# HOUSE JOINT RESOLUTION NO. 51

INTRODUCED BY CONNELLY, LYBECK, JONES, C. SMITH, B. BROWN, HARDING, NELSON, KOEHNKE, O'CONNELL, PECK, HARP, ZABROCKI, BRANDEWIE, HARRINGTON, J. HAMMOND, D. BROWN, HIMSL, CODY, ASAY, FRITZ, SIMON, SCHULTZ, DEVLIN, GILBERT, ELLISON, KELLER, DONALDSON, MENAHAN, NISBET, ABRAMS, QUILICI, DANIELS, PAVLOVICH, SPAETH, IVERSON, VINCENT, MANUEL, MARKS, MONTAYNE, MILLER, HOWE, BERGENE, M. WILLIAMS, MCCORMICK, BACHINI, PISTORIA, HAND, LORY, EUDAILY, THOFT, ELLERD, MERCER, PHILLIPS, PATTERSON, COMPTON, JENKINS, SWITZER, GOULD, PETERSON, KRUEGER, HARPER, BLAYLOCK, YELLOWTAIL, LANE, B. WILLIAMS, CONOVER, REGAN, ECK, NEUMAN, CHRISTIAENS, HAFFEY, JACOBSON, VAN VALKENBURG, TOWE, WEEDING, NORMAN, FULLER, HAGER, SEVERSON, THAYER, ANDERSON, STEPHENS, CRIPPEN, GAGE, KOLSTAD, MANNING, STORY, KEATING, HIRSCH, COHEN, GARCIA

## IN THE HOUSE

April 4, 1985

\$

April 8, 1985

On motion, rules suspended to allow introduction of HJR 51.

Introduced and referred to Committee on Business and Labor.

On motion by Chief Sponsor, Senators Blaylock, Yellowtail, Lane, B. Williams, Conover, Regan, Eck, Neuman, Christiaens, Haffey, Jacobson, Van Valkenburg, Towe, Weeding, Norman, Fuller, Hager, Severson, Thayer, Anderson, Stephens, Crippen, Gage, Kolstad, Manning, Story, Keating, and Hirsch were added as sponsors.

Committee recommend bill do pass. Report adopted.

Bill printed and placed on members' desks.

April 9, 1985

April	10,	1985		Second reading, do pass.
April	11,	1985		Considered correctly engrossed.
April	12,	1985		Third reading, passed.
				Transmitted to Senate.
			IN THE S	ENATE
April	13,	1985		On motion, rules suspended to accept. Motion adopted.
April	15,	1985		Introduced and referred to Committee on Business and Industry.
April	17,	1985		On motion, rules temporarily suspended for the purpose of allowing all bills passed on second reading on the 85th Legislative Day to be advanced to third reading that same day.
April	18,	1985		Committee recommend bill be concurred in. Report adopted.
April	19,	1985		Second reading, concurred in.
				Third reading, concurred in. Ayes, 48; Noes, 0.
				Returned to House.
			IN THE H	OUSE
April	19,	1985		Received from Senate.
April	20,	1985		Sent to enrolling.
				Reported correctly enrolled.
		2	-2-	

•

LC 1953/01

JOINT RESOLDER NTRODUCED BY THE SENATE AND HOUSE OF MWIttimes THE THE STATE OF MONTANA REQUESTING THE OF BONNEVILLE POWER ADMINISTRATION TO ESTABLISH FAIR, JUST, AND REASONABLE POWER RATES FOR THE NORTHWEST ALUMINUM INDUSTRY TO ALLOW THE INDUSTRX TO MEET COMPETITION IN THE WORLD MARKET. Berdne WHEREAS, the continued viability of the Northwest /... 11 aluminum industry is essential to the economic stability of Mercer Montana and the region; and WHEREAS, in 1983 the Northwest aluminum industry provided 10,500 jobs, paid \$28,000,000 in state and local taxes, provided \$450,000,000 in revenues to the Bonneville 16 17 Power Administration (BPA), and spent \$409,000,000 for 18 freight and material purchases; and 19 WHEREAS, the Columbia Falls smelter directly employs 1,000 persons and provides payroll of 20 an annual KRUEGER approximately \$30,000,000; purchases almost \$7,000,000 worth 21 of supplies and services from local vendors; pays \$2,650,000 22 in taxes to Flathead County, which is 11% of the total 23 24 county taxes; and makes other substantial contributions to the economies of Montana and the region generally; and 25

