

Leg. Finance - House & Senate Finance Comte Files (1973-74)

SB 3 cont. , 4, 5, 6, 7, 8,

335

Ralph Kimplinger
Deputy Commissioner

-2-

June 14, 1974

made a profit of \$25 or 25%. If they are in high tax brackets and avail themselves of the deduction opportunity then the profitability could be even higher. I think that this circumstance will soon become evident to the public and will encourage people to contribute to campaign funds. After all, who could resist the opportunity to make a guaranteed 25% on his money? For this reason we have estimated a fairly high proportion of contributions to campaign funds during the forthcoming year--probably higher than would ordinarily be the case without such an unique credit provision. I have, accordingly, estimated that about 30,000 joint return filers, or the equivalent combination of single and joint filers, would qualify for the credit. At \$100 per return on an average would make the loss to the Treasury about \$3 million for FY 75. Thirty thousand taxpayers availing themselves of this credit, however, represents less than 25% of the population filing returns and it is conceivable, given the circumstances outlined above where this is a profitable operation, that many more taxpayers will take advantage of it.

I will, of course, be available to discuss this with the legislature at their convenience.

FPB:mhc

Attachments

~~HCS CSSB 388 (Judiciary) am H~~

STATE OF ALASKA

SSB - CSSB THE LEGISLATURE

3 am H

BUDGET AND AUDIT COMMITTEE

JUNEAU 99801

AUDIT DIVISION
POUCH W — ALASKA OFFICE BUILDING

FINANCE DIVISION
POUCH WF — STATE CAPITOL

MEMORANDUM

TO: Senate Finance Committee

DATE: June 18, 1974

FROM: ^{rent} Kent Dawson, Fiscal Analyst

SUBJ: Proposed Alternate Budget for Election Campaign Commission

PERSONAL SERVICES

\$ 114,265

Executive Director	Juneau	\$29,261
Admin. Assist. II	Juneau	15,451
Clerk Typist III	Juneau (PT)	5,263
Clerk IV (Range 9)	Anchorage (PT)	5,594
Clerk IV	Fairbanks (PT)	6,237
Clerk IV	Nome (PT)	7,244
Clerk IV	Ketchikan (PT)	5,594
Clerk IV	Sitka (PT)	5,804
Clerk IV	Valdez (PT)	6,489
Clerk IV	Homer (PT)	6,014
Clerk IV	Kodiak (PT)	6,014
Clerk IV	Bethel (PT)	7,496
Clerk IV	Ft. Yukon (PT)	7,804
		<u>\$114,265</u>

TRAVEL

\$ 25,000

CONTRACTUAL

\$ 165,000

(a) Reduced Pamphlet to 100.0
(cut 74.5)

(b) Reduced Rent & Utilities in half
(by 15.0)

COMMODITIES

\$ 5,000

EQUIPMENT

\$ 8,000

BUDGET TOTAL \$ 317,265

OFF YEAR BUDGET

circa \$ 60,000

In off years, the staffing could consist solely of the Executive Director and the Administrative Assistant in Juneau. Clerical support could come from the

regular year-round Elections people. This assumes an office in each Senate district is not required during an off-election fiscal year.



RECORDS CERTIFICATION



I, the undersigned, an employee of the State of Alaska, do hereby certify that the microfilm images on this microform are accurate reproductions of the original records of the State of Alaska as accumulated during the regular course of business, and that it is the established policy and practice of this State to microfilm its records and to dispose of the original records after microfilm reproductions have been made.

James O. Smith
Signature of Camera Operator

4/26/89
Date

229738
COMMITTEE REPORT

SENATE

Mr. President:

Date 6/18/74

The Committee on FINANCE has had CS 4
(Approp for election system to reapportionment)
under consideration. A Majority of the members of the Committee

- () recommends it DO PASS
- () recommends it DO NOT PASS
- () recommends it DO PASS WITH ATTACHED AMENDMENT(S)
- () recommends it BE REPLACED WITH CS FOR _____ AND THAT
CS FOR _____ DO PASS
- () "and" recommends it BE REFERRED TO THE _____
COMMITTEE
- () reports it back WITHOUT RECOMMENDATION
- () "other"

Members signing the Majority report:

Members NOT concurring in the Majority report:

_____ recommends:
_____ recommends:
_____ recommends:
_____ recommends:
_____ recommends:

_____ Chairman

1 IN THE SENATE

BY THE RULES COMMITTEE BY
REQUEST OF THE GOVERNOR

2 SENATE BILL NO. 4

3 IN THE LEGISLATURE OF THE STATE OF ALASKA
4 EIGHTH LEGISLATURE - SECOND SPECIAL SESSION

5 A BILL

6 For an Act entitled: "An Act making a special appropriation to the Office
7 of the Governor for the lieutenant governor; and
8 providing for an effective date."

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

10 * Section 1. The sum of \$67,100 is appropriated from the general fund
11 to the Office of the Governor for the use of the lieutenant governor in
12 making those changes in the election system necessitated by the governor's
13 reapportionment proclamation of December 11, 1973.

14 * Sec. 2. The unobligated and unexpended balance of the appropriation
15 made by this Act lapses into the general fund on June 30, 1975.

16 * Sec. 3. This Act takes effect on the day after its passage and
17 approval or on the day it becomes law without approval.
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The Legislature of the State of Alaska
FISCAL NOTE

Second Special Session - Eighth Legislature

I. REQUEST

Bill Identification: 4
 Title: Special Appropriation for Reapportionment Changes
 Requested by: _____ Date: _____
 Return Date Requested: _____
 Agency: Office of the Governor Program: Lt. Governor - Elections

II. FISCAL DETAIL

Budget Request Unit(s) Affected: _____
 A. EXPENDITURES: (Thousands of dollars)

OBJECT	FY 74	FY 75	FY 76	FY 77	FY 78	FY 79
100 PERSONAL SERVICES		18.314				
200 TRAVEL		1.767				
300 CONTRACTUAL		45.519				
400 COMMODITIES		1.500				
500 EQUIPMENT		-0-				
600 LAND & STRUCTURES		-0-				
700 GRANTS, CLAIMS, ETC.		-0-				
TOTAL		67.100				

B. FUNDING: (Thousands of dollars)

GENERAL FUND		67.100				
FEDERAL FUNDS						
OTHER						

C. POSITIONS:

PERMANENT/TEMPORARY	/	/ 5	/	/	/	/
MAN MONTHS (P./T.)	/	/ 10	/	/	/	/

III. ANALYSIS (See Fiscal Note Preparation Instructions, Section III)

Temporary Employee Positions: Anchorage - 2
 Clerk III Fairbanks - 1
 Nome - 1
 Juneau - 1

IV. ATTACHMENTS

Breakdown of Costs

V. DATE: 5/31/74

PREPARED BY: Lutz Weiss

Original: Legislative Finance
 cc: Budget and Management
 Prime Sponsor (First Legislator Named)

BREAKDOWN OF ADDITIONAL COSTS TO DIVISION OF
ELECTIONS AS A RESULT OF REAPPORTIONMENT

<u>Personal Services</u> -----	\$18,314.00
Anchorage - 2 - 60 days @\$4.50 ph----	4,050.00
Fairbanks - 1 - 60 days @\$4.94 ph----	2,223.00
Juneau - 1 - 60 days @\$4.50 ph----	2,025.00
Nome - 1 - 60 days @\$5.59 ph----	2,515.50
Overtime (regular employees) -----	7,500.00
 <u>Travel</u> -----	 1,767.50
 <u>Contractual Services</u> -----	 45,519.00
<u>Postage</u>	
Reissue acknowledgement cards----	17,500.00
<u>Printing</u>	
New acknowledgement cards -----	4,670.00
Other forms and supplies -----	2,500.00
<u>Professional Fees & Services</u>	
Boundary Descriptions -----	18,849.00
<u>Miscellaneous</u>	
Long Distance, Postage, etc. ----	2,000.00
 <u>Commodities</u> -----	 1,500.00
Maps -----	1,500.00
 <u>TOTAL</u> -----	 \$67,100.00

Introduced: 4/3/74
Referred: State Affairs
and Finance

1 IN THE HOUSE

BY THE RULES COMMITTEE
BY REQUEST OF THE GOVERNOR

2 HOUSE BILL NO.

3 IN THE LEGISLATURE OF THE STATE OF ALASKA

4 EIGHTH LEGISLATURE - SECOND SESSION

5 A BILL

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7 of the Governor for the lieutenant governor; and
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11 to the Office of the Governor for the use of the lieutenant governor in
12 making those changes in the election system necessitated by the governor's
13 reapportionment proclamation of December 11, 1973.

14 * Sec. 2. The unobligated and unexpended balance of the appropriation
15 made by this Act lapses into the general fund on September 30, 1974.

16 * Sec. 3. This Act takes effect on the day after its passage and
17 approval or on the day it becomes law without approval.

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James O. Smith
Signature of Camera Operator

4/26/89
Date

COMMITTEE REPORT

6/10/74

SENATE

Mr. President:

Date 6/20/74

The Committee on FINANCE has had 23 bills
(Minerals, disposition, royalty)

under consideration. A Majority of the members of the Committee

- recommends it DO PASS
- recommends it DO NOT PASS
- recommends it DO PASS WITH ATTACHED AMENDMENT(S)
- recommends it BE REPLACED WITH CS FOR 23 bills AND THAT
CS FOR _____ DO PASS
- "and" recommends it BE REFERRED TO THE _____
COMMITTEE
- reports it back WITHOUT RECOMMENDATION
- "other"

Members signing the Majority report:

<u>[Signature]</u>	<u>[Signature]</u>	<u>[Signature]</u>
<u>[Signature]</u>	<u>[Signature]</u>	<u>[Signature]</u>
<u>[Signature]</u>	<u>[Signature]</u>	<u>[Signature]</u>
<u>[Signature]</u>	<u>[Signature]</u>	<u>[Signature]</u>

Members NOT concurring in the Majority report:

_____ recommends:

_____ recommends:

_____ recommends:

_____ recommends:

_____ recommends:

_____ Chairman

Committee Report

S E N A T E

6/17/74

_____ Date

Mr. President:

The Committee on FINANCE has had SB 5
(~~sale~~, exchange, or other disposition of minerals obtained as royalty)
under consideration. A majority of the members of the Committee

- recommends it do pass
- recommends it do not pass
- recommends it do pass with attached amendment(s)
- recommends it be replaced with CS for _____ and that
CS for _____ do pass
- (and) recommends it be referred to the _____
committee
- reports it back without recommendation
- (other) _____

MEMBERS SIGNING THE MAJORITY REPORT:

MEMBERS NOT CONCURRING IN THE MAJORITY REPORT:

_____ recommends:
_____ recommends:
_____ recommends:
_____ recommends:
_____ reccmmends:

_____ CHAIRMAN

AGO 789072 +

Original sponsor: Rules Committee by
request of the Governor

Offered: 6/18/74
On today's calendar on
Special Order

1 IN THE HOUSE

BY THE FINANCE COMMITTEE

2 CS FOR HOUSE BILL NO. 5

3 IN THE LEGISLATURE OF THE STATE OF ALASKA
4 EIGHTH LEGISLATURE - SECOND SPECIAL SESSION

5 A BILL

6 For an Act entitled: "An Act providing for the sale, exchange or other
7 disposition of minerals obtained by the state as
8 royalty under state leases or of rights to receive
9 future mineral production under state leases; and
10 providing for an effective date."

