

Original sponsor: Judiciary Committee

Offered: 5/25/78  
Referred: Judiciary

1 IN THE HOUSE

BY THE RESOURCES COMMITTEE

2 CS FOR HOUSE BILL NO. 963

3 IN THE LEGISLATURE OF THE STATE OF ALASKA

4 TENTH LEGISLATURE - SECOND SESSION

5 A BILL

6 For an Act entitled: "An Act relating to sales of royalty oil and gas; and  
7 providing for an effective date."

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

9 \* Section 1. AS 38.06.055 is amended to read:

10 Sec. 38.06.055. ACTION BY LEGISLATURE. (a) In addition to the  
11 approval by the board required under sec. 50 of this chapter, no sale,  
12 exchange or other disposition of oil or gas or of the rights or waiver  
13 of the rights to receive future production of royalty oil or gas may be  
14 made by the commissioner of natural resources under AS 38.05.183 without  
15 the prior approval of the legislature by a concurrent resolution con-  
16 curred in by a majority of the members of each house except for sales,  
17 exchanges, or other dispositions made for a term of no more than one  
18 year, which may be entered into to relieve [A SHORTAGE OF] storage  
19 [CAPACITY] or market conditions.

20 (b) Contracts [UNTIL JULY 1, 1975, CONTRACTS] for the sale of  
21 state-owned royalty gas or oil that specify the sale and delivery of not  
22 more than 400 barrels of crude oil per day or not more than 460 barrels  
23 of natural gas liquids per day or not more than 2,400 Mcf of natural gas  
24 per day may be executed without ratification by the legislature.

25 \* Sec. 2. AS 38.06.070 is amended by adding a new subsection to read:

26 (c) The board shall make a full report to the legislature on each  
27 of the criterion specified in this section for any disposition of  
28 royalty oil or gas which requires legislative approval. The board's  
29 report shall be submitted for legislative review at the time a resolu-

1 tion for legislative approval of a proposed disposition of royalty oil  
2 or gas is introduced in the legislature.

3 \* Sec. 3. This Act takes effect immediately in accordance with AS 01.10.-  
4 070(c).

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