

Leg. Finance - Finance Comte Files (1971-72) 8879

HCR 26, 29, 37, 45 26



RECORDS CERTIFICATION



I, the undersigned, an employee of the State of Alaska, do hereby certify that the microfilm images on this microform are accurate reproductions of the original records of the State of Alaska as accumulated during the regular course of business, and that it is the established policy and practice of this State to microfilm its records and to dispose of the original records after microfilm reproductions have been made.

James P. Smith
Signature of Camera Operator

4/4/89
Date

Introduced: 2/9/72
Referred: Health, Welfare &
Education and Finance

BY THE RULES COMMITTEE BY REQUEST
OF THE LEGISLATIVE COUNCIL

1 IN THE HOUSE

2 HOUSE CONCURRENT RESOLUTION NO. 26

3 IN THE LEGISLATURE OF THE STATE OF ALASKA

4 SEVENTH LEGISLATURE - SECOND SESSION

5 Relating to a study of the future
6 needs and priorities of the University
7 of Alaska.

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

9 WHEREAS the University of Alaska is growing and changing rapidly,
10 perhaps more rapidly than most other similar institutions elsewhere in the
11 nation; and

12 WHEREAS there have been a number of studies made with recommendations
13 for improvement, updating and changes -- many of them already adopted; and

14 WHEREAS the university is now responsible for 88 per cent of all post-
15 high school education in the state and the university must, as never before,
16 be deeply concerned with reductions in costs, while at the same time it must
17 improve its services to students, its research activities, and its services
18 to the state, making them more relevant; and

19 WHEREAS the university itself has the personnel who are most knowledge-
20 able and who must carry out any significant changes in the university's
21 program in the future;

22 BE IT RESOLVED by the Alaska Legislature that the Board of Regents of
23 the University of Alaska is requested to appoint a statewide committee
24 composed of major administrative personnel, faculty from the various
25 colleges, departments and divisions, members of the institute professional
26 staffs, students and alumni to undertake an extensive study, in-depth,
27 to reconsider present plans and to establish new priorities for the
28 university for the future; and be it

29 FURTHER RESOLVED that the study consider, among other facets of the

1 university system, the functions of the two major campuses at Anchorage
2 and Fairbanks, the role of the community colleges, departments and divisions
3 of the entire university; the need and desirability of establishing any new
4 programs or schools; organization of the university for efficiency and
5 effectiveness in providing maximum service at minimum cost; housing for
6 students; the provision for academic facilities that will be required for
7 anticipated increases in enrollment; and the larger problem of financing
8 the institution in the years ahead; and be it

9 FURTHER RESOLVED that the study committee report their findings and
10 recommendations to the Board of Regents of the University of Alaska, to the
11 Governor and to the Legislature by the end of January 1973.

12 COPIES of this resolution shall be sent to Dr. William R. Wood, Presi-
13 dent of the University of Alaska, and to Mr. William A. O'Neil, President,
14 and all other members of the Board of Regents of the University of Alaska.
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ALASKA STATE LEGISLATURE

SEVENTH Legislature SECOND Session

HOUSE CONCURRENT RES NO. 26

By THE RULES COMMITTEE BY REQUEST OF THE LEGISLATIVE COUNCIL

Relating to a study of the future needs and priorities of the University of Alaska.

UofA/future needs

Introduced in the House 2/9/1972

HISTORY IN THE HOUSE

19 72

Feb 9

Read first time and referred to Committee on HW&E and Finance

Reported back with recommendation that

Read second time and

Read third time and

PASS Yeas Nays Absent Excused

Effective Date

PASS Yeas Nays Absent Excused

Reported correctly engrossed Signed by Speaker Sent to Senate

HISTORY IN THE SENATE

19

Read first time and referred
to Committee on

Reported back with
recommendation that

Read second time and

Read third time and

PASS Yeas
 : Nays
 : Absent
 : Excused

Effective Date

PASS Yeas
 : Nays
 : Absent
 : Excused

Reported correctly engrossed
Signed by President
Returned to House

SECRETARY OF THE SENATE

HISTORY IN THE HOUSE

19

Received from Senate

Reported correctly enrolled

Sent to Governor

..... By Governor

Filed with Secy. State

Chapter No.

Committee Report

HOUSE OF REPRESENTATIVES

3-23-72

_____ Date

Mr. Speaker

The Committee on WWE FINANCE has had HCR 26 under consideration. A majority of the members of the Committee

- recommends it do pass
- recommends it do not pass
- recommends it do pass with attached amendment(s)
- recommends it be replaced with CS for _____ and that CS for _____ do pass
- (and) recommends it be referred to the _____ committee
- reports it back without recommendation
- (other) _____

MEMBERS SIGNING THE MAJORITY REPORT:

_____	_____	_____
_____	_____	_____
_____	_____	_____
_____	_____	_____

MEMBERS NOT CONCURRING IN THE MAJORITY REPORT:

_____ recommends:

_____ recommends:

_____ recommends:

_____ recommends:

_____ recommends:

_____ CHAIRMAN

Relating to a study of the future needs and priorities of the U. of Alaska.

Committee Report

HOUSE OF REPRESENTATIVES FINANCE

2/9/72

21 March 1972
Date

Mr. Speaker

The Committee on HWE has had HCR 26

under consideration. A majority of the members of the Committee

- recommends it do pass
- recommends it do not pass
- recommends it do pass with attached amendment(s)
- recommends it be replaced with CS for _____ and that
CS for _____ do pass
- (and) recommends it be referred to the _____
committee
- reports it back without recommendation
- (other) _____

MEMBERS SIGNING THE MAJORITY REPORT:

Genie Chance _____
Mike Gallotta _____ Paul W. Wittaker _____
M. B. Moore _____
Carl E. Moses _____

MEMBERS NOT CONCURRING IN THE MAJORITY REPORT:

- _____ recommends:
- _____ recommends:
- _____ recommends:
- _____ recommends:
- _____ recommends:

Genie Chance
CHAIRMAN

A M E N D M E N T S

IN THE HOUSE

BY THE HEALTH, WELFARE
AND EDUCATION COMMITTEE

TO: HOUSE CONCURRENT RESOLUTION NO. 26

Page 1, line 24: After "various" insert "campuses,"

Page 1, line 26: After "staffs," insert "the community college advisory
councils"

Page 1, line 26: After "students" delete "and" and insert a comma

Page 1, line 26: After "alumni" insert "and the public at large"

Committee Report

HOUSE OF REPRESENTATIVES

_____ Date

Mr. Speaker:

The Committee on _____ has had _____
under consideration. A majority of the members of the Committee

recommends it do pass

recommends it do not pass

recommends it do pass with attached amendment(s)

recommends it be replaced with CS for _____ and that
CS for _____ do pass

(and) recommends it be referred to the _____
committee

reports it back without recommendation

(other) _____

MEMBERS SIGNING THE MAJORITY REPORT:

_____	_____	_____
_____	_____	_____
_____	_____	_____
_____	_____	_____

MEMBERS NOT CONCURRING IN THE MAJORITY REPORT:

_____ recommends:

_____ recommends:

_____ recommends:

_____ recommends:

_____ recommends:

_____ CHAIRMAN

The Legislature of the State of Alaska
FISCAL NOTE
Second Session - Seventh State Legislature

I. REQUEST

Bill Identification: HCR 26
 Title: U of A priorities
 Requested by: Legislative Finance Date: 5/24/72
 Return Date Requested: 4/7/72
 Agency: U of A Program: _____

II. FISCAL DETAIL

Budget Request Unit(s) Affected: University of Alaska - Central Governance

A. EXPENDITURES: (Thousands of dollars)

OBJECT	FY 72	FY 73	FY 74	FY 75	FY 76	FY 77
100 PERSONAL SERVICES		30,000	20,000	20,000	15,000	15,000
200 TRAVEL		25,000	15,000	8,000	4,000	4,000
300 CONTRACTUAL Computer Consultants		15,000	8,000	5,000	4,000	4,000
400 COMMODITIES		3,500	2,000	1,500	1,500	1,500
500 EQUIPMENT		1,500	500	500	500	500
600 LAND & STRUCTURES						
700 GRANTS, CLAIMS, ETC.						
TOTAL		75,000	45,500	35,000	25,000	25,000

B. FUNDING: (Thousands of dollars)

GENERAL FUND		75,000	45,500	35,000	25,000	25,000
FEDERAL FUNDS						
OTHER						

C. POSITIONS:

PERMANENT/TEMPORARY	1 Prof	1/2 Prof	1/2 Prof	1/2 Prof	1/2 Prof
MAN MONTHS (P./T.)	1 Secy	1 Secy	1 Secy	1/2 Secy	1/2 Secy
/	/	/	/	/	/
	24	18	18	12	12

III. ANALYSIS (See Fiscal Note Preparation Instructions, Section III)

IV. ATTACHMENTS

Position Paper HCR #26

V. DATE: April 3, 1972 PREPARED BY: D. C. Moyer

Original: Legislative Finance
 cc: Budget and Management
 Prime Sponsor (First Legislator Named)

REPORT OF THE STATEWIDE COMMISSION ON HIGHER EDUCATION

Statewide Commission to conduct an extensive study to plan present and future of the University to Board of Regents, to the Governor and to the Legislature by January 31, 1975.

The University Planning and Institutional Studies Office has developed comprehensive data to serve as a basis for a comprehensive developmental plan for higher education in Alaska.

The completion of a Comprehensive Plan for Higher Education in Alaska is most needed and should be completed at the earliest possible date; however, to complete it with total involvement with faculty, students, staff, and citizens, to be completed within an 8 month period, would involve considerable expense. This would require additional staff and data systems and would cost approximately \$275,000 to develop the initial report by January 31, 1975 and a final report by June 30, 1975.

STATEMENT OF POSITION ON HOUSE RESOLUTION #26

FROM:

DR. D. MOYER
OFFICE OF PLANNING
AND INSTITUTIONAL STUDIES

Statewide Committee to undertake an extensive study to plan present and future of the University to Board of Regents, to the Governor and to the Legislature by January 31, 1973.

The University Planning and Institutional Studies Office has developed considerable data to serve as a basis for a comprehensive developmental plan for higher education in Alaska.

The completion of a Comprehensive Plan for Higher Education in Alaska is much needed and should be completed at the earliest possible date; however, to complete it with total involvement with faculty, students, alumni and citizens, to be completed within an 8 month period, would involve considerable expense. This would require additional staff and data systems and would cost approximately \$75,000 to develop the initial report by January 31, 1973 and a final report by June 30, 1973.

Introduced: 2/9/72
Referred: Health, Welfare &
Education and Finance

1 IN THE HOUSE

BY THE RULES COMMITTEE BY REQUEST
OF THE LEGISLATIVE COUNCIL

2 HOUSE CONCURRENT RESOLUTION NO. 26

3 IN THE LEGISLATURE OF THE STATE OF ALASKA

4 SEVENTH LEGISLATURE - SECOND SESSION

5 Relating to a study of the future
6 needs and priorities of the University
7 of Alaska.

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

9 WHEREAS the University of Alaska is growing and changing rapidly,
10 perhaps more rapidly than most other similar institutions elsewhere in the
11 nation; and

12 WHEREAS there have been a number of studies made with recommendations
13 for improvement, updating and changes -- many of them already adopted; and

14 WHEREAS the university is now responsible for 88 per cent of all post-
15 high school education in the state and the university must, as never before,
16 be deeply concerned with reductions in costs, while at the same time it must
17 improve its services to students, its research activities, and its services
18 to the state, making them more relevant; and

19 WHEREAS the university itself has the personnel who are most knowle ge-
20 able and who must carry out any significant changes in the university's
21 program in the future;

22 BE IT RESOLVED by the Alaska Legislature that the Board of Regents of
23 the University of Alaska is requested to appoint a statewide committee
24 composed of major administrative personnel, faculty from the various
25 colleges, departments and divisions, members of the institute professional
26 staffs, students and alumni to undertake an extensive study, in-depth,
27 to reconsider present plans and to establish new priorities for the
28 university for the future; and be it

29 FURTHER RESOLVED that the study consider, among other facets of the

1 university system, the functions of the two major campuses at Anchorage
2 and Fairbanks, the role of the community colleges, departments and divisions
3 of the entire university; the need and desirability of establishing any new
4 programs or schools; organization of the university for efficiency and
5 effectiveness in providing maximum service at minimum cost; housing for
6 students; the provision for academic facilities that will be required for
7 anticipated increases in enrollment; and the larger problem of financing
8 the institution in the years ahead; and be it

9 FURTHER RESOLVED that the study committee report their findings and
10 recommendations to the Board of Regents of the University of Alaska, to the
11 Governor and to the Legislature by the end of January 1973.

12 COPIES of this resolution shall be sent to Dr. William R. Wood, Presi-
13 dent of the University of Alaska, and to Mr. William A. O'Neil, President,
14 and all other members of the Board of Regents of the University of Alaska.
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Introduced: 3/23/71
Referred: Finance

1 IN THE HOUSE BY THE HEALTH, WELFARE AND
EDUCATION COMMITTEE

2 HOUSE CONCURRENT RESOLUTION NO. 26
3 IN THE LEGISLATURE OF THE STATE OF ALASKA
4 SEVENTH LEGISLATURE - FIRST SESSION

5 Relating to coordination of higher
6 education policies and programs in
7 Alaska.

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

9 WHEREAS a priority of the state is to insure the maximum utilization
10 of higher education facilities for the greatest benefit of its citizens; and

11 WHEREAS the policy of the state should be to afford all Alaskans the
12 opportunity to pursue their education at the lowest possible cost; and

13 WHEREAS Alaska benefits at present from a diversity of programs through
14 fully accredited higher educational institutions including those both
15 publicly and privately sponsored; and

16 WHEREAS limited financial resources indicate the need for coordination
17 of all available higher education programs in order to minimize needless
18 duplication of courses and programs and to reduce costs while at the same
19 time offering citizens of Alaska quality education in the fields of their
20 choice;

21 BE IT RESOLVED by the Alaska Legislature that the Legislative Council,
22 in consultation with nationally recognized higher education authorities, is
23 requested to study the laws, policies, programs and facilities relating to
24 higher education in Alaska, with the purpose of making recommendations to
25 the Seventh Legislature, Second Session, to insure the fullest utilization
26 of our higher education institutions at the lowest reasonable cost consistent
27 with provision for maximum educational opportunities for the student.
28
29



RECORDS CERTIFICATION

I, the undersigned, an employee of the State of Alaska, do hereby certify that the microfilm images on this microform are accurate reproductions of the original records of the State of Alaska as accumulated during the regular course of business, and that it is the established policy and practice of this State to microfilm its records and to dispose of the original records after microfilm reproductions have been made.

