

SENATE BILL NO. 143

IN THE LEGISLATURE OF THE STATE OF ALASKA
TWENTY-SECOND LEGISLATURE - FIRST SESSION

BY THE SENATE RESOURCES COMMITTEE

Introduced: 3/14/01

Referred: Resources, Finance

A BILL

FOR AN ACT ENTITLED

1 **"An Act authorizing the Department of Natural Resources to enter into agreements with**
2 **a person or persons desiring to own an oil or natural gas pipeline proposed to be located**
3 **on state land for the purposes of providing for payment of the reasonable costs incurred**
4 **in preparing for activities before receipt of an application under the Alaska Right-of-**
5 **Way Leasing Act and for activities relating to the processing of an application under**
6 **that Act; and providing for an effective date."**

7 **BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF ALASKA:**

8 * **Section 1.** AS 38.35.140(b) is amended to read:

9 (b) The lease applicant or lessee shall reimburse the state for all reasonable
10 costs incurred in processing an application filed under AS 38.35.050 and in
11 monitoring the construction of the pipeline on the right-of-way.

12 * **Sec. 2.** AS 38.35 is amended by adding a new section to read:

13 **Sec. 38.35.145. Agreement to provide for payment of preapplication costs.**

12 (c) The department may not exercise authority to enter into an agreement
13 under (a) of this section after December 31, 2003, but an agreement entered into
14 before January 1, 2004, is valid and enforceable on and after that date.

15 * **Sec. 3.** This Act takes effect immediately under AS 01.10.070(c).