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

12 * Section 1. AS 38.05.182 is amended to read:

13 Sec. 38.05.182. ROYALTY ON NATURAL RESOURCES. Any royalty pro-
14 vided for in secs. 135 - 181 of this chapter may be taken in kind rather
15 than in money if [AT THE DISCRETION OF] the commissioner, with the
16 consent of the board, [IF HE] determines that the taking in kind would
17 be in the best interest of the state. The consent of the board is
18 required only with respect to oil and gas royalty-in-kind under sec. 18
19 of this chapter.

20 * Sec. 2. AS 38 is amended by adding a new chapter to read:

21 CHAPTER 06. ALASKA ROYALTY OIL AND GAS
22 DEVELOPMENT ADVISORY BOARD.

23 Sec. 38.06.010. PURPOSE. It is the purpose of this chapter to
24 facilitate the wise development of Alaska's oil and gas royalty inter-
25 ests by providing means and procedures for sales, exchanges or other
26 disposition of those interests in ways calculated to promote private
27 economic growth consistent with applicable environmental standards and
28 public fiscal stability, and in accordance with AS 38.05.183.

29 Sec. 38.06.020. ESTABLISHMENT. There is in the Department of

1 Natural Resources the Alaska Royalty Oil and Gas Development Advisory
2 Board.

3 Sec. 38.06.025. MEMBERSHIP. The board consists of the commis-
4 sioner of natural resources, who is chairman, the commissioner of
5 economic development, and three public members. Each of the public
6 members shall possess experience with petroleum-related industries,
7 in such fields as exploration, development, production and economics,
8 and shall be appointed by the governor to serve at his pleasure for
9 three-year staggered terms and confirmed by a vote of a majority of the
10 members of the legislature in joint session. The public members may
11 be removed by the governor only for cause. The public members may not
12 be state officers or employees. A public member, upon the expiration
13 of his term, shall continue to hold office until his successor is
14 appointed and qualifies. Vacancies in public membership shall be filled
15 in the same manner as original appointment. An appointee to fill a
16 vacancy shall hold office for the balance of the term for which his
17 predecessor on the board was appointed. A vacancy in board membership
18 does not impair the authority of a quorum of the board members to
19 exercise all the powers and duties of the board.

20 Sec. 38.06.030. COMPENSATION; PER DIEM, TRAVEL EXPENSES. Members
21 of the board are in the exempt service under AS 39.25.110 and shall
22 receive \$100 a day for each day or portion of a day spent in actual
23 meeting or on authorized official business incident to their duties,
24 and they are entitled to per diem and travel allowances as provided by
25 law for other boards and commissions. If a member of the board is a
26 full-time officer or employee of the state, he may not receive the
27 \$100 a day compensation.

28 Sec. 38.06.035. MEETINGS, RULES, QUORUM, VOTES REQUIRED; CONFLICT
29 OF INTEREST. (a) The board shall prescribe its own rules of procedure.

1 It shall meet at a time and place determined by the chairman, and at
2 other times and places as the chairman, or a majority of the board
3 members, consider necessary. A quorum is a majority of the members of
4 the board. The votes of the board members shall be recorded. Effective
5 action to carry out the powers granted under this chapter requires the
6 affirmative vote of a majority of the board members. No board member
7 may, with respect to a matter before the board, vote for or on behalf of
8 another member of the board.

9 (b) No member of the board may act upon a matter in which his
10 relationship with any person creates a conflict of interest. No board
11 member may have an official connection with or hold stock or securities
12 in, or have a pecuniary interest in, a corporation, company or associa-
13 tion engaged in the production or transportation of oil or gas.

14 Sec. 38.06.040. POWERS. The board has the power to

15 (1) direct the commissioner of natural resources to solicit
16 inquiries, development plans or bids from persons for the sale, exchange
17 or other disposal of oil or gas or both obtained by the state as a
18 royalty under AS 38.05.182, or for the sale, exchange or other disposal
19 in whole or part of rights to receive future oil or gas production or
20 both under a state lease, subject to terms and conditions established
21 by the board;

22 (2) examine proposed sales, exchanges or other disposals
23 of oil or gas or both obtained by the state as a royalty under AS 38.-
24 05.182, or of rights to receive future oil or gas production or both
25 under a state lease, for the purpose of approving or disapproving the
26 proposed sale, exchange or other disposal;

27 (3) hire an executive director, consultants expert in techni-
28 cal, economic or other relevant professions and other persons as
29 necessary to assist the board in the exercise of its powers;

1 (4) promulgate regulations under the Administrative Procedure
2 Act (AS 44.62) that it considers necessary or appropriate in the
3 exercise of its powers; and

4 (5) take whatever other actions are reasonably necessary in
5 the furtherance of the purposes of this chapter.

6 Sec. 38.06.050. BOARD APPROVAL REQUIRED. (a) No sale, exchange
7 or other disposition of oil or gas or of the rights or waiver of the
8 rights to receive future production of royalty oil or gas may be made
9 by the commissioner of natural resources under AS 38.05.183 without the
10 prior written approval of the board.

11 (b) Bids may not be rejected by the commissioner of natural
12 resources without the prior written approval of the board.

13 (c) Competitive bidding in a sale, exchange or other disposition
14 described in (a) of this section may not be waived by the commissioner
15 of natural resources under AS 38.05.183 without the prior written
16 approval of the board.

17 Sec. 38.06.055. ACTION BY LEGISLATURE. In addition to the
18 approval by the board required under sec. 50 of this chapter, no sale,
19 exchange or other disposition of oil or gas or of the rights or waiver
20 of the rights to receive future production of royalty oil or gas may be
21 made by the commissioner of natural resources under AS 38.05.183 without
22 the prior approval of the legislature by a concurrent resolution con-
23 curred in by a majority of the members of each house.

24 Sec. 38.06.060. CONFIDENTIALITY. Notwithstanding AS 09.25.110 -
25 09.25.120, the board may provide by regulation for the confidentiality
26 of documents and other property in its possession or control if in the
27 judgment of the board the best interest of the state requires confiden-
28 tiality.

29 Sec. 38.06.070. CRITERIA. In the exercise of its powers under

1 sec. 40(1) - (2) and sec. 50 of this chapter the board shall consider

2 (1) the revenue needs and projected fiscal condition of the
3 state;

4 (2) the existence and extent of present and projected local
5 and regional needs for oil and gas products and by-products, the effect
6 of state or federal commodity allocation requirements which might be
7 applicable to those products and by-products, and the priorities among
8 competing needs;

9 (3) the desirability of localized capital investment,
10 increased payroll, secondary development and other possible effects
11 of the sale, exchange or other disposition of oil and gas or both;

12 (4) the projected social impacts of the transaction;

13 (5) the projected additional costs and responsibilities
14 which could be imposed upon the state and affected political subdivi-
15 sions by development related to the transaction;

16 (6) the existence of specific local or regional labor or
17 consumption markets or both which should be met by the transaction;

18 (7) the projected positive and negative environmental
19 effects related to the transaction; and

20 (8) the projected effects of the proposed transaction upon
21 existing private commercial enterprise and patterns of investments.

22 Sec. 38.06.080. DEFINITIONS. In this chapter

23 (1) "board" means the Alaska Royalty Oil and Gas Development
24 Advisory Board; and

25 (2) "state lease" means an oil and gas lease on state land.

26 * Sec. 3. AS 38.05.183 is repealed and re-enacted to read:

27 Sec. 38.05.183. SALE OF ROYALTY. (a) The sale, exchange or
28 other disposal of a mineral obtained by the state as a royalty under
29 sec. 182 of this chapter, or the sale, exchange or other disposal in

1 whole or in part of a right to receive future mineral production under
2 a state lease under this chapter, shall be by competitive bid and the
3 sale, exchange or other disposal made to the highest responsible bidder,
4 except that competitive bidding is not required when the commissioner,
5 with the prior written approval of the Alaska Royalty Oil and Gas
6 Development Advisory Board where applicable, determines that the best
7 interest of the state does not require it or that no competition exists.

8 (b) When competitive bids are required, the commissioner, with
9 the prior written approval of the Alaska Royalty Oil and Gas Development
10 Advisory Board, may reject all bids if he determines that because of
11 the amount of the bids, the lack of responsibility on the part of the
12 bidders, or for reasons consistent with the criteria set out in AS 38.-
13 06.070, the acceptance of the bids would not be in the best interest
14 of the state.

15 (c) If the commissioner determines that a sale, exchange or other
16 disposal of a mineral obtained by the state as a royalty under sec. 182
17 of this chapter or of a right to receive future mineral production under
18 a state lease under this chapter shall be made otherwise than by competi-
19 tive bid, and the Alaska Royalty Oil and Gas Development Advisory Board
20 where applicable has approved that determination, the commissioner shall
21 make public in writing the specific findings and conclusions upon which
22 that determination is based.

23 * Sec. 4. This Act takes effect on the day after its passage and approval
24 or on the day it becomes law without approval.
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1 IN THE SENATE

BY THE RULES COMMITTEE BY
REQUEST OF THE GOVERNOR

2 SENATE BILL NO. 5

3 IN THE LEGISLATURE OF THE STATE OF ALASKA

4 EIGHTH LEGISLATURE - SECOND SPECIAL SESSION

5 A BILL

6 For an Act entitled: "An Act providing for the sale, exchange or other
7 disposition of minerals obtained by the state as
8 royalty under state leases or of rights to receive
9 future mineral production under state leases; and
10 providing for an effective date."

