

SR

8

# Alaska State Legislature

ARLISS STURGULEWSKI, Chairman  
BETTYE FAHRENKAMP, Vice Chairman  
JACK COGHILL  
DICK ELIASON  
VIC FISCHER  
RICK HALFORD  
FRED ZHAROFF



POUCH V  
JUNEAU, ALASKA. 99811  
(907) 465-4907

## Senate Committee on Resources

M E M O R A N D U M

February 24, 1986

TO: All Members  
Senate Resources Committee

FROM: Staff, Senate Resources Committee

RE: SR 8 "Relating to the use of Alaskan wood"

SR 8 recognizes the importance of the Alaska timber industry to the economy of Alaska and calls for state and local government agencies to follow existing statutes requiring the use of Alaskan woods when public funding is involved.

The resolution also calls for the Department of Commerce and Economic Development to undertake an educational program to make the public aware of the advantages of Alaskan woods. In addition, forest land owners are encouraged to meet the domestic demand for forest products.

Introduced: 1/29/86  
Referred: Resources

1 IN THE SENATE

BY FAIKS

2

SENATE RESOLUTION NO. 8

3

IN THE LEGISLATURE OF THE STATE OF ALASKA

4

FOURTEENTH LEGISLATURE - SECOND SESSION

5

Relating to the use of Alaskan wood.

6 BE IT RESOLVED BY THE SENATE:

7

WHEREAS the state has been importing annually the equivalent of at least 100,000,000 board feet of dimension lumber; and

9

WHEREAS Alaska's forests could provide much of the state's domestic needs for wood products; and

11

WHEREAS 8 to 10 jobs would be generated directly and indirectly for each 1,000,000 board feet of timber harvested and processed into lumber locally; and

14

WHEREAS the utilization of local wood for domestic purposes would stimulate the state's forest products industry and help to diversify the economy of the state; and

17

WHEREAS, in recognition of the benefits derived from the uses of locally grown timber, previous legislatures have passed a Forest Products Preference Act, which provides:

20

Sec. 36.15.010. USE OF LOCAL FOREST PRODUCTS REQUIRED IN PROJECTS FINANCED BY PUBLIC MONEY. In a project financed by state money in which the use of timber, lumber, and manufactured lumber products is required, only timber, lumber, and manufactured lumber products originating in this state from local forests shall be used wherever practicable.

26

Sec. 36.15.020. INSERTION OF CLAUSE IN CALLS FOR BIDS AND IN CONTRACTS. A clause containing the substance of AS 36.15.010 shall be inserted in all calls for bids and in all contracts awarded.

29

BE IT RESOLVED by the Senate that local and state governmental

1 agencies that routinely purchase wood or initiate the purchase of wood for  
2 domestic use should follow the existing provisions of law; and be it

3       FURTHER RESOLVED that the Alaska Department of Commerce and Economic  
4 Development is encouraged to undertake an educational program to make the  
5 public aware of the overall advantages of using Alaskan wood wherever  
6 practicable in Alaskan construction; and be it

7       FURTHER RESOLVED that the owners of forest lands both public and  
8 private are encouraged to meet the domestic demand for forest products by  
9 supplying an adequate amount of timber for local processors and local  
10 manufacturers.

*Resolved - ✓*

**DEPARTMENT OF COMMERCE &  
ECONOMIC DEVELOPMENT**

POUCH D  
JUNEAU, ALASKA 99811  
PHONE: 465-2094

OFFICE OF FOREST PRODUCTS

The primary purpose of the Office of Forest Products is to help strengthen and expand a statewide forest products industry.

The office consists of the Director, Thyges Shaub, located in Juneau and a Senior Marketing Specialist, Frank Seymour, located in Ketchikan.

MAJOR ACTIVITIES - 1985

- \* actively participated in the Governor's Timber Task Force
- \* established a Market Advisory Committee consisting of statewide industry heads, the State Forester and the USFS Regional Forester.
- \* planned and participated in hosting timber trade groups from Korea and Japan as part of the Governor's Pacific Rim Trade Program
- \* published "Alaska's Commercial Forest Resource" providing an overview of the resource, ownership patterns, and the forest products industry.
- \* utilized USFS research funds to contract the development of a computer model which analyzes the effects of changes in regulatory variables on production costs.
- \* initiated review and problem identification study of the Railbelt forest products industry to identify necessary courses of action for furthering the use of Alaskan wood fiber and wood products in Alaska.
- \* coordinated with the Department of Natural Resources, Division of Forestry, in developing a five-year strategy plan to encourage the development of the forest products industry.
- \* facilitated communication between members of the industry and State agencies.
- \* responded to regular requests for information from the public, legislators, State agencies, the media and members of the industry.
- \* participated in policy review and State comment on ANILCA and TLMP reports and coastal zone consistency reviews.
- \* provided telex communication for market inquiries between the Alaskan Asian offices and Alaska businesses.

