



LAWS OF ALASKA

1978

Source

SCS CSHB 963

Chapter No.

131

AN ACT

Relating to sales of royalty oil and gas; and providing for an effective date.

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

* Section 1. AS 38.06.055 is amended to read:

Sec. 38.06.055. ACTION BY LEGISLATURE. (a) In addition to the approval by the board required under sec. 50 of this chapter, no sale, exchange or other disposition of oil or gas or of the rights or waiver of the rights to receive future production of royalty oil or gas may be made by the commissioner of natural resources under AS 38.05.183 without the prior approval of the legislature by a concurrent resolution concurred in by a majority of the members of each house except for sales, exchanges, or other dispositions made for a term of no more than one year, which may be entered into to relieve storage or market conditions. Any short-term sale, exchange or other disposition entered into under the authority of this subsection may not be renewed without the prior approval of the legislature by a concurrent resolution concurred in by a majority of the members of each house.

(b) Contracts for the sale of state-owned royalty gas or oil that specify the sale and delivery of not more than 400 barrels of crude oil per day or not more than 460 barrels of natural gas liquids per day or not more than 2,400 Mcf of natural gas per day may be executed without ratification by the legislature.

* Sec. 2. AS 38.06.070 is amended by adding a new subsection to read:

(c) The board shall make a full report to the legislature on each criterion specified in (a) or (b) of this

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section for any disposition of royalty oil or gas which requires legislative approval. The board's report shall be submitted for legislative review at the time a resolution for legislative approval of a proposed disposition of royalty oil or gas is introduced in the legislature.

* Sec. 3. This Act takes effect immediately in accordance with AS 01.10.070(c).