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

12 * Section 1. AS 38 is amended by adding a new chapter to read:

13 CHAPTER 06. ALASKA ROYALTY OIL AND GAS
14 DEVELOPMENT ADVISORY BOARD.

15 Sec. 38.06.010. PURPOSE. It is the purpose of this chapter to
16 facilitate the wise development of Alaska's oil and gas royalty
17 interests by providing means and procedures for sales, exchanges or
18 other disposition of those interests in ways calculated to promote
19 private economic growth consistent with applicable environmental
20 standards and public fiscal stability.

21 Sec. 38.06.020. ESTABLISHMENT. There is established in the De-
22 partment of Natural Resources the Alaska Royalty Oil and Gas Develop-
23 ment Advisory Board.

24 Sec. 38.06.030. MEMBERSHIP. The board consists of the commis-
25 sioner of natural resources, who is chairman, the commissioner of
26 economic development, the commissioner of environmental conservation,
27 the attorney general, and three public members appointed by the
28 governor to serve without compensation at the pleasure of the governor.
29 The public members may not be state officers or employees. The

1 affirmative vote of the majority of the membership of the board is
2 required to carry out the powers granted under this chapter.

3 Sec. 38.06.040. POWERS. The board has the power to

4 (1) direct the commissioner of natural resources to solicit
5 inquiries, development plans or bids from persons for the sale,
6 exchange or other disposal of oil or gas or both obtained by the
7 state as a royalty under AS 38.05.182, or for the sale, exchange or
8 other disposal in whole or part of rights to receive future oil or
9 gas production or both under a state lease, subject to terms and
10 conditions established by the board;

11 (2) examine proposed sales, exchanges or other disposals
12 of oil or gas or both obtained by the state as a royalty under
13 AS 38.05.182, or of rights to receive future oil or gas production
14 or both under a state lease, for the purpose of approving or dis-
15 approving the proposed sale, exchange or other disposal;

16 (3) hire an executive director, consultants expert in techni-
17 cal, economic or other relevant professions and other persons as neces-
18 sary to assist the board in the exercise of its powers;

19 (4) promulgate regulations under the Administrative Procedure
20 Act (AS 44.62) that it considers necessary or appropriate in the
21 exercise of its powers; and

22 (5) take whatever other actions are reasonably necessary in
23 the furtherance of the purposes of this chapter.

24 Sec. 38.06.050. BOARD APPROVAL REQUIRED. (a) No sale, exchange
25 or other disposition of oil or gas or of the rights to receive future
26 production of oil or gas may be made by the commissioner of natural
27 resources under AS 38.05.183 without the prior written approval of the
28 board.

29 (b) Bids may not be rejected by the commissioner of natural

1 resources without the prior written approval of the board.

2 (c) Competitive bidding in a sale, exchange or other disposition
3 described in subsection (a) of this section may not be waived by the
4 commissioner of natural resources under AS 38.05.183 without the
5 prior written approval of the board.

6 Sec. 38.06.060. CONFIDENTIALITY. Notwithstanding AS 09.25.110
7 - 09.25.120, the board may provide by regulation for the confidential-
8 ity of documents and other property in its possession or control if
9 in the judgment of the board the best interest of the state requires
10 confidentiality.

11 Sec. 38.06.070. CRITERIA. In the exercise of its powers under
12 sec. 40(1) - (2) and sec. 50 of this chapter the board shall consider

13 (1) the revenue needs and projected fiscal condition of the
14 state;

15 (2) the existence and extent of local and regional needs
16 for oil and gas products and by-products, the effect of state or
17 federal commodity allocation requirements which might be applicable
18 to those products and by-products, and the priorities among competing
19 needs;

20 (3) the desirability of localized capital investment,
21 increased payroll, secondary development and other possible effects
22 of the sale, exchange or other disposition of oil and gas or both;

23 (4) the projected social impacts of the transaction;

24 (5) the projected additional costs and responsibilities
25 which could be imposed upon the state and affected political sub-
26 divisions by development related to the transaction;

27 (6) the existence of specific local or regional labor or
28 consumption markets or both which should be met by the transaction;

29 (7) the projected positive and negative environmental

1 effects related to the transaction; and

2 (8) the projected effects of the proposed transaction upon
3 existing private commercial enterprise and patterns of investments.

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12 whole or in part of a right to receive future mineral production under
13 a state lease under this chapter, shall be by competitive bid and the
14 sale, exchange or other disposal made to the highest responsible
15 bidder, except that competitive bidding is not required when the
16 commissioner, with the prior written approval of the Alaska Royalty Oil
17 and Gas Development Advisory Board where applicable, determines that the
18 best interest of the state does not require it or that no competition
19 exists.

20 (b) Where competitive bids are required, the commissioner, with
21 the prior written approval of the Alaska Royalty Oil and Gas Develop-
22 ment Advisory Board, may reject all bids if he determines that because
23 of the amount of the bids, the lack of responsibility or the part of
24 the bidders, or for reasons consistent with the criteria set forth in
25 AS 38.06.070, the acceptance of the bids would not be in the best
26 interest of the state.

27 (c) If the commissioner determines that a sale, exchange or other
28 disposal of a mineral obtained by the state as a royalty under sec.
29 182 of this chapter or of a right to receive future mineral production

1 under a state lease under this chapter shall be made otherwise than by
2 competitive bid, and the Alaska Royalty Oil and Gas Development
3 Adv. sory Board where applicable has approved that determination, the
4 commissioner shall make public in writing the specific findings and
5 conclusions upon which that determination is based.

6 * Sec. 3. This Act takes effect on the day after its passage and
7 approval or on the day it becomes law without approval.

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BY THE RULES COMMITTEE BY
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3 IN THE LEGISLATURE OF THE STATE OF ALASKA
4 EIGHTH LEGISLATURE - SECOND SPECIAL SESSION

5 A BILL

6 For an Act entitled: "An Act providing for the sale, exchange or other
7 disposition of minerals obtained by the state as
8 royalty under state leases or of rights to receive
9 future mineral production under state leases; and
10 providing for an effective date."

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

12 * Section 1. AS 38 is amended by adding a new chapter to read:

13 CHAPTER 06. ALASKA ROYALTY OIL AND GAS
14 DEVELOPMENT ADVISORY BOARD.

15 Sec. 38.06.010. PURPOSE. It is the purpose of this chapter to
16 facilitate the wise development of Alaska's oil and gas royalty
17 interests by providing means and procedures for sales, exchanges or
18 other disposition of those interests in ways calculated to promote
19 private economic growth consistent with applicable environmental
20 standards and public fiscal stability.

21 Sec. 38.06.020. ESTABLISHMENT. There is established in the De-
22 partment of Natural Resources the Alaska Royalty Oil and Gas Develop-
23 ment Advisory Board.

24 Sec. 38.06.030. MEMBERSHIP. The board consists of the commis-
25 sioner of natural resources, who is chairman, the commissioner of
26 economic development, the commissioner of environmental conservation,
27 the attorney general, and three public members appointed by the
28 governor to serve without compensation at the pleasure of the governor.
29 The public members may not be state officers or employees. The

1 affirmative vote of the majority of the membership of the board is
2 required to carry out the powers granted under this chapter.

3 Sec. 38.06.040. POWERS. The board has the power to

4 (1) direct the commissioner of natural resources to solicit
5 inquiries, development plans or bids from persons for the sale,
6 exchange or other disposal of oil or gas or both obtained by the
7 state as a royalty under AS 38.05.182, or for the sale, exchange or
8 other disposal in whole or part of rights to receive future oil or
9 gas production or both under a state lease, subject to terms and
10 conditions established by the board;

11 (2) examine proposed sales, exchanges or other disposals
12 of oil or gas or both obtained by the state as a royalty under
13 AS 38.05.182, or of rights to receive future oil or gas production
14 or both under a state lease, for the purpose of approving or dis-
15 approving the proposed sale, exchange or other disposal;

16 (3) hire an executive director, consultants expert in techni-
17 cal, economic or other relevant professions and other persons as neces-
18 sary to assist the board in the exercise of its powers;

19 (4) promulgate regulations under the Administrative Procedure
20 Act (AS 44.62) that it considers necessary or appropriate in the
21 exercise of its powers; and

22 (5) take whatever other actions are reasonably necessary in
23 the furtherance of the purposes of this chapter.

24 Sec. 38.06.050. BOARD APPROVAL REQUIRED. (a) No sale, exchange
25 or other disposition of oil or gas or of the rights to receive future
26 production of oil or gas may be made by the commissioner of natural
27 resources under AS 38.05.183 without the prior written approval of the
28 board.

29 (b) Bids may not be rejected by the commissioner of natural

1 resources without the prior written approval of the board.

2 (c) Competitive bidding in a sale, exchange or other disposition
3 described in subsection (a) of this section may not be waived by the
4 commissioner of natural resources under AS 38.05.183 without the
5 prior written approval of the board.

6 Sec. 38.06.060. CONFIDENTIALITY. Notwithstanding AS 09.25.110
7 - 09.25.120, the board may provide by regulation for the confidential-
8 ity of documents and other property in its possession or control if
9 in the judgment of the board the best interest of the state requires
10 confidentiality.

11 Sec. 38.06.070. CRITERIA. In the exercise of its powers under
12 sec. 40(1) - (2) and sec. 50 of this chapter the board shall consider

13 (1) the revenue needs and projected fiscal condition of the
14 state;

15 (2) the existence and extent of local and regional needs
16 for oil and gas products and by-products, the effect of state or
17 federal commodity allocation requirements which might be applicable
18 to those products and by-products, and the priorities among competing
19 needs;

20 (3) the desirability of localized capital investment,
21 increased payroll, secondary development and other possible effects
22 of the sale, exchange or other disposition of oil and gas or both;

23 (4) the projected social impacts of the transaction;

24 (5) the projected additional costs and responsibilities
25 which could be imposed upon the state and affected political sub-
26 divisions by development related to the transaction;

27 (6) the existence of specific local or regional labor or
28 consumption markets or both which should be met by the transaction;

29 (7) the projected positive and negative environmental

1 effects related to the transaction; and

2 (8) the projected effects of the proposed transaction upon
3 existing private commercial enterprise and patterns of investments.

4 Sec. 38.06.080. DEFINITIONS. In this chapter

5 (1) "board" means the Alaska Royalty Oil and Gas Development
6 Advisory Board; and

7 (2) "state lease" means an oil and gas lease on state land.

8 * Sec. 2. AS 38.05.183 is repealed and re-enacted to read:

9 Sec. 38.05.183. SALE OF ROYALTY. (a) The sale, exchange
10 or other disposal of a mineral obtained by the state as a royalty under
11 sec. 182 of this chapter, or the sale, exchange or other disposal in
12 whole or in part of a right to receive future mineral production under
13 a state lease under this chapter, shall be by competitive bid and the
14 sale, exchange or other disposal made to the highest responsible
15 bidder, except that competitive bidding is not required when the
16 commissioner, with the prior written approval of the Alaska Royalty Oil
17 and Gas Development Advisory Board where applicable, determines that the
18 best interest of the state does not require it or that no competition
19 exists.

