

Submitted by: Chairman of the Assembly
At the request of the Mayor
Prepared by: Port of Anchorage
For reading: March 29, 2005

CLERK'S OFFICE
APPROVED

Date: 4-12-05

ANCHORAGE, ALASKA
AO NO. 2005- 50

**AN ORDINANCE AUTHORIZING AN AMENDMENT TO PORT OF ANCHORAGE
TERMINAL TARIFF NO. 5, REDUCING THE WHARFAGE RATE ON CEMENT
TRANSFERRED IN BULK THROUGH PIPELINES TO OR FROM SHORESIDE
STORAGE TANKS.**

WHEREAS, pursuant to Anchorage Municipal Code section 11.50.030C., the Anchorage Port Commission is charged with promulgating the Port's Terminal Tariff subject to approval of the Anchorage Municipal Assembly and the Federal Maritime Commission; and

WHEREAS, the wharfage rate on cement transferred in bulk through pipelines to or from shoreside storage tanks was originally established at \$1 per ton and adjusted to \$1.13 per ton by agreement between the Port and Alaska Basic Industries in anticipation of the Port paying for improvements to the power distribution systems to the dock for the benefit of ABI; and

WHEREAS, the power system improvements were never undertaken; and

WHEREAS, the long-term plans of Port development anticipate demolishing the terminal where cement is currently unloaded; now, therefore,

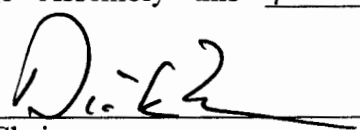
THE ANCHORAGE ASSEMBLY ORDAINS:

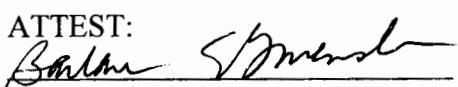
Section 1. Port of Anchorage Terminal Tariff No. 5, *Definitions and Schedule of Charges, Item 254*, is amended to read:

CEMENT	
In bulk through pipelines to or from shoreside storage tanks.....	1.00 [1.13]

Section 2. The amendment to Tariff No. 5 shall be effective immediately upon passage and approval by the Assembly.

PASSED AND APPROVED by the Anchorage Assembly this 12th day of April, 2005.


Chairman

ATTEST:

Municipal Clerk

MUNICIPALITY OF ANCHORAGE
Summary of Economic Effects -- Utilities

AO Number: 2005- 50

Title: **Port of Anchorage Terminal Tariff #5 Reduction of Cement Rate**

Sponsor: **William J. Sheffield**
 Preparing Agency: **Port of Anchorage**
 Others Impacted:

CHANGES IN REVENUES AND EXPENSES: (In Thousands of Dollars)

	FY04	FY05	FY06	FY07	FY08
Operating Revenues:					
Cement (Tariff rate reduction)		\$ (19,173)	*	*	*
TOTAL OPERATING REVENUES	\$ -	\$ (19,173)	\$ -	\$ -	\$ -

Operating Expenses:

TOTAL OPERATING EXPENSES	\$ -	\$ -	\$ -	\$ -	\$ -
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Non-Operating Revenues:

TOTAL NON-OPERATING REVENUES	\$ -	\$ -	\$ -	\$ -	\$ -
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Non-Operating Expenses:

TOTAL NON-OPERATING EXPENSES	\$ -	\$ -	\$ -	\$ -	\$ -
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NET INCOME (REGULATED)

POSITIONS: FT/PT and Temp

PUBLIC SECTOR ECONOMIC EFFECTS:

This Tariff rate reduction from \$1.13/ton to \$1.00/ton for Cement in the Port of Anchorage Terminal Tariff #5 will reduce the Port revenue by \$19,173 for one (1) year beginning January 1, 2005 and ending December 31, 2005.

*The Port of Anchorage Terminal Tariff #5 will be reviewed and rate changes recommended by the Anchorage Port Commission will be adopted in January, 2006.

PRIVATE SECTOR ECONOMIC EFFECTS:

No effects. It is not anticipated that the cost of cement to consumers is likely to be effected as a result of this measure.

Prepared by: _____

Telephone: _____