



# LAWS OF ALASKA

1970

Source

Chapter No.

CSSB 185 am H

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## AN ACT

Relating to the state's royalty on natural resources and the sale of the royalty products.

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

\* Section 1. AS 38.05 is amended by adding new sections to read:

Sec. 38.05.362. ROYALTY ON NATURAL RESOURCES. Any royalty provided for in secs. 135 - 180 of this chapter may be taken in kind rather than in money at the discretion of the commissioner if he determines that the taking in kind would be in the best interest of the state.

Sec. 38.05.363. SALE OF ROYALTY PRODUCTS. (a) The sale of any mineral, including oil and gas, obtained by the state as a royalty under sec. 362 of this chapter shall be by competitive bid and the sale made to the highest responsible bidder, except that competitive bidding is not required when the commissioner determines that the best interest of the state does not require it or that no competition exists.

(b) The commissioner may reject all bids if he determines that because of the amount of the bids or the lack of responsibility on the part of the bidders, the acceptance of the bids would not be in the best interest of the state.

(c) If the commissioner determines that a sale or other disposal of royalty products is not to be made by competitive bid, he shall make public, in writing, the specific findings and reasons on which his determination is based.

(d) Details of bidding shall be established by regulation by the commissioner.

Approved by governor: April 7, 1970

Actual effective date: July 6, 1970