20 (b) Where competitive bids are required, the commissioner, with
21 the prior written approval of the Alaska Royalty Oil and Gas Develop-
22 ment Advisory Board, may reject all bids if he determines that because
23 of the amount of the bids, the lack of responsibility on the part of
24 the bidders, or for reasons consistent with the criteria set forth in
25 AS 38.06.070, the acceptance of the bids would not be in the best
26 interest of the state.

27 (c) If the commissioner determines that a sale, exchange or other
28 disposal of a mineral obtained by the state as a royalty under sec.
29 182 of this chapter or of a right to receive future mineral production

1 under a state lease under this chapter shall be made otherwise than by
2 competitive bid, and the Alaska Royalty Oil and Gas Development
3 Advisory Board where applicable has approved that determination, the
4 commissioner shall make public in writing the specific findings and
5 conclusions upon which that determination is based.

6 * Sec. 3. This Act takes effect on the day after its passage and
7 approval or on the day it becomes law without approval.

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The bill also raises other questions. For instance, there is confusion in the bill over whether the fund is only for judgment creditors or whether there are rights established for non-judgment claimants.

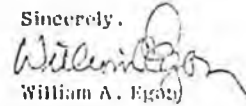
277
248
(Jud)

Pro rata payment from the fund is provided for by Sec. 45.85.060(b) but the reference is to "claims", not judgments. Similarly, in Sec. 45.85.040(b) the Commissioner is given authority to compromise "a claim" with Court approval. An order of priority of payment of "claims" against the fund is set up in Sec. 45.85.070, seemingly in conflict with pro rating under Sec. 45.85.060, and containing a substantial question as to what state a "claim" is filed for establishing its priority against the fund. Nevertheless, a priority basis for payment of claims rather than pro rating might prove to be the only workable way. The Attorney General believes it will have to be interpreted to apply only to Court actions and judgments, not to less formal claims. However, even with that interpretation, the effective date clause, January 1, 1976, does not clearly define what judgments are covered. Only judgments entered after January 1, 1976? Only judgments on claims for fraudulent acts that occur after January 1, 1976?

Lastly, it is noted the fund will accumulate only slowly, even if claims against it are light. If no claims were paid from the fund it would require 6,250 biennial salesmen payments of \$40 or 2,000 biennial broker payments of \$125 before the fund would reach its planned level of \$250,000.

Though the bill does involve problems, I am signing Senate Committee Substitute for Committee Substitute for House Bill No. 248 (Judiciary) into law because its effective date of January 1, 1976, gives ample time for the next Legislature to consider clarifying amendments.

Sincerely,


William A. Egan
Governor

(Chapter 143, SLA 1974)

May 24, 1974

The Honorable Tom Fink
Speaker of the House
Alaska State Legislature
Juneau, Alaska 99801

Dear Mr. Speaker:

Free Conference Committee Substitute for Senate Committee Substitute for House Bill No. 461 is legislation that ostensibly provides for the removal, sale, exchange or other disposition of minerals obtained by the State as royalty under State leases or of rights to receive future mineral production under State leases.

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S.C.
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461

In many respects, the bill follows the proposal I sent to the Legislature early in the session. There are, however, some substantive exceptions. The exception of greatest concern to me is the change in the manner in which the Alaska Royalty Oil and Gas Development Advisory Board would be constituted. The original legislation provided that the Board would consist of the Commissioner of Natural Resources as chairman, the Commissioner of Community and

FCCS Regional Affairs, the Commissioner of Economic Development, the
 SCS Commissioner of Revenue, the Attorney General, the Director of the
 HB Office of Planning and Research in the Office of the Governor, and one
 461 public member appointed by the Governor to serve without compensa-
 tion at the pleasure of the Governor.

Free Conference Committee Substitute for Senate Committee Substitute for House Bill No. 461, however, provides that the Board would consist of the Commissioner of Natural Resources, who is chairman, the Commissioner of Economic Development, and four public members, each of whom shall possess at least seven years experience in petroleum-related industries (emphasis added), appointed by the Governor to serve at his pleasure for three-year staggered terms and confirmed by a vote of a majority of the members of the Legislature in joint session. The public members would include a civil engineer, a petroleum engineer, a petroleum geologist and an attorney. As in the original bill, the public members could not be State officers or employees.

The stringent oil industry background restriction placed upon the qualifications for appointment of the four public members could result in much embarrassment, to say the least. It might be difficult to locate four public members having the specific professional expertise required with each of them possessing at least seven years experience in petroleum related industries without very likely creating a situation wherein some companies who are highly interested in making lucrative proposals for contracts relating to the construction of refineries and petrochemical complexes in the State, utilizing the State's oil and gas royalties--in kind--would find themselves in serious conflict because of the prior employment of some of the Board members. It seems to me that some of the interested companies could be subjected to unverified charges of such conflict in any event. Should this bill become law in its present form, we could very well have a situation where citizens of Alaska might be led to ponder whether or not their public servants had opened the gates and invited "foxes into the chicken coop." In the course of determining the group that is charged with obligation to make the overwhelmingly important decisions regarding disposition of the great future royalty volume of Alaska's crude oil and natural gas, we must be positive that those having such awesome responsibilities are far removed from the remotest charge of pecuniary interest other than their dedication to the long-range best interest of all Alaskans. It would be a disservice to industry, as well as to Alaska's people generally, if we were to overlook need to correct any reasonable possibility that might be cause for public impression that personal prejudice had been involved in arriving at agreement on such crucial matters. Those charged with this kind of decision-making must, by nature of that responsibility, be welded close-mouthed, in the conduct of their deliberations, until all major proposals have been fully researched and evaluated. The volume of future royalty crude oil and natural gas is of such proportion that premature leakage of information as to which companies appeared to have the most acceptable offers in the people of Alaska's interest could cause speculators in the Nation's stock markets to reap unwarranted windfalls.

Following discussion with the State's Attorney General, it appears that a second major problem could result in the provision of the subject bill which prohibits the disposition of royalty oil and gas until the Commissioner, with the Board's approval, finds that it is and will be surplus to Alaska's domestic and industrial needs. This could cause us to hold (or not acquire) royalties in kind if federal fuel allocations

prohibit their retention in Alaska and there exists a current or projected shortage in Alaska. The upshot would be that we will be prohibited from selling during a period when, because of shortages, the price should be paid. Instead, if at such a time we had an absence of adequate storage capacity, we would be compelled to take our royalty in money rather than in kind. Additionally, because of the bill's flat prohibition on disposition during an existing or projected shortage in Alaska, the provision will do nothing to alleviate that shortage. This could not have been the Legislature's intent, and it is a matter that should be addressed in later legislation dealing with this subject.

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461

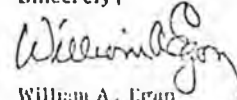
This bill also attaches an amendment to the State Pipeline Commission statute to empower the Commission to compel the addition of connections to a pipeline while it is under construction, a subject of different legislation (SB 268) during the recently concluded session. Because this provision is not by its terms related solely to connections for removal of royalty oil or gas, here, again, we have legislation that may very well breach the single subject rule. While it is my conviction that the matter of disposition of royalty oil and gas with regard to tapping a pipeline for economically viable purposes is adequately covered within the authority of the State's Right-of-Way Leasing Act and the State's Pipeline Commission Act, I have no objection to reiterating that authority.

I do have a question as to the wisdom of attempting to have the State's Pipeline Commission judge during the course of construction of the trans-Alaska pipeline the exact location for the inclusion within the pipeline the designated points and special fittings including but not limited to valves, tees, spools and valve boxes, etc. necessary for tapping the line. It could very well be that this kind of procedure will result in extremely costly installations being made in the wrong places. The bill provides that all such costs shall be borne by the State.

Because of the untenable consequences that could result from attempting to name the Alaska Royalty Oil and Gas Board as contemplated under its requirements, Free Conference Committee Substitute for Senate Committee Substitute for House Bill No. 461 is hereby vetoed.

At the time I issued the call for the Special Session to convene on June 17, 1974, I had not analyzed and reviewed Free Conference Committee Substitute for Senate Committee Substitute for House Bill No. 461 as passed by the Legislature. This matter is extremely important and I will thoroughly consider the possibility of amending my earlier Special Session Proclamation in order that an appropriate proposal can be submitted to the Legislature for its consideration.

Sincerely,



William A. Egan
Governor

Introduced: 6/17/74
Referred: Finance

1 IN THE SENATE

BY THE RULES COMMITTEE BY
REQUEST OF THE GOVERNOR

2 SENATE BILL NO. 5

3 IN THE LEGISLATURE OF THE STATE OF ALASKA

4 EIGHTH LEGISLATURE - SECOND SPECIAL SESSION

5 A BILL

6 For an Act entitled: "An Act providing for the sale, exchange or other
7 disposition of minerals obtained by the state as
8 royalty under state leases or of rights to receive
9 future mineral production under state leases; and
10 providing for an effective date."

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

12 * Section 1. AS 38 is amended by adding a new chapter to read:

13 CHAPTER 06. ALASKA ROYALTY OIL AND GAS

14 DEVELOPMENT ADVISORY BOARD.

15 Sec. 38.06.010. PURPOSE. It is the purpose of this chapter to
16 facilitate the wise development of Alaska's oil and gas royalty
17 interests by providing means and procedures for sales, exchanges or
18 other disposition of those interests in ways calculated to promote
19 private economic growth consistent with applicable environmental
20 standards and public fiscal stability.

21 Sec. 38.06.020. ESTABLISHMENT. There is established in the De-
22 partment of Natural Resources the Alaska Royalty Oil and Gas Develop-
23 ment Advisory Board.

24 Sec. 38.06.030. MEMBERSHIP. The board consists of the commis-
25 sioner of natural resources, who is chairman, the commissioner of
26 economic development, the commissioner of environmental conservation,
27 the attorney general, and three public members appointed by the
28 governor to serve without compensation at the pleasure of the governor.
29 The public members may not be state officers or employees. The

COMMITTEE COPY

1 affirmative vote of the majority of the membership of the board is
2 required to carry out the powers granted under this chapter.

