

**HOUSE CS FOR CS FOR SENATE BILL NO. 32(RES)**

IN THE LEGISLATURE OF THE STATE OF ALASKA

TWENTY-NINTH LEGISLATURE - SECOND SESSION

BY THE HOUSE RESOURCES COMMITTEE

Offered: 4/5/16

Referred: Finance

Sponsor(s): SENATE RULES COMMITTEE BY REQUEST OF THE GOVERNOR

**A BILL**

**FOR AN ACT ENTITLED**

1 **"An Act relating to the sale of timber on state land; and providing for an effective date."**

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

3 **\* Section 1.** AS 38.05.110(b) is amended to read:

4 (b) The timber receipts account is established in the state treasury. The  
5 revenue from the sale of timber from state land [LANDS] shall be deposited in the  
6 timber receipts account. **Subject to appropriation, the commissioner shall provide**  
7 **25 percent of the revenue from a sale of timber under this section to forestry**  
8 **programs operated by the department in the municipality, reserve, or community**  
9 **in which the timber was harvested or, if the timber was not harvested in a**  
10 **municipality, reserve, or community, the municipality, reserve, or community**  
11 **closest to the area where the timber was harvested.** The legislature may **also**  
12 appropriate money deposited into the timber receipts account for implementation of  
13 the state timber disposal program by the department or for any other public purpose.

14 **\* Sec. 2.** AS 38.05.110 is amended by adding a new subsection to read:

15 (c) If a sale of timber may be offered under multiple provisions of

1 AS 38.05.110 - 38.05.123, the commissioner shall determine the applicable provisions  
2 under which to offer the timber.

3 \* **Sec. 3.** AS 38.05.118(a) is amended to read:

4 (a) Notwithstanding AS 38.05.115 and 38.05.120, and upon a finding that  
5 the sale is in the best interest of the state [ANY OTHER PROVISION OF  
6 AS 38.05.110 - 38.05.120], the commissioner may negotiate a sale of timber to a local  
7 manufacturer of wood products or a user of wood fiber at appraised value. The  
8 period of a contract for a sale of timber negotiated under this section may not exceed  
9 25 years. The contract shall provide that the appraised value of timber remaining to be  
10 harvested under the provisions of the contract shall be redetermined at least once every  
11 five years.

12 \* **Sec. 4.** AS 38.05.118(c) is repealed.

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

15 APPLICABILITY. Sections 1 - 4 of this Act apply to sales of timber on state land  
16 made on or after the effective date of this Act.

17 \* **Sec. 6.** This Act takes effect immediately under AS 01.10.070(c).