

385

SCRA

SCR

14

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9

# State May File Suit . . .

-Continued from page 3

--\$100,000 claimed for a 1976 design construction agreement, which was disallowed for lack of supporting documentation.

-\$65,971.56 claimed for legal expenses, which are not allowable under the guidelines.

-\$25,000 claimed for travel expenses, disallowed for lack of supporting documentation. According to Beirne's May 30 statement, the travel was during the period of 1969 through 1976, including \$16,805 dis-

allowed by IIEW for years 1972-74, which he said was paid for by LOC/FIIC. Also included were trips by Beirne to Washington, D.C., Los Angeles, Seattle and San Francisco.

-\$21,600 claimed for office rent, disallowed for lack of supporting documentation. Beirne claims that one of his other corporations, Raypath, provided \$3600 per year in office and utility expense for six years of LOC.

-\$14,400 claimed for telephone costs disallowed for lack

of supporting documentation. Beirne claimed \$200 per month in telephone costs for a period of six years.

-\$10,000 in miscellaneous expenses disallowed for lack of supporting documentation. Beirne claimed that figure for "miscellaneous office supplies, entertainment, promotion, etc." for the years 1970-76.

### NO FURTHER FUNDING

Community and Regional Affairs Commissioner Lee McAnerney, who originally approved the LOC revenue-sharing funds, said Beirne has twice approached her department for further spending. She said she would not approve any further funding for the project.

The Department of Revenue's field audit supervisor said he was "completely unaware" of the LOC audit. According to one source, who declined to be identified, a copy of the audit was given to a Department official late last month. The field audit supervisor appeared

-Continued on page 16

# Organic Act . . .

-Continued from page 2

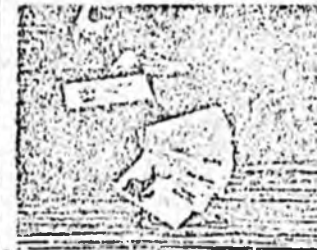
under certain guidelines. Previously, Congress had to expressly authorize the sale of mineral lands.

-Requires the owner of an unpatented lode or placer mining claim to file those claims with the BLM.

-Provides for loans to Alaska of 55 per cent of the mineral funds the state is entitled to receive, in advance of mineral development. Alaska gets 90 per cent of the mineral revenues derived by the federal government from sales, bonuses, royalties and rentals on public lands in the state. The loans made against these funds would be for the purpose of preparing for the impact of mineral development.

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# State May File Suit . . .

-Continued from page 11

surprised that he had not yet seen the audit and said he would investigate the matter.

### BACKGROUND OF LOC

The background of LOC and its hospital is a long and tangled web of paperwork in state files. LOC was formed in 1970. Beirne began construction on the hospital in mid-1973, as a private project.

In April of 1974, Frederick McGinnis, then Commissioner of Health and Social Services, wrote to Byron Mallot, then Commissioner of C&RA that the clinic might not be qualified to receive state funds since statutory provisions "specify that a health facility must be permanent and in operation by July 1 of any entitlement year." He noted that "it is highly unlikely that the Lake Otis Hospital will meet these

requirements any earlier than July 1, 1975."

In July, 1974, construction was halted when additional financing became impossible. Beirne told the Anchorage Times last week. In 1974, though he denied that construction had stopped permanently, saying construction would resume later that month. He said the completion date would be no later than September 1975.

In December 1974, McGinnis certified the project for revenue sharing, just before he left office, following an opinion from the Attorney General.

A month later, Anchorage Borough Mayor Jack Roderick wrote to McAnerney, who had just been appointed C&RA Commissioner, protesting the granting to any revenue sharing funds for LOC. He wrote, "the cessation of construction activity at the site . . . has given us cause

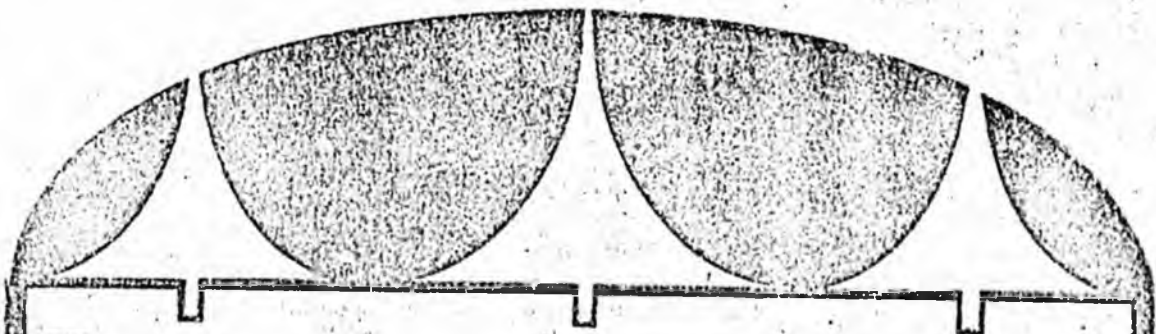
for concern about the appropriateness of revenue sharing funds for this purpose."

Roderick noted that the Borough's Comprehensive

Health Planning Council (CHP) had "opposed the project for some time" because their projections showed that another acute health care facility was

not needed. He said CHP felt the increased cost to the general public to support the "surplus acute care hospital" would be about \$3.5 million annually.

-Continued on page 19



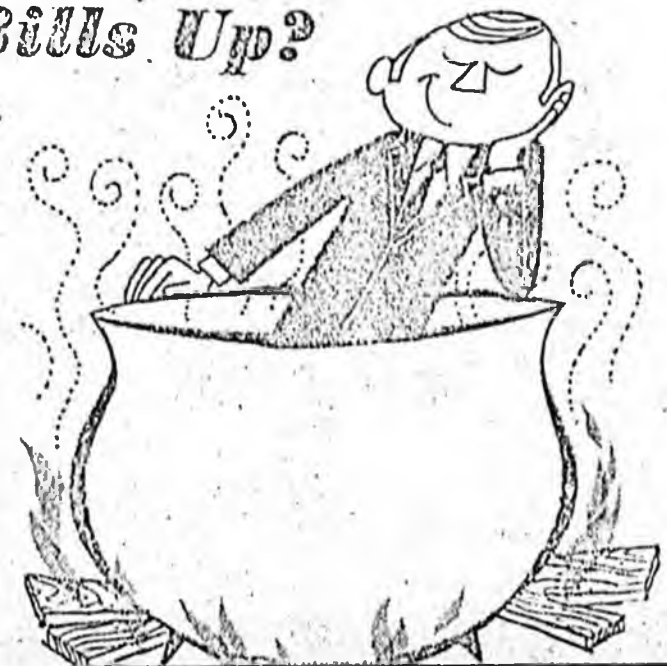
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# State May File Suit . . .

—Continued from page 16.

## PRONOUNCED RELUCTANCE

In her reply to Roderick on Jan. 31, 1975, McAnerney said that despite the objections of the Borough and the "pronounced reluctance" of the Department of Health and Social Services, she had determined that her department "cannot withhold payment . . . due the Lake Otis Hospital."

In a letter to Beirne the same day, McAnerney said the \$312,500 revenue sharing grant had been issued. She noted the borough opposition, saying their objections were "beyond the scope of inquiry" of her department. She asked Beirne to provide C&RA with an accounting of the entitlement funds transmitted.

A 1974 financial statement for LOC, prepared by the CPA firm of Peat, Marwick, Mitchell and Co., showed liabilities on Dec. 31, 1974 of \$1.2 million in excess of LOC's current assets, along with a \$419,000 fund deficit. It noted the subsequent receipt of the revenue sharing grant, with the notation that "these funds were used to reduce the Company's current liabilities."

In April, 1975, Beirne was appointed to the State House

of Representatives, replacing Tom Fink, who resigned at that time.

In June, 1975, Health and Social Services Commissioner Francis S.L. Williamson wrote a letter to D.D. Emmal, who was identified as vice president of LOC. He said LOC was not eligible to receive federal Hill-Burton funds, since the construction of LOC was disapproved by the Anchorage CIP in February 1972 and since the Hill-Burton State Construction Plan showed a potential excess of hospital beds in Anchorage if Lake Otis Hospital were built.

"Until such time as the excess beds are utilized and a bed need exists," he wrote, "no Hill-Burton funds can be used for construction of additional beds in the Anchorage area."

Emmal's name has not appeared on any other paperwork connected with LOC. However, Emmal is a director of Lake Otis, Inc., a profit-making corporation. The other directors of Lake Otis, Inc. are Michael Beirne and Corinne Beirne. The All-Alaska Weekly has been unable to determine what relationship, if any, exists between Lake Otis, Inc. and

Lake Otis Clinic, Inc.

## AUDIT CONDUCTED

An October 1975 meeting between state officials concerning the Lake Otis project showed considerable discussion of the problems associated with its construction. The participants, including representatives from Health and Social Services, C&RA, the Department of Law and Anchorage CIP, agreed that an audit should be conducted.

Beirne told the Anchorage Times last week that he requested the July audit "to clear the record."

In February, 1976, Beirne testified before the House Community and Regional Affairs Committee when the committee was marking up a bill concerning revenue sharing for hospital. He asked for a change in dates in a section of the bill, which he said would save his corporation additional expenses asso-

ciated with surety bonding. Beirne claimed his hospital was being "squeezed out by the big corporations."

In May, Beirne wrote to U.S. Sen. Ted Stevens that he "was able to prevail upon the (State Health) Department to revise its analysis of bed need in the Anchorage area." He said LOC would submit an application for federal funds under HEW, writing that "any assistance that

—Continued on page 22

## NOTICE

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**YUKON TRADING POST**

are making application for renewal of

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Yukon Trading Post

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Pub. 1 Nov. 5, 12 and 19, 1976

## Tunnel . . .

—Continued from page 12

observe permafrost phenomena in a natural, undisturbed state.

The older tunnel runs through silty soil, while

ALASKA NORTHWEST PUBLISHING COMPANY

November 5, 1976

linear, ranging 360 linear feet of prestressed rock anchors and 65 linear feet of rock bolts; and miscellaneous items of work.

In accordance with requirements set forth by the "Federal Highway Administration", the following provisions are made a part of all advertisements for highway construction contracts:

"Bidders must submit certifications stating whether or not they intend to subcontract a portion of the work and, if so, that they have taken affirmative action to seek out and consider minority business enterprises as potential subcontractors. Each bidder intending to subcontract part of the contract work shall make contact with potential minority business enterprise subcontractors to affirmatively solicit their interest, capability, and prices, and shall document the results of such contacts. A bidder's failure to submit this certification or submission of a false certification shall render his bid nonresponsive."

Certification form (14-60) and a Directory of Minority Business Enterprises will be included with the bidding documents.

Plans and specifications may be obtained by all who have a bona fide need for them for bidding purposes from the Chief Road Design Engineer, P.O. Box 1467, Juneau, Alaska 99802 at a charge of \$10.00 (non-refundable) for each assembly. Checks or money orders should be made payable to: State of Alaska, Department of Highways. Plans may be examined at Department of Highway Offices in Anchorage, Fairbanks, Valdez.

H.D. Scougal  
Commissioner of Highways  
Pub: Nov. 12, 19 & 26, 1976

## LEGAL NOTICE

### INVITATION FOR BIDS STATE OF ALASKA DEPARTMENT OF HIGHWAYS

Sealed bids in single copy for furnishing all labor, materials and equipment, and performing all work on Project F-RF-031-1(13), Seward Highway, Mile Post 54.5 described herein, will be received until 2:00 p.m. prevailing time, December 9, 1976 in the Commissioner's Office, Department of Highways, Island Center Building, Douglas, Alaska.

This project will consist of grading, drainage and surfacing on 0.44 mile of roadway.

Principal items of work consist of the following: Maintenance and construction of traffic colour, lump sum, all required; clearing and grub-

Fairbanks, Alaska 99701, an answer to the complaint filed in the above-entitled action in this Court; if you fail to do so within twenty (20) days after personal service of this notice upon you, or within thirty (30) days after the last publication of this notice, if it be published, judgment by default may be rendered against you for the relief demanded by the plaintiff.

This is an action for divorce. The relief demanded by the plaintiff is:

(1) That he be granted an absolute decree of divorce from the defendant forever dissolving the bonds of matrimony heretofore existing between them.

(2) For such other and further relief as the Court may deem just and appropriate.

You have been made a party to this action because you are the wife of the plaintiff.

DATED at Fairbanks, Alaska, this 10th day of November, 1976.  
OLGA T. STEGER  
Clerk of the Superior Court  
BY Linda Yeager  
Deputy Clerk

Pub: Nov. 12, 19, 26; Dec. 3, 1976

## LEGAL NOTICE

### INVITATION FOR BIDS STATE OF ALASKA DEPARTMENT OF HIGHWAYS

Sealed bids in single copy for furnishing all labor, materials and equipment, and performing all work on Project RS-M-0625(1), Pegor Road Bridge and Approaches described herein, will be received until 2:00 p.m. prevailing time, Dec. 16, 1976 in the Commissioner's Office, Department of Highways, Island Center Building, Douglas, Alaska.

This project will consist of the construction of a 257 foot prestressed concrete bridge, grading, drainage and hot asphalt surfacing on 0.34 miles of roadway, and construction of a sound barrier and a bicycle path.

Principal items of work consist of the following: Unclassified excavation, 15,500 cubic yards; selected material 47,000 tons; aggregate base, grading "C", 2,400 tons; subbase, grading "A", 3,500 tons; hot asphalt pavement, 1,400 tons; asphalt cement, AC-5, 84 tons; beam type guard rail, 712 linear feet; seeding, 113,000 square feet; sound barrier, 1,040 linear feet; class A concrete, lump sum, all required; reinforcing steel, lump sum, all required; prestressed concrete structural members, 24 each; cast-in-place concrete piles, 1,500 linear feet; metal bridge

claim, begin action to quiet title in a court of competent jurisdiction in Alaska, and thereafter patent shall be issued in conformity with the final decree of the court.

Lloyd C. Miller  
Acting Chief, Division of  
Land Office

Pub: Nov. 12, 19, 26; Dec. 3 & 10, 1976

## Suit . . .

-Continued from page 19  
your office can give us will indeed be appreciated."

Five days later, Beirne wrote to McAnerney asking for further funds for LOC, which he said were appropriate under the new analysis of bed need. He said the State Plan for Hospital Construction showed a shortage of beds in the Anchorage area in 1981, "contrary to all the nonsense you have heard over the past six or seven years."

### ADDITIONAL COSTS

He detailed his new program for construction, asking for "prompt transfer of grant funds to the Lake Otis Clinic, Inc." In June, he sent a further letter, detailing more of the project's costs. Beirne claimed that state matching funds should apply to all "project costs," even if some of the costs had been paid by other parties.

In a June letter, Beirne told McAnerney of "additional project costs" that were not included in the May letter. These included \$63,000 paid to consultant Kingston Peters for his work in selling some of Beirne's assets to avoid a bank foreclosure on LOC.

In July, the State Internal

-Continued on page 23

that the accusations against him were false, why did you not then indict his lying accusers for violating federal laws by making wrong statements and reports? Perhaps this is a matter for the new U.S. Attorney, to be appointed by President CARTER, to look into, at the appropriate time . . .

Or could this be a matter for the muckrakers at the Pulitzer-proud DAILY NEWS to look into — that is, if they can find time away from their kneejerk-reflex baiting of the Alaska Teamsters Union . . . And speaking of the DAILY NEWS, we understand that that grand old lady of Alaskan journalism has once again fallen upon hard times financially, despite her *mesalliance* with Alaska's prototype of the yellow press, the oil-spattered ANCHORAGE TIMES.

Could it be that one of the reasons for the decline in the economic fortunes of the once liberal and humanitarian NEWS (under the stewardship of the late LARRY FANNING), might be found in the fact that, beside the fact that its plant is now nestling cheek-to-jowl with BOB ATWOOD's affluent plaything, the editorial page of the first Alaskan morning paper, so proudly created by NORM BROWN and JACK KAPPON, has become virtually undistinguishable from the ATWOOD-TOBIN effluvium in the afternoon rag — especially when it comes to worship of the golden calf called "pipeline" and the making of public obeisances toward the moguls of Big Oil?

### QUOTATION OF THE WEEK:

"No society can make a perpetual constitution, or even a perpetual law."

THOMAS JEFFERSON, (in a letter to Madison), 1789.

## Royalty Gas . . .

### Warwicks Parents Again

-Continued from page 20  
legislators prior to the convening of the 1977 session, in order to expedite legislative action on the agreements.