James D. Smith
Signature of Camera Operator

4/4/89
Date

Introduced: 2/11/72
Referred: Commerce and
Finance

1 IN THE HOUSE

BY RANDOLPH AND KERTTULA

2 HOUSE CONCURRENT RESOLUTION NO. 29

3 IN THE LEGISLATURE OF THE STATE OF ALASKA

4 SEVENTH LEGISLATURE - SECOND SESSION

5 Relating to a revision of the state
6 banking code.

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

8 WHEREAS all Alaskans are affected by the availability or lack of credit
9 through our financial institutions; and

10 WHEREAS our financial institutions in the banking business are limited
11 in number due to economic and other reasons, and this fact tends to restrict
12 competition in the banking arena; and

13 WHEREAS our banks are dependent upon deposits by the citizens of Alaska
14 for their resources; and

15 WHEREAS the availability of these resources for the purpose of credit
16 and commerce is vital to the economic well-being of every citizen of the
17 state; and

18 WHEREAS the administrative policy, stability and soundness of our
19 financial institutions determine the degree of access to financial resources
20 by each citizen; and

21 WHEREAS the State of Alaska's ability and responsibility to influence
22 and regulate the economic climate has been increased greatly with the advent
23 of oil revenues and the Native Claims Settlement; and

24 WHEREAS it is a continuing obligation of the legislature to insure that
25 a viable, competitive dual banking system is operating and responsive to the
26 needs of the people; and

27 WHEREAS it is the statutory responsibility of the Department of Commerce
28 to regulate and supervise state-chartered financial institutions in order to
29 insure the protection of depositors and promote a sound state-chartered

1 banking system;

2 BE IT RESOLVED by the Alaska Legislature that the Legislative Council
3 is directed to contract with a nationally known banking consultant to con-
4 duct a thorough review and revision of the state banking code, and that the
5 legislature appropriate the sum of \$50,000 for this undertaking; and be it

6 FURTHER RESOLVED that the legislature appropriate sufficient funds to
7 the Department of Commerce, division of banking, to enable that division
8 to hire the necessary permanent expert personnel and support staff to con-
9 duct on an orderly and continuing basis independent audits of all state-
10 chartered banks and to otherwise carry out the functions of the division in
11 the best manner possible and with the greatest amount of expertise; and be
12 it

13 FURTHER RESOLVED that the Legislative Council make its recommendations
14 in the form of a report, together with proposed legislation, if any, to the
15 First Session of the Eighth Legislature.

ALASKA STATE LEGISLATURE

SEVENTH Legislature SECOND Session

HOUSE CONCURRENT RES. NO. 29
By RANDOLPH AND KERTTULA

Relating to a revision of the state banking code.

Banking code/revision

Introduced in the House 2/11/ 72, 19

HISTORY IN THE HOUSE

19 72

Feb 11

Read first time and referred to Committee on

Commerce and Finance

Reported back with recommendation that

Read second time and

Read third time and

PASS Yeas
: Nays
: Absent
Excused

Effective Date

PASS Yeas
: Nays
: Absent
Excused

Reported correctly engrossed
Signed by Speaker
Sent to Senate

HISTORY IN THE SENATE

19

Read first time and referred
to Committee on

Reported back with
recommendation that

Read second time and

Read third time and

PASS : Yeas
Nays
Absent
Excused

Effective Date

PASS : Yeas
Nays
Absent
Excused

Reported correctly engrossed
Signed by President
Returned to House

SECRETARY OF THE SENATE

HISTORY IN THE HOUSE

19

Received from Senate

Reported correctly enrolled

Sent to Governor

..... By Governor

Filed with Secy. State

Chapter No.

Relating to a revision of the state banking code.

Committee Report

HOUSE OF REPRESENTATIVES

2/29/72

_____ Date

Mr. Speaker

The Committee on FINANCE has had HCR 29 under consideration. A majority of the members of the Committee

- recommends it do pass
- recommends it do not pass
- recommends it do pass with attached amendment(s)
- recommends it be replaced with CS for _____ and that CS for _____ do pass
- (and) recommends it be referred to the _____ committee
- reports it back without recommendation
- (other) _____

MEMBERS SIGNING THE MAJORITY REPORT:

_____	_____	_____
_____	_____	_____
_____	_____	_____
_____	_____	_____

MEMBERS NOT CONCURRING IN THE MAJORITY REPORT:

_____ recommends:

_____ recommends:

_____ recommends:

_____ recommends:

_____ recommends:

_____ CHAIRMAN

Relating to a revision of the state banking code.

2/11/72

Committee Report

FINANCE

HOUSE OF REPRESENTATIVES

Feb. 29, 1972

Date

Mr. Speaker

The Committee on COMMERCE has had HCR 29

under consideration. A majority of the members of the Committee

- recommends it do pass
- recommends it do not pass
- recommends it do pass with attached amendment(s)
- recommends it be replaced with CS for _____ and that
CS for _____ do pass
- (and) recommends it be referred to the _____
committee
- reports it back without recommendation
- (other) _____

MEMBERS SIGNING THE MAJORITY REPORT:

[Signature] _____

[Signature] _____

[Signature] _____

MEMBERS NOT CONCURRING IN THE MAJORITY REPORT:

[Signature] recommends: Do Pass without attached amendment

[Signature] recommends: Do not pass

_____ recommends:

_____ recommends:

_____ recommends:

[Signature]
CHAIRMAN

1

A M E N D M E N T

Offered in the HOUSE

By HOUSE COMMERCE COMMITTEE

To: _____ ~~XXXXXXXXXXXX~~. HCR 29am

_____ SENATE BILL NO. _____

AMENDMENT: Page 2 Line 2, 13

LINE 2 - Delete Legislative Council and insert "Department of Commerce".

LINE 13- Delete Legislative Council and insert "Department of Commerce".

The Legislature of the State of Alaska
FISCAL NOTE
Second Session - Seventh State Legislature

I. REQUEST

Bill Identification: House Concurrent Resolution 29
 Title: Relating to a revision of the State Banking Code
 Requested by: Commissioner Kenneth W. Kadow Date: February 24, 1972
 Return Date Requested: _____
 Agency: Commerce Program: C Regulation of bus. & prof.

II. FISCAL DETAIL

Budget Request Unit(s) Affected: VC1a-Banking

A. EXPENDITURES: (Thousands of dollars)

OBJECT	FY 72	FY 73	FY 74	FY 75	FY 76	FY 77
100 PERSONAL SERVICES		166	175	185	195	206
200 TRAVEL		24	25	26	27	28
300 CONTRACTUAL		78	26	27	28	29
400 COMMODITIES		4	4	4	5	5
500 EQUIPMENT		17	1			
600 LAND & STRUCTURES						
700 GRANTS, CLAIMS, ETC.						
900 Central Duplicating		1	1	1	2	2
TOTAL	-0-	290	232	243	257	270

B. FUNDING: (Thousands of dollars)

GENERAL FUND		290	232	243	257	270
FEDERAL FUNDS						
OTHER						

C. POSITIONS:

PERMANENT/TEMPORARY	/	11/	11/	11/	11/	11/
MAN MONTHS (P./T.)	/	132/	132/	132/	132/	132/

III. ANALYSIS (See Fiscal Note Preparation Instructions, Section III)

Projection based on 5.5% inflationary cost per statewide planning assumption less Moving expenses, Equipment, and \$50,000 Banking Consultant.

IV. ATTACHMENTS

See attachments for analysis of expenditure.

V. DATE: February 24, 1972

PREPARED BY: Reuben I. Hanson
Reuben I. Hanson

Original: Legislative Finance
 cc: Budget and Management
 Prime Sponsor (First Legislator Named)

Narrative Appendix to Fiscal Note Request Dated 3/4/72

The STUDY proposed by HCR 29 would hopefully cover the full spectrum of regulated financial institutions in Alaska and the financial services provided by such institutions. This would include Savings and Loan Associations, Credit Unions and Small Loan Licensees, as well as banking institutions.

The proposed review of the banking code would include study, with recommendations for legislation, regarding the following:

1. Structure of banking in Alaska, necessarily including consideration of:
 - a. The legal structure of the banking system in Alaska, with particular attention to the most controversial issue: BRANCHING
 - b. The legal structure of the banks themselves, with particular attention to whether Alaska should have multi-bank holding companies and, if so, the contents of the enabling legislation.
2. The legal structure of bank supervision in Alaska with particular attention to:
 - a. Chartering procedures.
 - b. Supervisory powers.
 - c. Fees or other payments by banks to reimburse the State for supervisory services. (Note: State banks, unlike National banks and unlike State banks in other states, do not pay for the cost of supervisory services; e.g. no charge is now authorized to reimburse the extensive cost of investigating proposed new banks and branches and location changes. The daily rate for bank examinations is unrealistically low and subject to an unrealistic limitation on total charge per examination.)
3. Bank operations which would include consideration of the following:
 - a. Capital requirements
 - b. Reserves
 - c. Public funds
 - d. Loans and investments
 - e. Brokered funds
 - f. Bank security
 - g. Safety deposits
 - h. Automation
 - i. Interest and usury

Banking Fiscal Note House Concurrent Res. #29 Fiscal 1973 Budget

Prepared By	Initials	Date
Approved By		

	(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)	(10)	(11)	(12)
	Range	Monthly Rate	Yearly Rate	Benefits 17%	Total Salaries	200	300	400	500	900	Total	
1	Bank Examiner III	23	1829	21948	3731	25679	3700	3674	400	1580	100	35133
2	Bank Examiner II	21	1579	18948	3221	22169	5700	3674	400	1140	100	33183
3	Bank Examiner II	21	1579	18948	3221	22169	5700	3674	400	2180	100	34223
4	Bank Examiner I	19	1362	16344	2778	19122	4700	3674	400	1720	100	29716
5	Bank Examiner I	19	1362	16344	2778	19122	4700	3674	400	2760	100	30756
6	Accountant I	12	814	9768	1661	11429		1330	300	1835	100	14994
7	Accounting Clerk III	10	702	8424	1432	9856		1230	200	1715	100	13101
8	Secretary I	10	702	8424	1432	9856		3630	300	1095	100	14981
9	Clerk Steno III	9	652	7824	1330	9154		1230	200	1015	100	11699
10	Clerk Typist III	8	606	7272	1236	8508		1230	200	1015	100	11053
11	Clerk Typist III	8	606	7272	1236	8508		1230	200	1015	100	11053
12												
13			11793	141516	24056	165572	24500	28250	3400	17070	1100	239892
14												
15	Banking Consultant Account 380							50000				50000
16												
17	Totals					165572	24500	78250	3400	17070	1100	289892
18												
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31												

Form 5312
 IN PRODUCTION

Prepared By	Initials	Date
Approved By		

	(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)	(10)	(11)	(12)
	310 Telephone Service	311 Telephone Long Dist.	314 Postage	320 Printing	332 Rents	350 Transfer of things	360 Equipment Rental	390 Other Fees & Services	Total	470 Professional Supplies	480 Office Supplies	Total
1 Bank Examiner III	110	1200	200	100	864	1000	100	100	3674	200	200	400
2 Bank Examiner II	110	1200	200	100	864	1000	100	100	3674	200	200	400
3 Bank Examiner II	110	1200	200	100	864	1000	100	100	3674	200	200	400
4 Bank Examiner I	110	1200	200	100	864	1000	100	100	3674	200	200	400
5 Bank Examiner I	110	1200	200	100	864	1000	100	100	3674	200	200	400
6 Accountant I	110		200	100	720		100	100	1330	100	200	300
7 Accounting Clerk III	110		200	100	720		100		1230		200	200
8 Secretary I	110		200	100	720		2400	100	3630	100	200	300
9 Clerk Steno III	110		200	100	720		100		1230		200	200
10 Clerk Typist III	110		200	100	720		100		1230		200	200
11 Clerk Typist III	110		200	100	720		100		1230		200	200
12 Banking Consultant Account 380									50000			
13	1210	6000	2200	1100	8640	5000	3400	700	78250	1200	2200	3400
14												

Form 6512
 REPRODUCIBLE

	Initials	Date
Prepared By		
Approved By		

	(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)	(10)	(11)	(12)
	Chair	Desk	Typewrite	Tables	Calculato	Port. Dictating	Dictating Transcrib	File Cabinets	Costumer	Side Chair	Bookshelves & Cabinets	
1 Bank Examiner III	75	225			600	400		140	40	40	60	1580
2 Bank Examiner II	75	225			600			140		40	60	1140
3 Bank Examiner I	75	225			600		1000	140	40	40	60	2180
4 Bank Examiner I	75	225	400		800			140		20	60	1720
5 Bank Examiner I	75	225	400		800		1000	140	40	20	60	2760
6 Accountant I	50	225	600	100	600			140	40	20	60	1835
7 Accounting Clerk III	50	225	600	100	600			140				1715
8 Secretary I	50	225	600					140		20	60	1095
9 Clerk Steno III	50	225	600					140				1015
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Form 6312
 REPRODUCIBLE
 FEDERAL BUREAU OF INVESTIGATION
 U.S. DEPARTMENT OF JUSTICE

Introduced: 2/11/72
Referred: Commerce and
Finance

1 IN THE HOUSE

BY RANDOLPH AND KERTTULA

2 HOUSE CONCURRENT RESOLUTION NO. 29

3 IN THE LEGISLATURE OF THE STATE OF ALASKA

4 SEVENTH LEGISLATURE - SECOND SESSION

5 Relating to a revision of the state
6 banking code.

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

8 WHEREAS all Alaskans are affected by the availability or lack of credit
9 through our financial institutions; and

10 WHEREAS our financial institutions in the banking business are limited
11 in number due to economic and other reasons, and this fact tends to restrict
12 competition in the banking arena; and

13 WHEREAS our banks are dependent upon deposits by the citizens of Alaska
14 for their resources; and

15 WHEREAS the availability of these resources for the purpose of credit
16 and commerce is vital to the economic well-being of every citizen of the
17 state; and

18 WHEREAS the administrative policy, stability and soundness of our
19 financial institutions determine the degree of access to financial resources
20 by each citizen; and

21 WHEREAS the State of Alaska's ability and responsibility to influence
22 and regulate the economic climate has been increased greatly with the advent
23 of oil revenues and the Native Claims Settlement; and

24 WHEREAS it is a continuing obligation of the legislature to insure that
25 a viable, competitive dual banking system is operating and responsive to the
26 needs of the people; and

27 WHEREAS it is the statutory responsibility of the Department of Commerce
28 to regulate and supervise state-chartered financial institutions in order to
29 insure the protection of depositors and promote a sound state-chartered

1 banking system;

2 BE IT RESOLVED by the Alaska Legislature that the Legislative Council
3 is directed to contract with a nationally known banking consultant to con-
4 duct a thorough review and revision of the state banking code, and that the
5 legislature appropriate the sum of \$50,000 for this undertaking; and be it

6 FURTHER RESOLVED that the legislature appropriate sufficient funds to
7 the Department of Commerce, division of banking, to enable that division
8 to hire the necessary permanent expert personnel and support staff to con-
9 duct on an orderly and continuing basis independent audits of all state-
10 chartered banks and to otherwise carry out the functions of the division in
11 the best manner possible and with the greatest amount of expertise; and be
12 it

13 FURTHER RESOLVED that the Legislative Council make its recommendations
14 in the form of a report, together with proposed legislation, if any, to the
15 First Session of the Eighth Legislature.



RECORDS CERTIFICATION



I, the undersigned, an employee of the State of Alaska, do hereby certify that the microfilm images on this microform are accurate reproductions of the original records of the State of Alaska as accumulated during the regular course of business, and that it is the established policy and practice of this State to microfilm its records and to dispose of the original records after microfilm reproductions have been made.

James D. Smith
Signature of Camera Operator

4/4/89
Date

Introduced: 2/18/72
Referred: State Affairs
and Finance

1 IN THE HOUSE

BY THE COMMERCE COMMITTEE

2 HOUSE CONCURRENT RESOLUTION NO. 37

3 IN THE LEGISLATURE OF THE STATE OF ALASKA

4 SEVENTH LEGISLATURE - SECOND SESSION

5 Relating to the leases from the
6 Alaska State Housing Authority.

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

8 WHEREAS the legislature by ch. 99 SLA 1965 provided for the construction
9 and acquisition by the Alaska State Housing Authority of public buildings
10 for lease to the state; and

11 WHEREAS the leasing program has been entered into under the Act; and

12 WHEREAS AS 37.05.280 requires that any additional lease executed after
13 January 1, 1966 which provides for payment in excess of \$12,000 annually be
14 approved by the legislature; and

15 WHEREAS it is in the best interest of the state to enter into an addi-
16 tional lease set out in this resolution;

17 BE IT RESOLVED that use of the space to be provided by lease of the
18 following premises by the State of Alaska from the Alaska State Housing
19 Authority and the lease of the premises from the Alaska State Housing
20 Authority providing for payments in excess of \$12,000 annually is approved:

21 LEASED FACILITY

22 State Office Building, Department of Administration, Palmer, Alaska
23
24
25
26
27
28
29

ALASKA STATE LEGISLATURE

SEVENTH Legislature SECOND Session

HOUSE CONCURRENT RESO.37.

