

Offered: 3/20/84  
Referred: Judiciary and  
Finance

Original sponsor: Adams

1 IN THE HOUSE

BY THE RESOURCES COMMITTEE

2 CS FOR HOUSE BILL NO. 298 (Resources)

3 IN THE LEGISLATURE OF THE STATE OF ALASKA

4 THIRTEENTH LEGISLATURE - SECOND SESSION

5 A BILL

6 For an Act entitled: "An Act establishing a National Petroleum Reserve,  
7 Alaska, special revenue fund; and providing for an  
8 effective date."

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

10 \* Section 1. FINDINGS. The legislature finds that

11 (1) the United States Congress, by 43 U.S.C. 1337 (P.L. 96-514),  
12 provided that the state shall receive 50 percent of receipts derived from  
13 competitive leasing of oil and gas in the National Petroleum Reserve in  
14 Alaska;

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

18 (3) because of the continuing nature of the congressional appro-  
19 priation a special revenue fund should be established to comply with the  
20 directive of the federal Act.

21 \* Sec. 2. NATIONAL PETROLEUM RESERVE, ALASKA, SPECIAL REVENUE FUND.

22 (a) The National Petroleum Reserve, Alaska, special revenue fund is estab-  
23 lished. The fund shall consist of money received by the state from the  
24 federal government under 43 U.S.C. 1337 (P.L. 96-514).

25 (b) The commissioner of revenue shall manage the special revenue fund  
26 in accordance with AS 37.10.070.

27 (c) The commissioner of revenue shall pay to those subdivisions of  
28 the state that are most directly or severely impacted by development of oil  
29 and gas leased under 43 U.S.C. 1337 the amount appropriated by the

1 legislature from the fund for that purpose. It is the intent of the legis-  
2 lature that the amount appropriated for payment to the subdivisions equal  
3 25 percent of the amount received from the federal government under 43  
4 U.S.C. 1337 and that this percentage be reviewed by the legislature every  
5 five years following the effective date of this Act.

6 (d) Amounts received by the state under (a) of this section shall be  
7 used by the state, subject to appropriation by law, for the following  
8 activities and services:

9 (1) planning;

10 (2) construction, maintenance, and operation of essential public  
11 facilities; and

12 (3) other necessary public services.

13 (e) Amounts paid to subdivisions of the state under (c) of this  
14 section shall be used by the subdivisions only for the following activities  
15 and services in conjunction with development of the National Petroleum  
16 Reserve in Alaska and a program of competitive leasing of oil and gas from  
17 that reserve:

18 (1) planning;

19 (2) construction, maintenance, and operation of essential public  
20 facilities by the subdivisions; and

21 (3) other necessary public services provided by the subdivi-  
22 sions.

23 \* Sec. 3. This Act takes effect immediately in accordance with AS 01.-  
24 10.070(c).