

1 IN THE SENATE

BY RODEY, HALFORD, FAIKS,
FISCHER AND KELLY

2

SENATE JOINT RESOLUTION NO. 47

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IN THE LEGISLATURE OF THE STATE OF ALASKA

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SIXTEENTH LEGISLATURE - FIRST SESSION

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Urging the Federal Deposit Insurance

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Corporation to reconsider its liquida-

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tion policies for the real property that

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it controls in the state.

9 BE IT RESOLVED BY THE LEGISLATURE OF THE STATE OF ALASKA:

10 WHEREAS the state continues to experience a severe economic crisis and
11 the real estate market continues to be severely depressed; and

12 WHEREAS the crisis has caused the failure or instability of many
13 financial institutions in the state, and the Federal Deposit Insurance
14 Corporation has found it necessary to close or restructure several of these
15 financial institutions; and

16 WHEREAS as a result of closing and restructuring these financial
17 institutions, the Federal Deposit Insurance Corporation presently controls
18 many pieces of real estate in the state that are in danger of foreclosure
19 or that have already been foreclosed; and

20 WHEREAS due to the amount of real property that the Federal Deposit
21 Insurance Corporation controls in the state, the FDIC plays a significant
22 role in the establishment of real property values in the state; and

23 WHEREAS because of the important role played by the FDIC in the real
24 property market of the state, the wholesale disposal of the real estate
25 controlled by the FDIC in the state would severely lower property values;
26 and

27 WHEREAS the FDIC has a policy of expeditious liquidation of real
28 properties that are securing overdue obligations owed to the financial
29 institutions of which it has taken control; and

1 WHEREAS the marketing of large numbers of these properties at one time
2 would further the economic slowdown in the state, while a more cautious
3 marketing of these properties would help the market to recover and the FDIC
4 to recover more money from their sales;

5 BE IT RESOLVED that the Alaska State Legislature encourages the
6 Federal Deposit Insurance Corporation to reconsider its present real prop-
7 erty liquidation policies and to consider staggering the sale of the prop-
8 erties that it controls in the state in a manner that will help to prevent
9 the real property market in the state from suffering a further decline in
10 property values.

11 COPIES of this resolution shall be sent to the Honorable Dan Quayle,
12 Vice-President of the United States and President of the U.S. Senate; the
13 Honorable Jim Wright, Speaker of the U.S. House of Representatives; to the
14 Honorable L. William Seidman, Chair of the Board of Directors of the
15 Federal Deposit Insurance Corporation; and to the Honorable Ted Stevens and
16 the Honorable Frank Murkowski, U.S. Senators, and the Honorable Don Young,
17 U.S. Representative, members of the Alaska delegation in Congress.