By THE COMMERCE COMMITTEE...

Relating to the leases from the Alaska State Housing Authority.

ASHA/leases

Introduced in the House...2/18/, 19 72

HISTORY IN THE HOUSE

19 72

Feb 18

Read first time and referred to Committee on

State Affairs and Finance

Reported back with recommendation that

Read second time and

Read third time and

PASS : Yeas
: Nays
: Absent
Excused

Effective Date

PASS : Yeas
: Nays
: Absent
Excused

Reported correctly engrossed
Signed by Speaker
Sent to Senate

CHIEF CLERK OF THE HOUSE

HISTORY IN THE SENATE

19

Read first time and referred
to Committee on

Reported back with
recommendation that

Read second time and

Read third time and

PASS : Yeas
Nays
Absent
Excused

Effective Date

PASS : Yeas
Nays
Absent
Excused

Reported correctly engrossed
Signed by President
Returned to House

SECRETARY OF THE SENATE

HISTORY IN THE HOUSE

19

Received from Senate

Reported correctly enrolled

Sent to Governor

..... By Governor

Filed with Lt. Governor

Chapter No.

Committee Report

HOUSE OF REPRESENTATIVES

3/3/72

_____ Date

Mr. Speaker

The Committee on FINANCE has had HCR 37

under consideration. A majority of the members of the Committee

- recommends it do pass
- recommends it do not pass
- recommends it do pass with attached amendment(s)
- recommends it be replaced with CS for _____ and that
CS for _____ do pass
- (and) recommends it be referred to the _____
committee
- reports it back without recommendation
- (other) _____

MEMBERS SIGNING THE MAJORITY REPORT:

_____	_____	_____
_____	_____	_____
_____	_____	_____
_____	_____	_____

MEMBERS NOT CONCURRING IN THE MAJORITY REPORT:

- _____ recommends:
- _____ recommends:
- _____ recommends:
- _____ recommends:
- _____ recommends:

_____ CHAIRMAN

2/18/72

Committee Report

FINANCE

HOUSE OF REPRESENTATIVES

Feb 29, 1972

Date

Mr. Speaker

The Committee on STATE AFFAIRS has had HCR 37 under consideration. A majority of the members of the Committee

- recommends it do pass
- recommends it do not pass
- recommends it do pass with attached amendment(s)
- recommends it be replaced with CS for _____ and that CS for _____ do pass
- (and) recommends it be referred to the _____ committee
- reports it back without recommendation
- (other) _____

MEMBERS SIGNING THE MAJORITY REPORT:

~~Richard McVeigh~~ *do pass*

~~John Huber~~

~~Michelle Rose~~

~~Joan Hae~~

MEMBERS NOT CONCURRING IN THE MAJORITY REPORT:

~~Richard McVeigh~~ recommends: *do pass*

~~John M. Fischer~~ recommends: *do pass*

~~W.D. H. O'Leary~~ recommends: *do pass*

_____ recommends:

_____ recommends:

Richard McVeigh
CHAIRMAN

Introduced: 2/18/72
Referred: State Affairs
and Finance

1 IN THE HOUSE BY THE COMMERCE COMMITTEE

2 HOUSE CONCURRENT RESOLUTION NO. 37

3 IN THE LEGISLATURE OF THE STATE OF ALASKA

4 SEVENTH LEGISLATURE - SECOND SESSION

5 Relating to the leases from the
6 Alaska State Housing Authority.

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

8 WHEREAS the legislature by ch. 99 SLA 1965 provided for the construction
9 and acquisition by the Alaska State Housing Authority of public buildings
10 for lease to the state; and

11 WHEREAS the leasing program has been entered into under the Act; and

12 WHEREAS AS 37.05.280 requires that any additional lease executed after
13 January 1, 1966 which provides for payment in excess of \$12,000 annually be
14 approved by the legislature; and

15 WHEREAS it is in the best interest of the state to enter into an addi-
16 tional lease set out in this resolution;

17 BE IT RESOLVED that use of the space to be provided by lease of the
18 following premises by the State of Alaska from the Alaska State Housing
19 Authority and the lease of the premises from the Alaska State Housing
20 Authority providing for payments in excess of \$12,000 annually is approved:

21 LEASED FACILITY

22 State Office Building, Department of Administration, Palmer, Alaska
23
24
25
26
27
28
29



RECORDS CERTIFICATION



I, the undersigned, an employee of the State of Alaska, do hereby certify that the microfilm images on this microform are accurate reproductions of the original records of the State of Alaska as accumulated during the regular course of business, and that it is the established policy and practice of this State to microfilm its records and to dispose of the original records after microfilm reproductions have been made.

James D. Smith
Signature of Camera Operator

4/4/89
Date

Introduced: 3/17/72
Referred: State Affairs

1 IN THE HOUSE

BY THE FINANCE COMMITTEE

2 HOUSE CONCURRENT RESOLUTION NO. 45

3 IN THE LEGISLATURE OF THE STATE OF ALASKA

4 SEVENTH LEGISLATURE - SECOND SESSION

5 Relating to the leasing of space
6 from the Alaska State Housing
7 Authority.

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

9 WHEREAS AS 18.55.010 provides for the construction and acquisition
10 by the Alaska State Housing Authority of public buildings for lease to the
11 state; and

12 WHEREAS AS 37.05.280 requires that leases of space requiring payments
13 in excess of \$12,000 annually be approved by the legislature by concurrent
14 resolution; and

15 WHEREAS it is in the best interest of the state to enter into the
16 additional leases set out in this resolution;

17 BE IT RESOLVED that the use of the space to be provided by lease from
18 the Alaska State Housing Authority for state court facilities, as herein-
19 after enumerated, is approved in accordance with AS 37.05.280: Alaska State
20 Court Building, to be constructed on the site formerly occupied by the Juneau-
21 Douglas Community College, Juneau, Alaska at a building cost not to exceed
22 \$4,000,000; and be it

23 FURTHER RESOLVED that by passage of this resolution the approval of
24 office and courtroom space in Juneau by passage of Senate Concurrent Resolu-
25 tion No. 45 SLA 1971 is withdrawn.
26
27
28
29

HCR 45

COMMITTEE COPY

ALASKA STATE LEGISLATURE

SEVENTH Legislature SECOND Session

HOUSE CONCURRENT NO. ... 45...

By ... THE FINANCE COMMITTEE ...

Relating to the leasing of space from the Alaska State Housing Authority.

ASHA/leasing space

Introduced in the House. 3/17/, 19. 72

HISTORY IN THE HOUSE

19 72

Mar 17

Read first time and referred to Committee on

State Affairs

Reported back with recommendation that

Read second time and

Read third time and

PASS : Yeas
Nays
Absent
Excused

Effective Date

PASS : Yeas
Nays
Absent
Excused

Reported correctly engressed
Signed by Speaker
Sent to Senate

HISTORY IN THE SENATE

19

Read first time and referred
to Committee on

Reported back with
recommendation that

Read second time and

Read third time and

PASS : Yeas
Nays
Absent
Excused

Effective Date

PASS : Yeas
Nays
Absent
Excused

Reported correctly engrossed
Signed by President
Returned to House

SECRETARY OF THE SENATE

HISTORY IN THE HOUSE

19

Received from Senate

Reported correctly enrolled

Sent to Governor

..... By Governor

Filed with Lt. Governor

Chapter No.

Committee Report

HOUSE OF REPRESENTATIVES

4/3/72

_____ Date

Mr. Speaker

The Committee on FINNANCE has had HCR 45

under consideration. A majority of the members of the Committee

- recommends it do pass
- recommends it do not pass
- recommends it do pass with attached amendment(s)
- recommends it be replaced with CS for _____ and that
CS for _____ do pass
- (and) recommends it be referred to the _____
committee
- reports it back without recommendation
- (other) _____

MEMBERS SIGNING THE MAJORITY REPORT:

_____	_____	_____
_____	_____	_____
_____	_____	_____
_____	_____	_____

MEMBERS NOT CONCURRING IN THE MAJORITY REPORT:

_____ recommends:

_____ recommends:

_____ recommends:

_____ recommends:

_____ recommends:

_____ CHAIRMAN

3/17/72

Committee Report

HOUSE OF REPRESENTATIVES

March 20, 1972 *Pullen*
Date

Mr. Speaker

The Committee on STATE AFFAIRS has had ^{uc} HCR 45

under consideration. A majority of the members of the Committee

- recommends it do pass
- recommends it do not pass
- recommends it do pass with attached amendment(s)
- recommends it be replaced with CS for _____ and that
CS for _____ do pass
- (and) recommends it be referred to the _____
committee
- reports it back without recommendation
- (other) _____

MEMBERS SIGNING THE MAJORITY REPORT:

Richard L. McVeigh Mike Rose
Henry M. Fischer Jess Harris
L. J. Dabert
John Hoe

MEMBERS NOT CONCURRING IN THE MAJORITY REPORT:

McL. McOle recommends: DO NOT PASS
John Heiser recommends: NO RECOMMENDATION
Frank [unclear] recommends: DO NOT PASS unless Amended
 _____ recommends:
 _____ recommends: Richard L. McVeigh
 CHAIRMAN

A M E N D M E N T

Offered in the HOUSE

By State Affairs

To: _____ HOUSE BILL NO. HR 45

_____ SENATE BILL NO. _____

AMENDMENT: Page 1 Line 20,21, 22.

Line 20; After the word "constructed", Delete the phrase:
"on the site formerly occupied by the Juneau Douglas
Community College," And insert the Word "at".

Line 22: After the word "\$4,000,000;" insert the phrase;
"including land cost".

Lines 20,21, and 22 should read: Court Building, to be
constructed at Juneau, Alaska at a building cost not to
exceed \$4,000,000 including land cost; and be it

HCR NO.

Relating to the leasing of space from the Alaska State Housing Authority. **Committee Report**

HOUSE OF REPRESENTATIVES

State Affairs

3/17/72 Date

Mr. Speaker:

The Committee on FINANCE has had HCR NO. ~~43~~ 45

under consideration. A majority of the members of the Committee

- recommends it do pass
- recommends it do not pass
- recommends it do pass with attached amendment(s)
- recommends it be replaced with CS for _____ and that CS for _____ do pass
- (and) recommends it be referred to the _____ committee
- reports it back without recommendation
- (other) _____

MEMBERS SIGNING THE MAJORITY REPORT:

<u><i>James J. Whight</i></u>	<u><i>Tom Frank</i></u>	_____
<u><i>WATWICK</i></u>	<u><i>Hobson</i></u>	_____
<u><i>Haugen</i></u>	_____	_____

MEMBERS NOT CONCURRING IN THE MAJORITY REPORT:

- _____ recommends:
- _____ recommends:
- _____ recommends:
- _____ recommends:
- _____ recommends:

George H. ... Jr.
CHAIRMAN

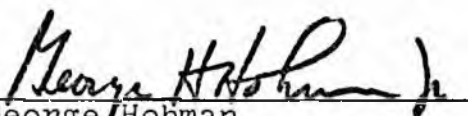
FINANCE COMMITTEE REPORT

ON

HOUSE CONCURRENT RESOLUTION

In recent testimony before the House Finance Committee Administration personnel stated that shortly all Department of Health and Social Services personnel located in the Coast Guard Building and in the Old Territorial Building are to be "shipped out" to an excess airplane hangar located at the Juneau Municipal Airport. The reason being to make way for construction of a new Court Building in Juneau. To the Committee the move seems doubly senseless: (1) these same Health and Social Services personnel will move back into town in one to two years upon completion of the new State Office Building in Juneau and (2) the recent destruction by fire of the Juneau-Douglas Community College Building frees an ideal site that could be used for construction of the new Court facility.

Further, the House Finance Committee was "under the impression" -- an impression gained from presentations during the last legislative session -- that the cost of Juneau Court facilities proposed in last year's SCR 45 would be in the neighborhood of \$3 to \$4 million. In testimony recently presented before the House Finance Committee the cost of the facilities authorized by SCR 45 has escalated to approximately \$8.5 million. It is the committee's feeling that an \$8.5 million building is far in excess of the current requirements of the Judiciary in the capital city and in view of other pressing space requirements recommends that the proposed structure be scaled down.


George Hohman
Chairman
House Finance Committee



Alaska State Legislature
House

JUNEAU ALASKA

MEMO TO FILES

TO: HOUSE FINANCE COMMITTEE
FROM: Jay Hogan
SUBJECT: TRUST INDENTURE MODIFICATION
DATE: March 23, 1972

At the request of the House Finance Committee, I contacted by phone Andy Jeremi, Assistant Cashier, and Mike Barrett, Trust Officer/Assistant Secretary, both officials of the Bank of America National Trust and Savings Association. My specific questions concerned the difficulties that might arise during an attempt to modify provisions of the Trust Indenture respecting \$8.2 million of Alaska State Housing Authority state lease revenue bonds (1972 construction project). Briefly the information gathered is summarized as follows:

Mr. Barrett stated he had no personal knowledge of the problems involved in an attempt to modify a trust indenture. He suggested we might wish to contact a financial advisor. He gave us the name of Mr. Harry Comerford of Blythe and Company's San Francisco office, tel 415-362-3000. Mr. Barrett did not know the name of the firm that underwrote the sale of the bonds. He suggested we contact the Housing Authority for this information (subsequent testimony before the Finance Committee indicated the underwriting firm was John Nuveen, Chicago, Ill.).

Mr. Jeremi said that to date only one of the bonds issued was registered; however, the face value of this bond was given as \$865,000 and thus in itself represented more than 10% of the total issue.

DATE: March 27, 1972

Mr. Harry Comerford discussed briefly over the phone the problems associated with modification of trust indenture agreements. He felt that for an issue of this size the cost to the state in legal fees, fees for publishing notice and "commissions" to brokers for obtaining consent would run between \$50,000 and \$75,000 with no guarantee of success. In other words he felt that much would depend on how easily John Nuveen could or would locate the bond buyers/holders.

Mr. Comerford called our attention to Article XII of the Trust Indenture "Defeasance" and suggested that the route described there might be both simpler and more effective. It appears from reading the article that the state could make an appropriation to a trust and that the trust would purchase "direct obligations of the United States maturing and bearing interest at times and in amounts sufficient to pay when due the principal and interest or redemption price, if any, to become due on said bonds of such series". It was his opinion that by doing this the legislature would lawfully substitute investments to back the bonds replacing the bond holders' call on particular structures and leases with a call on government security.

REQUEST TO DISCLOSE POSSIBILITIES
 NO EASY SOLUTIONS WILLING COME TO MIND ON RELATIVE
 CONSTRUCTION MONEY NEEDS ESPECIALLY CRITICAL. WE CAN SUGGEST
 BONDS. QUESTIONS AS TO USE OF EXCESS BOND PROCEEDS OVER PAID
 SIZE OF STRUCTURE. LATER NECESSARILY VARIOUS SPECIALTY OF
 PROJECT RELOCATION PROBABLY LESS CONVENIENT THAN PROPOSING
 TO GET APPROVAL EITHER SITE RELOCATION OR PROJECT CHANGE.
 CONSENTS BUT IT OBTAINING THAT EXPENSIVE AND TIME CONSUMING TASK
 SYNDICATE MANAGER CANNOT SPEAK AS TO LIKELIHOOD OF OBTAINING
 WOULD HAVE TO BE CONTACTED AND ASSURED TO BEFIT MODIFICATION
 TO ULTIMATE INVESTORS WOULD BE SAFE TO SAY ONE OF MORE INVESTORS
 BROKE THEIR PURCHASES INTO EVEN SMALL BLOCKS AS MENTIONED
 TICKETS TOTALLED EARLY 1972 MANY TO SYNDICATE MANAGERS AND RECENTLY
 DISPERSED BY NATIONAL SYNDICATE OF 11 MEMBERS MANAGER CALLED
 SYNDICATE WITH QUESTIONS REGARDING INVESTING MODIFICATION BONDS
 FOR COURT HOUSE CONSTRUCTION WE HAVE CONTACTED SUCCESSFUL SIDING
 RESPONDING TO QUESTIONS REGARDING ASHA BONDS SOLD JANUARY 1972
 COMMISSIONER OF REVENUE STATE OFFICE BLDG. JEROME ALLEN
 CHAIRMAN HOUSE FINANCE COMMITTEE CASE BLDG. WASHINGTON
 HON GEORGE HONNAY

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 YATA PST MAR 24 78 LEGES KALIA

11 7 78

PHOENIX 536-8440
 MEX MEXIA COMMUNICATIONS, INC.

