

Introduced: 2/25/74
Referred: Resources,
Judiciary and Finance

1 IN THE HOUSE

BY THE FINANCE COMMITTEE

2 HOUSE BILL NO. 747

3 IN THE LEGISLATURE OF THE STATE OF ALASKA

4 EIGHTH LEGISLATURE - SECOND SESSION

5 A BILL

6 For an Act entitled: "An Act establishing the Alaska resources income
7 permanent fund; and providing for an effective date."

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

9 * Section 1. AS 37 is amended by adding a new chapter to read:

10 CHAPTER 11. ALASKA RESOURCES INCOME PERMANENT FUND.

11 Sec. 37.11.010. ALASKA RESOURCE INCOME PERMANENT FUND. There is
12 established as a separate fund the Alaska resource income permanent fund.
13 Funds apportioned by statute for deposit in the permanent fund are to
14 be held perpetually in trust for the benefit of both present and future
15 generations of Alaskans.

16 Sec. 37.11.020. FUND PRINCIPAL. Not less than 20 per cent of the
17 receipts paid the state from mineral lease bonuses for state land or
18 royalties derived from mineral products on state land shall be deposited
19 in the permanent fund. These deposits shall be considered fund principal
20 and shall be invested in perpetuity in accordance with AS 37.10.070 (in-
21 vestment of surplus state funds).

22 Sec. 37.11.030 FUND INCOME. Income received from investment of
23 permanent fund principal shall not be held in trust, but shall be con-
24 sidered as unrestricted revenues of the state and deposited at appro-
25 priate intervals in the general fund.

26 Sec. 37.11.040. PROTECTION OF PRINCIPAL. A transaction involving
27 permanent fund principal which results in an actual dollar loss of
28 principal shall be reimbursed in full from fund income before any further
29 transfers of income to the general fund occur. With full restoration of

1 principal, fund income transfer to the general fund shall be resumed.

2 * Sec. 2. This Act takes effect January 1, 1980.

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