If either the Royalty Board or the legislature rejects the agreements, other alternatives will be pursued by the administration, he said.

Andy and Judy Warwick of Fairbanks became parents for the second time Wednesday evening, when their nine pound, 14 ounce son was delivered at Fairbanks Memorial Hospital around 6 p.m. A name has not yet been selected. They also have a daughter, 2½.

# State May File Suit . . .

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Audit was released, which disallowed most of Beirne's claimed expenditures. In a cover letter, Commissioner of Administration Andy Warwick said the claimed expenditures had been measured in compliance with Hill-Burton regulations. He said he expected LOC would pursue the matter, both on the overpayment and C&RA's refusal to grant further funds.

"Our support of the Hill-Burton position is that it is consistent with like sharing," Warwick wrote, adding it "is authorized and confirmed in a 1972 Attorney General's position, and recognizes reasonableness."

On Sept. 21, Beirne was told the overpayment would have to be returned if his accountant was unable to satisfy the auditor that sufficient expenses had been incurred.

On Sept. 30, Beirne wrote to Pegues, stating "my understanding is that at this particular moment the State auditor has indicated that the records submitted by our accountant do reflect that more than sufficient funds were expended to qualify for the entire state grant."

Beirne said the law provides for matching funds for "total costs of the project, not certain costs."

have not been repaid, nor has a satisfactory accounting been made, according to Pegues. A memo from Pegues to Attorney General Avrum Gross states that "Beirne has financial problems and has not proceeded. He has already received \$97,039 more than he should have, and he has incurred no new eligible

costs to make up the difference, let alone qualify for more funds."

The memo continues, "C&RA says that the transaction as entered into was not technically authorized by the law and that it was not opened. Beirne was to perform

within a given period of time and has not . . . While these issues have yet to be explored, there may be something to them."

The All-Alaska Weekly repeatedly attempted to contact Beirne for comment on the LOC controversy, but Beirne failed to return any calls.

### FUNDS NOT REPAYED

Since that time, the funds

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REPORT ON EXAMINATION  
DEPARTMENT OF COMMUNITY AND REGIONAL AFFAIRS  
STATE REVENUE SHARING  
LAKE OTIS HOSPITAL

Re: SCR 13+14

STATE OF ALASKA  
DEPARTMENT OF ADMINISTRATION  
STATE INTERNAL AUDITOR



REPORT ON EXAMINATION OF  
DEPARTMENT OF COMMUNITY AND REGIONAL AFFAIRS  
STATE REVENUE SHARING  
LAKE OTIS HOSPITAL

We have examined the costs of land, interest and financing as reported by Lake Otis Clinic, Inc., (LOC), a nonprofit corporation presumably building a hospital in Anchorage, Alaska. By prior report, we previously examined costs as reported by LOC, using State imposed Hill-Burton Regulations. (Schedule A) Those regulations exclude expenditures for land, interest and financing, consequently, our initial report did not address those costs for validity or authenticity since they would have been disallowed by governing rules regardless of the findings. However, LOC expressed concern that those costs for land, interest and financing disallowed by Hill-Burton Regulations are reasonable and necessary costs of construction. This review was encouraged by the Department of Community and Regional Affairs and the Department of Law and applies to costs not reviewed earlier, and to events occurring subsequent to our prior examination, that measure the reasonableness of claimed expenditures and the probability of actual physical construction given current circumstances.

We remain firm in our belief that Hill-Burton Regulations are reasonable and that certain costs are disallowed for sound reasons.

We examined all supporting documentation presented by LOC as representing costs for land, interest and financing. In addition, we have consulted outside experts in certain areas of complexity.

INTEREST AND FINANCING

Interest and financing expenses charged to the hospital project as of June 30, 1976 amounted to \$963,961.96. (Schedule B) These expenses were derived from two notes totaling \$900,000. (Schedule D) The first note, for \$750,000, was borrowed in installments over an eight month period from November 1, 1973 to June 17, 1974. (Schedule D) These funds were borrowed basically upon the strength of credit of a guarantor. LOC obtained the guarantor to the notes based upon the security of certain properties held by LOC and M. F. Beirne, the company's president.

The property used as security came from Raypath Inc., Kelly Supply Co., and Lake Otis Inc. These companies have the same corporate structure as LOC. The companies have the same board members and the president of each is M. F. Beirne.

LOC borrowed an additional \$150,000 (Schedule D) on June 17, 1974, again based upon the credit strength of the guarantor. The first note became due on August 29, 1974 but LOC had no funds to make either the interest or principal payments and on September 16, 1974 the guarantor was forced to pay the interest to date on both the first and second notes. LOC received an extension at this time to correspond with the due date of the second note, November 28, 1974. But again LOC could not pay the notes and the guarantor was again forced to pay the interest to date. LOC received another extension to March 17, 1975 but again could not make payment and on that date the guarantor was forced to pay the full amount due on both the principal and interest.

LOC is currently trying to repay the \$1,021,294.23 (See Schedule G) obligation to the guarantor of the notes by selling those properties which were used to secure the notes and turning over the net proceeds to the guarantor.

In addition to the obligation to the guarantor, LOC is also being charged by M. F. Beirne, 6% interest on the appraised value of the property used to secure the notes. The amount claimed for the use of this collateralized property, including interest, as of June 30, 1976 was \$693,788.90. (See Schedule B)

The interest being charged to the costs of construction of the hospital all stem from the initial obligation of \$900,000. (Schedule E) If the loans had been honored on the original due date there would have only been \$61,617.19 (see Schedule E) in finance charges. Instead LOC has claimed as of June 30, 1976, \$963,961.96 (Schedule B) in interest and financing expenses associated with these loans, and interest is still continuing to accumulate. (Schedule F)

#### INTEREST SUMMARY

LOC has claimed over \$963,961.96 in financing expenses based upon loans of only \$900,000. These costs claimed by LOC for interest and financing appear to us to be unreasonable. If LOC had paid those notes when originally due there would have been \$61,617.19 in interest expenses. The State of Alaska is being asked to reimburse LOC's finance charges which were allowed to accumulate due to their own fiscal insolvency. In addition, the State has been asked to reimburse LOC for interest expenses due on the use of the collateralized property being used to secure the debt. These collateralized properties were supplied by M. F. Beirne, the president of

LOC. We believe Hill-Burton Regulations were created to specifically protect the government from situations of this type. We do not believe that the State should modify its position for the use of Hill-Burton Regulations, and we think it would be unwise for the State to set a precedent by reimbursing these expenses.

#### LAND

During our examination of the \$710,500 claimed by LOC as the cost of land, a question of ownership arose. The Certified Public Accountant for LOC, produced a Statutory Warranty Deed and Quitclaim Deed dated September 28, 1973 showing the transfer of Tract 3 Medical Park Subdivision to Lake Otis Clinic, Inc. He also presented us with a document representing taxes paid on this property. The property description and legal owner of record was, however, omitted from the xerox copy.

Our inquiries to the borough assessor as to the legal owner of record, showed that GHS-Anchorage Hospital, Inc. is listed as the legal owner. In view of this apparent discrepancy regarding ownership of the property, we requested a title search from Transamerica Title Insurance Company. Their findings indicate that title is indeed vested in GHS-Anchorage Hospital, Inc., an Alaskan corporation. The corporation is wholly owned by General Health Services, Inc., (GHS), a Delaware registered corporation, with headquarters in Culver City, California.

GHS has been associated with LOC since early 1972, when an agreement was reached in which LOC would lease the hospital to GHS. GHS was to operate it on a 25 year lease and operating contract. The 25 year lease would provide for 100% amortization of the mortgage debt and all expenses associated with the construction and operation of the hospital. The land was to have been leased to LOC by M. F. Beirne.

Before construction began, GHS required an indemnification agreement from LOC which would protect GHS from any liability it might incur in the construction of the hospital. Under this agreement construction was to begin immediately by using borrowed funds up to a maximum of \$750,000. Further construction was to await permanent financing.

The \$750,000 (Schedule D) was borrowed from Peoples Bank and Trust (PBT) and obtained basically on the strength of GHS credit. GHS was in turn, indemnified against any loss, by M. F. Beirne, should permanent financing not be available. Beirne secured the loan with various real estate properties including the hospital site and land adjacent thereto. PBT recorded Deeds of Trust on all properties used as security, as did GHS. During the same period, M. F. and

Corine A. Beirne, conveyed their ownership of Tract 3 Medical Park Subdivision to LOC. There was evidence to indicate that the land may have been given to LOC with an agreement to either Purchase or lease it from the Beirnes' at a later date. No sales price was established at the time of transfer. In May of 1975 the Board of LOC voted to pay \$710,500 for the land. The Board, at that time, comprised of M. F. and Corine A. Beirne and Donald D. Emmal proceeded to draw up an 8% interest note to M. F. Beirne in the amount of \$710,500. We found no indication of any payments being made by LOC on this note.

LOC expended the full \$750,000 borrowed from PBT without obtaining permanent financing. Construction on the project was halted in February of 1974. However, In June of 1974, LOC obtained another loan from PBT under the same conditions as the previous note, in the amount of \$150,000. (Schedule D) This appears to have been to pay the costs prior to the halt of construction incurred over and above the \$750,000. PBT recorded another deed of trust, as did GHS, in the amount of \$150,000. LOC also obtained an extension of the due date on their first note. Permanent financing again was not obtained and consequently LOC asked for an extension on the due date of their notes. PBT granted the extension, but increased their interest rates on both notes.

During this time LOC applied for an in February of 1975, received \$312,500, in hospital construction aid, from State revenue sharing funds. However, this did not remedy LOC's immediate financial situation. In March, 1975, PBT would no longer grant an extension on the notes. The guarantor, GHS, on March 17, 1975 paid off the notes obtaining from PBT through assignment their Deeds of Trust on the property. Shortly thereafter, GHS-Anchorage Hospital, Inc. obtained from LOC a Statutory Warranty Deed, on Tract 3 Medical Park Subdivision, conveying title from LOC to GHS-Anchorage Hospital, Inc. LOC was initially given until May 31, 1975 to pay what then amounted to \$900,000 payment on guarantee and \$121,294.23 interest, payable to GHS, or GHS would foreclose on the secured property and sell it at public auction. It appears that LOC received an extension to the May 31, 1975 dead line, and on October 27, 1975 recorded a caveat on the secured property which claimed that the Warranty Deed was no more than a security arrangement and did not convey title.

On November 12, 1975, there was recorded a "Notice of Default and Sale" stating that the trustee of the Deed of Trust elects to sell the secured property." The property was to be sold on February 25, 1976. LOC obtained an extension of the foreclosure by giving additional collateral to GHS to secure LOC's promise to pay. It appears that M. F. Beirne, President of LOC, has been selling the collateralized properties and turning over the net proceeds to GHS. He has

tried repeatedly to sell the properties to interested parties and has incurred large expenses related to this activity. He is claiming these expenses as part of the construction costs, together with all interest accumulated on the original debt and subsequent financing arrangements. The amount owed as of December 31, 1976, was \$675,815.37 comprised of \$525,815.37 due GHS and \$150,000 due National Bank of Alaska borrowed and paid by M. F. Beirne, to forestall foreclosure. (Schedule H and F)

#### LAND SUMMARY

The land was transferred to LOC by M. F. and Corine A. Beirne, both of whom sit on the Board of LOC, of which there are only three members. Two years after the transfer of the land to LOC, the Board voted to pay M. F. Beirne the current appraisal price for the land. M. F. Beirne, President of LOC drew up a note to himself for \$710,500.

To date we have not been provided with any evidence that payments have been made by LOC for the land. Yet, LOC has claimed as eligible construction costs \$710,500. (Schedule C) The dollar amount is arbitrary and questionable since M. F. Beirne is in a position to dictate corporate policy. The Certified Public Accountant for LOC asked reimbursement for only \$400,000, the appraisal price at the time of transfer. The fact that both LOC's CPA and M. F. Beirne disagree upon the price to be reimbursed for the land, indicates that the price was not derived from an arms length transaction. The price for which LOC is claiming reimbursement could just have easily been lower, higher or somewhere in between.

LOC no longer has title to the land for which they claimed reimbursement, and on which the present construction rests. The State of Alaska gave money to LOC in the belief that a hospital would be built for public purpose. However, there now appears to be great doubt as to whether this will happen. The State of Alaska has paid \$312,500 to LOC, supposedly for construction purposes. AS 43.18.010(j) is silent as to the legal protection to the State of Alaska to insure that construction will take place, or that in the event construction does not, or cannot take place, that the State will be returned those funds it has contributed toward the project.

#### CONCLUSION

LOC received State revenue sharing monies under AS 43.18.010. The intent of this statute is to provide funding support to local governments and other facility sponsors for the purpose of constructing facilities which will be utilized for a public purpose. This coincides with Article IX, Section 6 of the Alaska Constitution, which clearly states that no appropriation of public money shall be made except for a public purpose.

At the time Health and Social Services, (HSS) certified LOC to receive State revenue sharing monies, they did so under the premise that indeed a hospital would be built. However, at the time they certified LOC, construction had been halted for almost one year, LOC could not repay its notes from PBT, and there appeared to be no permanent financing available for the construction to continue. HSS was aware of the halt in construction but felt that it was bound by that part of AS 43.18.010(j) which states: If construction of a facility began after January 1, 1968....

Construction had begun in 1973, therefore this prerequisite of the statute had been met. The statute does not require that construction activity be continuing at the time of the application.

Construction of the facility has not continued since it stopped in early 1974. Financing for the project still appears to be unobtainable. The site of the construction has been conveyed to a party which at any time could foreclose on the notes due. The present wording of AS 43.18.010(j), when applied to a non-governmental facility sponsor does not address the protection to the State as far as getting a finished product for its revenue sharing dollars. As we have discussed, nothing assures the continued vitality of the construction project. The State may find that its revenue sharing money has gone to pay a past debt and no hospital will ever be fully constructed and in use by the people of Alaska. There must be good faith on the part of the grantee to fulfill his stated goals. The grantee in this case has voluntarily jeopardized the interest of the State as intended by AS 43.18.010(j).

We recommend that CRA ask for the return of those funds given to LOC, and that no subsequent payments be made until such time as LOC provides an accurate accounting of construction costs, obtains permanent financing, and has title to the land for the hospital site dedicated irrevocably to a public purpose.

21-05

George Elgee

LOC

## SCHEDULE OF REPORTED COSTS

DEPARTMENT OF COMMUNITY AND REGIONAL AFFAIRS

STATE REVENUE SHARING PROGRAM

LAKE OTIS HOSPITAL PROJECT

## STATEMENT OF TOTAL PROJECT COSTS AND AUDIT ADJUSTMENTS

AS OF 6/30/76

	Costs claimed by Lake Otis Clinic, Inc.	Costs disallowed from previous audit *
Construction Costs:	\$575,175.00	\$
Architectural Expenses:	206,392.74	
Legal Expenses:	65,971.56	(1) 65,971.56
Accounting & Feasibility Study:	44,770.63	
Engineering Expenses:	26,411.29	
Financing & Interest:	270,173.06	(2) 270,173.06
Land & Land Taxes:	722,500.00	(3) 722,500.00
Travel:	26,205.72	(4) 25,000.00
Telephone:	14,400.00	(5) 14,400.00
Salaries & Wages:	354,000.00	(6) 354,000.00
Office Rent:	21,600.00	(7) 21,600.00
1976 Design Construction Agreement:	100,000.00	(8) 100,000.00
Miscellaneous Expenses:	10,000.00	(9) 10,000.00
Expenses per Checking Account:	20,000.00	(10) 12,111.49
Interest on Collateralized Property - Plus - Salary of Coordinator:	693,788.90	(11) 593,788.90
	<u>\$3,151,388.90</u>	<u>\$2,289,545.01</u>

\* See accompanying notes.

