

HB

128

*Hold
20-2-1966*

*18-1
4pc*

FOR FLOOR FOLDER

prepared by Tom

BILL NUMBER: HB 128
SPONSOR: Rep. Brown.
BILL TITLE: Relating to state oil and gas and geothermal
leasing practice and adjustments of state
royalties to encourage production

COMMITTEE REPORTS: Hs Res 4DP 1DNP 2NR
Hs Fin 9DP
Sen O&G 3DP 1NR
Sen Res 3DP 3NR
Sen Fin 4DP 1NR

FISCAL NOTES: DNR Zero

DEPARTMENT'S POSITION: Support
STAFF RECOMMENDATION: A YES vote.

HB 128 makes changes to leasing practices to encourage commercial production.

It does this by amending existing law to change from three to five years, the time allowed to pass without DNR having to prepare a "best interest" finding to lease "exempt" lands.

DNR would be able to reduce royalties in order to allow a producer to re-establish a shut in well that would otherwise not be economically feasible. The commissioner would have to make a clear showing that the shut in well would not be economical to produce without without a royalty reduction. Written finding would have to given to Speaker and President.

Under current statute, the term of a re-offered lease is five years, HB 128 would make the term ten years, the same as other oil and gas leases.

The bill makes housekeeping amendment to public notice statutes for oil and gas leases, requiring the debt provide broad public notice of leasing actions.

Adds Sec. 2 which explicitly tells the director what must consider and discuss when making a written finding.

The industry does not object to the bill. Conoco supports it, would like a delayed effective date (too late, it's a house bill).

April 28, 1989

SENATE JOURNAL

p. 1504

HB 128

CS FOR HOUSE BILL NO. 128 (Finance) by the Finance Committee, entitled:

"An Act relating to state oil and gas and geothermal leasing practices and adjustments of state royalties to encourage commercial production."

was read the first time and referred to the Senate Special Committee on Oil and Gas, the Resources Committee, and the Finance Committee.

February 9, 1990

SENATE JOURNAL

p. 2396

HB 128

The Senate Special Committee on Oil and Gas considered CS FOR HOUSE BILL NO. 128 (Finance) (An Act relating to state oil and gas and geothermal leasing practices and adjustments of state royalties to encourage commercial production) and a majority of the committee recommended it be replaced with:

SENATE CS FOR CS FOR HOUSE BILL NO. 128 (Oil & Gas)

and do pass. The report was signed by Senator Pearce, Chair, and concurred in by Senators Kelly and Halford. Senator Fischer signed "no recommendation."

Zero fiscal note published today from Department of Natural Resources.

CS FOR HOUSE BILL NO. 128 (Finance) was referred to the Resources Committee.

March 8, 1990

SENATE JOURNAL

p. 2775

HB 128

The Resources Committee considered CS FOR HOUSE BILL NO. 128 (Finance) (An Act relating to state oil and gas and geothermal leasing practices and adjustments of state royalties to encourage commercial production) and a majority of the committee recommended it be replaced with

SENATE CS FOR CS FOR HOUSE BILL NO. 128 (Resources)

Senator Kerttula, Vice-Chair, and Senators Zharoff and Fahrenkamp signed "no recommendation." Senators Frank, Eliason and Sturgulewski signed "do pass."

Zero fiscal note published today from Department of Natural Resources.

CS FOR HOUSE BILL NO. 128 (Finance) was referred to the Finance Committee.

April 27, 1990

SENATE JOURNAL

p. 3650

HB 128

The Finance Committee considered CS FOR HOUSE BILL NO. 128 (Finance) (An Act relating to state oil and gas and geothermal leasing practices and adjustments of state royalties to encourage commercial production) and a majority of the committee recommended it be replaced with

SENATE CS FOR CS FOR HOUSE BILL NO. 128 (Finance)

and do pass. The report was signed by Senator Uehling, Co-Chair, and concurred in by Senators Frank, Pearce and Fischer. Senator Zharoff signed "no recommendation."

Zero fiscal note published today from Department of Natural Resources.

CS FOR HOUSE BILL NO. 128 (Finance) was referred to the Rules Committee.

May 5, 1990

SENATE JOURNAL

p. 3984

HB 128

Senator Rodey moved and asked unanimous consent that the next item of business on today's calendar, namely, CS FOR HOUSE BILL NO. 128 (Finance) (An Act relating to state oil and gas and geothermal leasing practices and adjustments of state royalties to encourage commercial production) be held to the May 6 calendar. Without objection, it was so ordered.

FISCAL NOTE

REQUEST:

Revision Date: 30-Jan-90
 Title: An Act relating to oil & gas & geothermal leasing practices.
 Sponsor: Brown, M. Davis, Gruenberg, Ellis
 Requestor: Senate Oil & Gas Committee

Agency Affected: Natural Resources
 BRU: Petroleum Management
 Components: Petroleum Mgmt

EXPENDITURES/REVENUES: (Thousands of Dollars)

OPERATING	FY 91	FY 92	FY 93	FY 94	FY 95	FY 96
PERSONAL SERVICES						
TRAVEL						
CONTRACTUAL						
SUPPLIES						
EQUIPMENT						
LAND & STRUCTURES						
GRANTS, CLAIMS						
MISCELLANEOUS						
TOTAL OPERATING	0.0	0.0	0.0	0.0	0.0	0.0

CAPITAL						
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REVENUE						
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FUNDING: (Thousands of Dollars)

GENERAL FUND						
FEDERAL FUNDS						
OTHER						
TOTAL	0.0					

POSITIONS:

FULL-TIME						
PART-TIME						
TEMPORARY						

ANALYSIS: (Attach a separate page if necessary)

Changes in SCS CSHB 128 (Fin) have no fiscal impact. This fiscal note is appropriate. 4/27/90 *shw*

Prepared by: Carol Wilson
 Division: Commissioner's Office

Phone: 465-2400
 Date: 30-Jan-90

Approved by Commissioner: Lennie Gorsuch
 Agency: Department of Natural Resources

Date: 30-Jan-90

Distribution (by preparer) :
 Legislative Finance
 Legislative Sponsor
 Requestor
 Office of Management and Budget
 Impacted Agency(ies)

Changes in SCS CSHB 128 (Res) have no fiscal impact. This fiscal note is appropriate.