49th Legislature

Montana Legislative Council

WHEREAS, the aluminum industry is paying 800% more for electricity than it did 7 years ago; and 2 3 WHEREAS, the aluminum industry is in serious economic difficulty because of competition from foreign aluminum 4 manufacturers and domestic aluminum producers who pay 5 significantly lower power rates than those paid by Northwest 6 7 smelters; and 8 WHEREAS, power rates charged to Northwest aluminum 9 producers are 50% higher than other free-world aluminum 10 smelter prices for power; and WHEREAS, over the past few years, the price of aluminum 11 has fluctuated and declined; and 12 13 WHEREAS, in 1983 the aluminum industry paid 35.5% of the BPA's revenues but received only 29.5% of the power 14 provided by the BPA; and 15 16 WHEREAS, without the aluminum industry's contribution to the BPA revenue requirement, power rates for all other 17 customers would increase substantially; and 18 19

WHEREAS, loss of the region's aluminum producers would devastate the economies of Montana and of the Pacific Northwest.

22
23 NOW, THEREFORE, BE IT RESOLVED BY THE SENATE AND THE HOUSE
24 OF REPRESENTATIVES OF THE STATE OF MONTANA:

25 That the Bonneville Power Administration establish

-2- INTRODUCED BILL HJR SI

LC 1953/01

LC 1953/01

fair, just, and reasonable rates for Northwest aluminum
 producers to allow the Northwest aluminum industry to
 compete effectively in the world aluminum market.

4 BE IT FURTHER RESOLVED, that copies of this resolution 5 be sent to the Administrator of the Bonneville Power 6 Administration, to the Governors of the States of Montana, 7 Idaho, Washington, and Oregon, and to the Congressional 8 Delegation of the State of Montana.

-End-

APPROVED BY COMM. ON BUSINESS AND LABOR

1 HOUSE JOINT RESOLUTION NO. 51 2 INTRODUCED BY CONNELLY, LYBECK, JONES, C. SMITH, B. BROWN, HARDING, NELSON, KOEHNKE, O'CONNELL, PECK, HARP, ZABROCKI, 3 BRANDEWIE, HARRINGTON, J. HAMMOND, D. BROWN, HIMSL, CODY. 4 ASAY, FRITZ, SIMON, SCHULTZ, DEVLIN, GILBERT, ELLISON, 5 KELLER, DONALDSON, MENAHAN, NISBET, ABRAMS, QUILICI, 6 7 DANIELS, PAVLOVICH, SPAETH, IVERSON, VINCENT, MANUEL. 8 MARKS, MONTAYNE, MILLER, HOWE, BERGENE, M. WILLIAMS, MCCORMICK, BACHINI, PISTORIA, HAND, LORY, EUDAILY, 9 10 THOFT, ELLERD, MERCER, PHILLIPS, PATTERSON, COMPTON, JENKINS, SWITZER, GOULD, PETERSON, KRUEGER, HARPER, 11 BLAYLOCK, YELLOWTAIL, LANE, B. WILLIAMS, CONOVER, 12 REGAN, ECK, NEUMAN, CHRISTIAENS, HAFFEY, JACOBSON, 13 VAN VALKENBURG, TOWE, WEEDING, NORMAN, FULLER, HAGER, 14 15 SEVERSON, THAYER, ANDERSON, STEPHENS, CRIPPEN, GAGE. 16 KOLSTAD, MANNING, STORY, KEATING, HIRSCH 17 A JOINT RESOLUTION OF THE SENATE AND THE HOUSE OF 18 19 REPRESENTATIVES OF THE STATE OF MONTANA REQUESTING THE BONNEVILLE POWER ADMINISTRATION TO ESTABLISH FAIR, JUST, AND 20

REASONABLE POWER RATES FOR THE NORTHWEST ALUMINUM INDUSTRY
 TO ALLOW THE INDUSTRY TO MEET COMPETITION IN THE WORLD
 MARKET.

