

Introduced: 3/5/73
Referred: State Affairs,
Resources and Finance

1 IN THE HOUSE

BY HUBER

2 HOUSE JOINT RESOLUTION NO. 44

3 IN THE LEGISLATURE OF THE STATE OF ALASKA

4 EIGHTH LEGISLATURE - FIRST SESSION

5 Proposing an amendment to the
6 Constitution of the State of Alaska
7 establishing the Alaska Permanent
8 Investment Fund.

9 BE IT RESOLVED BY THE LEGISLATURE OF THE STATE OF ALASKA:

10 * Section 1. Article IX of the Constitution of the State of Alaska is
11 amended by adding a new section to read:

12 SECTION 15. ALASKA PERMANENT INVESTMENT FUND. There is created
13 the Alaska Permanent Investment Fund which consists of (1) gifts,
14 (2) appropriations, (3) all money in excess of \$100,000,000 received
15 by the State each fiscal year from bonuses, royalties, rentals under
16 leases, and sales of nonrenewable resources after July 1, 1976, and
17 (4) bonuses received by the State from the leasing of oil and gas lands
18 in 1969 which are in the general fund on July 1, 1976. This fund is
19 not subject to appropriation but nothing prevents the fund from being
20 used as security for the full faith and credit of the State (1) for
21 present and future indebtedness of the State or its political subdivi-
22 sions, and (2) other purposes authorized by law. The fund shall be
23 invested for maximum long-term return with particular attention to be
24 given investments in the State. Investments shall be made by the
25 commissioner of revenue in accordance with the standards observed by
26 men of ordinary prudence, discretion, intelligence, and experience,
27 when investing, and not speculating with, their own funds. Except for
28 amounts needed to pay the expenses of administration, all income pro-
29 duced from investments becomes part of the general fund. Amounts may

1 be withdrawn as needed to pay for bonds in default and other purposes
2 authorized by law for which the fund has been given as security. No
3 other withdrawals may be made from the fund.

4 * Sec. 2. If the amendment proposed by sec. 1 of this resolution is
5 approved by the voters as provided in sec. 3 of this resolution, the amend-
6 ment becomes effective July 1, 1976.

7 * Sec. 3. The amendment proposed by this resolution shall be placed
8 before the voters of the state at the next statewide election in conformity
9 with sec. 1, art. XIII of the Constitution of the State of Alaska, and the
10 state election laws.

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