

Original sponsor: Resources Committee

Offered: 5/24/80
Referred: Rules

1 IN THE HOUSE

BY THE RESOURCES COMMITTEE

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CS FOR HOUSE BILL NO. 1035

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IN THE LEGISLATURE OF THE STATE OF ALASKA

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ELEVENTH LEGISLATURE - SECOND SESSION

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A BILL

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For an Act entitled: "An Act relating to legislative approval of the

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disposition of state royalty oil and gas; and providing

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for an effective date."

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

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* Section 1. AS 38.06.055 is repealed and re-enacted to read:

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Sec. 38.06.055. LEGISLATIVE APPROVAL. (a) The commissioner of

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natural resources may not enter into a sale, exchange, or other dis-

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position of oil or gas or of the rights or waiver of the rights to

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receive future production of royalty oil or gas under AS 38.05.183

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without the prior approval of the legislature. The legislature may

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approve a sale, exchange, or other disposition of oil or gas or of the

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rights or of a waiver of the rights to receive future production of

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royalty oil or gas only by enacting legislation.

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(b) The provisions of (a) of this section do not apply to

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(1) the sale, exchange, or other disposition of oil or gas

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for one year or less which sale, exchange, or other disposition is

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entered into to relieve storage or market conditions;

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(2) contracts for the sale of state-owned royalty gas or oil

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that specify the sale and delivery of not more than

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(A) 400 barrels of crude oil per day;

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(B) 460 barrels of natural gas liquids per day; or

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(C) 2,400 Mcf of natural gas per day.

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(c) A sale, exchange, or other disposition of oil or gas made

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under (b)(1) of this section may not be continued after the end of one

1 year or renewed with the same party to provide relief for market or
2 storage conditions without the prior approval of the legislature under
3 (a) of this section.

4 * Sec. 2. This Act takes effect immediately in accordance with AS 01.10.-
5 070(c).

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