3 Sec. 38.06.040. POWERS. The board has the power to

4 (1) direct the commissioner of natural resources to solicit
5 inquiries, development plans or bids from persons for the sale,
6 exchange or other disposal of oil or gas or both obtained by the
7 state as a royalty under AS 38.05.182, or for the sale, exchange or
8 other disposal in whole or part of rights to receive future oil or
9 gas production or both under a state lease, subject to terms and
10 conditions established by the board;

11 (2) examine proposed sales, exchanges or other disposals
12 of oil or gas or both obtained by the state as a royalty under
13 AS 38.05.182, or of rights to receive future oil or gas production
14 or both under a state lease, for the purpose of approving or dis-
15 approving the proposed sale, exchange or other disposal;

16 (3) hire an executive director, consultants expert in techni-
17 cal, economic or other relevant professions and other persons as neces-
18 sary to assist the board in the exercise of its powers;

19 (4) promulgate regulations under the Administrative Procedure
20 Act (AS 44.62) that it considers necessary or appropriate in the
21 exercise of its powers; and

22 (5) take whatever other actions are reasonably necessary in
23 the furtherance of the purposes of this chapter.

24 Sec. 38.06.050. BOARD APPROVAL REQUIRED. (a) No sale, exchange
25 or other disposition of oil or gas or of the rights to receive future
26 production of oil or gas may be made by the commissioner of natural
27 resources under AS 38.05.183 without the prior written approval of the
28 board.

29 (b) Bids may not be rejected by the commissioner of natural

1 resources without the prior written approval of the board.

2 (c) Competitive bidding in a sale, exchange or other disposition
3 described in subsection (a) of this section may not be waived by the
4 commissioner of natural resources under AS 38.05.183 without the
5 prior written approval of the board.

6 Sec. 38.06.060. CONFIDENTIALITY. Notwithstanding AS 09.25.110
7 - 09.25.120, the board may provide by regulation for the confidential-
8 ity of documents and other property in its possession or control if
9 in the judgment of the board the best interest of the state requires
10 confidentiality.

11 Sec. 38.06.070. CRITERIA. In the exercise of its powers under
12 sec. 40(1) - (2) and sec. 50 of this chapter the board shall consider

13 (1) the revenue needs and projected fiscal condition of the
14 state;

15 (2) the existence and extent of local and regional needs
16 for oil and gas products and by-products, the effect of state or
17 federal commodity allocation requirements which might be applicable
18 to those products and by-products, and the priorities among competing
19 needs;

20 (3) the desirability of localized capital investment,
21 increased payroll, secondary development and other possible effects
22 of the sale, exchange or other disposition of oil and gas or both;

23 (4) the projected social impacts of the transaction;

24 (5) the projected additional costs and responsibilities
25 which could be imposed upon the state and affected political sub-
26 divisions by development related to the transaction;

27 (6) the existence of specific local or regional labor or
28 consumption markets or both which should be met by the transaction;

29 (7) the projected positive and negative environmental

1 effects related to the transaction; and

2 (8) the projected effects of the proposed transaction upon
3 existing private commercial enterprise and patterns of investments.

4 Sec. 38.06.080. DEFINITIONS. In this chapter

5 (i) "board" means the Alaska Royalty Oil and Gas Development
6 Advisory Board; and

7 (2) "state lease" means an oil and gas lease on state land.

8 * Sec. 2. AS 38.05.183 is repealed and re-enacted to read:

9 Sec. 38.05.183. SALE OF ROYALTY. (a) The sale, exchange
10 or other disposal of a mineral obtained by the state as a royalty under
11 sec. 182 of this chapter, or the sale, exchange or other disposal in
12 whole or in part of a right to receive future mineral production under
13 a state lease under this chapter, shall be by competitive bid and the
14 sale, exchange or other disposal made to the highest responsible
15 bidder, except that competitive bidding is not required when the
16 commissioner, with the prior written approval of the Alaska Royalty Oil
17 and Gas Development Advisory Board where applicable, determines that the
18 best interest of the state does not require it or that no competition
19 exists.

20 (b) Where competitive bids are required, the commissioner, with
21 the prior written approval of the Alaska Royalty Oil and Gas Develop-
22 ment Advisory Board, may reject all bids if he determines that because
23 of the amount of the bids, the lack of responsibility on the part of
24 the bidders, or for reasons consistent with the criteria set forth in
25 AS 38.06.070, the acceptance of the bids would not be in the best
26 interest of the state.

27 (c) If the commissioner determines that a sale, exchange or other
28 disposal of a mineral obtained by the state as a royalty under sec.
29 182 of this chapter or of a right to receive future mineral production

1 under a state lease under this chapter shall be made otherwise than by
2 competitive bid, and the Alaska Royalty Oil and Gas Development
3 Advisory Board where applicable has approved that determination, the
4 commissioner shall make public in writing the specific findings and
5 conclusions upon which that determination is based.

6 * Sec. 3. This Act takes effect on the day after its passage and
7 approval or on the day it becomes law without approval.
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June 17, 1974

The Honorable Terry Miller
President of the Senate
Alaska State Legislature
Juneau, Alaska 99801

Dear Mr. President:

Pursuant to the Uniform Rules of the Legislature, I am transmitting a bill providing for the sale, exchange or other disposition of minerals obtained by the state as royalty under state leases or of rights to receive future mineral production under state leases.

Essentially, the bill includes many of the features of House Bill 461 which passed at the regular session. Those portions of the original bill which prompted my veto have been removed or substantially altered.

Alaska's oil and gas resources are our legacy for future generations. They provide our state with a unique opportunity to induce significant downstream economic development involving large potential capital investments, local payroll and positive market impacts. I perceive a need to establish an administrative structure for decision-making concerning the disposition of Alaska's oil and gas royalty shares where circumstances indicate that such disposition would be in the best interest of the state. This bill would create the Alaska Oil and Gas Royalty Development Advisory Board consisting of four state officers and three public members chosen from the public at large. The board will act in a supervisory capacity to the Commissioner of Natural Resources in matters concerning oil and gas royalty sales or other dispositions to insure that all relevant information is considered in any such decisions and to determine priorities among conflicting objectives. The bill declares that it is the general policy of the state to facilitate the wise development of Alaska's royalty oil and gas resources to promote private economic growth consistent with appli-

AGO 789078

The Honorable Terry Miller

- 2 -

June 17, 1974

cable environmental standards and public fiscal stability and identifies general criteria against which proposed dispositions must be examined by the board. These criteria include general revenue conditions, local and regional demands, secondary economic implications, projected social and environmental impacts, local government implications, and other relevant considerations. The board must examine all proposed transactions and render its prior written approval before the Commissioner of Natural Resources may take action under existing law. Accordingly, the bill repeals and re-enacts AS 38.05.183 to express this limitation upon the power of the Commissioner to make dispositions, to waive competitive bidding, and to reject bids.

The board is authorized to promulgate regulations to provide for the confidentiality of documents and other property in order to establish a climate in which prospective contractors may freely divulge proprietary information to the board so that it may make a more accurate analysis of proposed transactions.

It is critical to the state's future that the legal framework for making these decisions maximize our opportunity to use royalty oil and gas as a lever to induce "downstream" development in Alaska with consequent positive effects in the private sector. I strongly urge passage of this bill.

Sincerely,

William A. Egan
Governor

LAW:WAE:LL:jah

AGO 789079

ALASKA STATE LEGISLATURE

SECOND SPECIAL Session

EIGHTH Legislature

SENATE BILL NO. 5

By THE RULES COMMITTEE BY REQUEST OF THE GOVERNOR

"An Act providing for the sale, exchange or other disposition of minerals obtained by the state as royalty under state leases or of rights to receive future mineral production under state leases; and providing for an effective date."

(Sale, exchange or other disposition of minerals obtained as royalty)

Introduced in the Senate June 17 1974

AGD 789080

HISTORY IN THE SENATE

19 74

Read first time and referred to Committee on *Finance*

Reported back with recommendation that

Read second time and

Read third time and

PASS : Yeas
: Nays
: Absent
: Excused

Effective Date

PASS : Yeas
: Nays
: Absent
: Excused

Reported correctly engrossed
Signed by President
Sent to House

SECRETARY OF THE SENATE

HISTORY IN THE HOUSE

19

Read first time and referred to Committee on

Reported back with recommendation that

Read second time and

Read third time and

PASS : Yeas
: Nays
: Absent
: Excused

Effective Date

PASS : Yeas
: Nays
: Absent
: Excused

Reported correctly engrossed
Signed by Speaker
Returned to Senate

CHIEF CLERK OF THE HOUSE

HISTORY IN THE SENATE

19

Received from House

Reported correctly enrolled

Sent to Governor

By Governor

Filed with Lt. Governor

Chapter No.



RECORDS CERTIFICATION



I, the undersigned, an employee of the State of Alaska, do hereby certify that the microfilm images on microform are accurate reproductions of the original records of the State of Alaska as accumulated during the regular course of business, and that it is the established policy and practice of this State to microfilm its records and to dispose of the original records after microfilm reproductions have been made.

James O. Smith
Signature of Camera Operator

4/26/89
Date

COMMITTEE REPORT

SENATE

Mr. President:

Date 6/20/74

The Committee on FINANCE has had HD 6
(Pipeline, Special Findings)
under consideration. A Majority of the members of the Committee

- recommends it DO PASS
- recommends it DO NOT PASS
- recommends it DO PASS WITH ATTACHED AMENDMENT(S)
- recommends it BE REPLACED WITH CS FOR _____ AND THAT
CS FOR _____ DO PASS
- "and" recommends it BE REFERRED TO THE _____
COMMITTEE
- reports it back ^{AMENDMENT} WITHOUT RECOMMENDATION ^{AS AMENDMENT}
- "other"

Members signing the Majority report:

_____	_____	_____
_____	_____	_____
_____	_____	_____
_____	_____	_____

Members NOT concurring in the Majority report:

_____ recommends:

J. P. [unclear] recommends:

_____ recommends:

_____ recommends:

_____ recommends:

[Signature] Chairman

A M E N D M E N T

Offered in the SENATE

By Ernest Combs

To: _____ SENATE BILL NO. _____

_____ HOUSE BILL NO. 8

AMENDMENT: Page 7 Line 27

When the above Senate Bill is reported to the Senate
a request for special printing and binding may be made
to the Commission on Printing and Binding, Bureau of
Printing, State Capitol Building, Madison, Wisconsin.