NOTES TO SCHEDULE A

Notes - Audit Adjustments

- (1) Costs of legal services are not allowable other than those incidental to the acquisition of sites for public health centers - (\* Health Grant Manual 24-2.3)
- (2) Costs incident to the loan such as legal fees, financing fees, or interest during construction are not allowable - (Health Grant Manual 24-2.4B)
- (3) The cost of the site, including acquisition costs such as title search, title clearance and settlement fees, is not allowable, . . . - (Health Grant Manual 24-2.3B)
- (4) Disallowed due to lack of supporting documentation
- (5) Disallowed due to lack of supporting documentation
- (6) Disallowed due to lack of supporting documentation
- (7) Disallowed due to lack of supporting documentation
- (8) Disallowed due to lack of supporting documentation
- (9) Disallowed due to lack of supporting documentation
- (10) Disallowed due to lack of supporting documentation
- (11) Costs incident to the loan such as legal fees, financing fees, or interest during construction are not allowable - (Health Grant Manual 24-2.4B)

\* HEALTH GRANT MANUAL NOTICE 5-110 for TITLE 2, CONSTRUCTION AND MODERNIZATION OF HOSPITAL AND MEDICAL FACILITIES (August 12, 1971)

SCHEDULE OF  
INTEREST AND FINANCING FEES  
REPORTED BY LOC AS OF JUNE 30, 1976

DESCRIPTION <sup>1&amp;2</sup>	<u>LOC REPORTED COSTS</u>	\$
<u>FINANCING AND INTEREST:</u>		
Interest Expense Peoples Bank & Trust	44,009.35	
Estimated Interest & Financing	221,163.71	
Other Financing Costs Paid By Related Company	<u>5,000.00</u>	
		<u>\$270,173.06</u>
Interest on Collateralized <sup>2</sup> Property - Plus - Salary of Coordinator	\$	
Fee paid to Peters from Beirne Account 1975-76 TOTAL	17,538.90	
Commission Paid Through June 1, 1976 - Cook Inlet Sale Also To Be Paid Bonus on Completion	46,250.00	
Calculations of Project Costs- Lake Otis Hospital:		
Concerning the Use Rental of the specific collateralized properties identified in the corporate minutes of August 28, 1973. Based on appraised prop- erty values of \$3,500,000. at 6% interest per annum.		
July 1, 1973 to July 1, 1974	\$210,000.00	
July 1, 1974 to July 1, 1975	210,000.00	
July 1, 1975 to July 1, 1976	<u>210,000.00</u>	
	<u>\$630,000.00</u>	
<b>TOTAL INTEREST &amp; FINANCE EXPENSE:</b>		<u>\$693,788.90</u> <u>\$963,961.96</u>

1 Description comes from schedules of Reported Expenditures dated October 31, 1975.

2 Description of collateralized property come from Scheduled Expenditures dated June 23, 1976.

SCHEDULE C

SCHEDULE OF LAND COSTS CLAIMED BY LOC

DESCRIPTION <sup>1)</sup>	COSTS CLAIMED BY LOC
Land for hospital site. (Title to property) has been transferred to facility sponsor, 203,000 sq. ft. at \$3.50 sq. ft.	\$ 710,500.00
Land taxes to GAAB paid by M. F. Beirne, 1969 to 1976	<u>12,000.00</u>
TOTAL LAND COSTS	\$ <u><u>722,500.00</u></u>

1) Description comes from schedule of reported costs, dated May 30, 1976, from LOC signed and sworn to by Michael F. Beirne.

SCHEDULE D

SCHEDULE OF NOTE(S)  
 FROM PEOPLES BANK & TRUST TO LOC  
 11/1/73 through 3/17/75

DATE	1ST NOTE AMOUNT BORROWED	(1) INTEREST PAID	DATE INTEREST PAID TO	1ST NOTE PRINCIPLE PAYMENTS	2ND NOTE AMOUNT BORROWED	(1) INTEREST PAID	DATE INTEREST PAID TO	(1) 2ND NOTE PRINCIPLE PAYMENTS	2ND NOTE INTEREST PAID TO ORIGINAL DUE DATE (8/29/74)	2ND NOTE INTEREST PAID TO ORIGINAL DUE DATE (11/28/74)
11/1/73	\$207,381.5	\$								
11/13/73	145,000.00									
12/6/73	225,000.00									
2/4/74	35,000.00									
2/14/74	10,000.00									
4/12/74	120,000.00									
5/17/74	7,618.50				150,000.00					
10/10/74		52,419.96	8/30/74			3,649.27	8/30/74		52,419.96	3,649.27
12/11/74		27,739.76	11/28/74			5,547.96	11/23/74			5,547.96
3/17/75		31,356.67	3/17/75	750,000.00		6,271.33	3/17/75	150,000.00		
	<u>\$750,000.00</u>	<u>\$111,516.39</u>		<u>\$750,000.00</u>	<u>\$ 150,000.00</u>	<u>\$15,468.56</u>		<u>\$(150,000.00)</u>	<u>\$52,419.96</u>	<u>\$ 9,197.23</u>

1) Note: Interest payments made by GHS See Schedule G Note (1)

SUMMARY OF SCHEDULE D

TOTAL BORROWED, TOTAL INTEREST PAID,  
TOTAL INTEREST DUE & PAID AT NOTES ORIGINAL DUE DATE

	SCHEDULE (D)
Total Borrowed:	
Note 1	\$ 750,000.00
Note 2	<u>150,000.00</u>
	<u>\$ 900,000.00</u>
Total Interest Paid:	
Note 1	\$ 111,516.39
Note 2	<u>15,468.56</u>
(Schedule G Breakdown)	<u>\$ 126,984.95</u>
Total Interest Due and Paid At Notes Original Due Date	
(8/29/74) Note 1	\$ 52,419.96
(11/28/74) Note 2	<u>9,197.23</u>
	<u>\$ 61,617.19</u>

SCHEDULE F

GHS SCHEDULE OF GUARANTEE PAYMENTS  
AND RECEIPTS FROM DR. BEIRNE  
GENERAL HEALTH SERVICES, INC. - ANCHORAGE  
RECEIVABLE FROM DR. BEIRNE - PRINCIPAL AND INTEREST  
AS OF DECEMBER 31, 1976

of ica e rate %	Payment Terms	Number of Days	Amount of Payment (Receipt)	Application of Payments		Interest	Accrued Interest	Principal Balance
				Principal	Interest			
	*10/04/74 to 12/09/74	66	\$ 51,069.23 <sup>2</sup>			\$ 1,200.48	\$ 1,200.48	\$ 51,069.23
	*12/09/74 to 01/01/75	22	33,287.72 <sup>2</sup>			660.99	1,861.47	24,356.95
	01/01/75 to 03/11/75	70				1,820.03	3,681.50	24,356.95
	*03/11/75 to 04/01/75	20	936,246.56 <sup>2</sup>			6,291.39	9,972.89	1,020,603.51
	04/01/75 to 05/07/75	37				2,793.97	12,766.86	1,020,603.51
	*05/07/75 to 07/01/75	54	690.72 <sup>2</sup>			12,043.12	31,609.98	1,021,294.23
	07/01/75 to 10/01/75	92				20,593.77	52,203.75	1,021,294.23
	10/01/75 to 01/01/76	92				23,167.99	75,371.74	1,021,294.23
	01/01/76 to 02/09/76	40				9,233.62	84,605.36	1,021,294.23
	02/09/76 to 02/18/76	9				2,077.56	86,682.92	1,021,294.23
	*02/18/76 to 04/01/76	43	(468,243.92)	\$ 381,561.00	\$ 86,682.92	6,217.68	6,217.68	639,733.23
	04/01/76 to 05/14/76	43				5,810.85	12,052.53	639,733.23
	*05/14/76 to 06/08/76	25	( 12,463.80)	405.27	12,058.53	3,393.69	3,393.69	639,327.96
	*06/08/76 to 06/23/76	20	( 15,563.52)	12,169.83	3,393.69	2,663.27	2,663.27	627,158.13
	*06/23/76 to 07/01/76	3	( 327.72)		327.72	399.49	2,735.04	627,158.13
01/76	Sub-Total By GHS Total Payments from W. F. Beirne Total Receipts		\$1,021,294.23 ( 496,598.96)			\$105,197.90	\$ 2,735.04	\$ 627,158.13
			<u>524,695.27</u>	<u>\$ 394,136.10</u>	<u>\$102,462.86</u>			
	07/01/76 to 08/11/76	41				5,811.95	8,546.99	627,158.13
	*08/11/76 to 08/13/76	2	( 13,745.58)	5,198.59	8,546.99	281.16	281.16	621,959.54
	08/13/76 to 09/14/76	32	( 511.66)	230.50	281.16	4,496.89	4,496.89	621,729.04
	*09/14/76 to 10/01/76	17	( 12,952.17)	8,455.28	4,496.89	2,356.48	2,356.48	613,273.76
	10/01/76 to 11/03/76	34				4,570.15	6,926.63	613,273.76
	*11/03/76 to 12/31/76	57	( 150,000.00) <sup>1</sup>	143,073.37	6,926.63	5,874.28	5,874.28	470,200.39
		<u>819</u>	<u>\$ 347,485.86</u>	<u>\$ 551,093.84</u>	<u>\$122,714.53</u>	<u>\$128,588.81</u>	<u>\$ 5,874.28</u>	<u>\$ 470,200.39</u>
	Total Payments		\$1,021,294.23					
	Total Receipts		(673,808.37)					
			<u>\$ 347,485.86</u>					

Date paid or received by General Health Services, Inc.  
New note from National Bank of Alaska  
Payment made by GHS on notes (Schedule D)

SCHEDULE OF  
GENERAL HEALTH SERVICES, INC. - ANCHORAGE  
TOTAL AMOUNT RECEIVABLE DR. BEIRNE  
AS OF JUNE 30, 1976

Payments on Guarantee:	\$ 900,000.00
Interest Paid to Peoples Bank & Trust by Guarantee	\$ 121,294.23 <sup>1</sup>
Total Amount Paid by GHS on the Two Notes	<u>\$1,021,294.23</u>
Interest Charged on Above Amount at 1% Over Prime as of 6/30/76	\$ 105,197.90
Less Payments: of Principal and Interest	<u>\$ ( 496,598.96)</u>
Principal and Interest 6/30/76 \$627,158.13 and \$2,735.04	<u>\$ 629,893.17</u>

(1) Schedule E Total Interest	<u>\$ 126,984.95</u>
Total Paid by Guarantee	<u>\$ 121,294.23</u>
Paid by an LOC Related Company	<u>5,690.72</u>
	<u>\$ 126,984.95</u>

SCHEDULE H

GENERAL HEALTH SERVICES, INC. - ANCHORAGE

TOTAL AMOUNT DUE FROM DR. BEIRNE

AS OF DECEMBER 31, 1976 (1)

Payment on Guarantee (2)	\$ 900,000.00
Interest Paid to Peoples Bank & Trust (2)	<u>121,294.23</u>
	\$1,021,294.23
Interest charged on the above at 1% over prime (3)	128,588.81
Less payments of principal and interest (3)	<u>(673,808.37)</u>
Principal and interest 12/31/76, \$470,200.39 and \$5,874.28 (3)	476,074.67
Legal Expense (Does not include all costs accrued or unbilled through 12/31/76)	43,344.70
Al Oaks - appraisal survey	2,748.00
Alaska Geological - paid to Chanen Construction Company	<u>3,648.00</u>
Total Receivable December 31, 1976	\$ <u>525,815.37</u>

(1) This Schedule was reproduced from GIS records.

(2) Schedule D

(3) Schedule F

SCR

21

SENATE COMMUNITY AND REGIONAL AFFAIRS COMMITTEE

Senator Joe Orsini  
Chairman

\_\_\_\_\_ Bill No. \_\_\_\_\_  
Senate  
Concurrent Resolution No. 21

Patrick Rodey  
Prime Sponsor

This Bill is currently in the Senate Community and Regional Affairs Committee for consideration. Your response, as prime sponsor, to the following questions will serve to hasten Committee action on this Bill.

1. What is the need for your proposed legislation; what is the goal you are trying to accomplish?

*retain local control of zoning*

2. Are there any other viable ways of accomplishing this same goal?

*electing a new governor.*

3. Persons or groups you know of who are supporting the legislation.

*Several Anchorage legislators*

4. Persons or groups you know of who are opposing the legislation.

5. Can you foresee any new problems that might be caused as a result of enactment of your bill?

*irritating the governor*

6. What is the earliest time you would like the Senate Community and Regional Affairs Committee to consider your bill?



STATE OF ALASKA  
OFFICE OF THE GOVERNOR  
JUNEAU

February 23, 1977

The Honorable Pat Rodey  
Alaska State Senate  
Pouch V  
Juneau, Alaska 99811

Dear Senator Rodey:

I understand you objected on the floor of the Senate to my recent action providing temporary female detention facilities in Anchorage. I regret you did not have an opportunity to discuss this action with officials of my Administration prior to your floor action because I feel that if you had been apprised of the facts in this matter, I suspect you would have supported my action. Although I was hesitant to exercise my legal authority in this manner, it was necessary that I do so in order to relieve a serious condition occasioned by the unavailability of adequate correctional facilities in Anchorage. The situation has reached emergency proportions and public interest demanded that action be taken now.

Let me provide you with information which convinced me to act.

1. My Administration requested a zoning variance from the Anchorage Municipal Assembly in order to provide a female detention center. By a 7 - 2 favorable vote the assembly granted the zoning variance. However, municipal rules require a two-thirds majority to override zoning; since there are eleven assembly members, the municipal attorney ruled that a 7 - 2 favorable vote was not sufficient. This matter is now being taken up in litigation. However, attorneys on both sides feel the court will not rule for many months.
2. The Human Rights Commission and Alaska Legal Services has filed a suit against the State charging discrimination in regard to detention facilities for female prisoners.

February 23, 1977

3. I have been assured by the Division of Corrections and the Department of Health and Social Services that there are no alternative structures available which, at a reasonable price, could be modified to meet the requirements of local and federal regulations for detention facilities.
4. The department has assured me that the correctional situation in Anchorage is at emergency proportions and further requested in writing assurance that Ridgeview Manor would only be temporarily used as a facility. (Note the attached letter from Commissioner Williamson.)

Based on the above information, I decided to exercise the authority vested in me under the Alaska Statutes and have ordered that alternations immediately begin to provide for a temporary correctional facility for women prisoners. In arriving at this decision, members of my Administration contacted the legislators from the effected district, Anchorage municipal officials including the Mayor's Office, Municipal Assembly, and the Zoning Commission. All those we talked to apparently understood the need for my action and all apparently agreed that it was truly in the State's best interest to provide for these facilities. I think the key element in this decision was the fact that the municipal assembly voted 7 - 2 in favor of the zoning variance and that attorneys on both sides agree that the court is very apt to rule in favor of upholding this vote. The problem has been that we cannot expect court action on this low priority case in the near future. Therefore, I felt it imperative I take immediate action.

I hope this information has provided you with a better understanding of the Ridgeview situation and gives you an idea of what prompted me to take this action.

Sincerely,

Jay S. Hammond  
Governor

## Rose Anticipates No Jail Challenge

Gov. Jay Hammond's order to open Ridgeview Manor as a women's jail over an Anchorage zoning ruling probably won't be challenged by the municipality.

Assembly Chairman Dave Rose said yesterday he does not expect the municipality to seek a court test of Hammond's action because most assemblymen are in favor of the Ridgeview jail proposal anyway.

"I don't expect there will be a negative reaction" from the assembly, Rose said, "partly in light of the fact that a majority of the assembly approved the rezoning but mostly because the governor has assured us (Ridgeview) will be only a temporary facility and that the state will pursue long-range planning" for other correctional facilities.

Mayor George Sullivan, who returned to work yesterday after a two-week vacation, refused comment until he has had time to discuss the Ridgeview issue with municipal attorneys.

Meanwhile, Assemblyman Dave Walsh has prepared a resolution for assembly action tonight asking Hammond to delay moving the women's prison until municipal officials have been consulted.

Walsh said this morning he is uncertain whether he will introduce

the resolution. "The original reason (for the resolution) was that it appeared there was no communication with local officials" before Hammond's action Friday, he said. Walsh said he has since learned that Hammond's aides were in contact with Rose and other top local officials prior to the order.

Hammond's Ridgeview declaration is based on a 1974 statute allowing the governor to override local zoning laws when the state can show a compelling need to do so. The Ridgeview case apparently marks the first time the statute has been used.

A request for a special exception to allow a jail at the Ridgeview site failed in September because the assembly could not muster the necessary eight votes. A protest petition filed by neighbors of the Ridgeview facility activated a municipal ordinance requiring the two thirds vote for approval of the exception.

Of the nine assemblymen present at that September meeting, seven supported the jail, with only Assemblyman Don Smith and former assemblyman George Dickson opposing.

Dickson and Smith, whose district includes the former nursing home, cited the overwhelming opposition to the proposal presented at the public hearing as one reason for their opposition. The two also criticized the Ridgeview proposal as a stop-gap measure, a contention readily admitted by corrections officials.

Smith yesterday refused to speculate on the possibility of a municipal court appeal of Hammond's action. "I know the legal office is looking into it, whether he (Hammond) can do that, but I really don't know yet whether there's a chance of appeal or not," Smith said.

Smith said he is disappointed in Hammond's order.

