



LAWS OF ALASKA

2003

Source

HB 11 am S(efd fld S)

Chapter No.

AN ACT

Relating to deposits to the Alaska permanent fund from mineral lease rentals, royalties, royalty sale proceeds, net profit shares under AS 38.05.180(f) and (g), federal mineral revenue sharing payments received by the state from mineral leases, and bonuses received by the state from mineral leases, and limiting deposits from those sources to the 25 percent required under art. IX, sec. 15, Constitution of the State of Alaska.

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

THE ACT FOLLOWS ON PAGE 1

AN ACT

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

6

7 * **Section 1.** AS 37.05.550(b) is amended to read:

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

1 under AS 37.14.150.

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

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

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

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

12 (1) 25 percent of all mineral lease rentals, royalties, royalty sale
13 proceeds, net profit shares under AS 38.05.180(f) and (g), **25 percent of** [AND]
14 federal mineral revenue sharing payments received by the state from mineral leases
15 [ISSUED ON OR BEFORE DECEMBER 1, 1979], and 25 percent of all bonuses
16 received by the state from mineral leases [ISSUED ON OR BEFORE FEBRUARY
17 15, 1980]; **and**

18 (2) [50 PERCENT OF ALL MINERAL LEASE RENTALS,
19 ROYALTIES, ROYALTY SALE PROCEEDS, NET PROFIT SHARES UNDER
20 AS 38.05.180(f) AND (g), AND FEDERAL MINERAL REVENUE SHARING
21 PAYMENTS RECEIVED BY THE STATE FROM MINERAL LEASES ISSUED
22 AFTER DECEMBER 1, 1979, AND 50 PERCENT OF ALL BONUSES RECEIVED
23 BY THE STATE FROM MINERAL LEASES ISSUED AFTER FEBRUARY 15,
24 1980;

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

27 * **Sec. 4.** AS 37.13.010(a) is amended to read:

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

30 (1) 25 percent of all mineral lease rentals, royalties, royalty sale
31 proceeds, net profit shares under AS 38.05.180(f) and (g), **and** [25 PERCENT OF]

1 federal mineral revenue sharing payments received by the state from mineral leases
2 **issued on or before December 1, 1979**, and 25 percent of all bonuses received by the
3 state from mineral leases **issued on or before February 15, 1980**; [AND]

4 (2) **50 percent of all mineral lease rentals, royalties, royalty sale**
5 **proceeds, net profit shares under AS 38.05.180(f) and (g), and federal mineral**
6 **revenue sharing payments received by the state from mineral leases issued after**
7 **December 1, 1979, and 50 percent of all bonuses received by the state from**
8 **mineral leases issued after February 15, 1980; and**

9 (3) any other money appropriated to or otherwise allocated by law or
10 former law to the Alaska permanent fund.

11 * **Sec. 5.** The uncodified law of the State of Alaska is amended by adding a new section to
12 read:

13 **CONDITIONAL EFFECT OF SECTIONS 2 AND 4.** (a) Before October 1 of each
14 year, the commissioner of revenue shall calculate the amount by which each permanent fund
15 dividend is reduced as a result of the amendment to AS 37.13.010(a) in sec. 3 of this Act
16 when compared to what the amount of each dividend would have been for that year had the
17 amendment to AS 37.13.010(a) in sec. 3 of this Act not taken effect. If the amount of that
18 reduction is equal to or greater than \$20, secs. 2 and 4 of this Act take effect.

19 (b) The calculation under this section shall take into account the change in deposits to
20 the Alaska permanent fund that resulted from the amendment to AS 37.13.010(a) in sec. 3 of
21 this Act for the period beginning on the effective date of that amendment through June 30 of
22 the year the calculation is being made.