COMMITTEE REPORT

6/17

SENATE

Mr. President:

Date _____

The Committee on FINANCE has had SB 6
(authority for pipeline Commission order special fittings)
under consideration. A Majority of the members of the Committee

- () recommends it DO PASS
- () recommends it DO NOT PASS
- () recommends it DO PASS WITH ATTACHED AMENDMENT(S)
- () recommends it BE REPLACED WITH CS FOR _____ AND THAT
CS FOR _____ DO PASS
- () "and" recommends it BE REFERRED TO THE _____
COMMITTEE
- () reports it back WITHOUT RECOMMENDATION
- () "other"

Members signing the Majority report:

Members NOT concurring in the Majority report:

_____ recommends:
 _____ recommends:
 _____ recommends:
 _____ recommends:
 _____ recommends:

_____ Chairman

1 IN THE SENATE

BY THE RULES COMMITTEE BY
REQUEST OF THE GOVERNOR

2 SENATE BILL NO. 6

3 IN THE LEGISLATURE OF THE STATE OF ALASKA
4 EIGHTH LEGISLATURE - SECOND SPECIAL SESSION

5 A BILL

6 For an Act entitled: "An Act relating to the authority of the Alaska
7 Pipeline Commission to order special fittings; and
8 providing for an effective date."

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

10 * Section 1. AS 42.06.340 is amended by adding a new subsection to
11 read:

12 (b) During construction of a pipeline the commission, after
13 investigation and opportunity for hearing and findings as required in
14 subparagraph (a) of this section, may order the inclusion within the
15 pipeline at points that it designates, special fittings including
16 but not limited to tees, wyes, spools, reducers, enlargers, flanges,
17 flange plates, valves and valve boxes, to reduce the time and cost
18 of future connections for the injection and removal of gas and oil
19 from the main pipeline, and to maintain and facilitate intrastate
20 commerce. A request for special fittings may be made by the commis-
21 sioner of natural resources for the state. The cost of furnishing
22 and installing the special fittings shall be paid by the state.
23 However, if the special fittings are used by a person for a commer-
24 cial enterprise or by a municipality for the operation of a utility,
25 the commission shall require that the using person or municipality
26 reimburse the state for the cost of furnishing and installing.

27 * Sec. 2. This Act takes effect on the day after its passage and
28 approval or on the day it becomes law without approval.
29

Introduced: 6/17/74
Referred: Finance

BY THE RULES COMMITTEE BY
REQUEST OF THE GOVERNOR

1 IN THE SENATE

2 SENATE BILL NO. 6

3 IN THE LEGISLATURE OF THE STATE OF ALASKA

4 EIGHTH LEGISLATURE - SECOND SPECIAL SESSION

5 A BILL

6 For an Act entitled: "An Act relating to the authority of the Alaska
7 Pipeline Commission to order special fittings; and
8 providing for an effective date."

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

10 * Section 1. AS 42.06.340 is amended by adding a new subsection to
11 read:

12 (b) During construction of a pipeline the commission, after
13 investigation and opportunity for hearing and findings as required in
14 subparagraph (a) of this section, may order the inclusion within the
15 pipeline at points that it designates, special fittings including
16 but not limited to tees, wyes, spools, reducers, enlargers, flanges,
17 flange plates, valves and valve boxes, to reduce the time and cost
18 of future connections for the injection and removal of gas and oil
19 from the main pipeline, and to maintain and facilitate intrastate
20 commerce. A request for special fittings may be made by the commis-
21 sioner of natural resources for the state. The cost of furnishing
22 and installing the special fittings shall be paid by the state.
23 However, if the special fittings are used by a person for a commer-
24 cial enterprise or by a municipality for the operation of a utility,
25 the commission shall require that the using person or municipality
26 reimburse the state for the cost of furnishing and installing.

27 * Sec. 2. This Act takes effect on the day after its passage and
28 approval or on the day it becomes law without approval.
29

COMMITTEE COPY

June 17, 1974

The Honorable Terry Miller
President of the Senate
Alaska State Legislature
Juneau, Alaska 99801

Dear Mr. President:

Pursuant to the Uniform Rules of the Legislature,
I am transmitting a bill relating to the authority of
the Alaska Pipeline Commission to order special fittings.

Sincerely,

William A. Egan
Governor

LAW:WAE:LL:jah

ALASKA STATE LEGISLATURE
 SECOND
 EIGHTH Legislature SPECIAL Session

SENATE BILL NO. 6

By THE RULES COMMITTEE BY
 REQUEST OF THE GOVERNOR

"An Act relating to the author-
 ity of the Alaska Pipeline
 Commission to order special
 fittings; and providing for an
 effective date."

(authority for Pipeline Commis-
 sion to order special fittings)

Introduced in the Senate June 17 74
 , 19

AGO 789087

HISTORY IN THE SENATE

19 74

Read first time and referred
 to Committee on *Finance*

Reported back with
 recommendation that

Read second time and

Read third time and

PASS : Yeas
 Nays
 Absent
 Excused

Effective Date

PASS : Yeas
 Nays
 Absent
 Excused

Reported correctly engrossed
 Signed by President
 Sent to House

SECRETARY OF THE SENATE

HISTORY IN THE HOUSE

19

Read first time and referred
 to Committee on

Reported back with
 recommendation that

Read second time and

Read third time and

PASS : Yeas
 Nays
 Absent
 Excused

Effective Date

PASS : Yeas
 Nays
 Absent
 Excused

Reported correctly engrossed
 Signed by Speaker
 Returned to Senate

CHIEF CLERK OF THE HOUSE

HISTORY IN THE SENATE

19

Received from House

Reported correctly enrolled

Sent to Governor

..... By Governor

Filed with Lt. Governor

Chapter No.



RECORDS CERTIFICATION



I, the undersigned, an employee of the State of Alaska, do hereby certify that the microfilm images on this microform are accurate reproductions of the original records of the State of Alaska as accumulated during the regular course of business, and that it is the established policy and practice of this State to microfilm its records and to dispose of the original records after microfilm reproductions have been made.

James O. Smith
Signature of Camera Operator

4/26/89
Date

COMMITTEE REPORT

SENATE

Mr. President:

Date 6/19/79

The Committee on Public Works has had 10 (40)
(Housing and Community Development)
under consideration. A Majority of the members of the Committee

- recommends it DO PASS
- recommends it DO NOT PASS
- recommends it DO PASS WITH ATTACHED AMENDMENT(S)
- recommends it BE REPLACED WITH CS FOR 1107 AND THAT
CS FOR _____ DO PASS
- "and" recommends it BE REFERRED TO THE _____
COMMITTEE
- reports it back WITHOUT RECOMMENDATION
- "other"

Members signing the Majority report:

_____	_____	_____
_____	_____	_____
_____	_____	_____
_____	_____	_____

Members NOT concurring in the Majority report:

_____ recommends:

_____ recommends:

_____ recommends:

_____ recommends:

_____ recommends:

_____ Chairman

COMMITTEE REPORT

SENATE

6/17/74

Mr. President:

Date _____

The Committee on FINANCE has had SB 7
(approp for development projects in Bristol Bay region)
under consideration. A Majority of the members of the Committee

- () recommends it DO PASS
- () recommends it DO NOT PASS
- () recommends it DO PASS WITH ATTACHED AMENDMENT(S)
- () recommends it BE REPLACED WITH CS FOR _____ AND THAT
CS FOR _____ DO PASS
- () "and" recommends it BE REFERRED TO THE _____
COMMITTEE
- () reports it back WITHOUT RECOMMENDATION
- () "other"

Members signing the Majority report:

_____	_____	_____
_____	_____	_____
_____	_____	_____
_____	_____	_____

Members NOT concurring in the Majority report:

_____ recommends:

_____ recommends:

_____ recommends:

_____ recommends:

_____ recommends:

_____ Chairman

1 IN THE SENATE

BY THE RULES COMMITTEE BY
REQUEST OF THE GOVERNOR

2

SENATE BILL NO. 7

3

IN THE LEGISLATURE OF THE STATE OF ALASKA

4

EIGHTH LEGISLATURE - SECOND SPECIAL SESSION

5

A BILL

6

For an Act entitled: "An Act making a special appropriation to the Department of Community and Regional Affairs for development projects in the Bristol Bay region; and for the support of the Bristol Bay Regional Development Council; and providing for an effective date."

7

8

9

10

11

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

12

13

14

* Section 1. The sum of \$1,000,000 is appropriated to the Department of Community and Regional Affairs for development projects in the Bristol Bay region.

15

16

17

* Sec. 2. The sum of \$175,000 is appropriated from the general fund to the Bristol Bay Regional Development Council, Office of the Governor for the fiscal year ending June 30, 1975.

18

19

20

* Sec. 3. This Act takes effect on the day after its passage and approval or on the day it becomes law without approval.

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Introduced: 6/17/74
Referred: Finance

BY THE RULES COMMITTEE BY
REQUEST OF THE GOVERNOR

1 IN THE HOUSE

2 HOUSE BILL NO. 7

3 IN THE LEGISLATURE OF THE STATE OF ALASKA

4 EIGHTH LEGISLATURE - SECOND SPECIAL SESSION

5 A BILL

6 For an Act entitled: "An Act making a special appropriation to the Depart-
7 ment of Community and Regional Affairs for development
8 projects in the Bristol Bay region, and for the support
9 of the Bristol Bay Regional Development Council; and
10 an appropriation to the Department of Fish and Game for
11 rehabilitation of the Bristol Bay fishery; and providing
12 for an effective date."

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

14 * Section 1. The sum of \$1,000,000 is appropriated from the general fund
15 to the Department of Community and Regional Affairs for development projects
16 in the Bristol Bay region, and \$1,500,000 to the Department of Fish and Game
17 to be used for direct rehabilitation of fisheries or fishery industries in the
18 Bristol Bay area.

19 * Sec. 2. The sum of \$175,000 is appropriated from the general fund to the
20 Bristol Bay Regional Development Council, Office of the Governor for the
21 fiscal year ending June 30, 1975.

22 * Sec. 3. This Act takes effect on the day after its passage and approval
23 or on the day it becomes law without approval.

