

Original sponsor: Dankworth

Offered: 3/26/82
Referred: Judiciary

1 IN THE SENATE

BY THE FINANCE COMMITTEE

2 CS FOR SPONSOR SUBSTITUTE FOR SENATE JOINT RESOLUTION NO. 61 (Finance)

3 IN THE LEGISLATURE OF THE STATE OF ALASKA

4 TWELFTH LEGISLATURE - SECOND SESSION

5 Proposing amendments to the Constitu-
6 tion of the State of Alaska relating
7 to appropriations and the retention,
8 investment and expenditure of certain
9 state revenues; and superseding the
10 amendments proposed by Legislative
11 Resolve No. 1, First Special Session
12 of the Twelfth Legislature (FSS FCCS
13 SJR 4).

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

15 * Section 1. Article IX, Constitution of the State of Alaska, is amended
16 by adding new sections to read:

17 SECTION 16. APPROPRIATIONS. Except as provided in section 17 of
18 this article, the total amount of appropriations which take effect in a
19 fiscal year shall not exceed the sum of the uncommitted general fund
20 balance at the beginning of that fiscal year plus the revenues of the
21 State for that fiscal year, other than revenues from all mineral lease
22 rentals, royalties, royalty sale proceeds, federal mineral revenue
23 sharing payments and bonuses. If the governor determines that the total
24 amount of appropriations taking effect in a fiscal year will exceed the
25 amount authorized by this section, he shall reduce state spending to
26 assure that amount is not exceeded.

27 SECTION 17. ALASKA RESOURCE FUND. Except as provided in section
28 15 of this article, all mineral lease rentals, royalties, royalty sale
29 proceeds, federal mineral revenue sharing payments and bonuses received

1 by the State shall be placed in an Alaska resource fund. Up to one-
2 fifth of the balance in the Alaska resource fund may be appropriated for
3 any purpose if the appropriation is approved by the voters in a general
4 election as provided by law. Money in the Alaska resource fund shall be
5 invested as provided by law at a rate of return equal to the market rate
6 of return for similar investments but not less than the rate of return
7 provided by obligations of similar maturity of the United States govern-
8 ment at the time the investment is made. Money in the Alaska resource
9 fund may also be invested as provided by law in capital projects which
10 are owned by the State, which will return to the Alaska resource fund
11 the amount of the investment, and which will provide a rate of return on
12 the investment at least equal to the market rate for general obligation
13 bonds of similar maturity of the State at the time the investment is
14 made. Earnings on money deposited in the Alaska resource fund shall be
15 deposited in the general fund.

16 * Sec. 2. Article IX, section 15, Constitution of the State of Alaska is
17 amended to read:

18 SECTION 15. ALASKA PERMANENT FUND. At least twenty-five percent
19 of all mineral lease rentals, royalties, royalty sale proceeds, and fed-
20 eral mineral revenue sharing payments received by the State from mineral
21 leases issued on or before December 1, 1979, and at least twenty-five
22 percent of all bonuses received by the State from mineral leases issued
23 on or before February 15, 1980, shall be placed in a permanent fund.
24 Fifty percent of all mineral lease rentals, royalties, royalty sale pro-
25 ceeds, and federal mineral revenue sharing payments received by the
26 State from mineral leases issued after December 1, 1979, and fifty per-
27 cent of all bonuses received by the State from mineral leases issued af-
28 ter February 15, 1980, shall be placed in the permanent fund. The prin-
29 cipal of the permanent fund [, THE PRINCIPAL OF WHICH] shall be used

1 only for [THOSE] income-producing investments specifically designated by
2 law as eligible for permanent fund investments at the market rate of re-
3 turn for similar investments. All income from the permanent fund shall
4 be deposited in the general fund unless otherwise provided by law.

5 * Sec. 3. Article XV, Constitution of the State of Alaska, is amended by
6 adding new sections to read:

7 SECTION 26. APPROPRIATIONS FOR RELOCATION OF THE CAPITAL. If a
8 majority of those voting on the question at the general election in 1982
9 approve the ballot proposition for the total cost of the State of pro-
10 viding for relocation of the capital, no additional voter approval of
11 appropriations for that purpose within the cost approved by the voters
12 is required under section 17 of article IX of this constitution.

13 SECTION 27. EFFECTIVE DATE OF AMENDMENTS. The 1982 amendments to
14 article IX of this constitution adding sections 16 and 17, relating to
15 appropriations and the Alaska resource fund, and amending section 15,
16 relating to the permanent fund, take effect July 1, 1983.

17 * Sec. 4. The amendments proposed by this resolution shall be placed be-
18 fore the voters of the state at the next general election in conformity with
19 art. XIII, sec. 1, Constitution of the State of Alaska, and the election laws
20 of the state.

21 * Sec. 5. The amendments proposed by this resolution supersede the amend-
22 ments proposed by Legislative Resolve No. 1, First Special Session of the
23 Twelfth Legislature (FSS FCCS SJR 4), and void the requirement contained in
24 section 3 of that resolution that the amendments proposed by that resolution
25 be placed before the voters of the state.
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