"I thought that (the Ridgeview proposal) was over with and the state would be forced to do more long-range planning," he said. "But there's apparently not a lot anybody can do except grin and bear it."

Smith, who is going to Juneau this week, said he planned to request meetings with corrections officials and Hammond's staff to discuss the Ridgeview jail.

## Ultimatum Plays Part In Decision

An ultimatum from the state Human Rights Commission played at least some part in the timing of Gov. Jay Hammond's decision to override an Anchorage zoning ordinance to house a women's jail at Ridgeview Manor.

In a letter sent to Bill Huston, director of the state division of corrections, earlier this month, the commission announced its intent to reopen administrative hearings into the alleged discriminatory treatment received by women prisoners held in Anchorage's Sixth Avenue state jail annex unless the state came up with a solution to the problem by today.

The commission had suspended that action a year ago when the division originally announced the Ridgeview jail proposal. Commission Director Niel Thomas said yesterday the Ridgeview facility, which commissioners toured last year, is an adequate physical plant but that a judgement on whether corrections now will provide adequate rehabilitative programs for women inmates will have to wait until the Ridgeview jail actually opens.

Thomas confirmed that he sent a letter to Huston about Feb. 10. Huston said he didn't know whether Hammond was aware of the letter's contents when he made the declaration but the governor's executive assistant, Bill Gordon, said it "was at least part of" the timing of Hammond's order.

"But that (the letter) certainly wasn't the overriding factor," Gordon said, noting that Hammond and corrections officials have been concerned about inadequate facilities for women prisoners for some time.

"We've known that something would have to be done one way or another to alleviate the pressure," he said. "The attorney general's office did notify us that the Human Rights Commission was considering or had filed a suit."

Huston stressed that Ridgeview isn't a permanent solution to the division's problems. "All we're doing is relieving some of the pressure," he said. While Ridgeview may solve the problem of housing women prisoners it won't cure the overpopulation of male inmates.

SCR

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SENATE COMMUNITY & REGIONAL AFFAIRS  
COMMITTEE MEETING

June 9, 1978

Present: Senators Orsini, Ferguson, Sumner and Willis

Absent: Senator Hackney

The Senate Community and Regional Affairs Committee met directly after session this day and passed out CSHB 134 with "INDIVIDUAL RECOMMENDATIONS" and CSHCR 125 am (C&RA) with a 'Letter of Intent' that passed out with "INDIVIDUAL RECOMMENDATIONS".



Official Business

# Alaska State Legislature

Senate

Committee on

Community & Regional Affairs

June 9, 1978

Pouch V  
State Capitol  
Juneau, Alaska 99811

## LETTER OF INTENT

Information received by the Senate Community and Regional Affairs Committee has identified six sections of the coastal zone regulations submitted by the Alaska Coastal Policy Council which, in the opinion of the Committee, warrants change. These appear in the standards for timber harvest (5AAC 80.100). Three of these sections, namely 6AAC 80.100 (a), (b)(3), and (d) were deleted entirely by the House of Representatives. We concur in this result.

There are three other sections which are also of concern. Section (b)(2) of the regulations, as submitted by the Policy Council, requires that timber harvest activities in the coastal area be conducted so as to "assure unrestricted fish movement in coastal waters". The word "unrestricted" as appears in this section is absolute in its requirement, therefore placing an unreasonable burden upon the timber industry. On the other hand, the Committee does desire that fish movement in coastal waters be assured. Since we cannot amend this section and therefore have a choice only between adopting it entirely or deleting it entirely, we wish to pass the section without change. However, we strongly urge the Alaska Coastal Policy Council to delete the word "unrestricted" as it appears in this section for the reason given.

For the same reason we also urge the Alaska Coastal Policy Council to delete the word "unrestricted" as it appears in Section (c)(4). Again, we will pass this section as written, but believe that the word "unrestricted" places an unreasonable burden upon the timber industry.

Finally, we urge the Alaska Coastal Policy Council to delete the words "potential for" in Section (b)(1) as submitted by the Council. As presently written, that section requires that timber harvest activities in coastal areas be conducted so that "the location of facilities and the layout of logging systems shall be managed so as to minimize potential for adverse environmental impacts". Industry should minimize adverse environmental impacts. However, the words "potential for" add an open-ended burden, the meaning of which we are uncertain; we therefore strongly urge that these words be deleted by the Alaska Coastal Policy Council.

It is the intent of the Committee with respect to the timber harvesting process section under review that, for the reasons stated above, the Alaska Coastal Policy Council review the sections discussed above and resubmit them with the recommended changes.

JOE ORSINI, Chairman



Official Business

# Alaska State Legislature

Senate

Committee on  
Community & Regional Affairs

Pouch V  
State Capitol  
Juneau, Alaska 99811

May 10, 1978

The Honorable Ted Stevens  
United States Senate  
260 Russell Building  
Washington, D. C. 20510

Dear Senator Stevens: *Ted*

I have enclosed for your information and background use a copy of a letter recently submitted to this Committee by the U.S. Coast Guard regarding the implementation of the Alaska Coastal Management Act.

My reason for bringing this letter to your attention involves its implicit questioning of the concept underlining the Coastal Management Act passed by the Alaska Legislature in 1976. Specifically, Rear Admiral J.B. Hayes believes that when the Alaska Legislature authorized the creation of local management districts it violated the intent of the federal Coastal Zone Management Act:

"b. Section 923.12(a) requires the State to 'develop policies and procedures by which uses determine to be subject to the management program will be permitted conditioned, modified and/or prohibited. These policies and procedures regarding management of uses and/or their impacts must be capable of effective implementation at the time of program approval'. Alaska's section 6 AAC 85.070 and 6 AAC 85.080 delegates these functions to the districts. This creates a situation where each district's uses and policies may differ and is therefore not authorized under the federal regulations."

I believe that Admiral Hayes' concerns overlook two underlying elements. First, local district programs must be consistent with the statewide Guidelines and Standards adopted by the Alaska Coastal Policy Council and these regulations, in turn, guarantee priority of action to matters of national concern. Secondly, regulations to be effective and equitable, must accurately reflect local circumstances. The differences in topography, climate, biota and human activity between such areas as southeast Alaska, upper Cook Inlet or the Bering Sea coast are more fundamental than those separating Washington State from Oregon, or New Jersey from North Carolina. Yet these states all have individual, essentially uncoordinated coastal programs for the Coast Guard to deal with.

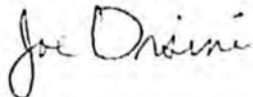
May 10, 1978

These regional disparities were the basis for the Alaska Legislature's decision to authorize local management districts. I seriously doubt that a monolithic set of regulations would well serve coastal management in this state or treat equitably the diversity of Alaska's peoples and regions.

I hope that the concerns expressed by Admiral Hayes can be satisfactorily settled here in Alaska. While I can sympathize with the Coast Guard's irritation at being asked to comment on six separate drafts of the proposed regulations within a six month period, these requests should also be seen as evidence of the State's good faith efforts to involve federal agencies in each step of the preparation of the regulations.

If, however, the differences with the Coast Guard escalate beyond the state level and the legality of Alaska's Coastal Management Act is challenged or jeopardized in Washington, D.C., I would hope that you would be able to explain to the federal government the compelling reasons for the structure of Alaska's Coastal Management Act, and to work towards preventing its dilution at the federal level. I have a great deal of personal apprehension that failure to have Alaska's Act adopted by the federal government would lead to an increase in Federal control in Alaska's coastal area. I hope this apprehension is not justified.

Sincerely,



JOE ORSINI  
Chairman, Senate  
Community and Regional  
Affairs Committee

JO:gd

cc: Senator Poland  
Senator Rader, President  
Rep. Rudd  
Rep. Cowper



DEPARTMENT OF TRANSPORTATION  
UNITED STATES COAST GUARD

MAILING ADDRESS.  
Commander (dpl)  
17th Coast Guard District  
P. O. Box 3-5000  
Juneau, Ak 99802  
(907) 586-7355

16000

1 MAY 1978

Honorable Joseph L. Orsini  
State of Alaska Senate  
Pouch V  
Juneau, AK 99811

Dear Mr. Orsini:

The Coast Guard appreciates the opportunity to correspond with you. committee concerning the 13 April 1978 Standards and Guidelines for Alaska's Coastal Management Program (ACMP). These Standards and Guidelines represent a considerable departure from the previous drafts on which the Coast Guard was allowed to comment. The Coast Guard feels that this version of the Standards and Guidelines is severely deficient in the areas of participation, specificity, and priority of uses.

Participation. The Office of Coastal Zone Management in Alaska has attempted to provide federal agencies with the opportunity to participate in the development of Alaska's program. Section 923.51 of the federal regulations requires, however, that the State "provide for federal agency input on a timely basis." The Coast Guard feels that the State has been deficient in this regard due to the shortness of time allowed for agency comments between successive drafts of the Standards and Guidelines. This is the sixth occasion in the last six months that the Coast Guard has commented on a different draft of this document. This rapidity of drafts has not allowed sufficient time for coordination between the various agencies of the Department of Transportation, nor the opportunity to carefully evaluate the content of the Program. Furthermore, this "final" version of the Standards and Guidelines was approved by the Council and submitted to the legislature without an opportunity for federal review, even though it differed substantially from previous drafts. Written comments have yet to be received by the Coast Guard addressing our stated concerns. The Coast Guard feels therefore that this past history of short lead times for response combined with the lack of formal feedback from the State does not meet the federal requirements for participation.

Section 306(c)(1) of the Coastal Zone Management Act requires federal agency participation in the development of the Program at an early stage in the process. The Coast Guard recommends that a provision for this participation be included in section 6 AAC 80.020 of the Standards.

The Coast Guard has commented on several occasions that a mechanism is needed for government participation at the district level in the development of the local plans. The Coast Guard is concerned that each district may develop its own mechanism for government participation and then cite compliance or non-compliance with this mechanism as evidence of government participation. Because the actual decision concerning adequacy of participation will be made at the State level by the Council, the Coast Guard feels that it is very important that a well developed State mechanism for participation be defined as part of the ACMP. If this accomplished, the process will not vary from district to district and all parties will have a clear understanding of their responsibilities and opportunities. It is therefore recommended that Section 85.100 be expanded to detail exactly when, where, and how government agencies will be allowed to participate in the development process.

#### Priority of Uses.

Section 923.13 of the federal regulations requires that the State must: "(1) Identify what constitute uses of regional benefit; and (2) identify those methods that shall be used to assure that unreasonable restrictions or exclusions of such uses by local land and water use regulations shall not occur." The Coast Guard finds no mention of regional benefit, national interest, or defense considerations in the Guidelines and Standards. National Defense, including Coast Guard functions and responsibilities such as search and rescue and fisheries enforcement, should be identified in Chapter 80, Article 2 of the Standards as an important priority use of the Coastal Zone. This priority provides the basis for regulating future land and water use, provides a common reference point for resolving potential conflicts, and is important for future acquisition of areas not presently controlled by the Coast Guard.

Section 6 AAC 80.080 of the Standards addresses water based transportation routes. Under the Ports and Waterways Safety Act of 1972, the Coast Guard is authorized to establish vessel traffic services in ports, harbors, and other waters subject to congested vessel traffic. Any district plans dealing with the management and control of vessel traffic should be coordinated with the Coast Guard to insure such plans are compatible with Coast Guard traffic control responsibilities. There is also considerable regional and national interest connected with transportation and these considerations should be mentioned in this section.

Specificity. The present Standards and Guidelines are lacking in specificity and substance and, as a result, the plans developed and implemented by the Alaska Coastal Resource Districts may vary so widely that the Coast Guard may be compelled to operate under as many as 50 different

plans within Alaska rather than under one plan which is implemented by various local government units. This situation would present an unacceptable burden on the Coast Guard and other federal agencies and is therefore considered a serious defect which must be remedied.

The Coast Guard feels that the Standards and Guidelines are deficient in the following areas concerning specificity:

a. The standards and criteria upon which decisions pursuant to the program will be based are not sufficiently specific to provide "(i) a clear understanding of the content of the program, especially in identifying who will be affected by the program and how, and (ii) a clear sense of direction and predictability for decision makers who must take actions pursuant to or consistent with the management program." These provisions are required by section 923.3(a)(2) of the Federal Coastal Zone Management Approval Regulations.

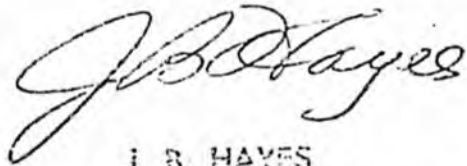
b. Section 923.12(a) requires the States to "develop policies and procedures by which uses determined to be subject to the management program will be permitted, conditioned, modified, and/or prohibited. These policies and procedures regarding management of uses and/or their impacts must be capable of effective implementation at the time of program approval." Alaska's section 6 AAC 85.070 and 6 AAC 85.080 delegates these functions to the districts. This creates a situation where each district's uses and policies may differ and is therefore not authorized under the federal regulations.

The effective implementation required under this section can not occur under Alaska's present Standards and Guidelines. If the State delegates the responsibilities of establishing uses and policies to the individual districts (85.070 and 85.080), and the district policies and uses are not submitted to NOAA with the ACMP (district plans will be developed later), it is impossible to implement meaningful management procedures regarding unknown uses and policies. It is therefore not clear what status the Program will have before the district plans are in place.

c. Section 923.12(e) of the Federal regulations states that "to the extent a state's government program policies are generalized, performance standards that will be used to enforce these policies will need to be sufficiently explicit and specific that persons affected by the management program will have a reasonable understanding of what uses would be permitted in which locations of the Coastal Zone and under what condition." The Coast Guard feels that the Standards are neither explicit nor specific and do not provide the required clear understanding as to what uses are permitted in any location.

The Coast Guard is very interested in coastal zone management and desires to work closely with the State of Alaska in implementing the ACMP. However, the mere opportunity to comment on the various stages of combined plan development when with the lack of response received concerning these comments, can not be considered real participation. The continued failure of the State to react to the concerns expressed herein is viewed as a matter of concern and is considered a serious continuing deficiency under the federal regulations. I am hopeful that these defects can be corrected before the ACMP is sent to NOAA, and am looking forward to continuing interaction with the State in coastal zone matters.

Sincerely,

A handwritten signature in cursive script, appearing to read "J. B. Hayes".

J. B. HAYES

Rear Admiral, U. S. Coast Guard  
Commander Seventeenth Coast Guard District

SENATE COMMUNITY AND REGIONAL AFFAIRS  
COMMITTEE MINUTES

April 25, 1978

Present: Senators Orsini, Sumner, Willis and Ferguson; Roger Allington, Co-Chairman of the Alaska Coastal Management Council; Murray Walsh, Office of Coastal Management; Bruce Aronson, Department of C&RA; Pat Sharrock, ABC Board; Jim Rolle, Alaska Municipal League.

Absent: Senator Hackney came latter part of meeting.

The meeting was called to order at 3:10.

SB 533, SB 208, SB 599 and SCR 103 were the bills before the Committee.

SENATE BILL 533

Senator Sumner moved and asked unanimous consent that the Committee pass out CSSB 533 with individual recommendations.

SENATE BILL 208

Bruce Aronson, Dept. of C&RA, testified that the Department supports SB 208. Senator Sumner moved and asked unanimous consent that the Committee pass out SB 208 with individual recommendations.

SENATE BILL 599

Chairman Orsini stated that SB 599 is an outgrowth from discussions on SB 183, which is part of the Governor's Alcohol package. The bill does essentially two things -- first, it allows a municipality to adopt ordinances by which either new, renewal or transferred liquor licenses could be rejected by a municipality. If a municipality does not act to reject the license request within 30 days the application is automatically placed before the ABC Board.

Senator Sumner questioned the need to transfer a state level function, such as liquor licensing, to the local government level.

Chairman Orsini stated that Section 1 and 2 both deal with municipalities but were separate from each other. Section 2 gives an intermediate means of municipal alcoholic control if the municipality votes to do this. It would limit sales to nondistilled alcoholic beverages, such as beer and wine.

Chairman Orsini stated that he had spoken with CHAR Lobbyist, Dorothea MacDonald, and she initially had no objection to the bill but stated that the CHAR executive committee later decided to oppose it.

Pat Sharrock, Director of the Alcohol Beverage Control Board, stated that one provision of the bill that he does like is the requirement for a municipality to place a license application on its agenda for a public hearing. He stated that one area of the bill seemed to be a conflict or a duplication, which is where the applicant and the ABC

Board both would be required to send a copy of the application to the governing body involved. In regards to the 30 day waiting period provided for a municipality to disapprove an application he asked that it be specified when the 30 day count-down would begin.

