## LOG-EXPORTING PROBLEMS

## FRIDAY, JANUARY 19, 1968

U.S. SENATE,
SUBCOMMITTEE ON RETAILING,
DISTRIBUTION, AND MARKETING PRACTICES,
SELECT COMMITTEE ON SMALL BUSINESS,
Washington, D.C.

The subcommittee met, pursuant to recess, at 9 a.m. in room 308, New Senate Office Building, Senator Wayne Morse (chairman of the subcommittee) presiding.

Present: Senators Morse, Scott, and Hatfield.

Also present: Senator Ernest Gruening of Alaska; Representative John R. Dellenback, U.S. Representative from the Fourth District of Oregon; Representative Howard W. Pollock, U.S. Representative at Large from Alaska; Raymond D. Watts, Associate General Counsel; and Herbert L. Spira, Counsel.

Senator Morse. The hearing will come to order.

Will the witnesses from Alaska come to the witness table? I am sorry to get you here so early, gentlemen. I want to thank you very much for cooperating with the committee by coming at 9 o'clock. We have such a long list of witnesses today that I wanted to start early. I appreciate your attendance. We will start with Mr. Charles P. MacDonald, vice president of the Alaska Lumber & Pulp Co., Sitka, Alaska.

You may proceed in your own way.

## STATEMENT OF CHARLES P. MacDONALD, VICE PRESIDENT, TIMBER AND PUBLIC RELATIONS, ALASKA LUMBER & PULP CO., SITKA, ALASKA

Mr. MacDonald. My name is Charles P. MacDonald, vice president, timber and public relations, Alaska Lumber & Pulp Co., Sitka, Alaska. In spite of the fact that the recent staff report of the Treasury Department failed to acknowledge the existence of any pulpmills in their comments on Alaska's forest resource, my firm has been producing sulfite pulp for the export trade at its Sitka, Alaska, mill since 1959.

It is operating solely on public timber, primarily from the Tongass National Forest. It was the successful purchaser of the long-term Sitka pulp sale from the Forest Service in 1957, comprising a 50-year commitment of 5.25 billion board feet primarily from Baranof and Chichagof Island on the southeast Alaska coast.