



# Priorities & Positions 2020

## **2020 State Priorities**

### **Support reduction of spending to sustainable levels**

The Alaska Chamber supports reduction in spending from the General Fund, excluding both the capital budget and Permanent Fund Dividend, from the previous fiscal year's spending level until the State reaches a sustainable level of spending.

### **Support a meaningful spending cap on operating budget expenditures**

The Alaska Chamber supports a meaningful spending cap on operating budget expenditures. With an ever-growing State operating budget, the business community will live in constant fear of large tax increases. Either a spending cap or a tax cap allows elected officials to make tough calls on spending. They work relatively well in many communities at the local level.

### **Support comprehensive workers' compensation reform**

The Alaska Chamber supports enactment of systemic changes to the Alaska workers' compensation insurance statutes to reduce the cost of insurance for employers while emphasizing effective treatment programs that promote injury recovery and the return to full employment of injured workers.

## **2020 Federal Priorities**

### **Support oil and gas exploration and development in Alaska's federal areas**

The Alaska Chamber strongly supports oil and gas exploration and production in Alaska's federal areas; including the Beaufort Sea, Chukchi Sea, NPRA, Cook Inlet, and the 10-02 area of ANWR. The Chamber encourages Congress to enact revenue sharing for Alaska and local communities. The Chamber also encourages the Alaska Congressional Delegation, the Alaska Legislature and Governor to support and strongly advocate for responsible development of these valuable resources, while the Chamber commits to actively support and participate in the education and advocacy efforts to open these areas.

### **Support repeal or reform of the Federal Patient Protection and Affordable Care Act**

The Alaska Chamber supports repeal or reform of the Patient Protection and Affordable Care Act.

## 2020 State and Federal Positions

(S) State – (F) Federal – (B) Both

### Budget, Taxes, and Revenue

- 1. (S Priority) Support a comprehensive approach to create a sustainable state budget**

The Alaska Chamber recognizes that to attract and sustain private capital investment in Alaska, the State must create a stable state budget climate over the long term. The Alaska Chamber supports a comprehensive approach to include continued but measured fiscal reforms over time and utilization of Permanent Fund earnings based on a rules-based framework. Together, these actions will support a responsible, balanced and sustainable state budget.
- 2. (S Priority) Support a meaningful spending cap on operating budget expenditure**

The Alaska Chamber supports a meaningful cap on operating budget expenditures. With an ever-growing State operating budget, the business community will live in constant fear of large tax increases. Either a spending cap or a tax cap allows elected officials to make tough calls on spending. They work relatively well in many communities at the local level.
- 3. (S) Oppose new targeted taxes**

Oppose new industry-specific targeted taxes, including increases on existing targeted taxes, unless self-imposed by the industry. Increases in industry-specific taxes should not fund general services.
- 4. (S) Support a rigorous but efficient permitting process in Alaska**

The Alaska Chamber supports making the number of State of Alaska permittees commensurate with levels of exploration and development activity.
- 5. (S) Ensure mineral development benefits that should accrue to the entire state are not compromised by municipal or borough taxation**

The potential for municipalities to target the mining industry for special severance taxes in addition to, or in place of, property taxes creates significant fiscal uncertainty for the metal mining industry and can impact both the longevity of existing operations and the economic feasibility of projects. In order to protect state sovereignty by ensuring that only the Legislature can levy metal mining taxes, the Alaska Chamber supports legislation that: 1. Eliminates the implements revenue sharing of the Alaska Mining License Tax (AMLT) with a municipality that hosts a metal mine. This does not impact levy and collection of usual, broad based taxes such as a property tax. Mines and municipalities could still enter into payment in-lieu of taxes (PILT) agreements if a broad-based tax is not available. This legislation would not dimension stone or any other bulk commodity that they may currently tax. It would only affect metal mines (gold, silver, lead, zinc, copper, iron, platinum, rare earths, etc.).
- 6. (S) Oppose "Fair-Share Act" – a ballot measure raising oil taxes**

The Alaska Chamber strongly opposes the latest attempt to raise oil taxes by a ballot measure. If adopted, the proposed initiative would raise taxes on the oil industry by over \$1 billion. The "Fair Share Act" is a targeted tax on some of the state's largest investors.

