

SENATE CS FOR CS FOR SS FOR HOUSE BILL NO. 96(FIN)

IN THE LEGISLATURE OF THE STATE OF ALASKA

TWENTY-FIRST LEGISLATURE - FIRST SESSION

BY THE SENATE FINANCE COMMITTEE

Offered: 5/15/99

Referred: Rules

Sponsor(s): REPRESENTATIVES ROKEBERG, Phillips, Green

A BILL

FOR AN ACT ENTITLED

1 "An Act relating to deposits to the Alaska permanent fund from mineral lease
2 rentals, royalties, royalty sale proceeds, net profit shares under AS 38.05.180(f)
3 and (g), federal mineral revenue sharing payments received by the state from
4 mineral leases, and bonuses received by the state from mineral leases, and
5 limiting deposits from those sources to the 25 percent required under art. IX,
6 sec. 15, Constitution of the State of Alaska; and providing for an effective date."

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

8 * **Section 1.** AS 37.05.530(g) is amended to read:

9 (g) Amounts received by the state under 42 U.S.C. 6508 and not appropriated
10 for grants to municipalities under (d) of this section lapse at the end of each fiscal year
11 as follows:

- 12 (1) 25 [50] percent to the principal of the Alaska permanent fund;
13 (2) .5 percent to the public school trust fund (AS 37.14.110); and

1 (3) the remainder to the general fund for use by the state for the
2 following facilities and services:

3 (A) planning;

4 (B) construction, maintenance, and operation of essential public
5 facilities; and

6 (C) other necessary public services.

7 * **Sec. 2.** AS 37.05.550(b) is amended to read:

8 (b) The legislature may appropriate to the fund money received by the state
9 as Alaska marine highway system program receipts or from a settlement or final
10 judicial determination of the Dinkum Sands case (United States v. Alaska) and the
11 North Slope royalty case (State v. Amerada Hess, et al.) and not deposited into the
12 Alaska permanent fund under **AS 37.13.010(a)(1)** [AS 37.13.010(a)(1) OR (2)] or into
13 the public school trust fund under AS 37.14.150.

14 * **Sec. 3.** AS 37.13.010(a) is amended to read:

15 (a) Under art. IX, sec. 15, of the state constitution, there is established as a
16 separate fund the Alaska permanent fund. The Alaska permanent fund consists of

17 (1) 25 percent of all mineral lease rentals, royalties, royalty sale
18 proceeds, net profit shares under AS 38.05.180(f) and (g), **25 percent of** [AND]
19 federal mineral revenue sharing payments received by the state from mineral leases
20 [ISSUED ON OR BEFORE DECEMBER 1, 1979], and 25 percent of all bonuses
21 received by the state from mineral leases [ISSUED ON OR BEFORE FEBRUARY 15,
22 1980]; **and**

23 (2) [50 PERCENT OF ALL MINERAL LEASE RENTALS,
24 ROYALTIES, ROYALTY SALE PROCEEDS, NET PROFIT SHARES UNDER
25 AS 38.05.180(f) AND (g), AND FEDERAL MINERAL REVENUE SHARING
26 PAYMENTS RECEIVED BY THE STATE FROM MINERAL LEASES ISSUED
27 AFTER DECEMBER 1, 1979, AND 50 PERCENT OF ALL BONUSES RECEIVED
28 BY THE STATE FROM MINERAL LEASES ISSUED AFTER FEBRUARY 15,
29 1980;

30 (3)] any other money appropriated to or otherwise allocated by law **or**
31 **former law** to the Alaska permanent fund.

1 * **Sec. 4.** This Act takes effect immediately under AS 01.10.070(c).