FISCAL NOTE

REQUEST:

Revision Date: 30-Jan-90 Agency Affected: Natural Resources
 Title: An Act relating to oil & gas & geothermal leasing practices. BRU: Petroleum Management
 Sponsor: Brown, M. Davis, Gruenberg, Ellis Components: Petroleum Mgmt
 Requestor: Senate Oil & Gas Committee

EXPENDITURES/REVENUES: (Thousands of Dollars)

OPERATING	FY 91	FY 92	FY 93	FY 94	FY 95	FY 96
PERSONAL SERVICES						
TRAVEL						
CONTRACTUAL						
SUPPLIES						
EQUIPMENT						
LAND & STRUCTURES						
GRANTS, CLAIMS						
MISCELLANEOUS						
TOTAL OPERATING	0.0	0.0	0.0	0.0	0.0	0.0

CAPITAL						
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REVENUE						
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FUNDING: (Thousands of Dollars)

GENERAL FUND						
FEDERAL FUNDS						
OTHER						
TOTAL	0.0					

POSITIONS:

FULL-TIME						
PART-TIME						
TEMPORARY						

ANALYSIS: (Attach a separate page if necessary)

Prepared by: Carol Wilson Phone: 465-2400
 Division: Commissioner's Office Date: 30-Jan-90
 Approved by Commissioner: Lennie Gorsuch Date: 30-Jan-90
 Agency: Department of Natural Resources

Distribution (by preparer) :
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 Impacted Agency(ies)

Changes in SCS 85 HB 128 (Res)
 have no fiscal impact.
 This fiscal note is
 appropriate.

FISCAL NOTE

REQUEST:

Revision Date: 30-Jan-90 Agency Affected: Natural Resources
 Title: An Act relating to oil & gas & geothermal leasing practices. BRU: Petroleum Management
 Sponsor: Brown, M. Davis, Gruenberg, Ellis Components: Petroleum Mgmt
 Requestor: Senate Oil & Gas Committee

EXPENDITURES/REVENUES: (Thousands of Dollars)

OPERATING	FY 91	FY 92	FY 93	FY 94	FY 95	FY 96
PERSONAL SERVICES						
TRAVEL						
CONTRACTUAL						
SUPPLIES						
EQUIPMENT						
LAND & STRUCTURES						
GRANTS, CLAIMS						
MISCELLANEOUS						
TOTAL OPERATING	0.0	0.0	0.0	0.0	0.0	0.0

CAPITAL						
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REVENUE						
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FUNDING: (Thousands of Dollars)

GENERAL FUND						
FEDERAL FUNDS						
OTHER						
TOTAL	0.0					

POSITIONS:

FULL-TIME						
PART-TIME						
TEMPORARY						

ANALYSIS: (Attach a separate page if necessary)

Prepared by: Carol Wilson Phone: 465-2400
 Division: Commissioner's Office Date: 30-Jan-90
 Approved by Commissioner: Lennie Gorsuch Date: 30-Jan-90
 Agency: Department of Natural Resources

Distribution (by preparer) :
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STATE OF ALASKA
1989 LEGISLATIVE SESSION

BILL VERSION: CSHB 128 (RES)
PUBLISH DATE: HOUSE 3/31/89

FISCAL NOTE

REQUEST:

Revision Date: 13-Mar-89 Agency Affected: Natural Resources
Title: An Act relating to oil & gas & geothermal leasing practices. BRU: Petroleum Management
Sponsor: Brown, M. Davis, Gruenberg, Ellis Components: Petroleum Mgmt
Requestor: House Resources

EXPENDITURES/REVENUES: (Thousands of Dollars)

OPERATING	FY 89	FY 90	FY 91	FY 92	FY 93	FY 94
PERSONAL SERVICES						
TRAVEL						
CONTRACTUAL						
SUPPLIES						
EQUIPMENT						
LAND & STRUCTURES						
GRANTS, CLAIMS						
MISCELLANEOUS						
TOTAL OPERATING	0.0	0.0	0.0	0.0	0.0	0.0

CAPITAL						
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REVENUE						
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FUNDING: (Thousands of Dollars)

GENERAL FUND						
FEDERAL FUNDS						
OTHER						
TOTAL	0.0					

POSITIONS:

FULL-TIME						
PART-TIME						
TEMPORARY						

ANALYSIS: (Attach a separate page if necessary)

Prepared by: Carol Wilson Phone: 465-2400
Division: Commissioner's Office Date: 13-Mar-89

Approved by Commissioner: Lennie Gorsuch Date: 13-Mar-89
Agency: Department of Natural Resources

Distribution (by preparer) :
Legislative Finance
Legislative Sponsor
Requestor
Office of Management and Budget
Impacted Agency(ies)