TELEGRAM

Tides

THURSDAY'S TIDES

High	1:07 a.m.	18.9 ft.
Low	7:24 a.m.	-3.3 ft.
High	1:42 p.m.	17.6 ft.
Low	7:36 p.m.	-0.8 ft.

SOUTHEAST ALASKA EMPIRE

THE CAPITAL CITY'S DAILY NEWSPAPER

Weather



Details Page 4

VOL. 66 NO. 73

WEDNESDAY, APRIL 12, 1972

12 PAGES TODAY 20 CENTS

Pool Management System Proposed

The City-Borough School District last night took the first steps in setting up a management system for the new swimming pool and heard a group of Juneau-Douglas High School students protest the board's new school dance restrictions.

Due to the pool's mixed financing arrangement, which includes both state and city-borough funds, there has been for the past few months some question as to whether the school system of the city-borough should be in charge of pool management.

In reaction to queries from the board and city-borough officials, Alaska's Commissioner of Education Marshall Lind ruled last week that the state's school building fund contribution to the pool placed it under basic responsibility of the board. But Lind, in letters to Board Chairman Les Spickler and Community Programs Director Tom Perkins, left the field open for a cooperative management agreement between the city-borough and the board.

The board last night adopted as its proposed pool policy a list of tentative management regulations drawn up by Superintendent John Coffee, and it gave Coffee authority to work out an agreement with the city-borough on the basis of his proposals.

Coffee's proposals, which he said are flexible and "may be just a starting place," included:

—The school district shall operate and maintain August Brown Swimming Pool, which will be ready for operation this fall, as a school facility between 7 a.m. and 6 p.m. school days. The pool will be available to the

community under auspices of the city-borough at all other times.

—Utilities, custodial service and routine maintenance will be provided by the school district, and the city-borough will pay half the cost. The city-borough will provide major pool repairs.

—The school swimming instructor and his assistants shall work under the direction of the superintendent of schools. The

(See Pool, page 4)

Council Supports Hunt Ban

Special to the Empire

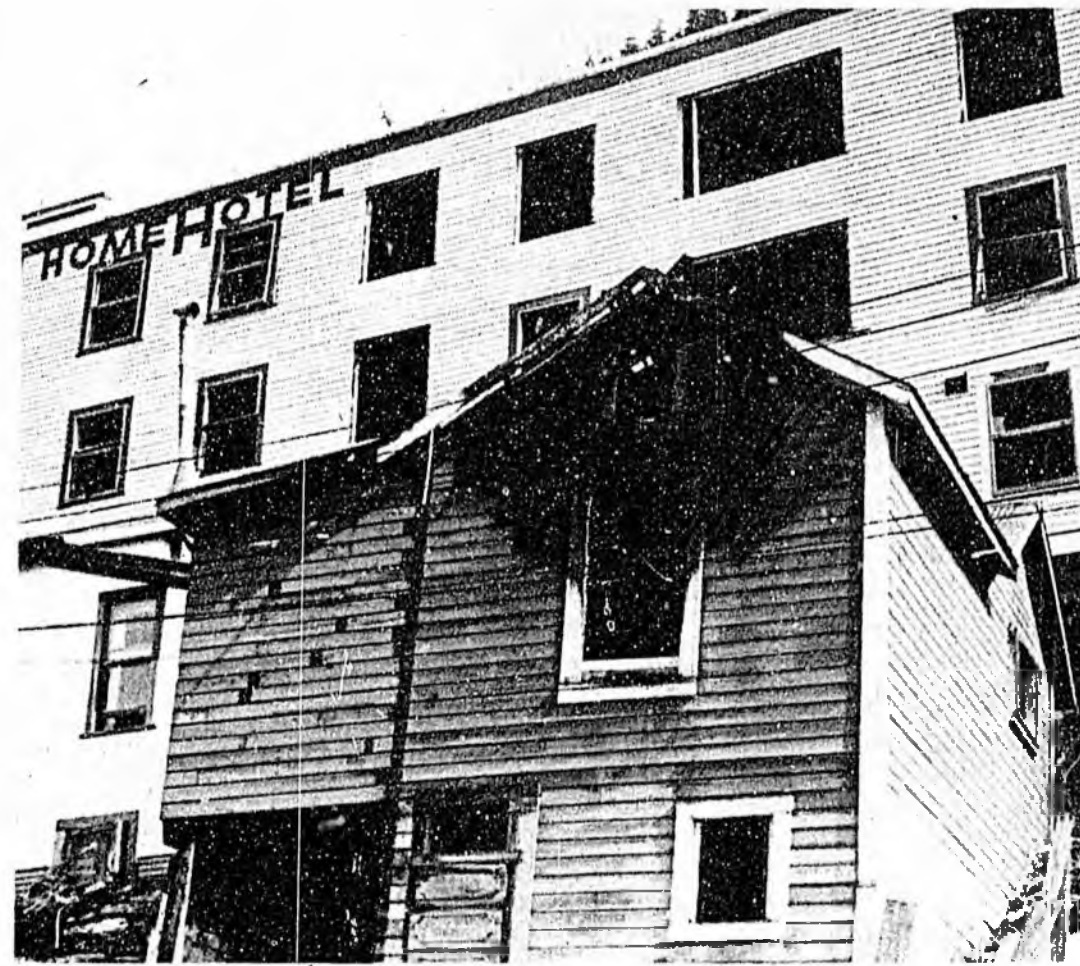
The Alaska Wildlife Federation and Sportsmen's Council has come out in support of last week's state Fish and Game Board ban of polar bear hunting by aircraft.

The ban, announced Friday, prohibits the use of aircraft in polar bear hunting, but still permits a limited number of bears to be taken and allows dog sleds and snowmobiles to be used in the hunt.

"We're very much interested in and concerned with the management of our polar bear," said group representative Bud Boddy, of Juneau.

He said the ruling should help convince "skeptical" people on the outside that Alaskans are concerned about their wildlife.

Boddy said urging of such a ban has been "a running battle"



FIRE—Fire gutted the interior of a small wood house at 224 Gastineau Ave. Tuesday night about 9:30 p.m. There were no injuries or fatalities, Fire Department officials said. The house had been previously condemned and several unknown young persons had been living there during the winter. The fire started when one of the young occupants threw a can of gasoline into a wood burning stove to get the fire going quickly, according to officials. (Empire photo by Max Haggard)

Canadian Pipeline

Morton Is Interested

WASHINGTON (AP) — Secretary of Interior Rogers C. B. Morton said today he would be "very much interested in any concrete proposal" for an all-

consider a Canadian pipeline because there have been no applications from petroleum companies to build one. In a news conference last De-

to indicate great optimism about the prospects of a Canadian line.

But he said the idea would

100 Soldiers

Balk At Battle

PHU BAI, Vietnam (AP) — About 100 American soldiers from one of the last two combat infantry brigades in Vietnam balked at being assigned to man a forward defense position today because they considered it too dangerous.

They finally relented, but 45 of them carried out the order only after they were told their absence would endanger another U.S. unit already in the area, one of the men said. He said the reluctant troops felt the path they had to take to get to the position was loaded with booby traps.

In Saigon, the U.S. Command said none of the soldiers actually refused to go into the field or failed to obey orders of their officers and noncommissioned officers.

"The soldiers are presently occupying the originally planned defensive position in the vicinity of Phu Bai," the command said in a statement. "The element is part of a 600-man task force moved into Phu Bai yesterday for the purpose of securing U.S. troops and installations in the Phu Bai area."

Phu Bai is just south of Hue,

the presumed major target of the current North Vietnamese offensive. The base is 57 miles south of the demilitarized zone.

The men were from Charlie Company, 2nd Battalion, 1st Infantry, 196th Brigade, and were transferred Tuesday from the Da Nang region to increase the protection of U.S. installations threatened by the North Vietnamese offensive. The 196th Brigade is one of the two U.S. combat units still in Vietnam.

When the men arrived from Da Nang by transport plane, they were ordered into trucks to be taken near the area they were to patrol, about three miles west of Phu Bai.

The troops would not move. A lieutenant asked for volunteers, and a handful got aboard the trucks. Then a captain and sen-

Officials Ready For 'Invasion'

CAPE KENNEDY, Fla. (AP) — The Apollo 16 astronauts practiced in spaceship trainers today while civic officials prepared for an invasion of an estimated million visitors to watch Sunday's launch to the moon.

John W. Young and Charles M. Duke Jr. boarded the lunar module trainer to rehearse their lunar descent. Thomas K. Mattingly II worked in the command module simulator on lunar orbit exercises.

Highway patrol and county law enforcement officers met with Fire Department and Civil Defense representatives to work out plans to handle the expected heavy traffic in Bre-

ior noncommissioned officers talked to the men, and within an hour all of them got aboard except one platoon of approximately 45 men.

Lt. Col. Frederick P. Mitchell, the commander of battalion, told them to get aboard the trucks and they would be taken to the U.S. compound near the air base. He apparently wanted to get them away from newsmen who had covered their arrival.

Mitchell turned to the newsmen and said: "All you press are bastards. I blame you for this and you can quote me on it."

The men got aboard the trucks and were then taken to the compound. There all of the company except the one platoon piled aboard trucks to go to their forward position.

Mitchell told the reluctant platoon that another company, Alpha Company, had been flown into the same area by helicopter during the morning and that the Alpha men would be vulnerable to attack if the platoon did not move into the area.

Pfc. Terry Simons said that on that basis, the platoon would go. Simons said he was from Michigan but did not disclose his hometown.

He said the men balked initially because they felt the area was highly booby trapped. The trucks were to take them only near the area and they would have to walk approximately two miles, he said.

The Americans resented having to walk through a booby-trapped region while U.S. helicopters that could have taken

Annex Bills Introduced

Two bills have been introduced in the State House which, if passed, would remove legal barriers to annexation of two military reservations by the city of Anchorage.

One 12-page bill, assigned to the local government committee, is a technical description of boundaries for annexation of Ft. Richardson and Elmendorf Air Force Base.

The annexation plan had been stalled when Atty. Gen. John Havelock said the annexation would create problems with the administration of on-base schools by the state-operated school system, and raised legal questions about annexation of military land by a city or borough.

In a cover letter accompanying the bills, Egan said his measures "would provide for the inclusion of military reservations within the boundaries of organized boroughs and cities and prohibit boroughs from exercising educational powers on these reservations unless granted permission by the State Department of Education."

and now it will support the state in enforcement of the ban.

He said the ban "is definitely going to be one step" in the reduction of illegal polar bear hunting.

But he said the ban will bring "legal entanglements" and possible court fights from "people who are not too happy about it because it's quite a lucrative thing for a few people."

"We realize there is a possibility of violations because of the amounts of money involved," he said.

He said there have been reports of illegal polar bear "takes" bringing as much as \$20,000.

"There's a certain clientele to whom it's not a matter of money. They just want it, and they'll pay any price for a good trophy."

But Boddy said the ban could be enforced, "particularly if we have the cooperation of the federal government, and I'm sure we're going to have that cooperation."

He said the federation is "looking forward" to federal announcements of "complete agreement and willingness to join in our efforts to control illegal traffic." (M.T.)

pipeline through Canada instead of Alaska.

At the same time, Morton reversed himself on two previous arguments against the Canadian alternative.

He emphasized that difficult questions about the Canadian alternative remain unsolved but added, "I'm going to try to answer them . . . we have an open mind on it."

Like the proposed 800-mile oil pipeline across Alaska, a pipeline across Canada would involve environmental problems.

In addition, Morton said, Canada's energy minister, pDonald Macdonald, admitted in his recent visit here that the Canadian alternative would face serious financing problems and some difficulties in obtaining its right-of-way corridor.

Choosing a Canadian route over an Alaskan route could delay oil delivery from Alaska's North Slope as much as four years, Morton said, and there remained the question of how much oil would go to the United States and how much to Canada through a Canadian line.

But for the first time Morton abandoned the Interior Department's customary argument that he could not seriously con-

sider, for example, Morton said, "We have pushed the Alyeska group applicants to construct the proposed Alaska Pipeline and others into thoroughly exploring the Canadian alternative . . . but the application for this is not on board."

Reminded of this reported objection, Morton shifted course sharply in today's news conference, stating, "We can't dodge it that easily. The viability of a Canadian alternative can't rest on the application issue."

Morton added that if a Canadian route proved more desirable, "you would make a choice that would result in an application."

Morton also said he was seeking to determine "whether a Canadian pipeline would be a viable alternative for Prudhoe Bay Alaska oil," apparently reopening an issue previously closed.

Only January Morton told newsmen: "From our point of view, I think we have covered the Canadian alternative. In the time frame we are operating, the Canadian alternative does not seem viable."

Morton said he did not mean

serious exploration and added, "I would be very much interested in any concrete proposal on a Canadian oil line. Morton spoke at a news conference.

Only last January Morton told newsmen: "From our point of view, I think we have covered the Canadian alternative. In the time frame we are operating, the Canadian alternative does not seem viable."

Morton said he did not mean to indicate great optimism about the prospects of a Ca-

rested in any concrete proposal on a Canadian oil line.

Morton opened his news conference with a prepared statement urging the nation to adopt an "energy ethic" aimed at increasing efficiency in the gathering and consumption of energy resources.

Morton said the nation is rapidly approaching an energy crisis, "with demand expected to double by 1985 "barring drastic changes in our life styles."

Lt. Ben Brady, Florida Highway Patrol leader in Brevard, said:

"The time is right. The day is right. And if the weather is favorable, an estimated million visitors will be here Sunday to watch the launch. All indications are it's going to be a big one.

"Anybody within central, north-central or south-central Florida can get up at a reasonable hour on Sunday morning and be here in time for the shot," Brady said.

Vietnamese troops, Simcn continued.

WINC Will Hold Alaska Meeting

By THE ASSOCIATED PRESS

The board of directors of the Western Interstate Nuclear Compact has announced it will hold an August meeting in Alaska to study the state's energy resources.

Lt. Gov. H. A. "Red" Boucher said he invited the board to Alaska during a meeting Tuesday in Phoenix, Ariz., at which he and Dr. Y. R. Nayudu of the Alaska Department of Environmental Conservation outlined the state's energy potential. The specific date and place for the meeting was to be set later.

Boucher said Alaska's fuel resources, including, including uranium and geothermal pockets, "if wisely developed," could meet many national and international demands in the future.

Founded in 1969, the Western Interstate Nuclear Compact is an 11-member organization of western states, formed to explore peaceful uses of nuclear energy.

Nayudu, the director of the Division of Marine and Coastal Zone Management, said the board could "assist our state in our technology utilization efforts."

"Alaska's unique natural resources and environmental characteristics afford unparalleled opportunities for utilizing modern science and technology in orderly resource development and conservation," he said.

Citing the importance of nuclear energy to Alaska, Boucher told the board he envisioned the development of an uranium enrichment complex in the state. Other potential developments might include tapping vast geothermal energy reserves, he said.

