

CS FOR SENATE JOINT RESOLUTION NO. 13(STA)
IN THE LEGISLATURE OF THE STATE OF ALASKA
TWENTY-SECOND LEGISLATURE - SECOND SESSION

BY THE SENATE STATE AFFAIRS COMMITTEE

Offered: 4/17/02

Referred: Judiciary, Finance

**Sponsor(s): SENATE RULES COMMITTEE BY REQUEST OF THE LEGISLATIVE BUDGET AND
AUDIT COMMITTEE**

A RESOLUTION

1 **Proposing amendments to the Constitution of the State of Alaska relating to the Alaska**
2 **permanent fund.**

3 **BE IT RESOLVED BY THE LEGISLATURE OF THE STATE OF ALASKA:**

4 * **Section 1.** Article IX, sec. 15, Constitution of the State of Alaska, is amended to read:

5 **Section 15. Alaska Permanent Fund. (a)** At least twenty-five per cent of all
6 mineral lease rentals, royalties, royalty sale proceeds, federal mineral revenue sharing
7 payments and bonuses received by the State shall be placed in a permanent fund.
8 **Except as provided in (b) of this section, money in the fund** [, THE PRINCIPAL
9 OF WHICH] shall be used only for those income-producing investments specifically
10 designated by law as eligible for permanent fund investments. All income from the
11 permanent fund shall be **retained in a separate earnings reserve account**
12 [DEPOSITED] in the **permanent** [GENERAL] fund [UNLESS OTHERWISE
13 PROVIDED BY LAW].

14 * **Sec. 2.** Article IX, sec. 15, Constitution of the State of Alaska, is amended by adding a
15 new subsection to read:

16 (b) Money may be appropriated from the earnings reserve account.

1 Appropriations from the account for a fiscal year may not exceed the lesser of

2 (1) five percent of the average of the year-end market values of the
3 permanent fund for the five fiscal years that immediately precede the fiscal year that
4 immediately precedes the fiscal year for which the appropriations are made; or

5 (2) the balance in the earnings reserve account.

6 * **Sec. 3.** Article XV, Constitution of the State of Alaska, is amended by adding a new
7 section to read:

8 **Section 30. Transition.** On the effective date of the 2002 amendments
9 relating to the Alaska permanent fund (art. IX, sec. 15), the portion of the statutory
10 earnings reserve account (AS 37.13.145) that consists of income of the permanent
11 fund is transferred to the earnings reserve account established in Section 15(b) of
12 Article IX.

13 * **Sec. 4.** The amendments proposed by this resolution shall be placed before the voters of
14 the state at the next general election in conformity with art. XIII, sec. 1, Constitution of the
15 State of Alaska, and the election laws of the state.