24 25

WHEREAS, the continued viability of the Northwest



aluminum industry is essential to the economic stability of
 Montana and the region; and
 WHEREAS, in 1983 the Northwest aluminum industry

4 provided 10,500 jobs, paid \$28,000,000 in state and local 5 taxes, provided \$450,000,000 in revenues to the Bonneville 6 Power Administration (BPA), and spent \$409,000,000 for 7 freight and material purchases; and

8 WHEREAS, the Columbia Falls smelter directly employs 9 1,000 persons and provides an annual payroll of 10 approximately \$30,000,000; purchases almost \$7,000,000 worth 11 of supplies and services from local vendors; pays \$2,650,000 12 in taxes to Flathead County, which is 11% of the total 13 county taxes; and makes other substantial contributions to 14 the economies of Montana and the region generally; and

WHEREAS, the aluminum industry is paying 800% more for electricity than it did 7 years ago; and

17 WHEREAS, the aluminum industry is in serious economic 18 difficulty because of competition from foreign aluminum 19 manufacturers and domestic aluminum producers who pay 20 significantly lower power rates than those paid by Northwest 21 smelters; and

WHEREAS, power rates charged to Northwest aluminum
producers are 50% higher than other free-world aluminum
smelter prices for power; and

25 WHEREAS, over the past few years, the price of aluminum

-2-

HJR 51 SECOND READING

1 has fluctuated and declined; and

2 WHEREAS, in 1983 the aluminum industry paid 35.5% of
3 the BPA's revenues but received only 29.5% of the power
4 provided by the BPA; and

5 WHEREAS, without the aluminum industry's contribution 6 to the BPA revenue requirement, power rates for all other 7 customers would increase substantially; and

8 WHEREAS, loss of the region's aluminum producers would
9 devastate the economies of Montana and of the Pacific
10 Northwest.

11

NOW, THEREFORE, BE IT RESOLVED BY THE SENATE AND THE HOUSE
OF REPRESENTATIVES OF THE STATE OF MONTANA:

14 That the Bonneville Power Administration establish 15 fair, just, and reasonable rates for Northwest aluminum 16 producers to allow the Northwest aluminum industry to 17 compete effectively in the world aluminum market.

BE IT FURTHER RESOLVED, that copies of this resolution
be sent to the Administrator of the Bonneville Power
Administration, to the Governors of the States of Montana,
Idaho, Washington, and Oregon, and to the Congressional
Delegation of the State of Montana.

-End-

-3-

1 HOUSE JOINT RESOLUTION NO. 51 2 INTRODUCED BY CONNELLY, LYBECK, JONES, C. SMITH, B. BROWN. 3 HARDING, NELSON, KOEHNKE, O'CONNELL, PECK, HARP, ZABROCKI. 4 BRANDEWIE, HARRINGTON, J. HAMMOND, D. BROWN, HIMSL, CODY, 5 ASAY, FRITZ, SIMON, SCHULTZ, DEVLIN, GILBERT, ELLISON, KELLER, DONALDSON, MENAHAN, NISBET, ABRAMS, QUILICI, 6 7 DANIELS, PAVLOVICH, SPAETH, IVERSON, VINCENT, MANUEL, 8 MARKS, MONTAYNE, MILLER, HOWE, BERGENE, M. WILLIAMS. 9 MCCORMICK, BACHINI, PISTORIA, HAND, LORY, EUDAILY, 10 THOFT, ELLERD, MERCER, PHILLIPS, PATTERSON, COMPTON, 11 JENKINS, SWITZER, GOULD, PETERSON, KRUEGER, HARPER, 12 BLAYLOCK, YELLOWTAIL, LANE, B. WILLIAMS, CONOVER, 13 REGAN, ECK, NEUMAN, CHRISTIAENS, HAFFEY, JACOBSON, 14 VAN VALKENBURG, TOWE, WEEDING, NORMAN, FULLER, HAGER, 15 SEVERSON, THAYER, ANDERSON, STEPHENS, CRIPPEN, GAGE, 16 KOLSTAD, MANNING, STORY, KEATING, HIRSCH 17