Convention Dates Changed

Due to the state bowling tournament in Sitka, the Democratic Convention originally scheduled for April 28 to 30 in that city has been changed to May 5 to 7.

The announcement was made by Felix Toner, southeast district chairman.

Convention registration will take place May 5 in Sitka.

IRS Commissioner Charges Fraud In Many Returns

WASHINGTON (AP) — Internal Revenue Commissioner Johnnie M. Walters told senators today that widespread fraud, not just errors, has been found in income tax returns prepared by firms assisting taxpayers.

He promised criminal prosecutions not only of commercial tax preparers who submit fraudulent returns but also of individual taxpayers who collaborate with them.

As Secretary of the Treasury John B. Connally recently disclosed, Walters said an IRS check of returns in the Southeast region prepared by commercial tax preparers showed that 97 per cent were fraudulent.

Walters told a Senate Appropriations subcommittee that the disclosure occurred in mid-March and the IRS immediately ordered a similar check conducted in all the other regions.

Sen. J. Caleb Boggs, R-Del., asked him if he were talking about errors or fraud.

"Fraud," Walters replied, adding the returns reflected deliberate claiming of deductions for which there was no basis, inflated deductions for which there was some basis, and claims of dependents for which there was no basis.

He testified that many commercial preparers base their fee on the amount of tax refund claimed and some of them use their own address on the returns so that the refund check is mailed directly to them.

Walters said 53 arrests have been made, 49 indictments returned, and 11 convictions obtained. In addition, he said 254 investigations now are in progress.

Any taxpayer who received assistance from a commercial preparer and who feels he filed a fraudulent return, Walters said, should immediately file an amended return.

He also said that before the April 17 deadline for filing returns, the IRS is making as many of its own people available as possible to assist taxpayers.

Relief Force Stopped By North Vietnamese

SAIGON (AP) — North Vietnamese troops attacked from both sides of Highway 13 north of Saigon today and stopped a South Vietnamese relief force about 15 miles from the threatened provincial capital of An Loc.

A substantial increase in enemy activity was reported in the An Loc region as the Communist offensive ended its second week.

Hard fighting in southern Cambodia just across the Viet-

namese border also raised the threat that the enemy offensive might be extended to the southwestern Mekong Delta, a sector that has escaped the onslaught of attacks by North Vietnamese army regulars so far. Action in the delta has been limited to an increase in small hit-and-run attacks by Viet Cong units.

Heavy action also was reported in the central highlands and to the east along the central coastal plain. The Saigon command said North Vietnamese troops shelled nine government positions, including Dak To and Tan Canh.

On the northern front below the demilitarized zone, sources said the South Vietnamese had taken the initiative and were carrying the fight to the North Vietnamese. But there was no report yet of a drive to retake the 10 miles of territory north of the Dong Ha River which was lost in the first three days of the Communist attack.

Associated Press newsman Lynn C. Newland was with the South Vietnamese relief force on Highway 13 and reported an armored column and a column of paratroopers were hit simultaneously with barrages of fire just north of the district town of Chon Thanh, 15 miles south of An Loc.

Anchorage Couple Found Shot

ANCHORAGE, Alaska (AP) — An Anchorage couple was found shot to death Tuesday in the bedroom of their home.

Police identified the victims as 39-year-old Anthony F. Luke, and his 30-year-old wife, Mary, the parents of four children.

Detectives said a 12-gauge shotgun was found at the scene, but refused to give other information.

Spokesmen for an Anchorage funeral home said Mrs. Luke was born in Emmo-nak and her husband in St. Michael.

Local Hire Discussed

By MAX HAGGARD
Empire Staff Reporter

After two hours and 20 minutes of testimony on the Community Programs Department at the Assembly's Finance Committee budget meeting last night the issue of local hiring, or lack thereof, and "the Ordway incident" was presented for review and explanation.

Before a packed Assembly chamber, Ed Hinke said, "The proposed budget shows an 11 percent increase in the number of borough employees. At this rate the borough will soon have more borough employees than residents."

Hinke also noted that the budget contains funds for a Public Information Officer and told the Assemblymen, "You don't need anyone to tell us how great the borough is. We can make that judgement as citizens for ourselves."

Questioning the number of people in the Borough Planning Department, Hinke commented according to testimony presented by the City-Borough Manager the Planning Department "can't even handle the workings of a city park."

City-Borough Manager Ron Usher had earlier said the maintenance of parks had been transferred to the Public Works Department.

"And I think the Ordway case should be investigated by the Assembly," Hinke said, showing obvious frustration.

Several members of the audience clapped and voiced approval of Hinke's comments of local, or outside, hiring policies of the Borough.

Also commenting on Parks and Recreation and borough hiring policies, Stan Beadle said he doubted the value of the present recreation programs "as they are run for only a few people by highly payed professionals."

Another person commenting on local hiring, Harry Aase asked if justification for a new job, and approval thereof, is

required before the borough can create a new job position and hire someone for it.

On local hiring, Aase asked, "To what extent is the City-Borough Manager restricted on hiring and to what extent is he required to follow local hiring policies, if there are any."

Aase works for the State and said a proposed job in a state department must be justified and approved before the job is actually created and someone hired to fill it, and there are state regulations concerning local hiring.

Usher replied the Borough uses State policies on hiring "as guidelines."

One of only a few people to voice support for recreation programs run by the Borough, Bob Baker said he supports the funding of the Parks and Recreation division in the proposed budget.

Previous recreation programs have been very poor and new programs and new ideas should be given a chance and evaluated next year, Baker said.

Commenting on local hiring, Bruce Casperson said, "I would like to see a system where all out-of-state hiring must be approved by the Assembly."

"Some of us are very angry about what happened to Bill Ordway and the hiring of outside people," Casperson stated.

"I think the Ordway incident should have a public hearing by the Assembly as soon as possible - don't delay until the middle of next month," Casperson told the Assemblymen.

It has been previously noted that the Assembly has a heavy schedule for the next several weeks as the Borough and school budgets are being reviewed.

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Unique Capital

A major question facing Alaskan lawmakers during the current session of the legislature is funding of the proposed Juneau courthouse.

Charges and countercharges of empire building have been leveled at proponents of the \$8.2 million project. Many Juneauites have been accused of attempting to create a Taj Mahal concept in state construction by defending the courthouse proposal.

Legislators against the plan have stated the facility was originally to have cost \$3.2 million, but was eventually excessively funded at the current figure.

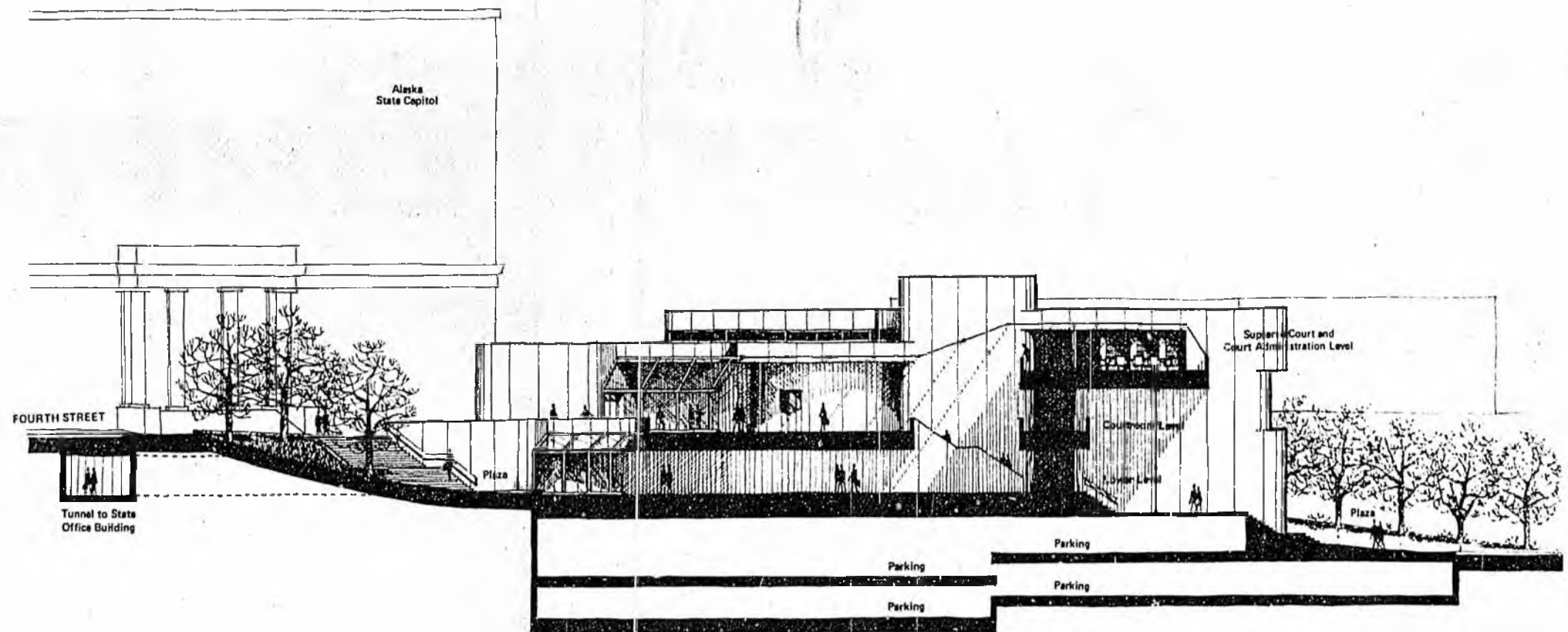
The original language contained in SCR 45 (passed in 1971) which authorized construction of the courthouse did not specify amount. The measure merely allowed the state to sell bonds to fund the project, and lease the building from the Alaska State Housing Authority until such time as the indebtedness was retired.

Studies conducted by the state indicated the courthouse would cost \$8.2 million. With full authority of the legislature (SCR 45) the state sold the bonds at an excellent interest rate (5.6 per cent), acquired the land, and began to proceed with the project.

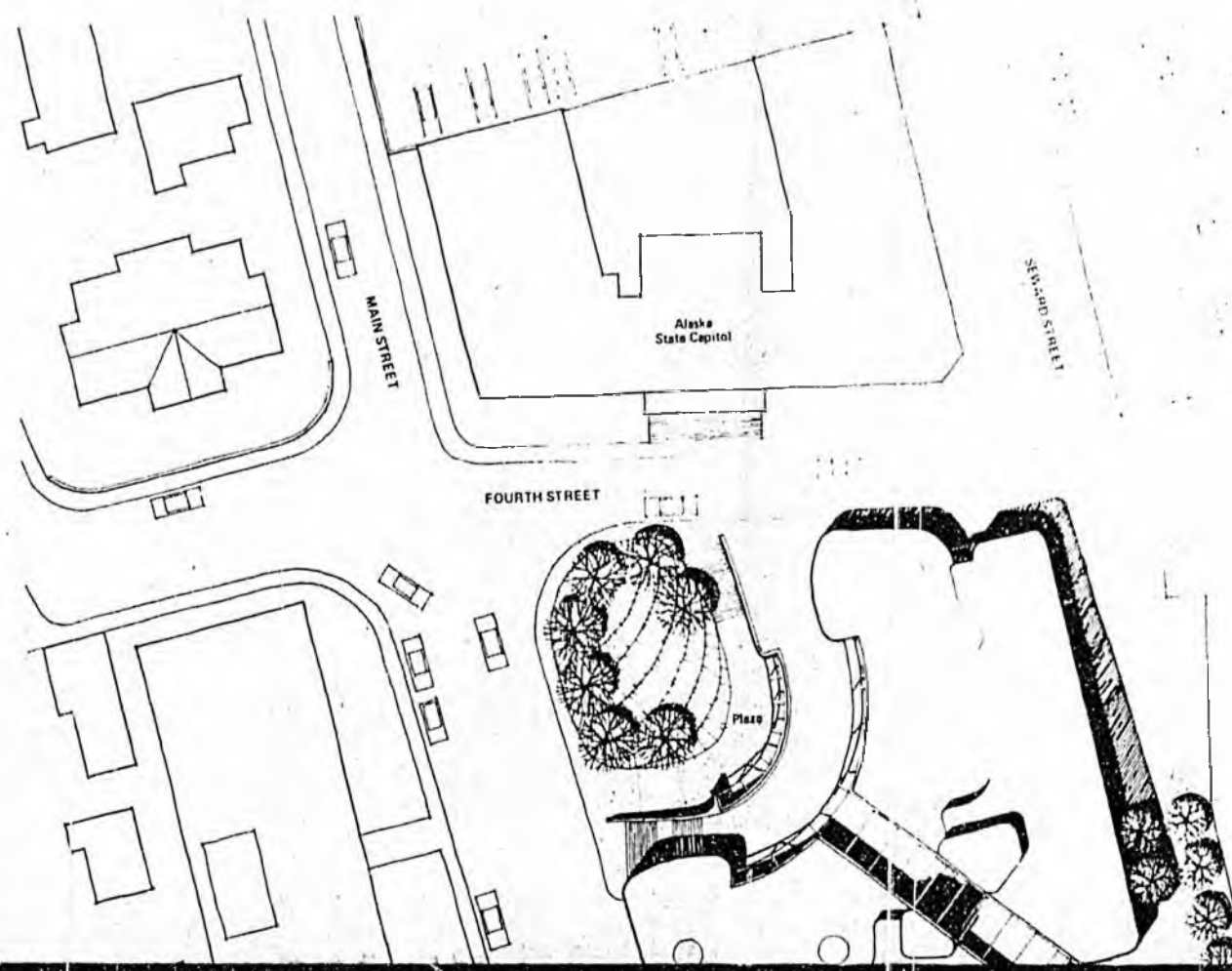
Overall, the scheme includes demolition of the present Health and Social Services Building, temporary relocation of H & SS employees, relocation of Alaska State Office Building employees into the new state complex, and relocation of H & SS employees into the Alaska State Office Building.

Many prominent Alaskans, including all members of the Alaska Supreme Court have supported the project.

Rather than construct a square, unattractive building, Alaska's lawmakers have the unique opportunity of authorizing a facility which will aid Juneau in becoming the most scenic, and beautiful capital city in the United States.



Section Through Main Entries-Proposed Court Building



Jack Anderson

Little Facts But, Lots Of NATO Fun

WASHINGTON — With the cherry blossoms in full flower and daffodils bright along the banks of the Potomac, a giant military jet touched down at Andrews Air Force Base this past weekend.

Out stepped an illustrious procession of American and European Air Force brass. They had come to Washington from their NATO command posts on the first leg of one of the world's most coveted military junkets.

A day earlier, no fewer than 22 brand-new Chrysler sedans had been wheeled out of the ITT-Avis garage in downtown Washington to be made ready to chauffeur the generals and their wives around Washington.

Although only 17 generals were expected, 22 of the shiny black sedans were rented because several of the brass wanted separate cars for their wives.

The Aerospace Industries Association, a pressure group for the military-industrial complex, planned a dinner party for the generals at the hotel.

After Beverly Hills, the generals made a brief stop at Long Beach, then flew east to Nellis

Air Force Base in Nevada. But again, the brass had no intention of staying at the base.

Instead, they were booked into the sumptuous Dunes Hotel in Las Vegas with a schedule that provided for a cocktail party at the hotel one night and a dinner show the next.

After Las Vegas, the generals were to fly back to Washington where the rental cars would await them at the airport.

MOTORBOAT CRACKDOWN?
The Justice Department is

As the artist's renderings and drawings at the right indicate, construction of the courthouse would enhance the overall capital complex, and become a major accomplishment of this legislature, a state project which lawmakers could point to with pride in years to come.

Juneau is Alaska's capital. It's citizens are dedicated to transforming the Gacineau Channel area into the most scenic area in America. We are confident our lawmakers will join with us in this venture.