Mr. Sharrock had no comments on Section 2 of the bill.

Jim Rolle, Alaska Municipal League, in response to the concern that the municipalities may be given too much power by being able to reject applications, stated that now the only protest to the ABC Board is generally in the area of health and zoning. He stated that this bill would give municipalities an option. Then if they chose not to adopt appropriate ordinances the ABC Board would continue to make the decisions. He stated that the municipal officials are, in his opinion, as effective as the ABC Board in judging what is good for their community and what isn't.

He also stated that he agreed with Mr. Sharrock that the 30 day period is confusing. He also had no comment on Section 2.

#### COASTAL MANAGEMENT GUIDELINES AND STANDARDS

Chairman Orsini stated that the Committee now has SCR 103 before the Committee approving the regulations.

Roger Allington, Co-Chairman of the Alaska Coastal Policy Council, stated that the Coastal Management regulations are slightly different from other regulations. For one, he pointed out that they are being promulgated by a specially-organized body, the Alaska Coastal Policy Council, composed of government and public members. He also noted that the intent of the regulations was to establish broad policy principles and allow local municipalities and district to draw up their own management programs essentially on a zoning basis. Furthermore, the areas themselves would draw their own boundaries for coastal management jurisdiction, providing certain criteria were met.

Although the Council extensively revised the final version of the regulations, Allington stated that on the last part of Section 85, concerning council review, was new. He also stated that there was a major change in the Timber Harvest Section of the regulations which was requested by the timber industry. There was also work done on the subsistence section. The question was raised of what would happen if local or state agency regulations conflicted with the Coastal Regulations. Mr. Allington replied that the agencies or local governments must bring their regulations into conformity with the coastal management program.

Murray Walsh, Coastal Zone Management Office, stated that the critical time would be the next six or seven months which would bring out the flaws and problems of the regulations. He also stated that the Legislature should consider an increase in state funding of this program just to give the coastal management more flexibility and eliminate some of that federal dependence.

The meeting was adjourned at 4:35.

## → Coast Policy Regs

Roger Allington

muni use these regs to set up zoning

desire for max flexibility by local districts

~~nothing~~ see 80.010(b) - intent in st. regs the intent is that local ~~pl~~ dist plans override st regs, if dist plans in conformance w/coast pol guide

funding - Fed CZM (+ 700K FY79)  
CEIP funds may also be used

US Dept of the Interior

~~Bar~~ - used boundaries of ~~D~~ plan near habitat (ocean to mountains) - we use entire borough as "coastal zone"

possible for council to "cause planning to be done" if muni do not act

S

T

R

8

# Alaska State Legislature

REPRESENTATIVE  
AL OSE  
DISTRICT 6  
P.O. BOX 632  
PALMER, ALASKA 99645  
POUCH V  
JUNEAU, ALASKA 99811



COMMITTEES  
HEALTH, EDUCATION & SOCIAL SERVICES  
CHAIRMAN  
COMMUNITY & REGIONAL AFFAIRS

## House of Representatives

February 3, 1977

Senaotr Joseph Orsini  
Chairman, Community and Regional Affrirs Committee

Mr Orsini:

The City of Palmer and the Matanuska-Susitna Borough favor the recommended annexation by the State of Alaska Local Boundary Commission.

*Al Ose*  
Al Ose

If there is any negative reaction to the annexation. please contact me immediately at the HESS committee meeting at 3797.

S

T

R

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WE, THE UNDERSIGNED

CITIZENS OF SEWARD ARE OPPOSED, AT THIS TIME, TO ANNEXATION BY THE CITY OF SEWARD OF ALL THE WATER AND LAND ENCOMPASSED IN THE TEN (10) SQUARE MILE STRIP KNOWN AS THE PROPOSED FOURTH OF JULY CREEK ANNEXATION AREA.

NAME

STREET ADDRESS

DATE

~~John M. ...~~ mile 4 1/2 Alaska Rd Seward 2-21-77

Shirley P. Luce Apt 4 - Brown + Hawken Apt Seward 2-21-77

George J. ... 328 Fifth Ave Seward 2/21/77

Earl Kuypergard 328 FIFTH AVE Seward 2/21/77

James ... BOX 633 Seward 2/21/77

ANNA BANIC ~~\_\_\_\_\_~~ Seward Alaska 2/21/77

Chris Sorenson Hemlock + Evergreen Seward Alaska 2-21-77

Millie Sorenson Hemlock + Evergreen Seward Alaska 2-21-77

THOMAS TAGGART  
BOX 1195  
SEWARD, ALASKA 99664  
20 FEBRUARY, 1977

SENATOR JOE ORSINI  
FOUCH V  
JUNEAU, ALASKA 99811

RE: Senate Joint Resolution #9

Dear Mr. Orsini:

Your letter of 2-18-77 requesting additional information on the Seward annexation attempt has been heartily received. I believe the deadline for both houses to vote on this would be February 28th, so I hope you will act quickly upon the following information, if you think it prudent to do so.

My original petition apparently did confuse some people who signed, since the City's counter petition succeeded in removing about 1/3 of the names from it. When that petition was circulated (Nov.-Dec., 1976) there were two annexations still under consideration locally. The Boundary Commission hearing on the step 2 (Lowell Point) annexation was not cancelled until 1-6-77, three hours before it was scheduled to happen.

In late January, 1977, when it was abundantly clear that only the 4th of July Creek annexation was to be considered by this session of the legislature, another petition was circulated to support the one which I had done earlier. To insure that no one became confused about the scope of their petition, Mr. Willard Midby & Mr. Edward Zimmerman, longtime Sewardites, even took a map of the 4th of July Creek area with them as they gathered signatures. Within a few days they succeeded in gathering an additional 175 signatures in opposition to the 4th of July Creek annexation proposal. Mr. Zimmerman has informed me that his petition contained the signatures of eight (8) Seward school teachers, among others. Mr. Midby is at present circulating yet another petition among the Seward business community with the same objective.....to negate this annexation attempt. What I am attempting to impress upon you is the fact that widespread opposition to this annexation exists, from within as well as without the Seward City limits. Mr. Midby's

The reasons that approximately 250 Sewardites are now on record opposing this annexation are many and varied. I believe I speak for the majority of petitioners by saying that I do not want the City of Seward to exercise an undue influence over the growth patterns of any of the outlying areas surrounding this town. It is the quality of our lives which will be affected by the City Administration's plans, and we should be able to exert an influence over those plans. When the City went ahead and scheduled hearings on the step 2 annexation proposal after 69% of the electorate asked them not to last Nov. 2nd, many people here were outraged that the City Administration had so little regard for the voter's opinion.

Apparently the conclusion was drawn at the February 3rd hearing that the 4th of July Creek area is the most likely place for O.C.S. development to occur. I don't believe that is a very sound conclusion. The Seward city limits already encompass the entire northern end of Resurrection Bay where very little development has yet taken place. It is in this general area that future development will occur due to the ARR and Seward Highway access into the area. Exxon and Dresser have leased small tracts in this area north or town, rather than out on the Bay.

There are eight (8) permanent residents in the area to be annexed. I believe the McNutt's wrote a letter to you this past week, and Ms. Ernst of the other household sent a letter to Representative Smith for inclusion in the Feb. 3rd hearing record. All of these people have been there for approximately 2 years and are opposed to the annexation attempt. McNutt's address is Box 864, Seward, Ak. 99664. I am not sure of the mailing address for the Ernst-McKinnon household, but they are well known in Seward and could probably be reached through a general delivery address. All of the adults in the annexation area signed my original petition except John McKinnon who was out of state.

The McMutt's live on the property of E. W. Hundley, President of Continental Van Lines of Seattle, Anchorage and Fairbanks. I talked with Mr. Hundley on 2-15-77 and he indicated that he had only recently become aware of the annexation attempt, and that he did not think it to be a very good idea. He further indicated that he would contact you that very day via phone and telegram from his Seattle office. I understand that he did contact a business acquaintance of his in Anchorage, Mr. Ted Meining of Nikiski Marine Company, who subsequently phoned Rep. Rudd and the Senate CRA Committee about the issue. Mr. Meining expected the Senate CRA Committee to return his call, which apparently was not done. Mr. Hundley's Seattle number is 937-2261, and Mr. Meining's Anchorage number is 279-0227. You could also contact Mr. Edward Zimmerman of Seward at 224-3647 or 224-5720. Mr. Zimmerman is the elected leader of the Seward anti-annexation element and could probably give you more extensive information than I could.

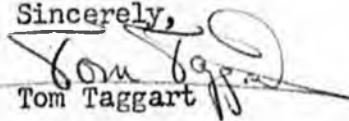
If any development does occur within the annexation area, it will likely be on Mr. Hundley's property since it is much more accessible than property farther out at 4th of July Valley, and because Hundley's property has an existing pier. Conversely, not only is 4th of July Creek proper undeveloped, access is barred by one mile of sheer cliffs.

Mr. Paul Conger has informed me that the Senate CRA Committee did not actually obtain a copy of the 3rd petition until this past week, after I called him, and 2 full weeks after the Feb. 3rd hearing. As previously stated, that petition was expressly drawn up to negate the 4th of July Creek annexation, and I believe considerable emphasis should be given to the views of these petitioners. According to the minutes of the hearing, only passing mention was made of this petition, and it was certainly not understood that it was aimed at the 4th of July Creek annexation only.

At the public hearing on May 21st, 1976, nine people including three local government representatives gave testimony on this proposal. Five (5) persons were opposed. They were: Penny Hardy, Warren Huss, DDS, Mary Fackler, Ardene LaCaze, and myself. I have attempted to obtain a transcript of that hearing from Patrick Poland of the Department of Community & Regional Affairs for corroboration. Mr. Poland informed me that no such transcript was available and I would have to pay for it myself, although he did say I could get a copy of a tape. This all transpired 1-2 months ago and I have not heard anything further about the offer of a tape recording of that hearing, although I did indicate a desire to receive the tape.

I hope you can help us with this matter. Our own elected representatives, Specking, and to a lesser extent Kerttula, have been unresponsive to our petitions. At the very least, disapproval of this annexation would only delay it by one year, and that delay would not be injurious to the Seward area.

Sincerely,

  
Tom Taggart

- PS: The following corrections should be made in the minutes of the Joint CRA hearing on 2-3-77:
- 1) The annexation area contains 6400 total acres, not 6400 private acres.
  - 2) Reference is made to a Boundary Commission member called Sheila Gallagher; whose last name is purported to be "Jones" in State files.
  - 3) The names of the Boundary Commission Chairman and myself are misspelled.
  - 4) The statement attributed to the Seward City Manager on page 3, paragraph 6 is confusing, and if accurate, indicates that he himself is quite confused.
  - 5) Mr. Schaefermeyer's contention on page 3 that the children had to climb a mountain to get to school is absurd. They do walk 1½ miles along the beach to catch a bus.

CC: Representative Lisa Rudd

WE, THE UNDERSIGNED

CITIZENS OF THE SEWARD AREA HEREBY PETITION THE 1977 SESSION OF THE ALASKA STATE LEGISLATURE TO REJECT ANY AND ALL RECOMMENDATIONS FROM THE LOCAL BOUNDARY COMMISSION FOR ANNEXATION OF THE LANDS WHICH SURROUND THE CITY OF SEWARD AS IT IS NOW CONSTITUTED.

NAME	STREET ADDRESS	DATE
Ben B. Suddath	500-5 <sup>th</sup> Ave, Seward, AK	2-15-1977
Martin L. Gouen	1031 2 <sup>nd</sup> Ave Seward AK	2-15-1977
a. j. Culverson	Box 1077 1057 Van Buren	Seward ak - 2-15-77
Jesse I. Williams	Box 574	Seward 2-15-77
Mrs & Mrs. Jimi Hendon	Box 1023	SEWARD 2-15-77
Richard Hibbets	Box 1081	SEWARD 2-15-77
Michael J. Spinski	Box 1132	Seward 2-15-77
Sandy I. Spinski	Box 1132	Seward 2-15-77
Shirley Freeman	Box 1132	Seward 2-15-77
Dorcas Turner	Box 114	Seward 2-15-77
Clarence A. Coors	Box 1591	Seward 2-15-77
Linda Graham	Box 361	Seward 2/15/77
Audrey J. Collins	Box 361	Seward 2-15-77
Cynda Chambers	PO Box 983	Seward 2/15/77
Carl T. Norman	Box 496	Seward 2/15/77
James E. Hellingworth	See Del	Seward 2/16/77
KEN SPALDING	Box 1587	Seward 2/16/77
Robert A. Richey	Box 724	Seward 2/16/77
May Jaebler	Box 1192	SEWARD 2-16-77
Manuel Johansen	Box 186	Seward 2/16/77
Robert J. Sweet	Box 1047	Seward 2/16/77
R. L. Rusk	PO Box 334	Seward 2/16/77

# CITY OF SEWARD



P. O. BOX 337  
SEWARD, ALASKA 99664

CITY MANAGER CA 4-5214  
COMPTROLLER CA 4-5218  
INFORMATION CA 4-5215  
CITY POLICE CA 4-5201

February 10, 1977

Honorable Joseph Orsini  
Chairman  
Senate Committee on Community  
and Regional Affairs  
Pouch V  
Juneau, Alaska 99811

Dear Mr. Chairman:

Following the hearing on February 3 regarding Seward's annexation petition for the Fourth of July Creek area, you requested that we provide you with additional information concerning the residents of the annexation area.

We have identified eight people who are residing at the present time within the boundaries of the proposed annexation. There is a family by the name of McNutt living in an old building owned by Mr. Eugene Hundley of Everett, Washington, one of the two private property owners in the annexation area. We were able to make contact with Mrs. McNutt and she advised that the family has verbal permission from Mr. Hundley to reside on his land. The McNutt's have four children, three of which attend Seward public schools. This was verified by the Assistant Principal of William H. Seward Elementary School. A check with the Kenai Peninsula Borough Assessor's Office revealed only Mr. Hundley's name on the property tax rolls. (He owns approximately ten acres in the annexation area). The Borough has not assessed any property tax on the building now resided in by the McNutt's because it was heretofore vacant and determined to be of no value for taxation purposes.

Two other residents of the proposed annexation area, a Fredricka Ann Ernst and a Jussi Mackinen, have taken over an old cabin built several years ago by a man who homesteaded the area. This man died and his family failed to obtain patent to his homestead. The land has since been nominated for state selection under provisions of the Alaska Statehood Act.

Page 2  
February 10, 1977  
Honorable Joseph Orsini

In addition to the eight people above, we have been informed of one other man living in the Fourth of July Creek area, however we have not been able to identify him other than by his first name, Peter.

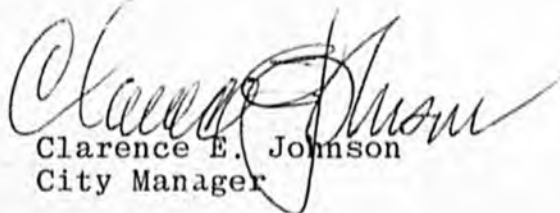
We feel it is significant to note that none of the above residents own any real property in the area. None, it appears, can produce any documented proof of lawful entry on the property where they reside. Only the McNutt family claims a verbal agreement with the lawful owner of the property. This has not been substantiated by the City.

Finally, we can find no provision of the law regarding local annexation that has not been complied fully with by the City of Seward and Local Boundary Commission. Section 10.100 of Title 19 of the Alaska Administrative Code provides for the proper filing of an Answering Brief to a Petition for Annexation. To our knowledge, no such Brief's have been filed by an residents or property owners in the Fourth of July Creek annexation area. In fact, the largest private property owner, Mr. Dale Lindsey, has openly supported the annexation in the Local Boundary Commission hearing on May 21, 1976, and in a letter submitted to Chairman Rudd on February 3.

The majority of those residents who have signed petitions opposing the Fourth of July Creek annexation reside outside the present corporate boundaries of Seward and, with the exception of the individuals identified above, none reside in the annexation area.

We trust that this has provided further clarification concerning Seward's petition for annexation. If there is additional information you wish to have from the City, please don't hesitate to let me know.

Sincerely yours,

  
Clarence E. Johnson  
City Manager

cc: Honorable Lisa Rudd, Chairman, House Committee on Community  
and Regional Affairs  
Honorable Keith Specking  
Honorable Jalmar Kerttula  
Members of House & Senate Community and Regional Affairs Committees  
(listed below)

Ed Willis  
Frank Ferguson  
Glenn Hackney  
William Sumner  
Tim Kelly

Sara (Sally) Smith  
Al Ose  
Randy Phillips  
Kris Lethin  
Merle Snider

Copy

Tom Taggart *TL*  
Box 1195  
Seward, Ak. 99664  
2 February, 1977

Representative Charlie Parr  
Pouch 7  
Juneau, Alaska 99811

RE: Senate Joint Resolution 9

Dear Mr. Parr:

A vote on SJR9 will likely come before the Legislature soon.

