



March 28, 2023

33rd Alaska State Legislature
State Capitol
120 4th Street
Juneau, AK 99801

Dear Members of the 33rd Alaska State Legislature:

Cook Inlet Region, Inc. (CIRI) is the Alaska Native Regional Corporation for the Cook Inlet region of Alaska. CIRI supports the passage of House Bill (HB) 123, introduced by Rep. Craig Johnson.

Under current Alaska law, Alaska Native Corporations (ANCs) must achieve a 2/3 majority of all outstanding shares to enact an amendment to their articles of incorporation, unless certain narrow exceptions apply. By contrast, Alaska corporations formed after July 1, 1989, only require a 50% + 1 majority of the outstanding shares to approve an articles amendment. The 2/3 majority requirement effectively constitutes an insurmountable hurdle to ANCs considering an articles amendment due to gradually declining quorum counts, which rarely meet this threshold.

HB 123 would end this unfair, two-tier system and place ANCs on a level playing field with Alaska corporations formed after July 1, 1989. Under HB 123, ANCs could amend their articles according to the standards applicable to Alaska corporations formed after July 1, 1989, under AS 10.06.504(a). This subsection allows for an articles amendment so long as it is approved by a 50% + 1 majority of the outstanding (voting) shares.

Passage of HB 123 is crucial for ANCs which are currently revisiting or considering a modernization of their articles 50 years after the passage of the Alaska Native Claims Settlement Act.

Thank you for all your work on behalf of Alaska and for consideration of this short but important piece of legislation for the future of ANCs.

Sincerely,

Cook Inlet Region, Inc.

Sarah Lukin
Chief Strategy Officer