The Legislature of the State of Alaska
FISCAL NOTE

Second Special Session - Eighth Legislature

I. REQUEST

Bill Identification: Senate Bill No. 7 - Section 2
 Title: Special Appropriation - Bristol Bay Regional Development Council
 Requested by: Legislative Finance Date: June 17, 1974
 Return Date Requested: _____
 Agency: Office of the Governor Program: Development

II. FISCAL DETAIL

Budget Request Unit(s) Affected: _____
 A. EXPENDITURES: (Thousands of dollars)

OBJECT	FY 74	FY 75	FY 76	FY 77	FY 78	FY 79
100 PERSONAL SERVICES						
200 TRAVEL		30.0				
300 CONTRACTUAL		143.5				
400 COMMODITIES		5				
500 EQUIPMENT		1.0				
600 LAND & STRUCTURES						
700 GRANTS, CLAIMS, ETC.						
TOTAL		175.0				

B. FUNDING: (Thousands of dollars)

GENERAL FUND		175.0				
FEDERAL FUNDS						
OTHER						

C. POSITIONS:

PERMANENT/TEMPORARY	/	/	/	/	/	/
MAN MONTHS (P./T.)	/	/	/	/	/	/

III. ANALYSIS (See Fiscal Note Preparation Instructions, Section III)

The expenditures outlined above will be utilized to retain a full time staff of two, (in Anchorage) in support of the Council work for a period of 12 months. The majority of the Council's activity during FY 75 will be completed by January 1975, utilizing professional service contractors. (See attached Project Budget - Attachment A)

IV. ATTACHMENTS

Attachment A - FY 1975 Project Budget

V. DATE: June 17, 1974

PREPARED BY: _____

Don Argetsinger
Deputy Commissioner
Department of Community
and Regional Affairs

Original: Legislative Finance ✓
 cc: Budget and Management
 Prime Sponsor (First Legislator Named)
 Ed Anders, Office of the Governor
 Commissioner of Economic Development
 Commissioner of Fish & Game

BRISTOL BAY REGIONAL DEVELOPMENT COUNCIL

Proposed Project Budget

FY 1975

TRAVEL

\$ 30.0

The Council will be required to travel extensively throughout the region to accomplish the tasks outlined in Senate Bill No. 8. Activity is expected to include extensive hearings in all of the communities of the region within the first several months of the Council's formation. Public council members, although not compensated by the State, will be paid per diem and compensation for travel expenses.

CONTRACTUAL SERVICES

\$143.5

Professional Services

Full Time Coordinator - Anchorage	\$ 35.0/yr.
Full Time Administrative Secretary - Anchorage	15.0/yr.
	<u>\$ 50.0</u>

The services of a full time Coordinator with sufficient experience to successfully coordinate the activity of the Council and monitor the work of those individuals retained by the Council will be necessary at least through the Ninth Legislature.

The services of a full time Administrative Secretary will also be required to lend administrative support to the Council Coordinator, Council Members, and other professional staff retained by the Council.

Other Professional Services \$ 82.0

The sum of \$82,000 shall be reserved for consultant services. All work undertaken shall be directed towards the economic recovery of the Bristol Bay region and legislative recommendations to that end. Of primary concern will be the recovery of the red salmon fisheries resource of the region and the means by which such recovery may best be undertaken. In addition, other existing and potential resources of the region, including but not limited to other commercial fisheries, shall be identified and evaluated in terms of employment and income impact within the Bristol Bay region and in terms of the capacity of the people of the region to participate in such industries if their development is judged to be feasible.

Senate Bill 8 provides for only a one-year life for the proposed authority, although, by another provision of the bill,

the Council is to "explore...long-term economic factors and federal and state programs and policies affecting the Bristol Bay region with a view toward producing a long-term economic and social development program...." We would anticipate that the Council would give close attention to the matter of establishment of viable local government alternatives in the region, either by examination of city status for individual communities or of a regional government unit or units for the area. Indeed, the matter of establishment of a regional government unit embracing substantially all of the Bristol Bay region may well serve to determine whether efforts initiated by the Council in the forthcoming fiscal year will receive continuing attention by residents of the region. The Council may reasonably be expected to consider retaining an individual to explore the opportunities and problems which attend incorporation and operation of municipal corporations in the region, including, especially, gathering information about services and improvements properly the responsibility of public elected bodies and providing an estimate of expenditures and revenues in the provision of public services.

Other Operating Expenses/Contractual Services

Telephone - basic	\$.6	
Telephone - long distance	2.0	
Rent (Anchorage)	3.6	
Duplicating & Postage	1.1	
Printing & Advertising	4.2	
	<u>\$ 11.5</u>	
<u>COMMODITIES</u>		\$.5
<u>EQUIPMENT</u>		\$ 1.0
		<hr/>
	TOTAL	\$175.0

1 IN THE SENATE

BY THE RULES COMMITTEE BY
REQUEST OF THE GOVERNOR

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SENATE BILL NO. 7

IN THE LEGISLATURE OF THE STATE OF ALASKA
EIGHTH LEGISLATURE - SECOND SPECIAL SESSION

A BILL

For an Act entitled: "An Act making a special appropriation to the Department of Community and Regional Affairs for development projects in the Bristol Bay region; and for the support of the Bristol Bay Regional Development Council; and providing for an effective date."

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

* Section 1. The sum of \$1,000,000 is appropriated to the Department of Community and Regional Affairs for development projects in the Bristol Bay region.

* Sec. 2. The sum of \$175,000 is appropriated from the general fund to the Bristol Bay Regional Development Council, Office of the Governor for the fiscal year ending June 30, 1975.

* Sec. 3. This Act takes effect on the day after its passage and approval or on the day it becomes law without approval.

June 19, 1974

MEMO

TO: Senate Finance Committee

FROM: Jay Hogan, Director
Legislative Finance

SUBJ: HOUSE BILL NO. 7 am

House Bill No. 7 was amended on the floor to include a \$1.5 million appropriation for fisheries rehabilitation in the Bristol Bay area. The amendment accepted contained two serious technical flaws:

1. Following the \$1,500,000 figure should be a phrase "is appropriated from the General Fund"; otherwise no source of funding is authorized;
2. The \$1,500,000, since it is not a capital project, will lapse on June 30, 1974, unless specifically extended to another date; as for example the sum appropriated in Sec. 2 of the Act.

If the committee wishes to retain this \$1,500,000 figure and provide the funding for a reasonable period of time, I would suggest deleting the \$1,500,000 and related language from Sec. 1 and inserting in its place a new Sec. 3 to read: "The sum of \$1,500,000 is appropriated from the General Fund to the Department of Fish & Game to be used for direct rehabilitation of fisheries or fishery industries in the Bristol Bay area for the fiscal year ending June 30, 1975."

Introduced: 6/17/74
Referred: Finance

1 IN THE SENATE

BY THE RULES COMMITTEE BY
REQUEST OF THE GOVERNOR

2 SENATE BILL NO. 7

3 IN THE LEGISLATURE OF THE STATE OF ALASKA
4 EIGHTH LEGISLATURE - SECOND SPECIAL SESSION

5 A BILL

6 For an Act entitled: "An Act making a special appropriation to the Depart-
7 ment of Community and Regional Affairs for development
8 projects in the Bristol Bay region; and for the
9 support of the Bristol Bay Regional Development
10 Council; and providing for an effective date."

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

12 * Section 1. The sum of \$1,000,000 is appropriated to the Department of
13 Community and Regional Affairs for development projects in the Bristol Bay
14 region.

15 * Sec. 2. The sum of \$175,000 is appropriated from the general fund
16 to the Bristol Bay Regional Development Council, Office of the Governor
17 for the fiscal year ending June 30, 1975.

18 * Sec. 3. This Act takes effect on the day after its passage and
19 approval or on the day it becomes law without approval.
20
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June 17, 1974

The Honorable Terry Miller
President of the Senate
Alaska State Legislature
Juneau, Alaska 99801

Dear Mr. President:

Pursuant to the Uniform Rules of the Legislature,
I am transmitting a bill making a special appropriation
for development projects in the Bristol Bay region and
for the support of the Bristol Bay Regional Development
Council.

Sincerely,

William A. Egan
Governor

LAW:WAE:LL:jah

ALASKA STATE LEGISLATURE
 SECOND
 EIGHTH Legislature SPECIAL Session

SENATE BILL..... NO. 7.....

By THE RULES COMMITTEE BY.....
 REQUEST OF THE GOVERNOR

"An Act making a special appropriation to the Department of Community and Regional Affairs for development projects in the Bristol Bay region; and for the support of the Bristol Bay Regional Development Council; and providing for an effective date."

(appropriation for development projects in Bristol Bay region)

Introduced in the Senate June 17 19 74

HISTORY IN THE SENATE

19 74

Read first time and referred to Committee on *Finance*

Reported back with recommendation that

Read second time and

Read third time and

PASS : Yeas
 Nays
 Absent
 Excused

Effective Date

PASS : Yeas
 Nays
 Absent
 Excused

Reported correctly engrossed
 Signed by President
 Sent to House

SECRETARY OF THE SENATE

HISTORY IN THE HOUSE

19

Read first time and referred to Committee on

Reported back with recommendation that

Read second time and

Read third time and

PASS : Yeas
 Nays
 Absent
 Excused

Effective Date

PASS : Yeas
 Nays
 Absent
 Excused

Reported correctly engrossed
 Signed by Speaker
 Returned to Senate

CHIEF CLERK OF THE HOUSE

HISTORY IN THE SENATE

19

Received from House

Reported correctly enrolled

Sent to Governor

..... By Governor

Filed with Lt. Governor

Chapter No.



RECORDS CERTIFICATION



I, the undersigned, an employee of the State of Alaska, do hereby certify that the microfilm images on this microform are accurate reproductions of the original records of the State of Alaska as accumulated during the regular course of business, and that it is the established policy and practice of this State to microfilm its records and to dispose of the original records after microfilm reproductions have been made.

James O. Smith
Signature of Camera Operator

4/26/89
Date

COMMITTEE REPORT

02/13/74

SENATE

Mr. President:

Date 2/14/74

The Committee on FINANCE has had Public Law 93-101
(1974-75) Bay Area Regional Dev. Council

under consideration. A Majority of the members of the Committee

- () recommends it DO PASS
- () recommends it DO NOT PASS
- () recommends it DO PASS WITH ATTACHED AMENDMENT(S)
- () recommends it BE REPLACED WITH CS FOR _____ AND THAT
CS FOR _____ DO PASS
- () "and" recommends it BE REFERRED TO THE _____
COMMITTEE
- () reports it back WITHOUT RECOMMENDATION
- () "other"

Members signing the Majority report:

_____	_____	_____
_____	_____	_____
_____	_____	_____
_____	_____	_____

Members NOT concurring in the Majority report:

_____ recommends:

_____ recommends:

_____ recommends:

_____ recommends:

_____ recommends:

_____ Chairman

Committee Report

6/17/74

S E N A T E

_____ Date

Mr. President:

The Committee on FINANCE has had SB 8
(establishment of Bristol Bay Regional Development Council)
under consideration. A majority of the members of the Committee

- recommends it do pass
- recommends it do not pass
- recommends it do pass with attached amendment(s)
- recommends it be replaced with CS for _____ and that
CS for _____ do pass
- (and) recommends it be referred to the _____
committee
- reports it back without recommendation
- (other) _____

MEMBERS SIGNING THE MAJORITY REPORT:

MEMBERS NOT CONCURRING IN THE MAJORITY REPORT:

_____ recommends :
_____ recommends :
_____ recommends :
_____ recommends :
_____ recommends :

_____ CHAIRMAN

1 IN THE SENATE

BY THE RULES COMMITTEE BY
REQUEST OF THE GOVERNOR

2 SENATE BILL NO. 8

3 IN THE LEGISLATURE OF THE STATE OF ALASKA
4 EIGHTH LEGISLATURE - SECOND SPECIAL SESSION

5 A BILL

6 For an Act entitled: "An Act relating to the Bristol Bay Regional
7 Development Council; and providing for an effective
8 date."

