 SUPL	80 RP	GOVERNOR
ALASKA POWER AUTHORITY	470.4	513.0	487.9	347.7		12.6	332.1
** TOTAL	470.4	513.0	487.9	347.7		12.6	332.1
** CHANGE VERSUS 80 AUTH							-4.4%
OBJECT DESCRIPTION							
PERS. SERV.	152.3	126.5	122.3	160.4			184.2
TRAVEL	37.0	27.0	27.4	30.0			32.1
CONTRACTUAL	277.7	331.1	309.7	151.2		12.6	106.9
COMMODITIES	3.4	1.4	1.6	3.6			3.9
EQUIPMENT		2.0	1.9	2.5			5.0
GRANTS, CLMS		25.0	25.0				
FUNDING SOURCE							
GENERAL FUND	470.4	513.0	487.9	347.7			332.1
PGM RECEIPTS						12.6	
** GENERAL FUND CHANGE VS. 80 AUTH							-4.4%
POSITIONS							
FULL-TIME	5.0	5.0	5.0	5.0			5.0
STAFF MONTHS	60.0	60.0	60.0	60.0			60.0

COMMITTEE REPORT
SENATE

FURTHER: Finance

2/22/80

Date: Apr 27, 1980

Mr. President:

The Committee on COMMERCE has had SJR 58
incurring of revenue bond indebtedness of the Alaska Power Authority for the
Homer Electric Assoc.

under consideration and (a majority of the committee) (the committee)
reports it back with the following recommendations:

- ^{may} do pass [] do not pass
- [] do pass with attached amendments(s)
- [] replace with CS for _____ [] same title
[] new title
- and recommends _____
- [] AND attaches a "Letter of Intent" [] New Fiscal Note
- reports it back with ^{individual} ~~out~~ recommendations HER
- [] referred to the _____ Committee

MEMBERS SIGNING
DO PASS

MEMBERS HAVING
OTHER RECOMMENDATIONS:

Tim Kelly
Larry Thompson
Arthur Stankowski
Brad Bradley

Ferguson - Do pass if amended

Brad Bradley
CHAIRMAN

sp 58

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

COMMITTEE COPY

SEK 58

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.
27
28
29

CONFIDENTIAL

ALASKA STATE LEGISLATURE

ELEVENTH Legislature SECOND Session

SENATE JOINT RESOL. NO. 58

By THE STATE AFFAIRS COMMITTEE

Relating to the Alaska Power Authority, and the incurring of revenue bond indebtedness of the Alaska Power Authority for the Homer Electric Association for the financing of acquisition and installation of new consumer connections and electric power distribution lines in the area served by the Homer Electric Association.

Introduced in the Senate 2/22/80, 19.80

HISTORY IN THE SENATE

19 80 Read first time and referred to Committee on Commerce and Finance

2 22
3 31 Reported back with *Commerce* recommendation that *do pass if amended to finance*

Read second time and

Read third time and

PASS Effective Date
Yeas Yeas
Nays Nays
Absent Absent
Excused Excused

Reconsideration
PASS Effective Date
Yeas Yeas
Nays Nays
Absent Absent
Excused Excused

Reported correctly engrossed
Signed by President
Sent to House

SECRETARY OF THE SENATE

HISTORY IN THE HOUSE

19 Read first time and referred to Committee on

Reported back with recommendation that

Read second time and

Read third time and

PASS Effective Date
Yeas Yeas
Nays Nays
Absent Absent
Excused Excused

Reconsideration
PASS Effective Date
Yeas Yeas
Nays Nays
Absent Absent
Excused Excused

Reported correctly engrossed
Signed by Speaker
Returned to Senate

CHIEF CLERK OF THE HOUSE

HISTORY IN THE SENATE

19 Received from House

To enrolling

Reported correctly enrolled

Sent to Governor

..... by Governor

Filed with Lt. Governor

Chapter No.

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.

27
28
29



RECORDS CERTIFICATION



I, the undersigned, an employee of the State of Alaska, do hereby certify that the microfilm images on this microform are accurate reproductions of the original records of the State of Alaska as accumulated during the regular course of business, and that it is the established policy and practice of this State to microfilm its records and to dispose of the original records after microfilm reproductions have been made.

James O. Smith
Signature of Camera Operator

3/23/90
Date

SEE:

SB 527 - Submitted to replace SJR's approving
Alaska Power Authority Projects.

