

Introduced: 3/23/77
Referred: Finance

1 IN THE HOUSE

BY THE RULES COMMITTEE BY
REQUEST OF THE GOVERNOR

2 HOUSE CONCURRENT RESOLUTION NO. 43

3 IN THE LEGISLATURE OF THE STATE OF ALASKA

4 TENTH LEGISLATURE - FIRST SESSION

5 Approving the extension of the
6 Tesoro-Alaskan Petroleum Company
7 agreement to purchase royalty crude
8 oil taken in-kind

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

10 WHEREAS, under AS 38.06.055(a), each house of the legislature must
11 approve by concurrent resolution all sales of state-owned royalty oil
12 before the sale may be consummated; and

13 WHEREAS, the State of Alaska has the right under AS 38.05.180 and its
14 oil and gas leases to receive royalty oil either in-kind or in-value from
15 fields in the Cook Inlet area; and

16 WHEREAS, the state entered into an agreement entitled "AGREEMENT FOR
17 THE SALE AND PURCHASE OF STATE OF ALASKA ROYALTY OIL" ("agreement") with
18 Alaskan Oil and Refining Company as of January 31, 1969; and

19 WHEREAS, Tesoro-Alaskan Petroleum Company is the legal successor to
20 the rights, duties and obligations of Alaskan Oil and Refining Company
21 under the agreement; and

22 WHEREAS, beginning on January 1, 1970, the state has sold royalty oil
23 to Tesoro-Alaskan Petroleum Company under the agreement; and

24 WHEREAS, the commissioner of natural resources has determined that
25 additional information is needed before negotiating the best possible long
26 term agreement; and

27 WHEREAS, the commissioner of natural resources has entered into an
28 agreement to extend the agreement for the sale of royalty crude oil from
29 fields in the Cook Inlet area to Tesoro-Alaskan Petroleum Company for

1 one year; and

2 WHEREAS, the Alaska Royalty Oil and Gas Development Advisory Board
3 approved the extension of the agreement for the sale of royalty crude oil
4 from fields in the Cook Inlet area to Tesoro-Alaskan Petroleum Company for
5 one year; and

6 WHEREAS, the legislature has reviewed this extension and conducted
7 hearings and otherwise received public input on this extension; and

8 WHEREAS, the legislature finds this extension to be in the public
9 interest of Alaska and its people, and further finds that this extension is
10 in compliance with all requirements of law;

11 BE IT RESOLVED by the Alaska State Legislature that the "Extension of
12 Agreement For The Sale and Purchase of State Royalty Oil" dated March 8,
13 1977, with the Tesoro-Alaskan Petroleum Company and the commissioner of
14 natural resources, for the sale and purchase of royalty crude oil from
15 fields in the Cook Inlet area is hereby approved.

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