## 2020 State and Federal Positions

(S) State – (F) Federal – (B) Both

**7. (S) Support a reasonable cruise ship passenger fee level and use of those fees consistent with state and federal law**

The Alaska Chamber supports reasonable cruise ship passenger fee levels and use of passenger fees which are consistent with state and federal law and the Commerce Clause and Tonnage Clause of the U.S. Constitution, requiring a direct connection to the passenger and the vessel.

**8. (S) Oppose all new unfunded property tax exemptions as introduced on the state level**

The Alaska Chamber opposes all new unfunded property tax exemptions and will work to educate the governor and Alaska legislators on the effect of proposed exemptions on those individuals or businesses to which the tax burden would be shifted.

**9. (S) Support streamlining fisheries landing tax regulations**

The Alaska Chamber supports streamlining fisheries landing tax regulations, simplifying the paperwork burden on self-marketing fishermen, and to align timing of reporting with the timing of payments due.

**10. (S) Support and encourage a positive investment climate that provides certainty and stability for statewide oil and gas activities; oppose efforts to increase oil and gas taxes.**

The Alaska Chamber opposes any proposal that would add to the cost of doing business in Alaska's oil and gas industry. Thousands of Alaskans have already lost jobs due to the low oil price environment. Constantly changing fiscal policies on the state's largest economic driver stymies development, decreases opportunities for new production, and negatively impacts the state's economy. Any proposal brought forward should provide for a positive investment climate that provides certainty and stability for Alaska's oil and gas industry.

**11. (S) Support royalty oil sales**

The Alaska Chamber supports state administrative and legislative approval of royalty oil contracts that use the same net back value as if the oil was sold out of state.

### Community

**12. (F) Support the Bypass Mail Program**

Support employers and worker's rights to determine the value of labor, based on labor The Alaska Chamber will help preserve Bypass Mail Program by demonstrating the impact the program has on the Alaska economy and the benefits to rural Alaska.

**13. (F) Support the expansion of the military presence in Alaska**

The Alaska Chamber encourages the Alaska Legislature, Governor, and federal delegation to work with the U.S. Military to maintain current military investment and force structure in Alaska and to increase military missions, staffing, activity, and investment.

## **2020 State and Federal Positions**

**(S) State – (F) Federal – (B) Both**

### **14. (S) Support the University of Alaska**

A vibrant university is vital for the education of our citizenry, the development of a highly trained workforce, and the research and development endeavors necessary to address the state's critical challenges. The Alaska Chamber urges the Alaska State Legislature and the Governor to provide strong support for the University of Alaska. As our economy experiences transitions and budgets continue to be cut, the university must find creative ways to serve its important purpose as cost effectively as possible.

### **15. (S) Support the Iditarod Trail Committee in its efforts to preserve the rich tradition and future of the Alaska sled dog, mushing, and the Iditarod Trail Sled Dog Race**

The Iditarod Trail Committee (ITC) stages the Iditarod Trail Sled Dog Race, an event which generates more than \$12 million in economic impact. The Alaska Chamber supports the ITC in its dedication to preserve North America's earliest mode of transportation combining the efforts of human and canine traversing via sled through epic landscapes that include the Alaska Range, the Yukon River, and the Norton Sound on the National Historic Iditarod Trail. The Iditarod's continuum of care for all sled dogs entered in the race includes an elite corps of 45-50 veterinarians and 1300 to 1500 support staff (all volunteers) dedicated to ensuring the safety and well-being of the sled dog. A recent Canadian POV documentary ("Sled Dogs") is committed to eradicating sled dog kennels, tourism, and all short, mid, and long-distance events in North America and Europe. The creators of this documentary have teamed up with PETA and the Sled Dog Action Coalition in a campaign to distort and dismantle the special bond between human and canine, to the point that would disallow a sled dog to be tethered to any apparatus, including a leash.

### **16. (S) Support Economic and Financial Learning in Alaska Schools**

Allow Alaska educators to use economic and financial education training to fulfill continuing education requirements and encourage the State of Alaska and/or school districts to adopt financial education as a graduation requirement for students. The Alaska Council on Economic Education provides educators with basic economics training and access to an online library of lesson plans and resources for all subjects.