*Competitive in price when compared to life products.  
now 3 Kelco - plans for 3 more*

PLANNED ACTIVITIES - 1986

- \* initiate a "Buy Alaska" campaign to increase awareness and acceptance of Alaska timber products. ✓
- \* research the potentials of Alaska timber products to supply in-state markets competitively. ✓
- \* facilitate trade missions, sample shipments and communications between the Alaskan industry and the Pacific Rim customers.
- \* participate in policy and regulatory review for State and Federal laws and management plans such as ANILCA, CZM and TLMP.
- \* continue input and follow-up on Timber Task Force recommendations.
- \* develop technical species and product brochures for promotion with contractors, architects, Pacific Rim customers and other potential users of Alaska wood products. ✓
- \* continue work with the Division of Forestry to implement a resource management and economic development action plan to enable the forest products industry to contribute its potential to the diversification of the State's economy.
- \* participate with the Market Advisory Committee in developing a statewide forest products association and market development strategy. ✓
- \* prepare forest industry information for the Governor's office, Legislators, State agencies, educators, the public and the media.
- \* compile a directory of producers of Alaska's forest products. ✓

Introduced: 1/29/86  
Referred: Resources

1 IN THE SENATE

BY FAIKS

2

SENATE RESOLUTION NO. 8

3

IN THE LEGISLATURE OF THE STATE OF ALASKA

4

FOURTEENTH LEGISLATURE - SECOND SESSION

5

Relating to the use of *Alaska* Alaskan wood.

6 BE IT RESOLVED BY THE SENATE:

7

WHEREAS the state has been importing annually the equivalent of at least 100,000,000 board feet of dimension lumber; and

9

WHEREAS Alaska's forests could provide much of the state's domestic needs for wood products; and

11

WHEREAS 8 to 10 jobs would be generated directly and indirectly for each 1,000,000 board feet of timber harvested and processed into lumber locally; and

14

WHEREAS the utilization of local wood for domestic purposes would stimulate the state's forest products industry and help to diversify the economy of the state; and

17

WHEREAS, in recognition of the benefits derived from the uses of locally grown timber, previous legislatures have passed a Forest Products Preference Act, which provides: *in part.*

20

Sec. 36.15.010. USE OF LOCAL FOREST PRODUCTS REQUIRED IN PROJECTS FINANCED BY PUBLIC MONEY. In a project financed by state money in which the use of timber, lumber, and manufactured lumber products is required, only timber, lumber, and manufactured lumber products originating in this state from local forests shall be used wherever practicable.

26

Sec. 36.15.020. INSERTION OF CLAUSE IN CALLS FOR BIDS AND IN CONTRACTS. A clause containing the substance of AS 36.15.010 shall be inserted in all calls for bids and in all contracts awarded.

29

BE IT RESOLVED by the Senate that local and state governmental

1 agencies that routinely purchase wood or initiate the purchase of wood for  
2 domestic use should follow the existing provisions of law; and be it

3       FURTHER RESOLVED that the Alaska Department of Commerce and Economic  
4 Development is encouraged to undertake an educational program to make the  
5 public aware of the overall advantages of using Alaskan wood wherever  
6 practicable in <sup>Alaska</sup> Alaskan construction; and be it

7       FURTHER RESOLVED that the owners of forest lands both public and  
8 private are encouraged to meet the domestic demand for forest products by  
9 supplying an adequate amount of timber for local processors and local  
10 manufacturers.