FISCAL NOTE

I. REQUEST HJR 75, 76, 77, 78, 79
 Bill/Resolution No. SJR 55, 56, 57, 58 & 59
 Title Rel. to Ak. Power Auth. and incurring of rev. bond indebtedness for
 Requested by the financing of various lines and equip. Date April 1, 1980

II. FISCAL DETAIL
 Agency Affected Dept. of Commerce and Economic Development
 Program Category Affected Development
 BRU, Program, or Subprogram(s) Affected Alaska Power Authority
 (Note: If more than one budget component is affected, separate line-item amounts and funding for each component in the analysis section.)

EXPENDITURES (Thousands of Dollars)

	FY 80	FY 81	FY 82	FY 83	FY 84	FY 85
100 PERSONAL SERVICES	0	0	0	0	0	0
200 TRAVEL	0	0	0	0	0	0
300 CONTRACTUAL	0	0	0	0	0	0
400 COMMODITIES	0	0	0	0	0	0
500 EQUIPMENT	0	0	0	0	0	0
600 LAND & STRUCTURES	0	0	0	0	0	0
700 GRANTS, CLAIMS, ETC.	0	0	0	0	0	0
TOTAL	0	0	0	0	0	0

FUNDING (Thousands of Dollars)

GENERAL FUND	0	0	0	0	0	0
FEDERAL FUNDS	0	0	0	0	0	0
OTHER (Specify Fund Source)	0	0	0	0	0	0

POSITIONS

FULL TIME	0	0	0	0	0	0
PART TIME	0	0	0	0	0	0
TEMPORARY	0	0	0	0	0	0

III. ANALYSIS (See Fiscal Note Preparation Instructions, Section III)

Passage of these resolutions carries no fiscal impact.

IV. DATE April 1, 1980 PREPARED BY David Creekman
 AGENCY Dept. of Commerce & Economic Development
 PHONE 465-2504
 Original: Legislative Finance
 cc: Budget and Management
 Prime Sponsor (First Legislator Named)

CATEGORY: DEVELOPMENT
PROGRAM: ECONOMIC DEVELOPMENT

AGENCY: ALASKA POWER AUTHORITY
BRU (s): ALASKA POWER AUTHORITY

The goal of the Alaska Power Authority BRU is to promote, develop and advance the general prosperity and economic welfare of the people of Alaska by providing a means of constructing, acquiring, financing and operating power production facilities limited to fossil fuel, wind power, tidal, geothermal, hydroelectric, solar energy, and waste energy conservation facilities.

Due to the escalating costs of fossil fuels and Alaska's dependence on fossil fuels for electric generation, the emphasis of the Authority is to supplant this dependence with renewable sources of energy, principally hydroelectric power. Alaska's lakes and rivers provide numerous potentials for hydroelectric generation. However, many projects that could be economically feasible, when compared to life cycle costs of conventional fossil-fuel generation, cannot be financed. Excess capacity of the projects, which cannot be sold to other utilities for lack of a transmission grid, provides insufficient revenues to retire revenue bonds. To overcome this difficulty and to assure project development, the Authority seeks State assistance in the form of subordinated loans and guarantees of revenue bonds.

The Authority has been allocated \$4,760,000 in the FY 81 capital budget to investigate the feasibility of renewable sources of energy, particularly hydroelectric power, in several regions of the State. The most significant feasibility study is for the Upper Susitna River which was funded at \$8,178,000 in FY 80 and \$3,335,000 in FY 81. In addition, it is recommended that a subordinate loan of \$18,000,000 be funded for the Swan Lake project near Ketchikan.

COMPONENT DESCRIPTION	79 AUTH	79 FINAL	79 ACT	80 AUTH	80 SUPL	80 RP	GOVERNOR
ALASKA POWER AUTHORITY	470.4	513.0	487.9	347.7		12.6	332.1
** TOTAL	470.4	513.0	487.9	347.7		12.6	332.1
** CHANGE VERSUS 80 AUTH							-4.4%
OBJECT DESCRIPTION							
PERS. SERV.	152.3	126.5	122.3	160.4			184.2
TRAVEL	37.0	27.0	27.4	30.0			32.1
CONTRACTUAL	277.7	331.1	309.7	151.2		12.6	106.9
COMMODITIES	3.4	1.4	1.6	3.6			3.9
EQUIPMENT		2.0	1.9	2.5			5.0
GRANTS, CLMS		25.0	25.0				
FUNDING SOURCE							
GENERAL FUND	470.4	513.0	487.9	347.7			332.1
PGM RECEIPTS						12.6	
** GENERAL FUND CHANGE VS. 80 AUTH							-4.4%
POSITIONS							
FULL-TIME	5.0	5.0	5.0	5.0			5.0
STAFF MONTHS	60.0	60.0	60.0	60.0			60.0