In your recent correspondence to me concerning this matter, you indicated that you may rely heavily upon the Local Boundary Commission recommendation and the opinion of the Seward Legislators. I ask that you do not, for the following reasons....

- 1) The LBC recommendation was contrary to the public sentiment expressed at the hearing, and was rendered in haste.
- 2) Since I sent the petition to you a few weeks ago, yet another petition with an additional 175 signatures has been sent to the House Community & Regional Affairs Committee. Nearly half of Seward's electorate have now signed the two petitions opposing this annexation.
- 3) Unlike yourself and many of your colleagues, the Seward Legislators have thus far been totally unresponsive to this issue.

Please vote to disapprove the LBC recommendation.

Sincerely,

Thomas Taggart

CC: Representatives Miller, Malone, Smith, Rudd, Osterback, Guy, Mockins, Buchholdt, Duncan, McKimmon, Kelly, Snider, Bradley, Severson, Phillips, Miles, Cotten, Gardiner, Akers, Haugen, Brown, Swanson, Nakek, Schaeffer; Senators Huber, Ferguson, Rader, Willis, Sackett, Meland, Orsini, Holman.

MS. SMITH: PLEASE EXCUSE THIS COPY,  
BUT TIME IS SHORT AND I HAD TO  
GET THIS OUT IN A HURRY.

*Tom Taggart*

copy of petition on file  
in Smith's office -

Seward, Alaska  
Feb 1, 1977

*original*

Re: Petitions relative  
to legislative action on  
Fourth of July Creek

Representative Sally Smith

Dear Ms. Smith:

This envelope contains signature petitions from over 170 Seward citizens requesting that the recommendations of the Boundary Commission which convened here in May be completely annulled, rejected, and set aside.

It is only fair that you do this because the first boundary commission hearing held here, caught the community off guard. I am told there was a very small attendance, and I know that I was not even aware it had taken place until I read of it in the local paper.

There has been a lot of agitation, in Seward, for and against annexation, during the past year, but the conflict seems to be primarily between City Hall and the people, rather than a real division among the people themselves.

If the city's failure to reach the people is due to their policy of Futuristics, or to <sup>2</sup>ster-<sub>n</sub>eotyped bureaucratic approach, ~~we will never~~ or to the sheer reality of a rather depressed economy we will never know, and it is of small import now. I emphasize the here and now because as of this present date, Feb. 1, 1977 the people have spoken, and after all is said and done, democratic government still remains; essentially, a process, from, through, and for the common people.

Respectfully yours,

Willard Midby

CITIZENS OF THE SEWARD AREA HEREBY PETITION THE 1977 SESSION OF THE ALASKA STATE LEGISLATURE TO REJECT ANY AND ALL RECOMMENDATIONS FROM THE LOCAL BOUNDARY COMMISSION FOR ANNEXATION OF THE LANDS WHICH SURROUND THE CITY OF SEWARD AS IT IS NOW CONSTITUTED.

NAME

ADDRESS

DATE

NAME	ADDRESS	DATE
W. H. S. Kildguski	Old Nash Road P.O. Box 1172 Seward	1/28/77
Ken Moe	Old Nash Rd.	1/28/77
Edward M. Moe	Old Nash Road	1/28/77
Bob Duck	Mile 5 Nash Road	1/28/77
W. H. HARRISON	Mile 5 Nash Road	1/28/77
William Hansen	Nash Road	1-28-77
Clifford Johnson	Nash Road	1-28-77
Arthur W. Johnson	Nash Road	1-28-77
Ben Allison	Nash Road	1-28-77
David Allison	Nash Rd	1-28-77
Phillip Faulkner	Mile 3, Seward Hwy.	1-28-77
Frank Wlastart	Box 111 Seward, Ala.	1-28-77
W. S. McDonald	Nash Rd	1-29-77
Waino R. Heinbaugh	509 MADISON Seward	1-29-77
Escher Heinbaugh	509 Madison Ave. Seward	1-29-77
Ernie Starr	601 5th Ave	1-29-77
Merle Starr	601 5TH AVE.	1-29-77
Robert McKean	Bear Creek	1-29-77
Robert O. Orestad	Seward (the) Box 1521	1-29-77
Raymond Kibgaard	Seward, Ak. Box, 1114	1-29-77
M. R. Brandy	Box 967, Seward	1-29-77
E. R. Johnson	Box - 1194 Seward	1-29-77

WE, THE UNDERSIGNED

CITIZENS OF THE SEWARD AREA HEREBY PETITION THE 1977 SESSION OF THE ALASKA STATE LEGISLATURE TO REJECT ANY AND ALL RECOMMENDATIONS FROM THE LOCAL BOUNDARY COMMISSION FOR ANNEXATION OF THE LANDS WHICH SURROUND THE CITY OF SEWARD AS IT IS NOW CONSTITUTED.

NAME

ADDRESS

DATE

NAME	ADDRESS	DATE
Lena Nayer	Box 852	1-29-77
Richard M. Johnson	Box 643	1-29-77
Eric S. BERG	BOX 1587	1-29-77
R.E. Olsen	Clearview Box 155	1-29-77
Steve D. Miller	PO 223 SEWARD	1-30-77
Mike A. Miller	PO 81 Seward	1-30-77
Helen Nelson	Res RD	1-30-77
Rocky Ross	Res. RD	" " "
Jim Ross	NASH RD.	1-30-77
Abund Sky	RESURRECTION RD	1-30-77
Ellis Stone	mi 3 1/2 P.O. Box 13	1-30-77
Marshall McManus	Star Pt Seward	1-30-77
Alice Schaeffer	P.O. Box 374 Seward	1-30-77
Francis Wright	Box 883 Seward	1-30-77
Charles B Lewis	Box 883 Seward	1-30-77

WE, THE UNDERSIGNED

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NAME

ADDRESS

DATE

NAME	ADDRESS	DATE
Daniel A. Hansen	Box 1094 - Seward	1/29/77
Edward H. Lincoln	Box 893 Seward AK	1/29/77
Oscar Groves	Box 382 Seward AK	1/29/77
Clute Thomas	Box 894 Seward, Alaska	1/29/77
Lilly M. Thome	Box 894 Seward, Alaska	1/29/77
Leonard O. Casper	Box 1385 Seward, Alaska	1/29/77
Jimmy T. Martin	Box 816 SEWARD, ALASKA	1/29/77
Sumner Martin	Box 816 SEWARD, ALASKA	1/29/77
<del>Mr. &amp; Mrs. James Stavrinides</del>	Box 1447 Seward, AK	1/29/77
Normie W. Lynch	Str. Rt. Mile 3 1/2 Seward, AK	1/29/77
Mr. and Mrs. Michael Lynch	Str. Route Mile 3 1/2 Seward AK	1/29/77
Dale Schutte	Box 451 Seward ALASKA	1/29/77
Robert F. Cahley	Box 1356 Seward AK	1/29/77
John L. Cahley	Box 1356 Seward AK	1/29/77
David Karchbaum	Box 1176 Seward ak	1/29/77
Dea Karchbaum	Box 1176 Seward ak	1/29/77
Laurie Corbin	Mile 3 1/2 Seward ak	1/29/77
Helene Jackson	Box 902 Seward ak	1/29/77
Carol McFadden	Star Rt Seward AK	1/29/77
Jay J. Senovese	PO Box 1635 Seward AK	1/29/77
Francis Bailey	Box 96 - Nash Rd. Seward, AK	1/29/77
Dale R. Sorenson	Box 1156 NASH RD Seward, AK	1/29/77

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NAME	ADDRESS	DATE
Forrest James	PO Box 1063	SEWARD, AK. 99664 29 JAN 77
Ernest V. Kirsch	Box 1437	Seward, AK. 99664 1/29/77
Ray C. Hallman	Box 462	Mile 3 1/2 Seward Alaska 1/29/77 99664
Gene S. Hollman	Box 469	Mile 3 1/2 Seward Alaska 1/29/77
Stanley T. Rogers	Star Route	Mile 3 1/2 Seward, Alaska 1/29/77
James P. Rogers	Star Route	Mile 3 1/2 Seward, AK 1/29/77
Bette L. Loger	Star Route	mile 3 1/2 - Seward Ak. 1/29/77
Ludwig Ewert	P.O. Box 986	SEWARD, AK, 99664 1-29-77
Kawline Groot	Box 986	Seward Alaska 1-29-77
Woodrow English	Box 1185	Seward 1/29/77
M. A. Matthews	Box 313	Seward 1-29-77
James M. Lewis	Box 611	Seward 1-29-77
Patrick A. Bottani	Box 1347	Seward 1-29-77
Bette B. Angelen	Box 583	Seward 1-29-77
Gene Spirinich	Box 1447	Seward 1-29-77
Paul Paquette	Box 711	Seward 1-29-77
Demi Paquette	Box 011	Seward 1-29-77
George H. Smith	Box 431	MILE 3 1-29-77
Jois Granille	Box 421	MILE 3 1-29-77
Jean Du Beau	Box 1126	Sal Cr. Rd 1-29-77
Emily Du Beau	Box 1126	Sal. Cr. Rd. 1-29-77
Ralph D. Bailey	Box 96	Nash Rd. 1-29-77

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NAME

ADDRESS

DATE

May Zimmerman	Star Rt. Seward	1-28-77
Edward A. Zimmerman	Star Rt. Seward	1-30-77
John J. Janssen	Star Rt. Seward	1-30-77
George Zimmerman	Star Rt Seward	1-30-77
Jane Zimmerman	Star Rt Seward	1/30/77
Robert D Kenes	Star Rt Seward	1/30/77
Wack H. Graham	P.O. Box 1097. Seward	1/30/77
Edna K. Graham	Box 1097 Seward	1/30/77
Maria Olivia	Bear Creek Trailer Park, Seward,	1/30/77
Carl J. Brown	Bear Creek Trailer Park Seward 833	1/30/77
Susana Branson	Bear Creek Trailer park Seward	833-1-30-77
A D Mathey	Bear Creek Trailer Park Seward	1-30-77
A D Mathey	" " " " " "	1-30-77
James Daniel	Box 593 Seward	1/30/77
Dennis P. Mullen	Star Route Seward	1-30/77
Loralee Weather	Bear Creek Trlr Ph.	1-30-77
Harry Weather	Bear Creek Trlr Ph	1-30-77
Robert P. Estes	Bear Creek Rd.	1-30-77
Kenna Estes	Bear Creek Rd.	1-30-77
Allen C. Stalling	Box 561 - mile 7 1/2	1-30-77
Elaine B. Stalling	Box 561 - mile 7 1/2	1-30-77
Richard R. Ponne	Box 1087 MILE 8	1-30-77



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NAME	ADDRESS	DATE
Virginia E. Ronne	Box 1087, Mile 7 1/2 Seward, Ak	1/30/77
Marshall G. Ronne	Box 723 Mile 7 Seward	1-30-77
Esther K. Ronne	Box 723, Mile 7 Seward	1-30-77
Lois Munsen	Box 1397 mile 7 Seward	1-30-77
Gerry Munsen	Box 1397 mile 7 Seward	1-30-77
Henry Munsen	Box 1397 Mile 7 Seward	1-30-77
Shirley G. Calhoun	Box 1414 Mile 7 Seward	1-30-77
Don Calhoun	Box 1414 Mile 7 Seward	1-30-77
William F. Frazer	Box 874 Seward	1-30-77
Patricia Frazer	Box 874 - Mile 7 Seward	1/30/77
Martha Frazer	Box 874 Mile 7 Seward	1/30/77
Olav Saldeland	Box 1135 Mile 7 Seward	1/30/77
Margaret Saldeland	Box 1135 mile 7 Seward	1/30/77
Virgil P. Harris	Seward AK	1-30-77
Louis R. March Sr.	mile 5 1/2	1-30-77
Elaine March	mile 5 1/2	1-30-77
Louise March Jr.	mile 5 1/2	1-30-77
Mrs. Helen March	Mile 5 1/2	1-30-77
Paida Baling	mile 5 1/2	1-30-77
Wallace Baling	P.O. Box 713	1-30-77
Malene K. Gerry	P.O. Box 713	1-30-77
Truman Baling	Box 232 mile 5 1/2	1-30-77

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NAME	ADDRESS	DATE
Brent A Stephens	SP# 10 Bear Creek Ct	1-30-77
Costance C Stephens	" " " " "	1-30-77
Gerald T. Swin	Bear Creek Park	1-30-77
Sharon L. Swin	Bear Creek Tr. Park	1-30-77
Mary Sanden	mile 6 Hwy	1-30-77
Arleta K. Suburack	Bear Creek Tr. Park #7	1-30-77
Martin C. Suburack	" " " " "	"
John W. Sanden	mile 6 Seward Hwy	1-30-77
Jess E. Sweet	538 6 <sup>th</sup> Ave Seward	1-30-77
Clarence S. Ballard	mile 3 1/2 Seward Hwy	1-30-77
Betsy C. Ballard	mile 3 1/2 Seward Hwy	1-30-77
John T. Hough	mile 5 1/4 Seward Alaska	1-30-77
Edith Hough	mile 5 1/4 Seward, Alaska	1-30-77
Mary A. Brewer	mile 6 1/2 Seward, Alaska	1-30-77
Leland P. Brewer	mile 6 1/2 Seward Alaska	1-30-77
Oral Bryan	mile 4 1/2 Seward Alaska	1-30-77
Walter Bryan	mile 6 Seward Alaska	1-30-77
Louis C. Dick	mile 6 1/2 Seward Alaska	1-30-77
Shelli Dick	mile 6 1/2 Seward Alaska	1-30-77
Victor C. Withers	mile 6 1/2 Seward Alaska	1-30-77
Lucile Withers	mile 6 1/2 Seward Alaska	1-30-77
Jean Porter	Seward Pt Seward, Alaska	1-30-77

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NAME

ADDRESS

DATE

NAME	ADDRESS	DATE
Richard Frank	Box 861	1-28-77
Melody Jordan	Box 1162	1-29-77
Aileen Trigglett	Box 1162	1-29-77
Starkey Randon	Box 811	1-29-77
Lyle C. Keyes	General Delivery <sup>mile 7</sup>	1-30-77
Tom Ballinger	Box 1373	1-30-77
William Vincent Jr	Box 1564	1-30-77
Marsha Vincent	Box 1564	Jan 30 1977
Ed. A. M. Richey	Box 724	1/30/77
Robert A. Richey	Box 724	1/30/77

PETITION

The undersigned citizens of the Seward area who signed a petition circulated by one Thomas Taggart regarding annexation proposals for the City of Seward, hereby wish to state that they have no objection to the proposed Fourth of July Creek annexation and that the earlier stated objections pertained to annexation proposals involving the Lowell Point Area (South Portion) and Bear Creek, Salmon Creek Area (North Portion).

SIGNATURE

ADDRESS

DATE

- |                       |                   |                  |          |
|-----------------------|-------------------|------------------|----------|
| Richard R. Ronne      | P.O. Box 1087     | MILE 8<br>SEWARD | 01-27-77 |
| Virginia E. Ronne     | P.O. Box 1087     | MILE 8<br>Seward | 01-27-77 |
| Rita Remington        | Box 1073          | Seward           | 1-27-77  |
| Henry Marshall        | Box 854           | Seward           | 1-27-77  |
| Richard E. Marshall   | Box 854           | Seward           | 1-27-77  |
| L. A. Hasty           | 419 6th           | Seward           | 1-26, 77 |
| Rosene Hasty          | 419 6th           | Seward           | 1-26, 77 |
| Earl R. Duncan        | Nash Rd.          | Seward           | 1-27-77  |
| Theresa Duncan        | Nash Rd           | Seward           | 1-27-77  |
| Jan Andrews           | Mile 7            | Seward           | 1-28-77  |
| Louis E. Diefel       | Mile 6 1/2        | Seward           | 1-28-77  |
| Sandra M. Andrews     | Mile 7            | Seward           | 1-28-77  |
| Phyllis Riel          | Mile 6 1/2        | Seward           | 1-28-77  |
| Douglas McFadden      | Mile 3 1/2        | Seward           | 2-1-77   |
| Merle W. Starr        | 6015TH AVE SEWARD |                  | 2-1-77   |
| Jacqueline H. Darling | 209 4th ave       | Seward           | 2-1-77   |



PETITION

The undersigned citizens of the Seward area who signed a petition circulated by one Thomas Taggart regarding annexation proposals for the City of Seward, hereby wish to state that they have no objection to the proposed Fourth of July Creek annexation and that the earlier stated objections pertained to annexation proposals involving the Lowell Point Area (South Portion) and Bear Creek, Salmon Creek Area (North Portion).