18 A JOINT RESOLUTION OF THE SENATE AND THE HOUSE OF
19 REPRESENTATIVES OF THE STATE OF MONTANA REQUESTING THE
20 BONNEVILLE POWER ADMINISTRATION TO ESTABLISH FAIR, JUST, AND
21 REASONABLE POWER RATES FOR THE NORTHWEST ALUMINUM INDUSTRY
22 TO ALLOW THE INDUSTRY TO MEET COMPETITION IN THE WORLD
23 MARKET.

24

25

WHEREAS, the continued viability of the Northwest



aluminum industry is essential to the economic stability of
 Montana and the region; and

WHEREAS, in 1983 the Northwest aluminum industry
provided 10,500 jobs, paid \$28,000,000 in state and local
taxes, provided \$450,000,000 in revenues to the Bonneville
Power Administration (BPA), and spent \$409,000,000 for
freight and material purchases; and

8 WHEREAS, the Columbia Falls smelter directly employs 9 1,000 persons and provides an annual payroll of 10 approximately \$30,000,000; purchases almost \$7,000,000 worth 11 of supplies and services from local vendors; pays \$2,650,000 12 in taxes to Flathead County, which is 11% of the total 13 county taxes; and makes other substantial contributions to 14 the economies of Montana and the region generally; and

WHEREAS, the aluminum industry is paying 800% more for
electricity than it did 7 years ago; and

17 WHEREAS, the aluminum industry is in serious economic
18 difficulty because of competition from foreign aluminum
19 manufacturers and domestic aluminum producers who pay
20 significantly lower power rates than those paid by Northwest
21 smelters; and

WHEREAS, power rates charged to Northwest aluminum
 producers are 50% higher than other free-world aluminum
 smelter prices for power; and

25 WHEREAS, over the past few years, the price of aluminum

-2-

HJR 51

THIRD READING

1 has fluctuated and declined; and

2 WHEREAS, in 1983 the aluminum industry paid 35.5% of
3 the BPA's revenues but received only 29.5% of the power
4 provided by the BPA; and

5 WHEREAS, without the aluminum industry's contribution
6 to the BPA revenue requirement, power rates for all other
7 customers would increase substantially; and

8 WHEREAS, loss of the region's aluminum producers would
9 devastate the economies of Montana and of the Pacific
10 Northwest.

11

NOW, THEREFORE, BE IT RESOLVED BY THE SENATE AND THE HOUSE
 OF REPRESENTATIVES OF THE STATE OF MONTANA:

14 That the Bonneville Power Administration establish 15 fair, just, and reasonable rates for Northwest aluminum 16 producers to allow the Northwest aluminum industry to 17 compete effectively in the world aluminum market.

BE IT FURTHER RESOLVED, that copies of this resolution
be sent to the Administrator of the Bonneville Power
Administration, to the Governors of the States of Montana,
Idaho, Washington, and Oregon, and to the Congressional
Delegation of the State of Montana.