### **17. (S) Support a reformed, right-sized and sustainable Alaska Marine Highway System as a critical component of the statewide intermodal transportation system and economy of Alaska.**

Support ongoing operation of the Alaska Marine Highway System (AMHS) to provide regular, reliable marine transportation services to coastal Alaska communities for the benefit of the statewide economy. Support reform initiatives that provide for the long-term sustainability of the Alaska Marine Highway operations and system similar to the proposal developed by statewide business and community leaders at [www.AMHSreform.com](http://www.AMHSreform.com). Advocate for continued state funding of marine highway services during and throughout any organizational transitions to maintain this vital economic link connecting coastal Alaska communities to the rest of the state.

## 2020 State and Federal Positions

(S) State – (F) Federal – (B) Both

### 18. (S) Support the Port of Alaska and its strategic importance

The Alaska Chamber supports the Port of Alaska (PoA). PoA is an Anchorage-owned facility that handles half of all Alaska inbound, marine freight; some 3.5 million tons of fuel and cargo annually. Half of this freight is delivered to final destinations outside Anchorage.

PoA opened in 1961 and supports statewide prosperity, economic development, resiliency and national defense missions in Alaska, the Arctic and the Pacific Rim. PoA has exceeded its economic and structural design life and is failing due to corrosion and obsolescence. Its dock piles have lost up to three-quarters of their original thickness and are unlikely to survive another significant earthquake. PoA docks will start closing within ten years, regardless of repairs or anything else.

### Employer's Rights

### 19. (S) Support both employers and worker's rights to determine the value of labor

Support employers and worker's rights to determine the value of labor, based on labor availability and its contribution to the earnings of the business.

### 20. (S) Support Alaska's employers right to choose to be a marijuana free environment

The Alaska Chamber supports regulations that allow workplaces to be marijuana free primarily for workforce safety, readiness and productivity.

### Natural Resources

### 21. (B) Support for overturning the application of the Roadless Rule in Alaska

The Alaska Chamber supports efforts to overturn reapplication of the Roadless Rule to the National Forests in Alaska.

### 22. (F) Support for converting two million acres of the Tongass National Forest to a state forest

The Alaska Chamber supports efforts to convert two million acres of the Tongass National Forest to a State Forest.

### 23. (B) Oppose National Ocean Policy (NOP) implementation in Alaska, particularly Coastal and Marine Spatial Planning (CMSP)

The Alaska Chamber opposes implementation of the National Ocean Policy (NOP) and Coastal and Marine Spatial Planning (CSMP) regulations on Alaska.

### 24. (F) Oppose any further federal land withdrawals in Alaska, other restrictive land management designations, and preemptive actions by regulatory agencies

The Alaska Chamber encourages the Congressional Delegation and the State of Alaska to support and advocate for responsible development of these valuable resources. The Chamber strongly opposes the federal government's continued erosion of Alaska's sovereign rights through federal law or administrative regulations. The Chamber will continue to challenge any unwarranted intrusions and defend Alaska's hard-fought guarantees under ANILCA to ensure our continued right to manage our natural resources.

## 2020 State and Federal Positions

(S) State – (F) Federal – (B) Both

**25. (B) Support for litigation reform relating to resource development projects in Alaska**

The Alaska Chamber supports efforts to bring accountability to the legal processes for community and resource development projects. The Alaska Chamber supports changes to the public litigant, legal environment that will discourage frivolous lawsuits.

**26. (B) Oppose new vessel restrictions not based on science about harbor seals**

The Alaska Chamber opposes any new vessel restrictions regarding harbor seals until additional research can demonstrate a direct connection between vessels visiting glacial habitats and a proven decline in harbor seal populations.

**27. (F) Support increased responsible natural resource development by improving the efficiencies of the permitting process and gaining access to resources**

The Alaska Chamber supports a significant increase in responsible natural resource development and encourages the Alaska Legislature and the Administration to uphold Alaska's strong regulatory and permitting laws and policies that will facilitate additional exploration, site development, employment, infrastructure, research and natural resource production in Alaska.

**28. (B) Support sustainable sea otter harvest and sale of handicrafts**

Increased legal harvest of sea otters by Alaska Natives for subsistence and handicrafts can help alleviate impacts of rapidly expanding sea otter populations on Southeast Alaska marine resources, and economic impacts to commercial and subsistence fisheries and communities.