Let's get the courthouse built.

THE LISTENER



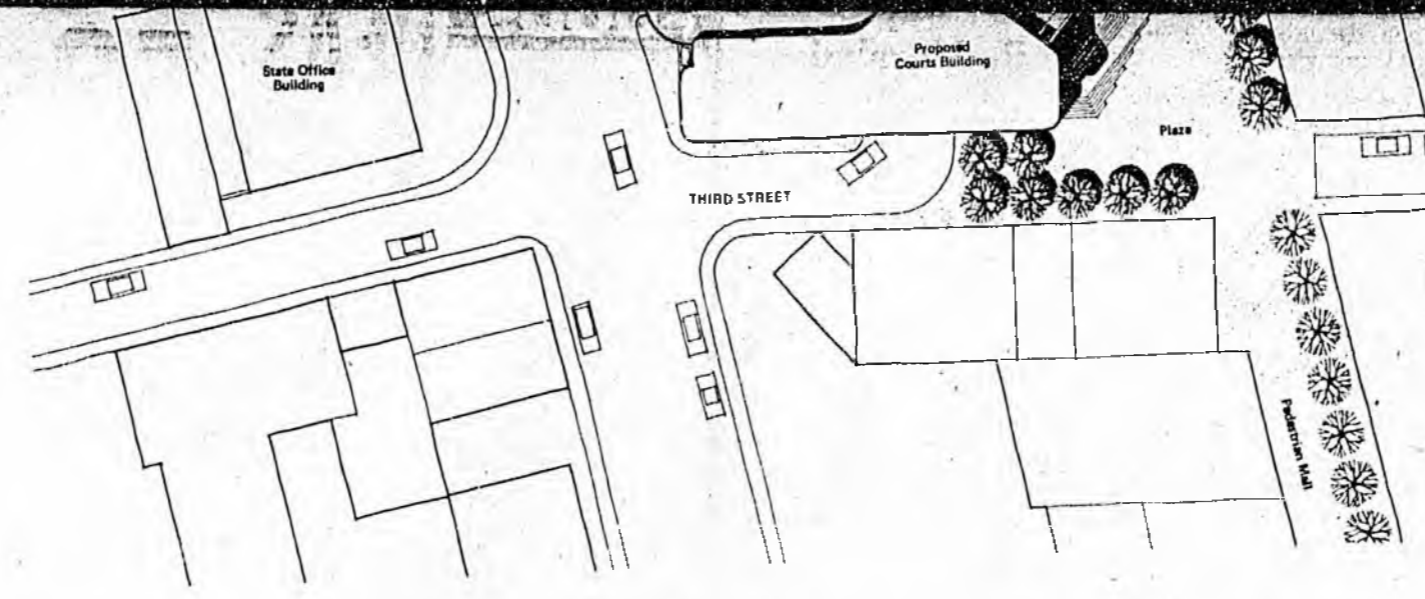
Bio-Dry, Inc. of Oregon expects that expenditures in excess of \$1 million will be required for construction of a fish waste processing plant at Kodiak and for related market engineering and product development. Working in association with the City of Kodiak and its processors, Bio-Dry is considering a system in which waste solids from fish and shellfish processing plants are delivered to the plant, and useful substances recovered. Motivation for the enterprise is two-fold: Bio-Dry plans to profit from the recovery and marketing of high grade proteins, calcium carbonate substances, oils, bone meals, and chemicals with industrial potential. The Kodiak processors, most importantly, need to clean up a severe pollution problem caused by dumping the solid wastes into Kodiak Harbor. The new plant may work on a cooperative basis whereby the processors share in the profits or losses of the plant. (Alaska From The Inside)

BERRY'S WORLD

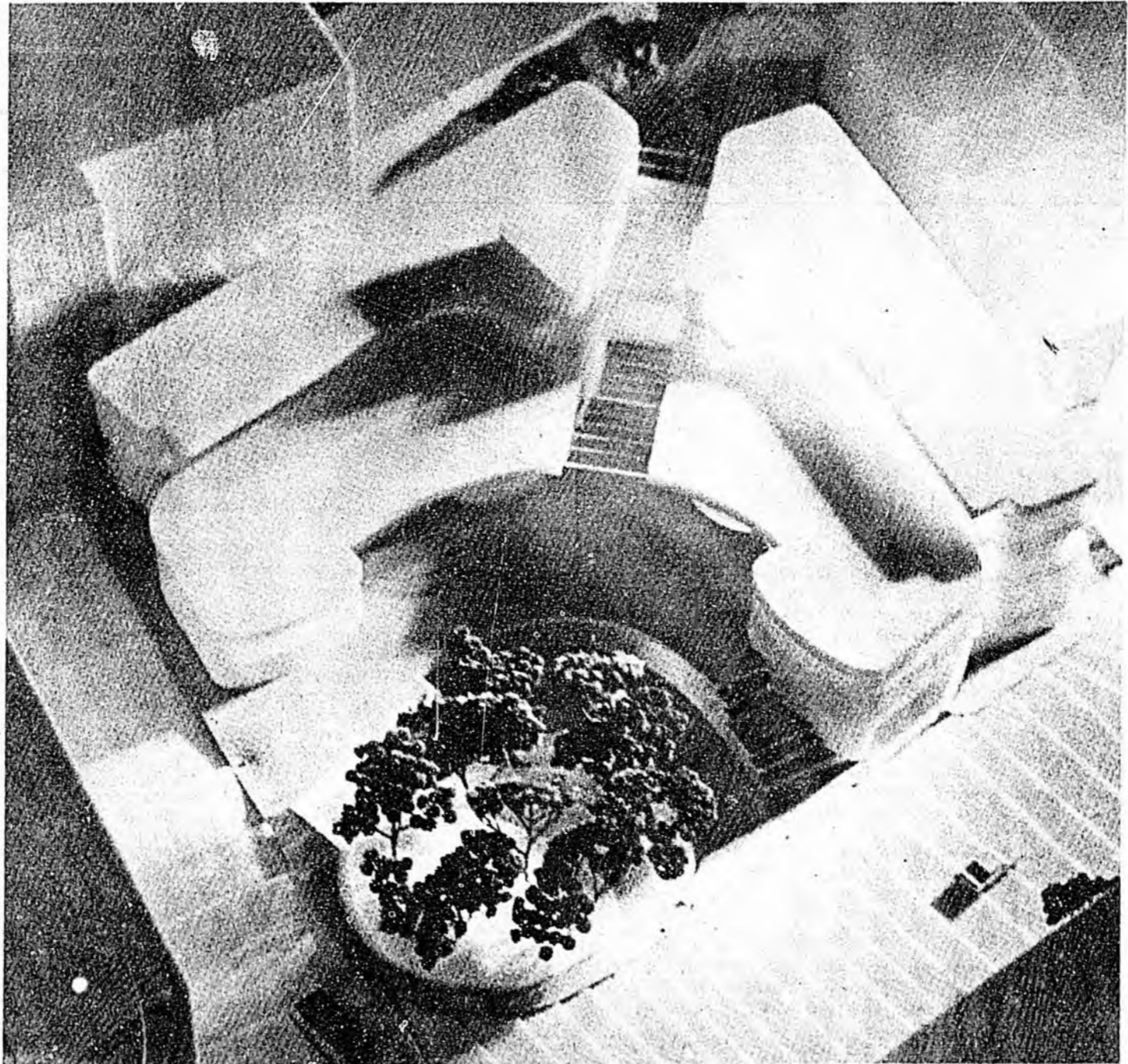


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"Excuse me! Do you have any expensive organically grown food you think Fifi might like?"



Site Plan-Proposed Court Building



Model Photograph-Proposed Court Building

The cars, befitting such high mucka-mucks, were brand new. Nevertheless, for the rest of the day, the military motor pool at the Pentagon was busy putting fresh coats of wax on them so they would have the gleam of an enlisted man's spit shine.

Each of the cars will cost the taxpayers \$15 a day, plus the cost of the high-test gasolines the cars require. Although the generals were soon to depart Washington for a five-day tour of the nation's resort areas, there was no plan to return the cars during their absence.

Instead, they were to be kept parked in a Pentagon garage at full rental until the generals' return.

Although Washington is dotted with military housing, the visiting Air Force bigwigs did not deign to stay in such unglamorous surroundings. They were booked instead into suites at the elegant, old ITT-Sheraton Carlton Hotel in downtown Washington.

90-MINUTE WORKLOAD

The only official business scheduled for the entire Washington stay was a 90-minute briefing at the State Department. A glittering reception was arranged at the State Department, and General John Ryan, the Air Force chief, hosted a breakfast in the Carlton's lavish Chandelier room. The rest of the time, the generals and their ladies were free to sniff cherry blossoms.

After a brass-band departure ceremony in their honor Monday, the generals' itinerary put them aboard a military plane bound for Florida where they would stay in a comfortable motel, not at Eglin Air Force Base, which they were supposed to be visiting.

Their Florida schedule included a few hours of "flight demonstrations" and "firepower briefings." But the big events, clearly, were the boat cruise and a steak cookout hosted by the base commander.

From Florida, a military plane was scheduled to fly the brass hats cross-country to sunny Southern California to visit Edwards Air Force Base.

Officially, the generals were supposed to "view static display of various aircraft," at Edwards. However, they were scheduled to stay, not at the base, but at the posh Beverly-Hilton Hotel along Los Angeles's fashionable Wilshire Boulevard.

considering a suit against the makers of outboard motors for polluting the nation's lakes, streams and shorelines.

The oily discharge from some six million older model motors has led a New York State conservationist, Livingston Parmele, to demand that the Justice Department prosecute the motor makers under an 1899 law. The statute bars pollution of waterways without a federal license.

Parmele's campaign led to a March 20 meeting behind closed Justice Department doors. Attending were representatives of Justice, Environmental Protection Agency, Coast Guard and outboard motor industry.

At the stormy meeting, one outboard lobbyist blustered that his industry had spent \$30 million on research. Parmele barked back that he had done more worthwhile research with 25 cents — what it cost him to buy a measuring cup to measure the oil and gas belched from a two-cycle motor.

The 1899 law gives half of any fines collected to the man who brings the suit, but Parmele has promised to put his body, if any, into a trust to help clean up the environment.

Parmele could be in for a long wait. Justice showed little interest in prosecuting the outboard motor industry.

Footnote: It may be merely a coincidence, but Ralph Evinrude, the motor mogul, is a power on President Nixon's National Industrial Pollution Control Council. Evinrude's older model motors are in urgent need of pollution control.

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JUNEAU, ALASKA

99801

CHAMBERS OF
VICTOR D. CARLSON, JUDGE

.pril 19, 1972

The Honorable Gene Guess, Speaker
Alaska State Legislature
The Capitol
Juneau, Alaska 99801

Re: Proposed Courthouse in Juneau

Dear Mr. Speaker:

This letter is to set forth my understanding of the problem concerning the construction of a new courthouse in Juneau.

Nineteen Seventy-One Concurrent Resolution No. 45 provided for lease of office and courtroom space in Juneau from the Alaska State Housing Authority providing for payments in excess of \$12,000 annually.

Immediately, the Departments of Public Works, Administration, and Revenue, the Alaska State Housing Authority, and the Court System began planning. The primary planning was dictated by the present and predicted needs for the court and associated offices, e.g., district attorney, probation, judicial services of the Troopers, public law library, etc.

The Commissioner of Administration selected the site of the building to be the block immediately south of the Capitol Building. This site is important to the state as well as the Juneau community and requires a long term approach in its use. The architect selected by the Department of Public Works took into account the space needs, the importance of enhancing the Capitol Building and the limitation of funds and submitted a design which was accepted.

Bonds were sold to execute the plan and the property has been acquired.

Mr. Guess, Speaker
April 19, 1972
Page 2

Now, the House Finance Committee has told the Executive Branch to modify the plan. The directed modification is to use only the north one-half of the selected block, eliminate all parking, plaza area, and to erect a seven story building with one-half of the floor space to be devoted to other than court needs.

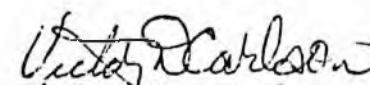
Among my objections to the requested modification are:

1. There will be inadequate space immediately for court needs.
2. There will be no parking for state officials and employees using the Capitol Building, Alaska State Building, Health and Social Services Buildings and the new building.
3. The building of seven stories will permanently block the Capitol Building determining forever that there shall be no attractive vista to and from the Capitol Building.
4. The new building will be of marginal construction in order to build seven stories within the limitation of available funds.
5. The placement of a "high rise" building in a mountainous area other than against an incline is visually displeasing and shades from the sun for most of the year a wide swath around it.

For the above reasons, I request that the House Finance Committee not be allowed to dominate the Executive and Judicial Branches of government. Additionally, it is requested that any action to permanently affect the state and community adversely be modified.

Thanking you for your consideration of my comments, I am,

Very truly yours,


Victor D. Carlson
Judge

JOURNAL
SUPPLEMENT

HOUSE - SUPPLEMENT NO. 7

April 17, 1972

April 11, 1972

Speaker of the House Gene Guess
Juneau, Alaska

Dear Mr. Speaker:

Having conferred at length with officers of the departments of Public Works, Administration, Revenue and the Governor's Office, the finance committee has reached certain conclusions regarding HOUSE CONCURRENT RESOLUTION NO. 45. The Department of Public Works has prepared a new cost estimate for a high rise structure on the north half of the block formerly dedicated in its entirety to the use of a Juneau Court building. In addition to requiring less land, the new proposal would delete the provision for 44,500 square feet of parking, add 21,600 square feet of additional office space, provide office space for state services other than the courts and prevent the "temporary relocation" of Health and Social Services personnel currently housed in the Coast Guard Building and the Old Territorial Building.

The new preliminary cost estimate for the Juneau Court Building is enclosed with this letter. The committee realizes that the figures are preliminary and are subject to change; however, the committee considers the total project cost of \$8,280,000 as a fixed project limit. The committee also considers the provision of not less than 87,800 square feet of space as a fixed project requirement. Not more than one-half the gross square footage of the building is to be devoted to court related facilities; the remaining square footage will be used to house other state agencies. One further provision, the Department of Public Works in its design will strive to achieve significantly better than a 60 per cent net-gross square footage factor for building space devoted to court related functions.

Without objection, the finance committee is holding HCR 45 with the understanding that the above presented design modifications will in fact be incorporated into the final design of the Juneau Court Building.

Sincerely,

/s/ George H. Hohman, Jr.

George Hohman
Chairman
House Finance Committee

Encl.

Introduced: 3/17/72
Referred: State Affairs

1 IN THE HOUSE

BY THE FINANCE COMMITTEE

2

HOUSE CONCURRENT RESOLUTION NO. 45

3

IN THE LEGISLATURE OF THE STATE OF ALASKA

4

SEVENTH LEGISLATURE - SECOND SESSION

5

Relating to the leasing of space

6

from the Alaska State Housing

7

Authority.

8

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

9

WHEREAS AS 18.55.01C provides for the construction and acquisition

10

by the Alaska State Housing Authority of public buildings for lease to the

11

state; and

12

WHEREAS AS 37.05.280 requires that leases of space requiring payments

13

in excess of \$12,000 annually be approved by the legislature by concurrent

14

resolution; and

15

WHEREAS it is in the best interest of the state to enter into the

16

additional leases set out in this resolution;

17

BE IT RESOLVED that the use of the space to be provided by lease from

18

the Alaska State Housing Authority for state court facilities, as herein-

19

after enumerated, is approved in accordance with AS 37.05.280: Alaska State

20

Court Building, to be constructed on the site formerly occupied by the Juneau-

21

Douglas Community College, Juneau, Alaska at a building cost not to exceed

22

\$4,000,000; and be it

23

FURTHER RESOLVED that by passage of this resolution the approval of

24

office and courtroom space in Juneau by passage of Senate Concurrent Resolu-

25

tion No. 45 SLA 1971 is withdrawn.