COMMITTEE REPORT
SENATE

FURTHER: Finance

2/22/80

Date: Mar 27, 1980

Mr. President:

The Committee on COMMERCE has had SJR 59

incurring of revenue bond indebtedness of the Alaska Power Authority for the Naknek Electric Assoc.

under consideration and (a majority of the committee) (the committee) reports it back with the following recommendations:

- my* do pass [] do not pass
- [] do pass with attached amendments(s)
- [] replace with CS for _____ [] same title
[] new title
- and recommends _____
- [] AND attaches a "Letter of Intent" [] New Fiscal Note
- reports it back with ^{inclusion} ~~out~~ recommendations
- [] referred to the _____ Committee

MEMBERS SIGNING
DO PASS

Tim Kell
Jerry Thurson
Curtis Stuenkel
Brook Bradley

MEMBERS HAVING
OTHER RECOMMENDATIONS:

Jagerson - Do pass if amended

Brook Bradley
CHAIRMAN

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

1 IN THE SENATE BY THE STATE AFFAIRS COMMITTEE

2 SENATE JOINT RESOLUTION NO. 59

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 Naknek Electric
9 Association for the financing of
10 acquisition and installation of a new
11 diesel-powered electric power genera-
12 tor in Naknek.

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

14 WHEREAS the Naknek Electric Association, a Rural Electric Association
15 cooperative, plans to construct, acquire and install a 1,000 kilowatt capa-
16 city diesel-powered electric power generator in Naknek; and

17 WHEREAS the Naknek Electric Association has submitted an application to
18 the Alaska Power Authority for assistance in financing the generator project,
19 and the Alaska Power Authority has by resolution determined to sell its bonds
20 to finance the project; and

21 WHEREAS the Alaska Power Authority, under AS 44.56.180, has submitted to
22 the governor and to the legislature a statement of its recommendations for
23 financing the generator project and a statement outlining the general design,
24 demonstration of financial feasibility, and maximum amount of revenue bonds
25 and appropriations necessary for the project; and

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

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

1 authority intends, through the issuance of revenue bonds, to finance the
2 generator project only and not to construct, acquire or own the project; and

3 WHEREAS the statements of the Alaska Power Authority provide that the
4 project is to be designed, acquired and constructed by the Naknek Electric
5 Association under an agreement with the Alaska Power Authority which will
6 provide that the Alaska Power Authority has ownership rights in the project
7 only as may be necessary to secure the payment of the revenue bond indebted-
8 ness; and

9 WHEREAS the costs to be incurred in financing the generator project will
10 require the issuance of revenue bonds of the Alaska Power Authority in a
11 maximum estimated amount not to exceed \$730,000; and

12 WHEREAS it is in the best interests of the state that revenue bonds of
13 the Alaska Power Authority be issued to finance the cost of the generator
14 project;

15 BE IT RESOLVED by the Alaska State Legislature that the general design
16 of the Naknek Electric Association project to construct, acquire and install
17 a diesel-powered electric power generator, and the incurring of revenue bond
18 indebtedness by the Alaska Power Authority in a maximum amount not to exceed
19 \$730,000 to pay the costs of the project are approved; and be it

20 FURTHER RESOLVED that the \$730,000 may be combined in one bond issue
21 with the amount needed to finance other Rural Electric Association coopera-
22 tive projects approved by the legislature in accordance with AS 44.56.120.

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26

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29

ALASKA STATE LEGISLATURE

ELEVENTH Legislature SECOND Session

JOINT RESOL. NO. 59
SENATE THE STATE AFFAIRS COMMITTEE
By

Relating to the Alaska Power Authority, and the incurring of revenue bond indebtedness of the Alaska Power Authority for the Naknek Electric Association for the financing of acquisition and installation of a new diesel-powered electric power generator in Naknek.

