

HOUSE
COMMITTEE REPORT

(11)

Date referred: 4/26/86

FURTHER REFERRALS:

DATE: 5-2-86

The FINANCE Committee has considered HJR 71

Proposing amendments to the Constitution of the State of Alaska creating the Alaska research development endowment.

and recommends:

- do pass
- do not pass
- do pass with attached amendment(s)
- no recommendation
- replace with (S HJR 71 (FIN)) same title
- new title

and recommends no recommendation

further referral to the _____ Committee

- and attaches:
- letter of intent
 - first fiscal note
 - new fiscal note 5-1-86
 - zero fiscal note

SIGNING DO PASS:

Cebers? Adams

John Conquest

Mike Smeraldi

Mark

Dolme B. B. B.

SIGNING OTHER RECOMMENDATIONS:

Jim Duncan - no rec.

Ronald J. J. J. - no rec.

Pat Pouchot no rec

Karl Kelly (NO REC)

Steve Thompson No Recommendation

Sam G. G. notice

Cebers? Adams
Chairman

STATE OF ALASKA 1986 LEGISLATIVE SESSION

FISCAL NOTE

Revision Date : _____

REQUEST

FISCAL DETAIL

Bill/Resolution No. : SHJR 71 (FIN)
 Title : Proposing amendments to the Constitution of the State of Alaska creating the Alaska Research Development Endowment.
 Sponsor : House Finance Committee
 Requestor : House Finance Committee
 Date of Request : 5/1/86

Agency Affected : Alaska Research Development
 BRU : Endowment
 Components : _____

EXPENDITURES/REVENUES : (Thousands of Dollars)

OPERATING	FY 86	FY 87	FY 88	FY 89	FY 90	FY 91
PERSONAL SERVICES						
TRAVEL						
CONTRACTUAL						
SUPPLIES						
EQUIPMENT						
LAND & STRUCTURES						
GRANTS, CLAIMS						
MISCELLANEOUS						
TOTAL OPERATING						

CAPITAL						
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REVENUE		(480.0)	(480.0)	(480.0)	(480.0)	(480.0)
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FUNDING : (Thousands of Dollars)

GENERAL FUND		(480.0)	(480.0)	(480.0)	(480.0)	(480.0)
FEDERAL FUNDS						
OTHER						
TOTAL		(480.0)	(480.0)	(480.0)	(480.0)	(480.0)

POSITIONS :

FULL-TIME						
PART-TIME						
TEMPORARY						

ANALYSIS : Attach a separate page if necessary This bill dedicates 20% of all state royalties and royalty sale proceeds from natural gas north of the Alaska Range to the Alaska Research Development Endowment. Currently, approximately \$2.4 million is received by the state from those sources. Consequently, \$480.0 would be dedicated. ($\$2.4 \text{ million} \div 20\% = \480.0)

Prepared by : Robert P. Adams Phone : _____
 Division : Finance Committee Chairman Date : 5/1/86

Approved by Commissioner : _____ Date : _____
 Agency : _____

Distribution (by Agency preparing fiscal note) :

- Legislative Finance
- Legislative Sponsor
- Requestor
- Office of Management and Budget
- Impacted Agency(ies)

Original sponsor: Finance Committee

1 IN THE HOUSE

BY THE FINANCE COMMITTEE

2 CS FOR HOUSE JOINT RESOLUTION NO. 71 (Finance)

3 IN THE LEGISLATURE OF THE STATE OF ALASKA

4 FOURTEENTH LEGISLATURE - SECOND SESSION

5 Proposing amendments to the Constitution
6 of the State of Alaska creating the
7 Alaska research development endowment.

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
13 provided in Section 15 and Section 17 of this article or when required
14 by the federal government for state participation in federal programs.
15 This provision shall not prohibit the continuance of any dedication
16 for special purposes existing upon the date of ratification of this
17 section by the people of Alaska.

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

20 SECTION 17. ALASKA RESEARCH DEVELOPMENT ENDOWMENT. At least 20
21 percent of all royalties and royalty sale proceeds received by the
22 state from natural gas from the area north of the Alaska Range shall
23 be deposited in the Alaska research development endowment; however,
24 the total deposits from royalties and royalty sale proceeds may not
25 exceed \$1,000,000,000. These deposits shall be considered fund
26 principal and shall be invested as provided by law. Income from
27 investment of the endowment shall be available for appropriation as
28 provided by law. Appropriations may not be made from the Alaska
29 research development endowment except for research grants and the

1 costs of administration as provided by law.

2 * Sec. 3. The amendments proposed by this resolution shall be placed
3 before the voters of the state at the next general election in conformity
4 with art. XIII, sec. 1, Constitution of the State of Alaska, and the elec-
5 tion laws of the state.
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Offered: 4/26/86
Referred: Finance

Original sponsor: Finance Committee

1 IN THE HOUSE BY THE JUDICIARY COMMITTEE
2 CS FOR HOUSE JOINT RESOLUTION NO. 71 (Judiciary)
3 IN THE LEGISLATURE OF THE STATE OF ALASKA
4 FOURTEENTH LEGISLATURE - SECOND SESSION

5 Proposing amendments to the Constitution
6 of the State of Alaska creating the
7 Alaska research development endowment.

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

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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
13 provided in section 15 and section 17 of this article or when required
14 by the federal government for state participation in federal programs.
15 This provision shall not prohibit the continuance of any dedication
16 for special purposes existing upon the date of ratification of this
17 section by the people of Alaska.

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

20 SECTION 17. ALASKA RESEARCH DEVELOPMENT ENDOWMENT. Up to 20
21 percent of all royalties and royalty sale proceeds from North Slope
22 natural gas received by the state shall be deposited in the Alaska
23 research development endowment; however, the total deposits from
24 royalties and royalty sale proceeds may not exceed \$1,000,000,000.
25 All income from investment of the endowment shall be deposited in the
26 Alaska research development endowment. Appropriations may not be made
27 from the Alaska research development endowment except for the conduct
28 of research as provided by law.

29 * Sec. 3. The amendments proposed by this resolution shall be placed

1 before the voters of the state at the next general election in conformity
2 with art. XIII, sec. 1, Constitution of the State of Alaska, and the elec-
3 tion laws of the state.

Introduced: 4/2/86
Referred: Resources, Judiciary
and Finance

1 IN THE HOUSE BY THE FINANCE COMMITTEE

2 HOUSE JOINT RESOLUTION NO. HJR 71

3 IN THE LEGISLATURE OF THE STATE OF ALASKA

4 FOURTEENTH LEGISLATURE - SECOND SESSION

5 Proposing amendments to the Constitution
6 of the State of Alaska creating the
7 Alaska research development endowment.

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

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

20 SECTION 17. ALASKA RESEARCH DEVELOPMENT ENDOWMENT. At least
21 one-third of all royalties and royalty sale proceeds from North Slope
22 natural gas received by the state shall be deposited in the Alaska
23 research development endowment. All income from investment of the
24 endowment shall be deposited in the Alaska research development endow-
25 ment. Appropriations may not be made from the Alaska research devel-
26 opment endowment except for the conduct of research as provided by
27 law.

28 * Sec. 3. The amendments proposed by this resolution shall be placed
29 before the voters of the state at the next general election in conformity

1 with art. XIII, sec. 1, Constitution of the State of Alaska, and the elec-
2 tion laws of the state.