26

27

28

29

ALASKA STATE HOUSING AUTHORITY

TO

**BANK OF AMERICA
NATIONAL TRUST AND SAVINGS ASSOCIATION**

as Trustee

Trust Indenture

[Respecting \$8,280,000 principal amount of Alaska State Housing Authority State Lease Revenue Bonds (1972 Construction Project) and \$1,130,000 principal amount of Alaska State Housing Authority State Lease Revenue Bonds (1972 Acquisition Project)]

Dated as of January 1, 1972

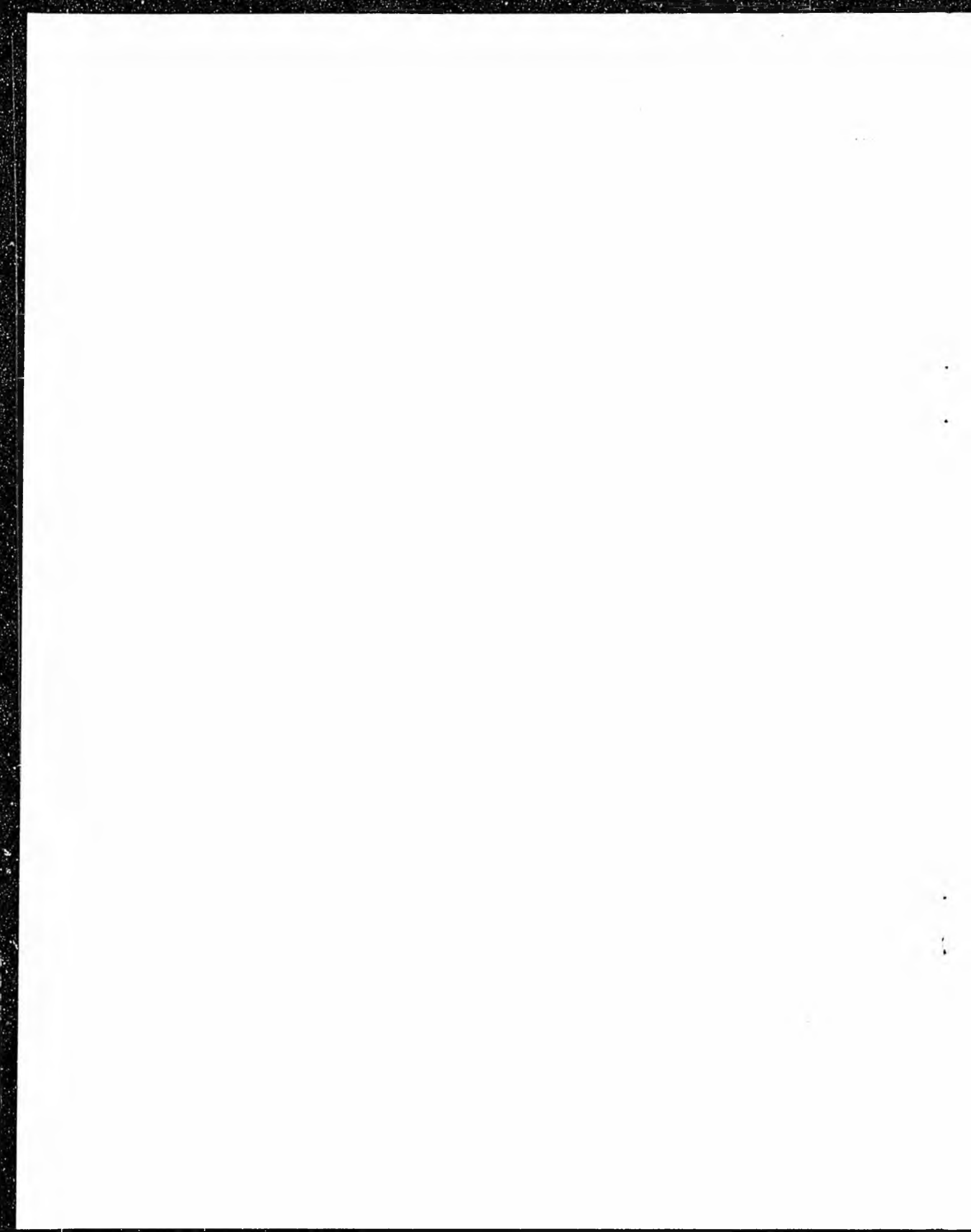


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STATE OF ALASKA }
..... JUDICIAL DISTRICT } ss.:

On this day of , 1972, before me personally appeared to me known to be the Chairman of Alaska State Housing Authority, one of the parties described in and which executed the within and foregoing instrument, and acknowledged said instrument to be the free and voluntary act and deed of said Authority for the uses and purposes therein mentioned, and on oath stated that he is authorized to execute said instrument.

Given under my hand and official seal this day of , 1972.

.....
Notary Public in and for
My commission expires

[NOTARIAL SEAL]

STATE OF ALASKA }
..... JUDICIAL DISTRICT } ss.:

On this day of , 1972, before me personally appeared to me known to be the Secretary of Alaska State Housing Authority, one of the parties described in and which executed the within and foregoing instrument, and acknowledged said instrument to be the free and voluntary act and deed of said Authority for the uses and purposes therein mentioned, and on oath stated that he is authorized to execute said instrument and that the seal affixed is the corporate seal of said Authority.

Given under my hand and official seal this day of , 1972.

.....
Notary Public in and for
My commission expires

[NOTARIAL SEAL]

STATE OF CALIFORNIA }
COUNTY OF SAN FRANCISCO } ss.:

On the day of in the year 1972 before me personally came to me known, who, being by me duly sworn, did depose and say that he resides at ,
; that he is a of Bank of America National Trust and Savings Association, one of the parties described in and which executed the above instrument; that he knows the seal of said corporation; that the seal affixed to said instrument is such corporate seal; that it was so affixed by order of the board of directors of said corporation, and that he signed his name thereto by like order.

.....
Notary Public, State of

IN WITNESS WHEREOF, the Alaska State Housing Authority has caused this Trust Indenture to be executed in its name and behalf by its Chairman or Vice-Chairman and its official seal to be impressed hereon and attested by its Secretary or Assistant Secretary, and Bank of America National Trust and Savings Association has caused this Trust Indenture to be executed in its behalf by its Assistant Trust Officer and its corporate seal to be impressed hereon and attested by an Assistant Secretary, all as of the day and year first above written.

ALASKA STATE HOUSING AUTHORITY

By
Chairman

(SEAL)

ATTEST:

Secretary

BANK OF AMERICA NATIONAL TRUST
AND SAVINGS ASSOCIATION
Trustee

By

(SEAL)

ATTEST:

Assistant Secretary

The foregoing Trust Indenture is approved:

Commissioner of Administration
of the State of Alaska

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to the Authority, if addressed to Alaska State Housing Authority, Box 179, Anchorage, Alaska, or at such other address as may be designated in writing by the Authority to the Trustee; to the Trustee, at its then principal office.

All documents received by the Trustee under the provisions of this Trust Indenture shall be retained in its possession, subject at all reasonable times to the inspection of the Authority, any bondholder, and the agents and representatives thereof.

SECTION 1303. Nothing in this Trust Indenture expressed or implied is intended or shall be construed to confer upon any person, firm or corporation other than the parties hereto and the holders of the bonds and the coupons thereunto appertaining any right, remedy or claim, legal or equitable, under or by reason of this Trust Indenture or any provision hereof, this Trust Indenture and all its provisions being intended to be and being for the sole and exclusive benefit of the parties hereto and the holders from time to time of the bonds and such coupons.

Parties
and Bondholder
Rights Under
Trust Indenture.

SECTION 1304. Nothing in the bonds or coupons or in this Trust Indenture shall be construed as pledging the faith and credit of the State of Alaska or any political subdivision (except the Authority) thereof for their payment, or to create any debt against said State or any such political subdivision thereof.

Credit of State
Not Pledged.

SECTION 1305. In case any one or more of the provisions of this Trust Indenture or of the bonds or coupons shall for any reason be held to be illegal or invalid, such illegality or invalidity shall not affect any other provision of this Trust Indenture or of said bonds or coupons, but this Trust Indenture and said bonds and coupons shall be construed and enforced as if such illegal or invalid provision had not been contained therein. In case any covenant, stipulation, obligation or agreement contained in the bonds or in this Trust Indenture shall for any reason be held to be in violation of law, then such covenant, stipulation, obligation or agreement shall be deemed to be the covenant, stipulation, obligation or agreement of the Authority to the full extent permitted by law.

Effect of Partial
Invalidity.

SECTION 1306. All covenants, stipulations, obligations and agreements of the Authority contained in this Trust Indenture shall be deemed to be covenants, stipulations, obligations and agreements of the Authority to the full extent authorized by the Act and permitted by the Constitution of the State of Alaska. No covenant, stipulation, obligation or agreement contained herein shall be deemed to be a covenant, stipulation, obligation or agreement of any present or future member, agent or employee of the Authority in his individual capacity, and neither the members of the Authority nor any official executing the bonds shall be liable personally on the bonds or be subject to any personal liability or accountability by reason of the issuance thereof.

Effect of
Covenants.

SECTION 1307. This Trust Indenture may be executed in multiple counterparts, each of which shall be regarded for all purposes as an original; and such counterparts shall constitute but one and the same instrument.

Multiple
Counterparts.

SECTION 1308. Any headings preceding the texts of the several Articles hereof, and any table of contents or marginal notes appended to copies hereof, shall be solely for convenience of reference and shall not constitute a part of this Trust Indenture, nor shall they affect its meaning, construction or effect.

Headings Not Part
of Trust Indenture.

Indenture, and that the same either does or does not relate solely to the Construction Bonds or the Acquisition Bonds and that it is proper for the Trustee, under the provisions of this Article, to join in the execution of such supplemental indenture.

Modification With
Unanimous Consent.

SECTION 1105. Notwithstanding anything contained in the foregoing provisions of this Trust Indenture, the rights and obligations of the Authority and of the holders of the bonds, and the terms and provisions of the bonds, and this Trust Indenture or any supplemental indenture, may be modified or altered in any respect with the consent of the Authority and the consent of the holders of all of the bonds then outstanding.

ARTICLE XII

DEFEASANCE

Release of
Trust Indenture.

SECTION 1201. If the Authority shall pay or cause to be paid, or there shall otherwise be paid, to the holders of all bonds and coupons of either series, the principal and interest and redemption price, if any, to become due thereon, at the times and in the manner stipulated therein and in this Trust Indenture, then the pledge of any 1972 Acquisition Project Rentals or 1972 Construction Project Rentals and other moneys and securities hereby pledged to secure bonds of such series, the right, title and interest of the Trustee, and all other rights granted hereby, shall thereupon cease terminate and become void and be discharged and satisfied. In such event, the Trustee shall cause a final accounting with respect to either series or both series, as the case may be, to be prepared and filed with the Authority, and the Trustee, upon request of the Authority, shall release this Trust Indenture with respect to either series or both series, as the case may be, and execute and deliver to the Authority all such instruments as may be desirable to evidence such release, discharge and satisfaction, and the Trustee shall pay over or deliver to the Authority all moneys or securities held by it pursuant to this Trust Indenture with respect to either series or both series, as the case may be, which are not required for the payment or redemption of bonds or coupons with respect to either series or both series, as the case may be, not theretofore surrendered for such payment or redemption.

Method of
Defeasance.

SECTION 1202. All outstanding bonds of a series shall be deemed to have been paid within the meaning and with the effect expressed in Section 1201 of this Article if (a) in case the bonds of such series are to be redeemed on any date prior to their maturity, the Authority shall have given to the Trustee in form satisfactory to it irrevocable instructions to publish as provided in this Trust Indenture notice of redemption on said date of said bonds of such series, and (b) there shall have been deposited with the Trustee direct obligations of the United States maturing and bearing interest at times and in amounts sufficient to pay when due the principal and interest or redemption price, if any, to become due on said bonds of such series. The obligations deposited with the Trustee pursuant to this Section and the principal or interest payments thereon shall not be withdrawn or used for any purpose other than, and shall be held in trust for, the payment of the principal of and interest on, and the redemption price of the said bonds of such series. Such obligations shall be registered in the name of and held by the Trustee.

ARTICLE XIII

MISCELLANEOUS PROVISIONS

Successorship
of Authority.

SECTION 1301. All of the covenants, stipulations, obligations and agreements contained in this Trust Indenture by or in behalf of or for the benefit of the Authority shall bind or inure to the benefit of the successor or successors of the Authority from time to time, and any officer, board, commission, authority, agency or instrumentality to whom or to which any power or duty affecting such covenants, stipulations, obligations and agreements shall be transferred by or in accordance with law.

Manner of
Giving Notice.

SECTION 1302. Any notice, demand, direction, request or other instrument authorized or required by this Trust Indenture to be given to or filed with the Authority or the Trustee shall be deemed to have been sufficiently given or filed for all purposes of this Trust Indenture if and when sent by registered mail, return receipt requested:

THIS TRUST INDENTURE, dated as of January 1, 1972, by and between the Alaska State Housing Authority, a public corporate authority of the State of Alaska (hereinafter sometimes called the "Authority"), and Bank of America National Trust and Savings Association, which is authorized under law to exercise corporate trust powers (said bank, its successor or successors and any other corporation which may be substituted in its place under this Trust Indenture, being herein sometimes called the "Trustee"),

Parties.

WITNESSETH:

WHEREAS, by virtue of Section 10 to Section 290, inclusive, of Chapter 55 of Title 18, Alaska Statutes, as amended, the Authority was duly created a public corporate authority of the State of Alaska;

Statutory Authority.

WHEREAS, the Authority is authorized and empowered pursuant to said Section 10 to Section 290, inclusive, of Chapter 55 of Title 18 of the Alaska Statutes, as amended, and Section 37.05.280 of the Alaska Statutes (hereinafter collectively called the "Act"), among other things:

Powers of Authority.

(a) To provide for the acquisition, construction, improvement, or alteration of public building projects on lands granted or leased from the Department of Public Works, or on any lands acquired by it, for lease to the State of Alaska,

(b) To enter into leases with the State of Alaska acting through the Department of Administration for the use of space by the State provided by any such public building projects, and

(c) To issue bonds for its corporate purposes including, but not limited to, bonds on which the principal and interest are payable from its revenue generally, or exclusively from rents collected on public buildings, or by a pledge of income or revenue of the Authority and to secure the payment of such bonds as provided in this Trust Indenture;

WHEREAS, after investigation and study, the Authority has determined to acquire and construct as a project a new court building in Juneau, Alaska, at the location, and of the description, set forth in Agreement of Lease No. 11 between the Department of Administration and the Authority, hereinafter mentioned (herein and therein called the "1972 Construction Project");

Acquisition and Construction of 1972 Construction Project.

WHEREAS, the State of Alaska and the Authority have, pursuant to the Act, and Senate Concurrent Resolution No. 45, Alaska State Legislature, 1971, entered into a lease entitled "Agreement of Lease No. 11" dated as of January 11, 1972, providing for a lease of the 1972 Construction Project by the State for a lease term of seventeen and one-half years (17½) commencing on April 1, 1975 (or such earlier date as the Authority and the State may agree upon) and ending on October 1, 1992 at an Annual Rental as therein provided;

Lease of 1972 Construction Project.

WHEREAS, after investigation and study, the Authority has determined to acquire a public building project consisting of a building for use as highway department headquarters in the former City of Douglas, Alaska and the site thereof, being a tract of land described as a certain portion of Lot 1, Block 4; Lot 4, Block 32; and Lot 11, Block 32; in the former City of Douglas, Alaska, all more specifically described as set forth in Agreement of Lease No. 12 between the Department of Administration and the Authority, hereinafter mentioned (herein and therein called the "1972 Acquisition Project");

Acquisition of 1972 Acquisition Project.