Introduced in the Senate 2/22/80, 1980

HISTORY IN THE SENATE

19 80	Read first time and referred to Committee on Commerce and Finance												
2 22													
3 31	Reported back with <i>Commerce</i> recommendation that <i>do pass.</i> <i>10 copies of amended.</i> <i>To Governor</i>												
	Read second time and												
	Read third time and												
	<table border="0"> <tr><td>PASS</td><td>Effective Date</td></tr> <tr><td>Yeas</td><td>Yeas</td></tr> <tr><td>Nays</td><td>Nays</td></tr> <tr><td>Absent</td><td>Absent</td></tr> <tr><td>Excused</td><td>Excused</td></tr> </table>	PASS	Effective Date	Yeas	Yeas	Nays	Nays	Absent	Absent	Excused	Excused		
PASS	Effective Date												
Yeas	Yeas												
Nays	Nays												
Absent	Absent												
Excused	Excused												
	<table border="0"> <tr><td>Reconsideration</td><td></td></tr> <tr><td>PASS</td><td>Effective Date</td></tr> <tr><td>Yeas</td><td>Yeas</td></tr> <tr><td>Nays</td><td>Nays</td></tr> <tr><td>Absent</td><td>Absent</td></tr> <tr><td>Excused</td><td>Excused</td></tr> </table>	Reconsideration		PASS	Effective Date	Yeas	Yeas	Nays	Nays	Absent	Absent	Excused	Excused
Reconsideration													
PASS	Effective Date												
Yeas	Yeas												
Nays	Nays												
Absent	Absent												
Excused	Excused												
	Reported correctly engrossed Signed by President Sen. to House												
	SECRETARY OF THE SENATE												

HISTORY IN THE HOUSE

19	Read first time and referred to Committee on												
	Reported back with recommendation that												
	Read second time and												
	Read third time and												
	<table border="0"> <tr><td>PASS</td><td>Effective Date</td></tr> <tr><td>Yeas</td><td>Yeas</td></tr> <tr><td>Nays</td><td>Nays</td></tr> <tr><td>Absent</td><td>Absent</td></tr> <tr><td>Excused</td><td>Excused</td></tr> </table>	PASS	Effective Date	Yeas	Yeas	Nays	Nays	Absent	Absent	Excused	Excused		
PASS	Effective Date												
Yeas	Yeas												
Nays	Nays												
Absent	Absent												
Excused	Excused												
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Reconsideration													
PASS	Effective Date												
Yeas	Yeas												
Nays	Nays												
Absent	Absent												
Excused	Excused												
	Reported correctly engrossed Signed by Speaker Returned to Senate												
	CHIEF CLERK OF THE HOUSE												

HISTORY IN THE SENATE

19	Received from House
	To enrolling
	Reported correctly enrolled
	Sent to Governor
 by Governor
	Filed with Lt. Governor
	Chapter No.

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

1 IN THE SENATE

BY THE STATE AFFAIRS COMMITTEE

2 SENATE JOINT RESOLUTION NO. 59

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 Naknek Electric
9 Association for the financing of
10 acquisition and installation of a new
11 diesel-powered electric power genera-
12 tor in Naknek.

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

14 WHEREAS the Naknek Electric Association, a Rural Electric Association
15 cooperative, plans to construct, acquire and install a 1,000 kilowatt capa-
16 city diesel-powered electric power generator in Naknek; and

17 WHEREAS the Naknek Electric Association has submitted an application to
18 the Alaska Power Authority for assistance in financing the generator project,
19 and the Alaska Power Authority has by resolution determined to sell its bonds
20 to finance the project; and

21 WHEREAS the Alaska Power Authority, under AS 44.56.180, has submitted to
22 the governor and to the legislature a statement of its recommendations for
23 financing the generator project and a statement outlining the general design,
24 demonstration of financial feasibility, and maximum amount of revenue bonds
25 and appropriations necessary for the project; and

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

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

1 authority intends, through the issuance of revenue bonds, to finance the
2 generator project only and not to construct, acquire or own the project; and

3 WHEREAS the statements of the Alaska Power Authority provide that the
4 project is to be designed, acquired and constructed by the Naknek Electric
5 Association under an agreement with the Alaska Power Authority which will
6 provide that the Alaska Power Authority has ownership rights in the project
7 only as may be necessary to secure the payment of the revenue bond indebted-
8 ness; and

9 WHEREAS the costs to be incurred in financing the generator project will
10 require the issuance of revenue bonds of the Alaska Power Authority in a
11 maximum estimated amount not to exceed \$730,000; and

12 WHEREAS it is in the best interests of the state that revenue bonds of
13 the Alaska Power Authority be issued to finance the cost of the generator
14 project;

15 BE IT RESOLVED by the Alaska State Legislature that the general design
16 of the Naknek Electric Association project to construct, acquire and install
17 a diesel-powered electric power generator, and the incurring of revenue bond
18 indebtedness by the Alaska Power Authority in a maximum amount not to exceed
19 \$730,000 to pay the costs of the project are approved; and be it

20 FURTHER RESOLVED that the \$730,000 may be combined in one bond issue
21 with the amount needed to finance other Rural Electric Association coopera-
22 tive projects approved by the legislature in accordance with AS 44.56.180.
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