SENATE AMENDMENT #1

By SENATOR ZIEGLER

To: AMEND SENATE BILL No. SR 8

To: \_\_\_\_\_ HOUSE BILL No. \_\_\_\_\_

PAGE: 1 & 2

LINE: 5...Page 1  
Lines 5 & 6 Page 2

In the title, on page 1 and, in both cases on page two, change  
the word "Alaskan" to "Alaska"

SR 8

AR. Woods

# Alaska State Legislature

ARLISS STURGULEWSKI, Chairman  
BETTYE FAHRENK MP, Vice Chairman  
JACK COGHILL  
DICK ELIASON  
VIC FISCHER  
RICK HALFORD  
FRED ZHAROFF



POUCH V  
JUNEAU, ALASKA. 99811  
(907) 485-4907

## Senate Committee on Resources

February 10, 1986

Frank Wanamaker  
Alaskan Woods  
8511 Hartzell Street  
Anchorage, Alaska 99507

Dear Mr. Wanamaker:

Thank you for your recent letter.

I have co-sponsored SR 8 with Senator Faiks, calling for the enforcement of those statutes you cited requiring the use of Alaskan woods in state projects. I have scheduled a public hearing on this resolution for February 24, 1986 at 1:30 p.m. in the Butrovich Room (Room 205) of the Capitol Building. This meeting will be teleconferenced, and you are welcome to participate from the Anchorage Legislative Information Office at 1024 West 6th Avenue.

I share your concern and feel this law should be enforced.

Sincerely yours,

A handwritten signature in cursive script, appearing to read "Arliss".

Senator Arliss Sturgulewski  
Chairman, Senate Resources Committee



JAN 21 1986

JAN 21 1986

## ALASKAN WOODS

CABINETS and MILLWORK INC.  
8511 HARTZELL STREET  
ANCHORAGE, ALASKA 99507

Jan. 10, 1986

Dear Senator;

Alaskan Woods is excited about the governors new program "I PROMOTE ALASKAN".

We are in need of your help to promote this program.

Would you please see that Alaska Statutes, Title 36 Public Contracts, Chapter 15 Forest Products Preference, Section 36.15.010 and Section 36.15.020 are inforced.

We thank you for supporting the "I PROMOTE ALASKAN" program.

ARE YOU AWARE OF THIS STATUTE?  
ARE YOU AWARE OF THE AVAILABILITY  
OF QUALITY ALASKAN  
WOOD PRODUCTS LOCALLY?

## ALASKA STATUTES

### Title 36 Public Contracts

SEPTEMBER 1982

§ 36.15.010

PUBLIC CONTRACTS

§ 36.20.010

#### Chapter 15. Forest Products Preference.

##### Section

10. Use of local forest products required in projects financed by public money.

##### Section

20. Insertion of clause in calls for bids and in contracts.

Collateral references.- 64 Am. Jur. 2d, Public Works and Contracts, 94.

2,3,7,10,18; 81A C.J.S., States  
154, 158, 161.

Sec.36.15.010. USE OF LOCAL FOREST PRODUCTS REQUIRED IN PROJECTS FINANCED BY PUBLIC MONEY. In a project financed by state money in which the use of timber, lumber, and manufactured lumber products is required, only timber, lumber, and manufactured lumber products originating in this state from local forest shall be used wherever practicable. (14-3-1 ACLA 1949)

Sec. 36.15.020. INSERTION OF CLAUSE IN CALLS FOR BID AND IN CONTRACTS. A clause containing the substance of AS 36.15.010. shall be inserted in all calls for bid and in all contracts awarded. (14-3-2 ACLA 1949)



ALASKAN WOODS  
Cabinets and Millwork Inc.  
(907) 349-6588



## ALASKAN WOODS

CABINETS AND MILLWORK INC.

### FELLOW ALASKANS

All residents of this great state have a vested interest in maximizing the utilization of our natural resources.

"Maximum utilization" is accomplished by taking a raw resource, adding value through processing, and ultimately selling to other Alaskans. We at ALASKAN WOODS do just that. We cut native trees (Birch, Spruce, Cottonwood) and process that wood, IN ALASKA WITH ALASKAN WORKERS, into products needed and purchased by ALASKANS.

We are Alaskan owned and operated thus maximizing the value of the resource. We purchase here, we pay labor here, we sell here, and the profits stay here.

We have a complete wood processing facility with the capacity to supply a wide variety of wood products including:

**T&G FLOORING      T&G PANELING**

**MOULDING OF ALL SHAPES AND SIZES**

**FURNITURE**

**CUSTOM CABINETS**

We invite your questions and comments or a visit to our plant. Just call (907) 349-6588 in Anchorage.