WHEREAS, the State of Alaska and the Authority have, pursuant to the Act, and Senate Concurrent Resolution No. 18, Alaska State Legislature, 1966, entered into a further lease entitled "Agreement of Lease No. 12" dated as of January 11, 1972 providing for a lease of the 1972 Acquisition Project by the State for a term of at least twenty years and seven months commencing on March 1, 1972 (or such earlier date as the Authority and the State may agree upon) and ending on October 1, 1992 at the Annual Rental as therein provided;

Lease of 1972 Acquisition Project.

WHEREAS, the Authority has determined to provide for the issuance of bonds in accordance with the Act and under the provisions of this Trust Indenture, for the purpose of paying the cost of acquisition and construction of the 1972 Construction Project and the cost of acquisition of the 1972 Acquisition Project and has, by resolution duly adopted pursuant to Section 18.55.180 of the Act, duly authorized such bonds in the aggregate principal amount of nine million four hundred ten thousand dollars (\$9,410,000), each to be designated "Alaska State Housing Authority State Lease Revenue

Issuance of Bonds.

Bond" with the bonds issued to pay the cost of the 1972 Construction Project (authorized in the aggregate principal amount of eight million two hundred eighty thousand dollars (\$8,280,000)) to be further designated "(1972 Construction Project)" and the bonds issued to pay the cost of the 1972 Acquisition Project (authorized in the aggregate principal amount of one million one hundred thirty thousand dollars (\$1,130,000)) to be further designated "(1972 Acquisition Project)" and all dated (when coupon in form) January 1, 1972;

WHEREAS, said resolution duly adopted pursuant to said Section 18.55.180 prescribes said date of issuance, and the maturity, the interest rate, denomination, form, conversion privilege, rank or priority, execution, terms of redemption, medium and place of payment of each bond in accordance with the Act, and being otherwise as hereinafter set forth (each of said bonds being hereinafter sometimes called "bond"); and

WHEREAS, each coupon bond to be issued under this Trust Indenture, the coupons to be attached thereto, and the provisions for registration to be endorsed thereon shall be respectively in substantially the following forms, with such variations, omissions and insertions as may be required or permitted by this Trust Indenture:

[FORM OF COUPON BOND]
ALASKA STATE HOUSING AUTHORITY
STATE LEASE REVENUE BOND
(1972 Project)

\$5,000

No.

The Alaska State Housing Authority (herein called the "Authority"), a public corporate authority created and existing under and by virtue of the laws of the State of Alaska, acknowledges itself indebted and for value received hereby promises to pay to the bearer or, if this bond be registered as herein provided, the registered owner hereof, on the First day of October, 19 , upon presentation and surrender hereof, the principal sum of Five Thousand Dollars (\$5,000), and to pay interest on such principal sum from the date hereof until the Authority's obligation with respect to the payment of such principal sum shall be discharged as provided in the Trust Indenture hereinafter mentioned, at the rate of per centum (%) per annum, payable on the first days of April and October but only, in the case of interest due at or before maturity of this bond, according to the tenor of the respective coupons therefor annexed hereto and upon presentation and surrender of said coupons as they severally become due. This bond, as to principal and interest and redemption price when due, will be payable at the principal office in the City of San Francisco, California, of Bank of America National Trust and Savings Association, paying agent of the Authority, or at the principal office of its successor as such paying agent, in any coin or currency of the United States of America which at the time of payment is legal tender for the payment of public and private debts.

This bond is a direct and general obligation of the Authority and is one of the State Lease Revenue Bonds (1972 Project) of the Authority limited to the aggregate principal amount of \$..... (each herein called "Bond") issued under and by virtue of Section 10 to Section 290, inclusive, of Chapter 55 of Title 18, Alaska Statutes, and the acts amendatory thereof or supplemental thereto (herein collectively, as from time to time amended or supplemented, sometimes called the "Act"), and under and pursuant to a Trust Indenture dated as of January 1, 1972 (herein called the "Trust Indenture") executed by the Authority and Bank of America National Trust and Savings Association, as Trustee (herein called the "Trustee").

Copies of the Trust Indenture are on file at the office of the Authority in the City of Anchorage, Alaska, and at the principal office of the Trustee, and reference to the Trust Indenture and any and all trust indentures supplemental thereto and modifications and amendments thereof and to the Act is made for a description of the pledge and covenants securing the Bonds, the nature, manner and extent of enforcement of such pledge and covenants, the rights and remedies of the bearers or registered owners of the Bonds with respect to such pledge and covenants, the terms and conditions upon which the Bonds are issued and may be issued thereunder, and a statement of the rights, duties, immunities and obligations

Form of
Coupon Bond.

If at any time the Authority shall request the Trustee to enter into any supplemental indenture for any of the purposes of this Section, the Trustee shall, at the expense of the Authority, cause notice of the proposed execution of such supplemental indenture to be published in each of the authorized newspapers and shall also cause a similar notice to be mailed, postage prepaid, to all owners of the registered bonds or of coupon bonds registered other than to bearer then outstanding at their addresses as they appear on the registration books hereinabove provided for, and to all other bondholders who shall have filed their names and addresses with the Trustee for such purpose. Such notice shall briefly set forth the nature of the proposed supplemental indenture and shall state that a copy thereof is on file at the office of the Trustee for inspection by all bondholders. The Trustee shall not, however, be subject to any liability to any bondholder by reason of its failure to mail the notice required by this Section, and any such failure shall not affect the validity of such supplemental indenture when consented to and approved as provided in this Section.

Whenever at any time within one (1) year after the date of the first publication of such notice, the Authority shall deliver to the Trustee an instrument or instruments purporting to be executed by the holders of not less than sixty-six and two-thirds per centum (66 $\frac{2}{3}$ %) in the aggregate principal amount of the Construction Bonds or of the Acquisition Bonds, or of the Construction Bonds and of the Acquisition Bonds, as the case may be, then outstanding, which instrument or instruments shall refer to the proposed supplemental indenture described in such notice, and shall specifically consent to and approve the execution thereof in substantially the form of the copy thereof referred to in such notice as on file with the Trustee, thereupon, but not otherwise, the Trustee may execute such supplemental indenture in substantially such form, without liability or responsibility to any holder of any bond, whether or not such holder shall have consented thereto.

If the holders of not less than sixty-six and two-thirds per centum (66 $\frac{2}{3}$ %) in the aggregate principal amount of the Construction Bonds or of the Acquisition Bonds, or of the Construction Bonds and of the Acquisition Bonds, as the case may be, outstanding at the time of the execution of such supplemental indenture shall have consented to and approved the execution thereof as herein provided, no holder of any bond shall have any right to object to the execution of such supplemental indenture, or to object to any of the terms and provisions contained therein or the operation thereof, or in any manner to question the propriety of the execution thereof, or to enjoin or restrain the Trustee or the Authority from executing the same or from taking any action pursuant to the provisions thereof.

Upon the execution of any supplemental indenture pursuant to the provisions of this Section, this Trust Indenture shall be and be deemed to be modified and amended in accordance therewith, and the respective rights, duties and obligations under this Trust Indenture of the Authority, the Trustee and all holders of bonds then outstanding shall thereafter be determined, exercised and enforced hereunder, subject in all respects to such modifications and amendments.

SECTION 1103. The Trustee may join with the Authority in the execution of any such supplemental indenture and make the further agreements and stipulations which may be contained therein. Any supplemental indenture executed in accordance with the provisions of this Article shall thereafter form a part of this Trust Indenture; and all the terms and conditions contained in any such supplemental indenture as to any provision authorized to be contained therein shall be and shall be deemed to be part of the terms and conditions of this Trust Indenture for any and all purposes. In case of the execution and delivery of any supplemental indenture, express reference may be made thereto in the text of any bonds issued thereafter, if deemed necessary or desirable by the Trustee or the Authority.

Trustee Joining in
Supplemental
Indentures.

Anything elsewhere in this Trust Indenture to the contrary notwithstanding, the Trustee shall not be obligated to enter into any supplemental indenture if in the judgment of the Trustee such supplemental indenture adversely affects the Trustee's rights, duties or immunities under this Trust Indenture.

SECTION 1104. The Trustee shall be entitled to receive, and shall be fully protected in relying upon, the opinion of any counsel approved by it, who may be counsel for the Authority, as conclusive evidence that any such proposed supplemental indenture complies with the provisions of this Trust

Reliance by
Trustee on
Opinion of Counsel.

be proved by the affidavit of the person claiming to be such holder, if such affidavit shall be deemed by the Trustee to be satisfactory, or by a certificate executed by any trust company, bank, banker or any other depository wherever situated, if such certificate shall be deemed by the Trustee to be satisfactory, showing that at the date therein mentioned such person had on deposit with such trust company, bank, banker or other depository, the bonds described in such certificate. The Trustee may conclusively assume that such ownership continues until written notice to the contrary is served upon the Trustee. The ownership of registered bonds shall be proved by the registration books kept by the Trustee under the provisions of this Trust Indenture.

Nothing contained in this Article shall be construed as limiting the Trustee to such proof, it being intended that the Trustee may accept or require any other evidence of the matters herein stated which it may deem sufficient. Any request or consent of the holder of any bond shall bind every future holder of the same bond in respect of any thing done by the Trustee in pursuance of such request or consent.

ARTICLE XI

SUPPLEMENTAL INDENTURES

Supplemental
Indentures
Without Consent
of Bondholders.

SECTION 1101. The Authority and the Trustee may, from time to time and at any time, enter into such trust indentures supplemental hereto as shall not be inconsistent with the terms and provisions hereof (which supplemental trust indentures shall thereafter form a part hereof),

(a) to cure any ambiguity or formal defect or omission in this Trust Indenture or in any supplemental trust indenture, or

(b) to grant or confer upon the Trustee for the benefit of the bondholders any additional rights, remedies, powers, authority or security that may lawfully be granted to or conferred upon the bondholders or the Trustee.

Supplemental
Indentures
With Consent
of Bondholders.

SECTION 1102. Subject to the terms and provisions contained in this Section, and not otherwise, (1) the holders of not less than sixty-six and two-thirds per centum ($66\frac{2}{3}\%$) in aggregate principal amount of the bonds of either series then outstanding shall have the right, from time to time, anything contained in this Trust Indenture to the contrary notwithstanding, to consent to and approve the execution by the Authority and the Trustee of such trust indenture or supplemental trust indenture hereto as shall be deemed necessary or desirable by the Authority for the purpose of modifying, altering, amending, adding to or rescinding, in any particular, any of the terms or provisions contained in this Trust Indenture or in any supplemental trust indenture relating solely to such series of bonds, and (2) the holders of not less than sixty-six and two-thirds per centum ($66\frac{2}{3}\%$) in aggregate principal amount of the bonds then outstanding shall have the right, from time to time, anything contained in this Trust Indenture to the contrary notwithstanding, to consent to and approve the execution by the Authority and the Trustee of such trust indenture or supplemental trust indenture hereto as shall be deemed necessary or desirable by the Authority for the purpose of modifying, altering, amending, adding to or rescinding, any of the terms or provisions contained in this Trust Indenture or in any supplemental trust indenture, provided, however, that nothing herein contained shall permit, or be construed as permitting, (a) an extension of the maturity of the principal of or the interest on any bond issued hereunder, or (b) a reduction in the principal amount or redemption price of any bond or the rate of interest thereon, or (c) the creation of a lien upon or pledge of 1972 Construction Project Rentals or 1972 Acquisition Project Rentals, or any other matter or thing ranking prior to or on a parity with the liens or pledges created by this Trust Indenture, or (d) a preference or priority of any bond or bonds over any other bond or bonds, or (e) a reduction in the aggregate principal amount of the bonds required for consent to such a supplemental trust indenture. Nothing herein contained, however, shall be construed as making necessary the approval by bondholders of the execution of any supplemental indenture or indentures as authorized in Section 1101 of this Trust Indenture.

of the Authority and of the Trustee and paying agent. Such pledge and other obligations of the Authority under the Trust Indenture may be discharged at or prior to the maturity or redemption of the Bonds upon the making of provision for the payment thereof on the terms and conditions set forth in the Trust Indenture.

To the extent and in the respects permitted by the Trust Indenture, the provisions of the Trust Indenture or any trust indenture amendatory thereof or supplemental thereto may be modified or amended by action on behalf of the Authority taken in the manner and subject to the conditions and exceptions prescribed in the Trust Indenture. The holder or owner of this bond shall have no right to enforce the provisions of the Trust Indenture or to institute action to enforce the pledge or covenants made therein or to take any action with respect to an event of default under the Trust Indenture or to institute, appear in, or defend any suit or other proceeding with respect thereto, except as provided in the Trust Indenture.

This bond is transferable by delivery, unless registered as to principal other than to bearer. It may be registered as to principal in the name of the bearer on the books of the Authority kept for that purpose at the principal office of the Trustee, such registration to be noted hereon, after which no transfer hereof shall be valid unless made on said books by the registered owner hereof in person or by his attorney duly authorized in writing, and similarly noted hereon; but this bond may be discharged from registration by being in like manner transferred to bearer, after which it shall again become transferable by delivery. This bond may again, from time to time, be registered or discharged from registration in the same manner. Such registration, however, shall not affect the negotiability by delivery of the coupons appertaining hereto, which shall continue to pass by delivery merely and shall remain payable to bearer. The Authority, the Trustee and the paying agent of the Authority may treat and consider the bearer of this bond or, if it be registered as herein provided, the person in whose name it is registered, as the holder and absolute owner of this bond for the purpose of receiving payment of, or on account of, the principal or redemption price hereof and for all other purposes whatsoever except for the purpose of receiving payment of coupons, and may treat and consider the bearer of any coupon appertaining hereto as the holder and absolute owner thereof for the purpose of receiving payment thereof and for all other purposes whatsoever.

Form of
Coupon Bond.

The Bonds are issuable in the form of coupon Bonds in the denomination of \$5,000 and in the form of registered Bonds without coupons in the denomination of \$5,000 or any integral multiple of \$5,000. Coupon Bonds, upon surrender thereof at the principal office of the Trustee with all unmatured coupons and all matured coupons for which no payment or only partial payment has been provided attached, may, at the option of the bearer thereof, be exchanged for an equal aggregate principal amount of registered Bonds of the same maturity and interest rate of any of the authorized denominations, in the manner, subject to the conditions and upon the payment of the charges provided in the Trust Indenture. In like manner, subject to such conditions and upon the payment of such charges, registered Bonds, upon surrender thereof at said principal office with a written instrument of transfer satisfactory to the Trustee duly executed by the registered owner thereof or by his attorney duly authorized in writing, may, at the option of the registered owner thereof, be exchanged for an equal aggregate principal amount of coupon Bonds of the same maturity and interest rate with appropriate coupons attached or of registered Bonds of the same maturity and interest rate of any of the authorized denominations.

The Bonds maturing on or before October 1, 1983 are not subject to redemption prior to maturity.

The Bonds maturing on or after October 1, 1984 are subject to redemption as a whole at the election of the Authority on any interest payment date on or after October 1, 1983 at a redemption price equal to the principal amount of each Bond to be redeemed, plus a redemption premium of $\frac{1}{4}$ of 1% of such principal amount for each year or portion thereof remaining prior to the maturity of each Bond to be redeemed. Notice of redemption shall be published at least once in a newspaper printed in the English language and published and of general circulation in the Borough of Manhattan, City and State of New York, and in the City of Anchorage, Alaska, and otherwise as provided in the Trust Indenture, not less than thirty days nor more than sixty days prior to the redemption date, all in the manner and upon the terms and conditions set forth in the Trust Indenture. If notice of redemption shall have been published as