Introduced by: Mayor by request

of Resource Dev.

Commission

Date: Vote: Action:

Jan. 19, 1982 Unanimous Adopted

KENAI PENINSULA BOROUGH

RESOLUTION 82-20

RECOMMENDING IN-STATE PROCESSING OF STATE ROYALTY OIL.

WHEREAS, the State of Alaska has requested and received proposals for the sale of its estimated daily total of 159,000 barrels of royalty crude oil from the North Slope; and

WHEREAS, the State of Alaska in its solicitations has indicated a particular interest in proposals affording in-state processing of products to serve in-state markets; and

WHEREAS, the allocation of state resources to serve such purposes is in the best economic interest for all Alaskans; and

WHEREAS, proposals for shares of the available royalty oil have been submitted on behalf of existing and proposed operations located in Alaska and on the Kenai Peninsula; and

WHEREAS, some of these companies have been refining Alaskan crude for more than ten years providing products for the energy needs of all of Alaska and creating jobs for Alaskans: and

WHEREAS, the state has received proposals by companies which will invest in building, modifying, and expanding plants if the long term supplies of royalty oil are available;

NOW THEREFORE, BE IT RESOLVED BY THE ASSEMBLY OF THE KENAI PENINSULA BOROUGH:

Section 1. That the Assembly recommends to the State of Alaska that the state give top priority to distributing its royalty crude oil to proposers who guarantee that the processing of products from the royalty oil will be performed in the state of Alaska for the benefit of Alaska consumers.

Section 2. That the Clerk shall serve a copy of this resolution upon the Honorable Jay S. Hammond, Governor of the State of Alaska; upon the Honorable Jalmar Kerttula, President of the State Lenate; upon the Honorable Joe L. Hayes, Speaker of the State House; upon the Honorable Donald E. Gilman, State Senator; and upon the Honorables Bette Cato, Hugh Malone, and Pat O'Connell, State Representatives.

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 $\underline{\text{Section 3.}}$ That this resolution takes effect immediately upon its adoption.

ADOPTED BY THE ASSEMBLY OF THE KENAI PENINSULA BOROUGH ON THIS 19th DAY OF ______, 1982.

John C. Davis, Assembly President Donald L. McCloud, Vice President

ATTEST:

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