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Introduced: 2/21/69
Referred: Resources

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IN THE SENATE

BY THE STATE AFFAIRS COMMITTEE

SENATE BILL NO. 185

IN THE LEGISLATURE OF THE STATE OF ALASKA

SIXTH
SIXTH LEGISLATURE - FIRST SESSION

A BILL

For an Act entitled: "An Act relating to the state's royalty on natural resources and the sale of the royalty products."

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

* Section 1. AS 38.05 is amended by adding a new section to read:

Sec. 38.05.122. APPLICATION OF SECS. 110 - 120. Secs. 110 - 120 of this chapter do not apply to the sale of timber or materials obtained by the state as a royalty under sec. 182 of this chapter.

* Sec. 2. AS 38.05 is amended by adding new sections to read:

Sec. 38.05.362. ROYALTY ON NATURAL RESOURCES. Any royalty provided for in secs. 135 - 180 of this chapter may be taken in kind rather than in money at the discretion of the commissioner if he determines that the taking in kind would be to the best advantage of the state.

Sec. 38.05.363. SALE OF ROYALTY PRODUCTS. (a) The sale of any mineral, material, or timber obtained by the state as a royalty under sec. 182 of this chapter shall be by competitive bid and the sale made to the highest responsible bidder, except that competitive bidding is not required when the commissioner determines that the best interest of the state does not require it and that

- (1) no competition exists; or
- (2) the sale is part of a pilot project or test by the

department.

(b) The commissioner may reject all bids if he determines that because of the lowness of the bids or the lack of responsibility on the

1 part of the bidders, the acceptance of the bids would not be in the best
2 interest of the state.

3 (c) If the commissioner determines that a sale or other dis-
4 posal of royalty products is not to be made by competitive bid, he shall
5 make public, in writing, the specific findings and reasons on which his
6 determination is based.

7 (d) Details of bidding specifications and procedures shall be set
8 up by regulation by the commissioner.
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