

Original sponsor: Rules/Governor

1 IN THE HOUSE BY THE FINANCE COMMITTEE
2 CS FOR HOUSE JOINT RESOLUTION NO. 13 (Finance)
3 IN THE LEGISLATURE OF THE STATE OF ALASKA
4 SIXTEENTH LEGISLATURE - FIRST SESSION

5 Proposing amendments to the Constitution
6 of the State of Alaska creating a perma-
7 nent endowment for education.

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

9 * Section 1. Article IX, sec. 7, Constitution of the State of Alaska,
10 is amended to read:

11 SECTION 7. DEDICATED FUNDS. The proceeds of any state tax or
12 license shall not be dedicated to any special purpose, except as pro-
13 vided in Sections 15, 17, and 18 [SECTION 15] of this article or when
14 required by the federal government for state participation in federal
15 programs. This provision shall not prohibit the continuance of any
16 dedication for special purposes existing upon the date of ratification
17 of this section by the people of Alaska.

18 * Sec. 2. Article IX, Constitution of the State of Alaska, is amended
19 by adding new sections to read:

20 SECTION 17. EDUCATION ENDOWMENT. There is established an educa-
21 tion endowment to finance public education. The education endowment
22 is part of the principal of the Alaska permanent fund. The education
23 endowment shall be placed in a separate account within the principal
24 of the permanent fund, and shall be invested as required by law for
25 permanent fund investments. Income from the education endowment may
26 only be appropriated to fund public elementary and secondary education
27 in Alaska. Income that is not appropriated shall be placed annually
28 in the principal of the education endowment.

29 SECTION 18. EDUCATION ENDOWMENT FUNDING. After January 1, 1991,

1 at least forty percent of the income of the permanent fund, not in-
2 cluding the income of the education endowment, shall be placed annual-
3 ly in the education endowment. The revenue allocated to the permanent
4 fund under Section 15 of this article, from settlement or final adju-
5 dication of the Dinkum Sands case (United States v. Alaska) and the
6 North Slope Royalty Oil case (State v. Amerada Hess, et al.) shall be
7 placed in the education endowment under Section 17 of this article.

8 SECTION 19. REPEAL. Section 18 of this article is repealed
9 July 1, 2005, unless the legislature, by the affirmative vote of a
10 majority of the membership assembled in joint session, extends Section
11 18 for a period not beyond June 30, 2010.

12 * Sec. 3. The amendments proposed by this resolution shall be placed
13 before the voters at the next general election in conformity with art.
14 XIII, sec. 1, Constitution of the State of Alaska, and the election laws of
15 the state.