SIGNATURE

ADDRESS

DATE

ROBERT N STORM

*Robert N Storm 215 5th Seward 1-26-77*

*Ronetta McConnell P.O. Box 757 1-26-77*

*Lundy Dewitz P.O. Box 757 1-26-77*

*Oscar A Bailey Star Route 1-28-77  
1-30-77*

*Betty Jo Kuller P.O. Box 1025 Seward, Alaska 99664*

*Luther B Sully P.O. Box 1225 Seward A.K. 99664*

*Robert D. Peterson Box 697 Seward AK 2/1/77*



THOMAS TAGGART  
BOX 1195  
SEWARD, ALASKA 99664

13 JANUARY, 1977

Dear Alaska State Legislator:

The most volatile issue in the Seward area this past year has been the attempt at annexation of state lands by the City of Seward.

The city administration justifies their piecemeal annexation plan upon the premise of preparing for O. C. S. development. They refer the people to the study which they contracted (The Seward Concept Plan) as supportive of their position that annexation is desirable and/or necessary.

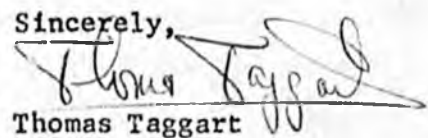
The facts do not support the city's contention that annexation is necessary for orderly development in the Seward area. Some of the more important arguments against these annexation proposals are:

- 1) The "Seward Concept Plan" has been adjudged by state and federal authorities as inadequate for O. C. S. planning and subsequent funding.
- 2) Exxon and Dresser, which have selected Seward as their base, have chosen small tracts of less than 5 acres each in close proximity to the Alaska Railroad. Their choices would seem to indicate a precedent for any companies which may follow. There is much land already within city limits and extending along the ARR with good transportation access. These are the logical places for growth to occur, rather than in a wilderness setting with all the attendant expense involved in developing such a site.
- 3) Most of the proposed annexation areas are rugged terrain with slopes in excess of 30° which would preclude any sort of tax base from developing there. Verily, in any direction from Seward except north, rugged wilderness is encountered within a few miles of town.

This issue was brought before the local electorate on November 2nd, 1976 in a straw poll conducted at City Hall, Seward. At that time nearly 75% of the total voters rejected the city's annexation proposals which were put before them.

The signers of the attached petition ask the legislators to override any recommendations from the Local Boundary Commission for annexation of lands in the Seward area.

Sincerely,

  
Thomas Taggart

PS: Please note that page 3 of the petition contains about 15 signatures which are duplicated on pages 1 & 2. The petition was revised to a condensed form, thus accounting for a few duplicate signatures from the original petition.

CC: Alaska State Legislators, Juneau  
Honorable Jay Hammond, Juneau

WE, THE UNDERSIGNED

CITIZENS OF THE SEWARD AREA HEREBY PETITION THE 1977 SESSION OF THE ALASKA STATE LEGISLATURE TO REJECT ANY AND ALL RECOMMENDATIONS FROM THE LOCAL BOUNDARY COMMISSION FOR ANNEXATION OF THE LANDS WHICH SURROUND THE CITY OF SEWARD AS IT IS NOW CONSTITUTED.

NAME	ADDRESS	NAME	ADDRESS
* John Breckman	Box 14117	* Peter Norstrom	Box 2-812 Seward
* Willard Midgley	Box 370	* Frank Riles	Sta Rt Seward
* Tom E. Bunker	Box 94	* J. A. Miska	Box 1312 Seward
* Eric H. Harder	Box 223 Seward	* Fred D. Bore	Box 1312 Seward
* Armen Boling	Box 232 Seward	* Fred M. Bore	Box 213 Seward
* Paula Boling	Box 232 Seward	* John Letherland	Box 491 Seward
* James E. Nathan	POB 23 Seward	* Bertin, L. Brown	1881 Seward
* J. W. M. M. M.	Box 901 Seward	* David Suddath	Box 1174 Seward
* J. W. M. M. M.	Box 901 Seward	* Jerry J. Smith	
* J. W. M. M. M.	Box 901 Seward	* Barbara E. Wynn	Resurrection
* Catherine M. M.	Box 1233 Seward	* Laurel Russell	Resurrection
* K. M. M. M.	Box 185 Seward	* Doug Smith	POB 23 Seward
* W. M. M. M.	Box 185 Seward	* Christine M. M.	Box 772 Seward
* H. M. M. M.	Box 185 Seward	* John J. M.	" " "
* J. M. M. M.	Box 185 Seward	* Robert E. M.	Box 591 "
* Marshall M. M.	Box 185 Seward	* Julie Johnson	Box 643 "
* G. M. M. M.	Box 1195 Seward	* Mary M. M.	POB 1274
* H. M. M. M.	Box 1423		
* Roy Starnes	Box 921 Seward		
* Mrs. M. M. M.	Box 7447		
* J. M. M. M.			
* J. M. M. M.	Box 305 Seward		
* J. M. M. M.	Box 156		
* J. M. M. M.	Box 521 Seward		
* Dennis M. M.	Box #47 Seward		
* Louis O. M.	Box 154 Seward		
* J. M. M. M.	Box 154 Seward		
* J. M. M. M.	C.P. SEWARD		
* J. M. M. M.	M. V. Seward		
* J. M. M. M.	POB 1415 Seward		
* J. M. M. M.	POB 1506 Seward		
* J. M. M. M.	Box 444		



CITIZENS OF THE SEWARD AREA

HEREBY PETITION THE 1977 SESSION OF THE ALASKA STATE LEGISLATURE  
TO REJECT ANY AND ALL RECOMMENDATIONS FROM THE LOCAL BOUNDARY COMMISSION  
FOR ANNEXATION OF THE LANDS WHICH SURROUND THE CITY OF SEWARD  
AS IT IS NOW CONSTITUTED.

We ask that the Legislators prudently consider the results of a poll taken at Seward City Hall on November 2nd, 1976 pertaining to annexation proposals, as follows...

	No. of VOTERS	Annexation(s) FOR.....AGAINST
SEWARD PRECINCT # 1	187	35.9% ..... 64.1%
SEWARD PRECINCT # 2	336	33.0% ..... 67.0%
BEAR CREEK PRECINCT	205	11.9% ..... 88.1%

NAME	ADDRESS
1. Eddie Wilson	Box 697 (Mile 7) Seward, Alaska
2. Russ L. Lemmas	Box 661 (Mile 6 1/2) Seward Alaska
3. Loralei Winters	Box 1193 (7 mile) Seward, Ak
4. Sharon Bensen	Box 1372 (7 mile) Seward, Ak
5. Richard Carlson	Box 1162 (6 1/2 mile) SEWARD, AK
6. Robert W. Holstrom	Box 697 Mile 7 Seward Alaska
7. Ed. Marden	Box 163 (Mile 5 1/2) Seward, Alaska
8. Gilbert Hibernick	Box 834 - Bear Creek, 1/2 Mile Seward, Ak.
9. Eileen Calligan	Box 163 (Mile 5 1/2) Seward, Ak.
10. Robin Lemmas	Box 661 Mile 6 1/2 Seward
11. Tom Henderson	Box 816 Mile 6 1/2 SEWARD
12. Ed DeLorenzo	Box 895 220 2nd Street Seward.
13. Mary A. Bixler	Box 1325 mile 6 1/2 Seward
14. David A. Eliss	Box 1027 Wash Road Seward Alaska
15. Barbara D. Wynne	P.O. Box 343 Resurrection Rd Seward Ak
16. Esther Dore	P.O. Box 723 Seward AK.
17. Carolyn Schar	P.O. Box 92 Seward (Salmon Rd)
18. Tom Taggart	Box 1195 " WASH RD
19. Michael VanDeusen	Mile 7 1/2 Seward, Alaska
20. Mary Zimmerman	Mile 7 1/2 Seward, Alaska

SEWARD - ANTI - ANNEXATION PETITION

NAME	ADDRESS	ADDRESS
21. [unclear]	[unclear]	[unclear]
22. [unclear]	[unclear]	2. Mile 7
23. Joseph Ontholder	[unclear]	3. mile 3 1/2
24. Karim Elias	[unclear]	4. Wash Road - Seward
25. Nora Kankkunen	[unclear]	5. Mile 3 1/2 Seward - Box 1176
26. David Kankkunen	[unclear]	6. Mile 3 1/2 Seward - Box 1176
27. Sandy Lemmas	[unclear]	7. Mile 6 1/2 Seward Box 1221
28. Mary De Neupertis	[unclear]	8. Mile 20 Seward
29. Vincent De Neupertis	[unclear]	9. Mile 20 Seward, Alaska
30. Andrea Anderson	[unclear]	10. Mile 7
31. Susan Broughton	[unclear]	[unclear]
32. [unclear]	[unclear]	[unclear]

Thomas Taggart  
Box 1195  
Seward, Alaska 99664

16 February, 1977

Representative Sally Smith  
Fouch V  
Juneau, Alaska 99811

COPY

RE: SENATE JOINT RESOLUTION #9

Dear Ms. Smith:

I again apologize for my abrasive letter and phone call. Tact is not one of my virtues. However insignificant this issue may be in the general context of your duties in Juneau, you must understand that it is very important to Sewardites.

I became involved with this issue because I live adjacent to the area which is proposed for annexation. Your statement that our case was full of "untruths," and that the residents in the annexation area were "squatters" was a bit much for me to take. I will make this as short as possible....

My petition was conceived and circulated last November & December to stop the 4th of July Creek annexation attempt and also Step 2 of the City's annexation plan. That step was still very much alive when the petition was circulated, although 69% of Seward's voters asked the City to drop it at the last general election. It was only cancelled at the last moment (1-6-77), and not by the City.

After adding my petition with 109 signatures to all Legislators on 1-13-77, I was publicly castigated by the Seward Mayor for exercising my right to petition the government. The Mayor and his cohorts disapproved of my objectives, so they interpreted my efforts as being detrimental to society, when in fact the exact opposite was the case.

The City's next step was an attempt to discredit my petition by circulating a counter petition asking people to remove their names from mine. I believe they succeeded in removing up to 40 names from my petition.

The City's counter petition inspired the leaders of the Bear Creek Anti-annexation League to circulate yet another petition, which purportedly was worded exactly like mine, and which was intended to show support for my petition. Their petition added 175 additional signatures in opposition to the 4th of July Creek annexation. IT MUST BE NOTED, THAT WHEN THE THIRD PETITION WAS CIRCULATED, IT WAS CLEARLY UNDERSTOOD THAT THE ONLY ANNEXATION BEING CONSIDERED BY THE LEGISLATURE WAS THE 4TH OF JULY CREEK AREA. If there was any misunderstanding as to the scope of my petition, there was certainly none concerning the third petition.

By my reckoning there are now about 244 people within and without the Seward City Limits who are on record as being opposed to the annexation of 4th of July Creek. This is a sizable portion of the 728 voters who turned out here in the last general election. These petitioners do not all live outside the city limits, own no property, or reside here only a few months at a time, as the Seward City Manager was quoted in the minutes of the February 3rd hearing. Among other signers were the following city residents: 1) Virginia Darling, owner of Brown & Hawkins' store who has resided here since about 1925. 2) Bob & Eddie Wilson, who own one of Seward's three grocery stores. 3) Rosa Lemas who owns property near the airport and who has been here about 25 years. 4) Earl Duncan, who was at one time general foreman at Seward Fisheries. 5) Frank Diekgreoff, ex-city councilmember who owns the Letco Construction Co. 6) Joann Hoogland, who is a schoolteacher and property owner who has been here since 1943. 7) Willard Midby, property owner and city resident who has lived here 20 years. 8) Phil Hardy who homesteaded Lowell Point about 30 years ago.

Contrast these people and the other petitioners to Mr. Johnson, the City Manager who has lived here about one month, and the credibility of his statement at the hearing is somewhat wanting, to say the least.

The people whose presence you summarily dismissed as "squatters" are the McNutts, who live on the property of Mr. E. W. Hundley. The City recently attempted a "witchhunt" against these people, not realizing that they lived ~~there~~ with Mr. Hundley's blessing. Apparently the McNutt's crime in the City's eyes, was the fact that they had the audacity to sign an anti-annexation petition. Three of their children do indeed walk 1½ miles to catch a school-bus each day, and their mother walks at least twice that far each day to get to her nursing job at the hospital. I hope you can be objective enough to recognize the similarity between the entrenched Sewardites who label these people as squatters, and the entrenched Juneauites who castigate you for your unique lifestyle in the Juneau small boat harbor.

I spoke with Mr. Hundley of Continental Van Lines on 2-15-77, and he was not even aware of the annexation attempt until recently. A business acquaintance of his representing Nikiski Marine Company of Anchorage has recently contacted Rep. Rudd about the annexation attempt. Since Mr. Hundley is probably the biggest taxpayer in the annexation area, I would suggest you contact him in Seattle at 937-2261. If any industrialization does occur within the annexation area, it is likely to be on Mr. Hundley's property, because it is much more accessible than 4th of July Valley proper. Mr. Hundley owns a pier which is probably of great value.

During our phone conversation on 2-15-77 you stated that the 3rd petition was received in time for consideration at the February 3rd hearing. You went on to say that all such relevant material was duly copied and passed out to Committee members. Your statement is not consistent with the information given me by Paul Conger of the Senate CRA committee on the same day, and also when I talked to him on 2-14-77. He stated that the Senate Committee had only become aware of the 3rd petition this week, since I called him about it. His views are supported by the minutes of the February 3rd hearing, page 4, paragraph 5, where it is clearly implied that the 3rd petition was not materially present at the hearing. Since the 3rd petition was expressly drawn up to negate the 4th of July annexation, great emphasis should be placed upon it...And soon. If we, the people, cannot reach the legislators by petition, how else can we reach you?

There have been over 100 responses from legislators to the people who signed the original petition which I mailed out. Distressingly, none of those responses came from Specking or Kerttula who we elected to represent us. There apparently exists here a buffer zone between the petitioners and the lawmakers. It is comprised of people who have very well-defined and narrow interests, and their actions are contrary to the public sentiment.

The way I understand democracy, we have voiced enough opposition to this annexation to have it disapproved.

Sincerely,

  
Thomas Taggart

CC: Representative Lisa Rudd  
 ✓ Senator Joe Orsini  
 Senator Ed Willis  
 Senator Jay Kerttula  
 Representative Keith Specking



**Glacier State  
Telephone Company**

A Member of Continental Telephone System

1621 114th Avenue S.E.  
Suite 210  
Bellevue, Washington 98004  
(206) 453-2000

February 17, 1977

Senator Joe Orsini, Chairman  
Senate Community and Regional  
Affairs Committee  
Pouch V  
Juneau, Alaska 99811

Dear Senator Orsini:

Thank you for taking time to send us a copy of Senate Bill No. 50 and for soliciting our comments.

We have reviewed this proposed legislation and believe that it is in the best interest of our company as well as our customers. We would support the passage of such legislation. If we can be of any service to you in this respect, we would be pleased to do so.

Thank you again for considering our views.

Sincerely yours,

Vern R. Chesbro  
President

VRC:pls

cc: E. K. Larsen

Swedish Embassy

George H. Byer  
P.O. Box 445  
Hemet, California 92343

Dear Mr. Byer:

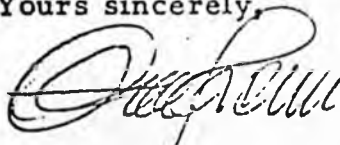
I am awfully sorry that we - by mistake - have not answered your letter to the Ambassador dated November 28th.

./.

The Swedish participation in the U.S. Bicentennial celebrations includes various activities as you can see on the list of Swedish plans for the American Bicentennial year which is enclosed. The activities are to a large extent concentrated on Swedish-American relations. None of them, however, deals with issues which are of mutual interest to arctic countries.

As we think that your idea of a meeting in Alaska is very interesting, we are looking forward to an invitation from the State of Alaska, and we would do our best to promote Swedish participation.

