

AMENDMENT #2

OFFERED IN THE SENATE

BY SENATORS HOFFMAN, BISHOP,

TO: CSSB 138(FIN), Draft Version "R"

AND OLSON

1 Page 2, line 13, following "**development**";:

2 Insert "**establishing the rural capital energy fund**;"

3

4 Page 11, following line 26:

5 Insert a new bill section to read:

6 **** Sec. 13.** AS 37.05 is amended by adding a new section to article 6 to read:

7 **Sec. 37.05.610. Rural capital energy fund.** (a) The rural capital energy fund
8 is created as a special account in the general fund. The fund consists of the amount
9 determined and deposited in the fund under (b) of this section and interest earned on
10 the fund balance. The purpose of the fund is to provide a source from which the
11 legislature may appropriate money to develop infrastructure to deliver energy to areas
12 of the state that are not expected to have or do not have direct access to a North Slope
13 natural gas pipeline.

14 (b) The amount to be deposited in (a) of this section is 30 percent of the
15 revenue received from the state's royalty gas transported in an Alaska liquefied natural
16 gas project that remains after the payment to the Alaska permanent fund under
17 AS 37.13.010.

18 (c) The legislature may make appropriations from the rural capital energy fund
19 for the purpose described in (a) of this section.

20 (d) Nothing in this section creates a dedicated fund.

21 (e) In this section,

22 (1) "Alaska liquefied natural gas project" has the meaning given in
23 AS 31.25.390;

1 (2) "North Slope natural gas pipeline" has the meaning given in
2 AS 42.06.630."

3

4 Renumber the following bill sections accordingly.

5

6 Page 13, line 21:

7 Delete "sec. 13"

8 Insert "sec. 14"

9

10 Page 17, line 11:

11 Delete "sec. 16"

12 Insert "sec. 17"

13

14 Page 21, line 3:

15 Delete "sec. 26"

16 Insert "sec. 27"

17

18 Page 24, line 27:

19 Delete "sec. 29"

20 Insert "sec. 30"

21

22 Page 52, line 31:

23 Delete "sec. 15"

24 Insert "sec. 16"

25

26 Page 53, lines 18 - 19:

27 Delete "sec. 22"

28 Insert "sec. 23"

29

30 Page 54, line 17:

31 Delete "sec. 13"

1 Insert "sec. 14"

2

3 Page 55, line 29:

4 Delete "Sections 1 - 13, 15, 16, 22 - 26, 28, 29, 36, 38, and 54 - 61"

5 Insert "Sections 1 - 14, 16, 17, 23 - 27, 29, 30, 37, 39, and 55 - 62"

6

7 Page 55, line 31:

8 Delete "Section 37"

9 Insert "Section 38"

10

11 Page 56, line 1:

12 Delete "secs. 62 and 63"

13 Insert "secs. 63 and 64"