

1 IN THE HOUSE

BY NAVARRE, MARTIN, FURNACE,  
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2

HOUSE RESOLUTION NO. 4

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IN THE LEGISLATURE OF THE STATE OF ALASKA

4

SIXTEENTH LEGISLATURE - FIRST SESSION

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Relating to Alaska Statebank.

6 BE IT RESOLVED BY THE HOUSE OF REPRESENTATIVES:

7 WHEREAS Alaska Statebank, a state chartered bank that has been in  
8 business in the state for 40 years, has long been considered one of the  
9 pioneer community banks in Alaska; and

10 WHEREAS because of this pioneering role, Alaska Statebank has histor-  
11 ically been a major contributor to Alaska's overall progress and economic  
12 development; and

13 WHEREAS the recent drop in the world market price of crude oil has had  
14 a strong adverse effect on Alaska's economy as a whole and a severe adverse  
15 effect on smaller communities in particular; and

16 WHEREAS this economic downturn throughout Alaska has caused several  
17 smaller banking institutions to fail; and

18 WHEREAS the same economic situation has caused Alaska Statebank to  
19 suffer substantial financial distress; and

20 WHEREAS Alaska Statebank has filed an application with the Federal  
21 Deposit Insurance Corporation under 12 U.S.C. 1823(c) (Federal Deposit  
22 Insurance Corporation Act) for assistance in connection with a proposed  
23 recapitalization of the bank; and

24 WHEREAS, with the aid of the Federal Deposit Insurance Corporation in  
25 reorganization and recapitalization, it is likely that Alaska Statebank  
26 will attract an infusion of private capital from in-state investors; and

27 WHEREAS the Alaskan public would continue to be well served by the  
28 operation of Alaska Statebank if assistance is provided to the bank; and

29 WHEREAS reorganization of Alaska Statebank may relieve the Federal

1 Deposit Insurance Corporation of the otherwise necessary burden of managing  
2 delinquent loan accounts;

3 BE IT RESOLVED that the House of Representatives supports Alaska  
4 Statebank's request to the Federal Deposit Insurance Corporation for  
5 assistance; and be it

6 FURTHER RESOLVED that the House of Representatives respectfully urges  
7 the Chair of the Board of Directors of the Federal Deposit Insurance  
8 Corporation, and the state Division of Banking, Securities and Corporations  
9 to give full consideration to Alaska Statebank's proposal for assistance.

10 COPIES of this resolution shall be sent to the Honorable Willis Kirk-  
11 patrick, the Director of the Division of Banking, Securities, and Corpo-  
12 rations of the Alaska Department of Commerce and Economic Development; to  
13 the Honorable L. William Seldman, Chair of the Board of Directors of the  
14 Federal Deposit Insurance Corporation; and to the Honorable Alan Greenspan,  
15 Chair of the Board of Governors of the Federal Reserve Board; and to the  
16 Honorable Ted Stevens and the Honorable Frank Murkowski, U.S. Senators, and  
17 the Honorable Don Young, U.S. Representative, members of the Alaska delega-  
18 tion in Congress.