Yours sincerely,

  
Ove Svensson  
Cultural Attaché

JCE.. THIS IS WHAT THE EMBASSIES ASK FOR SO THE GOV. OUGHT TO PROMPTLY WRITE THEM EXPRESSING HIS WELCOME, SUPPORT & COOPERATION AS WELL AS TO THE MAYOR & CITY ASSEMBLY, STATE DEPT, MRS CARTER & PRES. CARTER. WHAT'S THE HOLD UP: WE NEED SOME FORWARD MOVEMENT SO WE CAN GET ON WITH THE JOB.

PS. THIS IS WHAT THEY ARE LOOKING FOR THAT PERSONAL INVITATION FROM THE GOVERNOR OF ALASKA.

ADDRESS  
WATERGATE 600  
600 NEW HAMPSHIRE AVE., N.W.  
WASHINGTON, D. C. 20037

TELEPHONE  
(202) 965-4100

TELEGRAM  
SVENSK

TELEX  
RCA 24347  
WU 89-2724



ALASKA STATE LEGISLATURE

REPRESENTATIVE CLARK GRUENING  
District Seven  
Pouch V  
Juneau, Alaska 99811

940 Tyonek Drive  
Anchorage, Alaska 99501

February 8, 1977

Dear George,

The Arctic-Alaska International Conference sounds like a great idea and I'm willing to work for an appropriation.

I wonder if you would work up a more detailed budget of what this money is to be used for. Also, do you intend to be the executive director, or who will continue to carry the ball?

I am enclosing SB 63, and plan to introduce one on the House side.

Cordially,

Rep. Clark Gruening



LISA RUDD

ALASKA HOUSE OF REPRESENTATIVES, POUCH V, JUNEAU 99811

Dear George,

Many thanks for sending me the material on the Arctic-Alaska International Conference. It is a marvelous idea and I will certainly support the funding you seek.

Yours,

Lisa Rudd

AS CHAIRWOMAN FOR THE HOUSE COMMUNITY AFFAIRS COMMITTEE SHE IS GIVING HER FULL SUPPORT FOR THIS HISTORICAL AND WORTHWHILE PROGRAM

REPRESENTATIVE - DISTRICT 11 - ANCHORAGE



**INTERNATIONAL HOSTS**

- Jay S. Hammond  
Governor of Alaska
- Alaska State Senate  
Chancy Croft, President
- Alaska State House  
of  
Representatives  
Mike Brødner, Presiding
- George M. Sullivan  
Mayor of Anchorage
- Anchorage Municipal Assembly  
Dave Rose, Chairman
- Ted Stevens  
Alaska  
United States Senator
- Mike Gravel  
Alaska  
United States Senator
- Don Young  
Alaska  
United States Representative

**CONFERENCE PARTICIPANTS**

- Alaska  
Chamber of Commerce
- Anchorage  
Chamber of Commerce
- Alaska  
Federation of Natives
- Arctic  
Institute of N. America
- University of Alaska

President Bradshaw of ARCO...

I had a very nice letter from Mr. Slack in Anchorage in the response from my two letters to you. And why I am again now writing to you is because of the "Take Stock In America", ad that appeared in the Los Angeles Times. I liked what I read and it is understandable why you have long been interested in the Arctic for your vision and imagination is beyond the horizon.

Perhaps, to help clarify any reasons why I am a conference coordinator living in Hemet, my roots of 25 years in Alaska, an ex-mayor of Anchorage and a candidate for governor, are deep and of a perspective interest.

You believe in Alaska, I believe in Alaska so let us take stock in Alaska as well as America. NOW'S THE TIME, you say and this 77 conference is only a front runner of things to come and a good step toward a 78 or 79 economic conference of oil producers. So this year is very important in laying the ground work and to participate in the energy subject of

the conference. TOO, we feel it an appropriate time for ARCO or under your name to establish an Energy Foundation grant for the University of Alaska at Anchorage for the studies of energy on the Alaska scene and to help formulate the pending conference of oil producers.

I would like nothing better than to have lunch with you in Los Angeles and share ideas relative to the above.

Sincerely,  
George H. Eyer

Office of The Mayor  
Arctic - Alaska Conference, Inc. Anchorage, Alaska 99501

"A non profit organization to further the mutual interest exchanges among the arctic countries"

WEATHER

TRANSPORTATION  
ENGINEERING

ELECTRIC POWER

MARINE LIFE

HEAT

FUEL

LIGHT

AGRICULTURE  
LAND USE

TELECOMMUNICATIONS

HEALTH  
ENERGY  
RESOURCES  
DEVELOPMENT

With compliments

from

the Director and Staff



UNIVERSITY OF ALASKA

FAIRBANKS, ALASKA 99701

January 31, 1977

Mr. George H. Byer  
Box 445  
Hemet, California 92343

Dear Mr. Byer:

The University will assist in all possible ways in the planned symposium of September, 1977, so long as we know, well in advance, the specific intent and topics of your conference.

I have referred your letter to Dr. Hunsucker and Mr. Siegrist. You may also be interested in the Annual Report of the Geophysical Institute for 1974-75, a copy of which is enclosed.

Concerning the research of the University, the best persons to contact would be the directors of units, as follows:

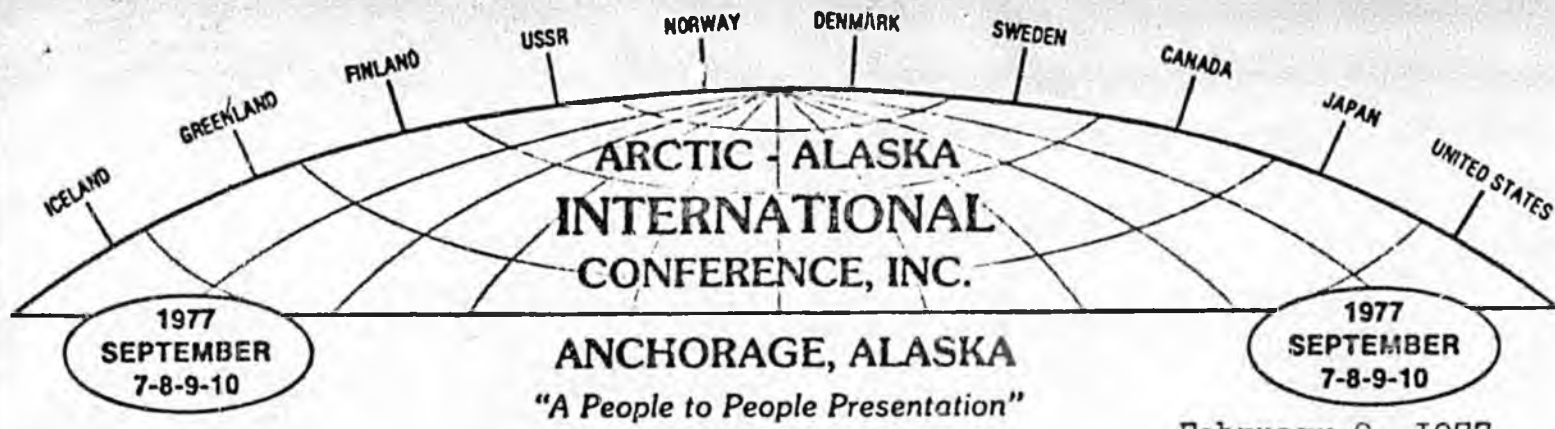
Geophysical Institute . . . . .	T. Neil Davis, Acting Director
Institute of Marine Science . . . . .	John J. Goering, Acting Director
Institute of Water Resources . . . . .	Robert F. Carlson, Director
Agricultural Experiment Station . . . . .	James Drew, Director
Institute of Arctic Biology . . . . .	George C. West, Acting Director
Institute of Social and Economic Research	E. Lee Gorsuch, Director
Center for Northern Educational Research	Frank Darnell, Director
Sea Grant Program . . . . .	Donald H. Rosenberg, Director
Arctic Environmental Information and Data Center . . . . .	David M. Hickok, Director
The Biome Center . . . . .	George C. West, Director
Alaska Cooperative Wildlife Research Unit	David R. Klein, Leader
Mineral Industry Research Laboratory . . . . .	Earl H. Beistline, Director
Forest Soils Laboratory . . . . .	Keith Van Cleve, Director
WAMI Program . . . . .	Wayne W. Myers, Director
Naval Arctic Research Laboratory . . . . .	Gary A. Laursen, Acting Director

Sincerely,

Keith B. Mather  
Vice Chancellor for Research and  
Advanced Study

KBM/afs

Enclosure



**INTERNATIONAL HOSTS**

Jay S. Hammond  
Governor of Alaska  
Alaska State Senate  
Chancy Croft, President  
Alaska State House  
of  
Representatives  
Mike Bradner, Presiding  
George M. Sullivan  
Mayor of Anchorage

Anchorage Municipal Assembly  
Dave Rose, Chairman  
Ted Stevens  
Alaska  
United States Senator  
Mike Gravel  
Alaska  
United States Senator  
Don Young  
Alaska  
United States Representative

**CONFERENCE PARTICIPANTS**

Alaska  
Chamber of Commerce  
Anchorage  
Chamber of Commerce  
Alaska  
Federation of Natives  
Arctic  
Institute of N. America  
University of Alaska

The First Lady  
White House  
Washington, D.C.

*COPY*

Dear Mrs. Carter...

In prayer Sunday past, I asked that a new meaning and purpose be given the international conference for 77. Then today, almost like a revelation, I read of your "Friendship Force" and the people-to-people exchange.

It is of the same philosophy as the no-red-tape people to people presentation. This has been an Arctic dream of mine ever since the over-the-pole flights began, with a stop in Anchorage between Europe and the Far East, bringing ordinary people to Alaska from the arctic countries to join in a mutual exchange of ideas and suggestions that are common to all. A plan, by Alaskans, without government involvement but with its approval and encouragement.

So I can get excited about the many potentials and benefits of the "Friendship Force" and what an appropriate opportunity to incorporate it into the international program for 77 and bring your dream into reality.

I have already written Mr. Powell in Plains and Mr. Watson in D.C. hopeful of getting the President to Alaska, tour the energy field, pipe line and give international importance to Alaska's people-to-people program. And I wrote... "Jimmy will be one of the "greats"...Alaska will be one of the "greats" and they ought to meet." The First Lady is "great" also for her vision and plans for a better tomorrow. It would be a fulfilling realization, in the fall of 77, to all join in a common bond of dedication for what "the interest in others program" can do for the betterment cause.

Your visionary plans and the willingness to go forth with it has renewed my spirit! But like all worthwhile endeavors, it can use some added interest and encouragement for vision is not always understood nor is it something people are easily enthused about. After 25 years in Alaska as city councilman, borough assemblyman, mayor and candidate for governor, my roots are deep, my interest and efforts for this international purpose anxiously given as coordinator.

Plans for coming to D.C. are being coordinated and should your busy schedule permit a few moments in the common hope of international peace through the exchange of people, I would be delighted.

Office of The Mayor Respectfully... *George M. Sullivan*

Arctic - Alaska Conference, Inc. Anchorage, Alaska 99501

"A non profit organization to further the mutual interest exchanges among the arctic countries"

WEATHER

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ENGINEERING

ELECTRIC POWER

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LAND USE

TELECOMMUNICATIONS

HEALTH  
ENERGY  
RESOURCES  
DEVELOPMENT

# Rosalynn Carter's Ambitious Plan for World Peace

By TOM SMITH

Rosalynn Carter, America's new First Lady, is busily laying the groundwork for an ambitious plan to promote world peace — a people-to-people exchange between the U.S. and other nations around the world.

Under this program, dubbed "Friendship Force," which is still in the early, formative stage, planeloads of people, ordinary citizens from every state in the union, would be shuttled to "sister states" around the globe.

These grass-roots goodwill ambassadors would then invite people from the other countries to pay a return visit to their homes in America.

Friends of Rosalynn say she's "very excited" by the prospect of bringing people of the world closer together through these people-to-people exchanges — and they say President Jimmy Carter is solidly behind her plan.

Mrs. Carter has already held one meeting with the man who helped her organize a similar exchange program between the people of Georgia and their sister state in Brazil, Pernambuco, while Carter was governor.

"She and I have agreed we will work on this together," said the Rev. Wayne Smith of Decatur, Ga., who met with Mrs. Carter in September to discuss the Friendship Force program. "She is very interested in helping to promote world peace.

"She thought that these citizen exchanges might be a way — something without govern-



**NEW FIRST LADY** Rosalynn Carter foresees planeloads of grass-roots ambassadors from the U.S.

ment involvement, but with its approval and encouragement."

It's not yet known who will pay for the Friendship Force, or how much it will cost. The visits between the people of Georgia and Brazil were paid for by those involved.

In Washington, Rosalynn's transition staff says the Friendship Force plan is one of her top three priorities.

"It's an idea that she is very interested in and wants to pursue as First Lady," said Kathy Cade, 29, transition projects coordinator. "She has said it is something she really wants to do."

Mrs. Carter has also written to the Partners of the Americas organization, which conducts similar people exchanges among Latin-American countries, asking for help in launching the Friendship Force, according to David

Luria, associate director of the Partners organization.

Luria, who's based in Washington, D.C., told The ENQUIRER: "The Carters first got involved in the exchange program when Jimmy, as governor of Georgia, was honorary president for the Partners organization in Georgia. He and Rosalynn took deep interest in the Brazilian-Georgian partnership, both official-ly and unofficially."

A longtime close friend of the Carter family, John Pope, 56, of Americus, said Rosalynn had discussed her Friendship Force program with him and his wife in November.

"She said she was anxious to get it going internationally, and got very excited talking about it," Pope said. "I think it's her baby, but Jimmy is right behind it and very much in favor of it.

"I am sure you will find that she is going to play a bigger part in trying to achieve things on an international level than any other First Lady," Pope added.

Copy

Tom Taggart  
Box 1195  
Seward, Ak. 99664  
2 February, 1977

Representative Charlie Parr  
Pouch V  
Juneau, Alaska 99811

RE: Senate Joint Resolution 9

Dear Mr. Parr:

A vote on SJR9 will likely come before the Legislature soon.

In your recent correspondence to me concerning this matter, you indicated that you may rely heavily upon the Local Boundary Commission recommendation and the opinions of the Seward Legislators. I ask that you do not, for the following reasons....

- 1) The LBC recommendation was contrary to the public sentiment expressed at the hearing, and was rendered in haste.
- 2) Since I sent the petition to you a few weeks ago, yet another petition with an additional 175 signatures has been sent to the House Community & Regional Affairs Committee. Nearly half of Seward's electorate have now signed the two petitions opposing the annexation.
- 3) Unlike yourself and many of your colleagues, the Seward Legislators have thus far been totally unresponsive to this issue.

Please vote to disapprove the LBC recommendation.

Sincerely,

Thomas Taggart

CC: Representatives Miller, Malone, Smith, Rudd, Osterback, Guy, Meekins, Buchholdt, Duncan, McKinnon, Kelly, Snider, Bradley, Severnson, Phillips, Miles, Cotten, Gardiner, Akers, Haugen, Brown, Swanson, Nakek, Schaeffer; Senators Huber, Ferguson, Rader, Willis, Sackett, Meland, Orsini, Hohman.

DEAR MR. ORSINI PLEASE EXCUSE THIS COPY, BUT TIME IS SHORT AND I HAD TO GET THIS OUT IN A HURRY.

Tom Taggart

Einar Meinung  
279-0007  
Cincheraq, Ak

President of Mekistic Marine  
a Mekistic off shore supply corp  
whose East bay docked North Gulf  
was as a marine base.

Does not want annihilation  
into seaward at this time!

Called 3:45, Tues. Feb 15<sup>th</sup>

Grove



JUNEAU, ALASKA

Alaska State Legislature  
Senate

February 9, 1977

Mr. Johnny Johnson  
City Manager  
City of Seward  
P.O. Box 337  
Seward, Alaska 99664

Dear Mr. Johnson:

Per your request, please find your copy of the Minutes in reference to the Joint Senate and House Community and Regional Affairs Committee Hearing discussing the proposed annexation of territory in the Seward area.

It was a pleasure meeting you, and if you have any further questions or comments, please do not hesitate to contact me.

Very truly yours,

Paul Conger,  
Administrative Assistant  
Senate Community and  
Regional Affairs  
Committee

PC/js

Enclosure: As stated



JUNEAU, ALASKA

Alaska State Legislature  
Senate

February 9, 1977

Mr. Thomas Taggart  
Box 1195  
Seward, Alaska 99664

Dear Mr. Taggart:

Attached for your information is a copy of the Minutes reference to the Joint Senate and House Community and Regional Affairs Committee Hearing discussing the proposed annexation of territory in the Seward area.

Very truly yours,

Paul Conger,  
Administrative Assistant  
Senate Community and  
Regional Affairs  
Committee

PC/js

Enclosure: As stated