

Introduced: 3/5/82
Referred: Resources and
Finance

1 IN THE SENATE

BY THE FINANCE COMMITTEE

2 SENATE BILL NO. 835

3 IN THE LEGISLATURE OF THE STATE OF ALASKA

4 TWELFTH LEGISLATURE - SECOND SESSION

5 A BILL

6 For an Act entitled: "An Act establishing a National Petroleum Reserve,
7 Alaska, trust fund account and providing for uses of
8 the money placed in the account; and providing for an
9 effective date."

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

11 * Section 1. FINDINGS. The legislature finds that:

12 (1) the United States Congress, by P.L. 96-514 (94 Stat. 2964,
13 December 12, 1980), appropriated \$107,001,000 for a program of com-
14 petitive leasing of oil and gas in the National Petroleum Reserve in
15 Alaska;

16 (2) virtually all of the National Petroleum Reserve in Alaska
17 lies within the corporate limits of the North Slope Borough, a home
18 rule political subdivision of the state; and

19 (3) because of the continuing nature of the congressional appro-
20 priation a trust fund should be established to comply with the direc-
21 tive of the federal Act.

22 * Sec. 2. NATIONAL PETROLEUM RESERVE, ALASKA, TRUST FUND ACCOUNT. (a)
23 The National Petroleum Reserve, Alaska, trust fund account is established.
24 The fund shall consist of funds appropriated to it by the Legislature equal
25 to the amount of funds received by the state from the federal government
26 under P.L. 96-514.

27 (b) The commissioner of revenue shall manage the trust fund
28 account in accordance with AS 37.14.160 - 37.14.170.

29 (c) Within 30 days of receipt, the commissioner of revenue shall
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1 pay to the North Slope Borough a minimum of 50 percent of amounts
2 received from the federal government under (a) of this section and a
3 minimum of 50 percent of amounts earned from investments of the balance
4 of the trust fund account.

5 (d) Amounts received by the state under (a) of this section which
6 are not appropriated in accordance with (c) of this section shall be
7 used by the state, subject to appropriation by law, for the following
8 activities and services in conjunction with the exploration of the
9 National Petroleum Reserve in Alaska and a program of competitive
10 leasing of oil and gas from that reserve:

11 (1) planning;

12 (2) construction, maintenance, and operation of essential
13 public facilities; and

14 (3) other necessary public services.

15 (e) When making appropriations under (d) of this section, the
16 legislature shall give priority to expenditures for planning, for
17 public facilities, and for public services for communities which
18 are adjacent to, but not within, the boundaries of the National Petro-
19 leum Reserve in Alaska and for facilities and services not provided by
20 municipalities.

21 (f) Amounts paid to the North Slope Borough under (c) of this
22 section shall be used by the North Slope Borough only for the following
23 activities and services in conjunction with the exploration of the Na-
24 tional Petroleum Reserve in Alaska and a program of competitive leasing
25 of oil and gas from that reserve:

26 (1) planning;

27 (2) construction, maintenance, and operation of essential
28 public facilities by the North Slope Borough; and

29 (3) other necessary public services provided by the North
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Slope Borough.

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