

Offered: 3/22/85
Referred: Finance

Original sponsors: Szymanski, Clocksin,
Pourchot and Navarre

1 IN THE HOUSE

BY THE STATE AFFAIRS COMMITTEE

2 CS FOR HOUSE BILL NO. 9 (State Affairs)

3 IN THE LEGISLATURE OF THE STATE OF ALASKA

4 FOURTEENTH LEGISLATURE - FIRST SESSION

5 A BILL

6 For an Act entitled: "An Act relating to payments to the Alaska permanent
7 fund required by the Constitution of the State of
8 Alaska; and providing for an effective date."

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

10 * Section 1. PURPOSE. It is the purpose of this Act to maximize the
11 constitutionally required payments of state oil and gas revenue to the
12 Alaska permanent fund in order to increase the principal of the fund to the
13 point that there will be enough interest from the fund to pay a significant
14 portion of the expense of state government when oil and gas revenue de-
15 clines. In this manner state oil and gas revenue can be better allocated
16 to achieve both short-term and long-term benefits for the state, while
17 still protecting the principal of the permanent fund.

18 * Sec. 2. AS 37.13.010(a) is repealed and reenacted to read:

19 (a) Under art. IX, sec. 15 of the state constitution, there is
20 established as a separate fund the Alaska permanent fund. The Alaska
21 permanent fund consists of

22 (1) 50 percent of all mineral lease rentals, royalties,
23 royalty sale proceeds, net profit shares under AS 38.05.180(f) and
24 (g), and federal mineral revenue sharing payments and bonuses received
25 by the state from mineral leases; and

26 (2) any other money appropriated to or otherwise allocated
27 by law to the Alaska permanent fund.

28 * Sec. 3. This Act takes effect July 1, 1986.

29