**29. (B) Support development of environmental policies and regulations based on sound scientific basis over the precautionary method**

The Alaska Chamber supports protecting public health and the environment through reasonable, carefully considered programs that are developed and implemented based on sound scientific arguments, credible, reproducible studies and economic analysis. The Chamber opposes efforts to implement the “precautionary principle” in developing or implementing environmental programs and regulations. The precautionary principle presumes that many activities pose a risk to health and the environment, even without the presence of any scientific evidence that such risks are in fact present or related to a specific activity, and requires that precautionary measures be adopted or implemented to mitigate those assumed risks.

**30. (S) Support policies that encourage and protect food freedom in Alaska**

The Alaska Chamber supports food freedom in Alaska, which allows for the sale and consumption of homemade foods and to encourage the expansion of agricultural sales by farmers markets, ranches, farms, and home-based producers and accessibility of the same to informed end consumers.

### Health Care

**31. (F Priority) Support reform of the Federal Patient Protection and Affordable Care Act**

The Alaska Chamber supports reform of the Patient Protection and Affordable Care Act.

## 2020 State and Federal Positions

(S) State – (F) Federal – (B) Both

### **32. (S) Support private sector solutions for delivering cost-effective health benefits**

The Alaska Chamber urges the Alaska State Legislature and the Governor to examine private sector alternatives for resolving issues associated with rising costs of healthcare before growing state government and mandating further expansion of Alaska's State healthcare coverage.

### **33. (S) Support community health center system organization as patient centered medical homes**

The Alaska Chamber supports efforts by the State of Alaska to enact structural reforms to the community health center system, which require organization as Patient Centered Medical Homes as long the implementation does not require new State appropriations.

### **34. (S) Support reform of the 80<sup>th</sup> percentile rule in 3 AAC 26.110**

The Alaska Chamber supports regulatory reform regarding reimbursement in thin medical markets which includes additional standards for prompt, fair, and equitable settlements of health claims.

## **Legislative Action**

### **35. (S Priority) Support comprehensive workers' compensation reform**

The Alaska Chamber supports enactment of systemic changes to the Alaska workers' compensation insurance statutes to reduce the cost of insurance for employers while emphasizing effective treatment programs that promote injury recovery and the return to full employment of injured workers.

### **36. (F Priority) Support oil and gas exploration and development in Alaska's federal areas including; the Outer Continental Shelf (OCS), National Petroleum Reserve-Alaska (NPRA), Cook Inlet, and the Arctic National Wildlife Refuge (ANWR)**

The Alaska Chamber strongly supports oil and gas exploration and production in Alaska's federal areas; including the Beaufort Sea, Chukchi Sea, NPRA, Cook Inlet, and the 10-02 area of ANWR. The Chamber encourages Congress to enact revenue sharing for Alaska and local communities. The Alaska Chamber also encourages the Alaska Congressional Delegation, the Alaska Legislature and Governor to support and strongly advocate for responsible development of these valuable resources, while the Alaska Chamber commits to actively support and participate in the education and advocacy efforts to open these areas.

### **37. (F) Support the reauthorization of the Federal Lands Recreation Enhancement Act**

The Alaska Chamber supports the reauthorization of the Federal Lands Recreation Enhancement Act to ensure that recreation fees collected on federal sites in Alaska are retained for reinvestment back to the site of collection.



## 2020 State and Federal Positions

(S) State – (F) Federal – (B) Both

### **38. (F) Support the U.S. Congress to secure a viable, long-term solution for the Federal Airport & Airway Trust Fund (Aviation Trust Fund)**

The Alaska Chamber applauds the US Congress for approval of a five-year Federal Aviation Administration (FAA) reauthorization bill through 2023 and urges continued focus to avoid future situations where FAA would again be subject to many short-term extensions. Long term reauthorization bills are essential to core FAA functions. They should improve aviation safety and capacity of the national airspace system; provide a framework for integrating new technology safely into our airspace; provide a stable funding system; and advance the implementation of the Next Generation Air Transportation System (NextGen). Stable funding provides resources for grants to build and improve airports, FAA facilities and equipment and the Essential Air Service (EAS) program, which are all vital to Alaska.

### **39. (S) Support review of State Regulatory and Licensing Policy**

The Alaska Chamber supports a change to the Alaska Administrative Procedures Act that requires any executive branch administrative rule or licensing regime to be reviewed at regular intervals and certified as both current and meeting its stated objective by the appropriate Commissioner. Rules, which are not reviewed, sunset.