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

10 * Section 1. The legislature recognizes that circumstances and events
11 beyond state or local control have thrust the Bristol Bay regional popula-
12 tion into a desperate plight and that the direct and proximate cause of
13 this human distress is the total destruction of the Bristol Bay red salmon
14 fishery by Japanese high-seas fishing sanctioned by the federal government.
15 Because of this distressed situation caused by federal inaction, the
16 legislature recognizes that economic alternatives are needed to complement
17 rehabilitation of the traditional fishery by the state. Therefore, it is
18 the purpose of this Act to provide for the orderly consideration of the
19 severe economic distress of the Bristol Bay region and to make possible
20 the development of programs to resolve the problems of the region.

21 * Sec. 2. There is established in the Office of the Governor the Bristol
22 Bay Regional Development Council. The council consists of the commissioner
23 of economic development who is chairman, the commissioner of community and
24 regional affairs, the commissioner of fish and game, and six public members
25 appointed by the governor. Members receive no compensation but are entitled
26 to per diem and travel allowances established for state boards and commis-
27 sions. The public members may not be state officers or employees. The
28 public members shall be chosen from the Bristol Bay region and shall repre-
29 sent a cross section of the economic interests of the region.

1 * Sec. 3. The Bristol Bay Regional Development Council may

2 (1) hire staff and consultants to carry out its responsibilities
3 under this Act;

4 (2) promulgate regulations under the Administrative Procedure
5 Act (AS 44.62) that it considers necessary to carry out its responsibilities
6 under this Act;

7 (3) hold meetings and public hearings in the Bristol Bay region.

8 * Sec. 4. The Bristol Bay Regional Development Council has the authority
9 and responsibility to

10 (1) explore the short term and long term economic factors and
11 federal and state programs and policies affecting the Bristol Bay region
12 with a view toward producing a long term economic and social development
13 program for the region consistent with the living patterns of the resident
14 population and integrating natural resources development with the environ-
15 mental concerns of the region;

16 (2) present to the governor before the convening of the
17 first session Ninth Legislature its proposed long term economic and social
18 development program for the region.

19 * Sec. 5. All state departments and agencies shall cooperate with the
20 Bristol Bay Regional Development Council by furnishing all necessary
21 material not prohibited by law.

22 * Sec. 6. This Act expires June 30, 1975.

23 * Sec. 7. This Act takes effect on the day after its passage and
24 approval or on the day it becomes law without approval.
25

Introduced: 6/17/74
Referred: Finance

1 IN THE HOUSE

BY THE RULES COMMITTEE BY
REQUEST OF THE GOVERNOR

2 HOUSE BILL NO. 8

3 IN THE LEGISLATURE OF THE STATE OF ALASKA
4 EIGHTH LEGISLATURE - SECOND SPECIAL SESSION

5 A BILL

6 For an Act entitled: "An Act relating to the Bristol Bay Regional
7 Development Council; and providing for an effective
8 date."

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

10 * Section 1. The legislature recognizes that circumstances and events
11 beyond state or local control have thrust the Bristol Bay regional popula-
12 tion into a desperate plight and that the direct and proximate cause of
13 this human distress is the destruction of the Bristol Bay red salmon fishery
14 caused in part by Japanese high-seas fishing sanctioned by the federal
15 government. Because of this distressed situation caused by federal action, the
16 legislature recognizes that economic alternatives are needed to complement
17 rehabilitation of the traditional fishery by the state. Therefore, it is
18 the purpose of this Act to provide for the orderly consideration of the
19 severe economic distress of the Bristol Bay region and to make possible
20 the development of programs to resolve the problems of the region.

21 * Sec. 2. There is established in the Office of the Governor the Bristol
22 Bay Regional Development Council. The council consists of the commissioner
23 of economic development who is chairman, the commissioner of community and
24 regional affairs, the commissioner of fish and game, and six public members
25 appointed by the governor. Members receive no compensation but are entitled
26 to per diem and travel allowances established for state boards and commis-
27 sions. The public members may not be state officers or employees. The
28 public members shall be chosen from the Bristol Bay region and shall repre-
29 sent a cross section of the economic interests of the region.

1 * Sec. 3. The Bristol Bay Regional Development Council may

2 (1) hire staff and consultants to carry out its responsibilities
3 under this Act;

4 (2) promulgate regulations under the Administrative Procedure
5 Act (AS 44.62) that it considers necessary to carry out its responsibilities
6 under this Act;

7 (3) hold meetings and public hearings in the Bristol Bay region.

8 * Sec. 4. The Bristol Bay Regional Development Council has the authority
9 and responsibility to

10 (1) explore the short term and long term economic factors and
11 federal and state programs and policies affecting the Bristol Bay region
12 with a view toward producing a long term economic and social development
13 program for the region consistent with the living patterns of the resident
14 population and integrating natural resources development with the environ-
15 mental concerns of the region;

16 (2) present to the governor before the convening of the
17 first session Ninth Legislature its proposed long term economic and social
18 development program for the region.

19 * Sec. 5. All state departments and agencies shall cooperate with the
20 Bristol Bay Regional Development Council by furnishing all necessary
21 material not prohibited by law.

22 * Sec. 6. This Act expires June 30, 1975.

23 * Sec. 7. This Act takes effect on the day after its passage and
24 approval or on the day it becomes law without approval.
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Introduced: 6/17/74
Referred: Finance

1 IN THE SENATE

BY THE RULES COMMITTEE BY
REQUEST OF THE GOVERNOR

2 SENATE BILL NO. 8

3 IN THE LEGISLATURE OF THE STATE OF ALASKA
4 EIGHTH LEGISLATURE - SECOND SPECIAL SESSION

5 A BILL

6 For an Act entitled: "An Act relating to the Bristol Bay Regional
7 Development Council; and providing for an effective
8 date."

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

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11 beyond state or local control have thrust the Bristol Bay regional popula-
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14 fishery by Japanese high-seas fishing sanctioned by the federal government.
15 Because of this distressed situation caused by federal inaction, the
16 legislature recognizes that economic alternatives are needed to complement
17 rehabilitation of the traditional fishery by the state. Therefore, it is
18 the purpose of this Act to provide for the orderly consideration of the
19 severe economic distress of the Bristol Bay region and to make possible
20 the development of programs to resolve the problems of the region.

21 * Sec. 2. There is established in the Office of the Governor the Bristol
22 Bay Regional Development Council. The council consists of the commissioner
23 of economic development who is chairman, the commissioner of community and
24 regional affairs, the commissioner of fish and game, and six public members
25 appointed by the governor. Members receive no compensation but are entitled
26 to per diem and travel allowances established for state boards and commis-
27 sions. The public members may not be state officers or employees. The
28 public members shall be chosen from the Bristol Bay region and shall repre-
29 sent a cross section of the economic interests of the region.

COMMITTEE COPY

1 * Sec. 3. The Bristol Bay Regional Development Council may

2 (1) hire staff and consultants to carry out its responsibilities
3 under this Act;

4 (2) promulgate regulations under the Administrative Procedure
5 Act (AS 44.62) that it considers necessary to carry out its responsibilities
6 under this Act;

7 (3) hold meetings and public hearings in the Bristol Bay region.

8 * Sec. 4. The Bristol Bay Regional Development Council has the authority
9 and responsibility to

10 (1) explore the short term and long term economic factors and
11 federal and state programs and policies affecting the Bristol Bay region
12 with a view toward producing a long term economic and social development
13 program for the region consistent with the living patterns of the resident
14 population and integrating natural resources development with the environ-
15 mental concerns of the region;

16 (2) present to the governor before the convening of the
17 first session Ninth Legislature its proposed long term economic and social
18 development program for the region.

19 * Sec. 5. All state departments and agencies shall cooperate with the
20 Bristol Bay Regional Development Council by furnishing all necessary
21 material not prohibited by law.

22 * Sec. 6. This Act expires June 30, 1975.

23 * Sec. 7. This Act takes effect on the day after its passage and
24 approval or on the day it becomes law without approval.
25
26
27
28
29

June 17, 1974

The Honorable Terry Miller
President of the Senate
Alaska State Legislature
Juneau, Alaska 99801

Dear Mr. President:

Pursuant to the Uniform Rules of the Legislature,
I am transmitting a bill establishing the Bristol Bay
Regional Development Council to develop economic alter-
natives for the distressed Bristol Bay region.

Sincerely,

William A. Egan
Governor

LAW:WAE:LL:jah

ALASKA STATE LEGISLATURE
 SECOND SPECIAL Session
 EIGHTH Legislature

SENATE BILL NO. 8
 By THE RULES COMMITTEE BY
 REQUEST OF THE GOVERNOR

"An Act relating to the Bristol Bay Regional Development Council; and providing for an effective date."

(establishment of Bristol Bay Regional Development Council)

Introduced in the Senate June 17 1974

HISTORY IN THE SENATE

1974
 6-17
 Read first time and referred to Committee on *Finance*
 Reported back with recommendation that
 Read second time and
 Read third time and
 PASS : Yeas
 : Nays
 : Absent
 : Excused
 Effective Date
 PASS : Yeas
 : Nays
 : Absent
 : Excused
 Reported correctly engrossed
 Signed by President
 Sent to House

 SECRETARY OF THE SENATE

HISTORY IN THE HOUSE

19
 Read first time and referred to Committee on
 Reported back with recommendation that
 Read second time and
 Read third time and
 PASS : Yeas
 : Nays
 : Absent
 : Excused
 Effective Date
 PASS : Yeas
 : Nays
 : Absent
 : Excused
 Reported correctly engrossed
 Signed by Speaker
 Returned to Senate

 CHIEF CLERK OF THE HOUSE

HISTORY IN THE SENATE

19
 Received from House
 Reported correctly enrolled
 Sent to Governor
 By Governor
 Filed with Lt. Governor
 Chapter No.