-End-

-3-

÷

HOUSE JOINT RESOLUTION NO. 51 1 INTRODUCED BY CONNELLY, LYBECK, JONES, C. SMITH, B. BROWN, 2 HARDING, NELSON, KOEHNKE, O'CONNELL, PECK, HARP, ZABROCKI, 3 4 BRANDEWIE, HARRINGTON, J. HAMMOND, D. BROWN, HIMSL, CODY, 5 ASAY, FRITZ, SIMON, SCHULTZ, DEVLIN, GILBERT, ELLISON, 6 KELLER, DONALDSON, MENAHAN, NISBET, ABRAMS, QUILICI. 7 DANIELS, PAVLOVICH, SPAETH, IVERSON, VINCENT, MANUEL, MARKS, MONTAYNE, MILLER, HOWE, BERGENE, M. WILLIAMS. 8 9 MCCORMICK, BACHINI, PISTORIA, HAND, LORY, EUDAILY, 10 THOFT, ELLERD, MERCER, PHILLIPS, PATTERSON, COMPTON, 11 JENKINS, SWITZER, GOULD, PETERSON, KRUEGER, HARPER. BLAYLOCK, YELLOWTAIL, LANE, B. WILLIAMS, CONOVER, 12 13 REGAN, ECK, NEUMAN, CHRISTIAENS, HAFFEY, JACOBSON, VAN VALKENBURG, TOWE, WEEDING, NORMAN, FULLER, HAGER, 14 SEVERSON, THAYER, ANDERSON, STEPHENS, CRIPPEN, GAGE, 15 16 KOLSTAD, MANNING, STORY, KEATING, HIRSCH 17 A JOINT RESOLUTION OF THE SENATE AND THE HOUSE OF 18 19 REPRESENTATIVES OF THE STATE OF MONTANA REQUESTING THE BONNEVILLE POWER ADMINISTRATION TO ESTABLISH FAIR, JUST, AND 20

REASONABLE POWER RATES FOR THE NORTHWEST ALUMINUM INDUSTRY 21 TO ALLOW THE INDUSTRY TO MEET COMPETITION IN THE WORLD 22 MARKET. 23

24

WHEREAS, the continued viability of the Northwest 25



1 aluminum industry is essential to the economic stability of 2 Montana and the region; and

WHEREAS, in 1983 the Northwest aluminum industry 3 4 provided 10,500 jobs, paid \$28,000,000 in state and local 5 taxes, provided \$450,000,000 in revenues to the Bonneville Power Administration (BPA), and spent \$409,000,000 for 7 freight and material purchases; and

8 WHEREAS, the Columbia Falls smelter directly employs 1,000 persons and provides an annual payroll of 9 10 approximately \$30,000,000; purchases almost \$7,000,000 worth 11 of supplies and services from local vendors; pays \$2,650,000 in taxes to Flathead County, which is 11% of the total 12 13 county taxes; and makes other substantial contributions to 14

the economies of Montana and the region generally; and

15 WHEREAS, the aluminum industry is paying 800% more for 16 electricity than it did 7 years ago; and

WHEREAS, the aluminum industry is in serious economic 17 difficulty because of competition from foreign aluminum 18 19 manufacturers and domestic aluminum producers who pay significantly lower power rates than those paid by Northwest 20 smelters; and 21

WHEREAS, power rates charged to Northwest aluminum 22 23 producers are 50% higher than other free-world aluminum 24 smelter prices for power; and

25 WHEREAS, over the past few years, the price of aluminum

-2-

HJR 51 REFERENCE BILL

1 has fluctuated and declined; and

2 WHEREAS, in 1983 the aluminum industry paid 35.5% of
3 the BPA's revenues but received only 29.5% of the power
4 provided by the BPA; and

5 WHEREAS, without the aluminum industry's contribution 6 to the BPA revenue requirement, power rates for all other 7 customers would increase substantially; and

8 WHEREAS, loss of the region's aluminum producers would
9 devastate the economies of Montana and of the Pacific
10 Northwest.

11

.

NOW, THEREFORE, BE IT RESOLVED BY THE SENATE AND THE HOUSE
OF REPRESENTATIVES OF THE STATE OF MONTANA:

14 That the Bonneville Power Administration establish 15 fair, just, and reasonable rates for Northwest aluminum . 16 producers to allow the Northwest aluminum industry to 17 compete effectively in the world aluminum market.

BE IT FURTHER RESOLVED, that copies of this resolution
be sent to the Administrator of the Bonneville Power
Administration, to the Governors of the States of Montana,
Idaho, Washington, and Oregon, and to the Congressional
Delegation of the State of Montana.

-End-

-3-