### **40. (S) Support keeping Alaska state-chartered financial institutions competitive**

The Alaska Chamber supports updates to statutes effecting commerce including Title 6 regarding financial institutions.

### **41. (S) Supports for efforts to reduce the high cost of energy**

The Alaska Chamber encourages the Alaska Legislature and the Administration to support efforts that reduce energy costs throughout Alaska, which are key to economic growth. The Chamber encourages the State of Alaska to adopt a long-term, affordable energy plan that encourages private sector investment in sustainable energy infrastructure for all Alaskans particularly for rural communities and businesses.

### **42. (S) Support a sustainable funding model for Alaska Tourism Marketing**

The Tourism is a sustainable opportunity for economic development in Alaska. Traditionally, the State of Alaska has supported statewide tourism marketing through an annual grant, managed by the Alaska Travel Industry Association (ATIA). This cooperative marketing program is leveraged by industry contributions, through advertising buys in various marketing initiatives. Continued investment in Alaska tourism marketing is a public-private partnership that leads to long-term economic and resource opportunities for Alaska.

### **43. (S) Correct “Severability” Issues in the ballot initiative process**

The Alaska Chamber will support legislative efforts to ensure that ballot initiative language that appears before voters at the ballot box is the same as the language circulated during signature gathering.

### **44. (F) Champion reform of National Environmental Policy Act (NEPA)**

NEPA should be amended to include a 2-year time limit on an EIS, and a maximum length of pages of an EIS. Each phase of the EIS should have time limits.

## 2020 State and Federal Positions

(S) State – (F) Federal – (B) Both

### Private Sector Opportunities

**45. (S) Support the diversification of Alaska's economy.**

The Chamber encourages the State of Alaska to engage with private sector investors, communities, and regulatory agencies to identify and remove barriers to economic diversification.

**46. (B) Support transfer or sale of land to private entities**

The Alaska Chamber supports the sale or transfer of a proportionate percentage of government-owned lands, at all levels, to privately held taxable entities, to provide development opportunities for the citizenry of the State of Alaska.

**47. (S) Support workforce development to increase the number of qualified employees needed to fill positions in resource industries**

The Alaska Chamber supports workforce development in the state, particularly as it relates to resource development and exploration.

**48. (F) Support Small Business Administration Native 8(a) Contracting Program**

The Alaska Chamber supports Native 8a contracting due to the impact the program has on the Alaska economy and the benefits to Alaska Native Corporations and tribal entities across the country.

**49. (S) Support to establish a state fund for transportation**

The Alaska Chamber supports creation of a funding mechanism for maintenance of and capital improvements to Alaska's transportation systems.

**50. (F) Support the Bypass Mail Program**

The Alaska Chamber will help preserve Bypass Mail Program by demonstrating the impact the program has on the Alaska economy and the benefits to rural Alaska.

**51. (F) Support the expansion of the military presence in Alaska**

The Alaska Chamber encourages the Alaska Legislature, Governor, and federal delegation to work with the U.S. Military to maintain current military investment and force structure in Alaska and to increase military missions, staffing, activity, and investment.

**52. (S) Support in-state oil refining industry**

In-state refining adds important diversification and value-added processing to our Alaska economy. The in-state refining industry is currently challenged with high energy costs, terms of the State royalty oil sales contracts, quality bank provisions and environmental and operational regulations. The Alaska Chamber encourages the Alaska State Legislature and Administration to develop and implement a comprehensive action plan to mitigate these impediments, thereby allowing for the preservation and expansion of in-state refining.

## **2020 State and Federal Positions**

**(S) State – (F) Federal – (B) Both**

**53. (S) Support for privatization of construction projects**

The Alaska Chamber supports reducing the activities of state government in traditionally private sector industries particularly the construction industry.

**54. (S) Oppose State Competition with Private Business**

The Alaska Chamber encourages the State of Alaska to avoid competing with private business.

**55. (B) Support foreign and domestic private sector investments in Alaska's resource and manufacturing industries**

The Alaska Chamber encourages the State of Alaska to implement policies, programs, and regulations to encourage, support, and protect local, state, domestic and foreign private sector investments in Alaska's natural resource and manufacturing industries.