



LAWS OF ALASKA

1977

Source

HCSSB 274 am H

Chapter No.

146

AN ACT

Relating to the taking of oil and gas royalty in kind; and providing for an effective date.

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

* Section 1. AS 38.05.182 is amended to read:

Sec. 38.05.182. ROYALTY ON NATURAL RESOURCES. (a) Any royalty provided for in secs. 135 - 181 of this chapter may be taken in kind rather than in money if the commissioner determines that the taking in kind would be in the best interest of the state. However, royalties on oil and gas shall be taken in kind unless

(1) the commissioner determines that the taking in money would be in the best interest of the state; and

(2) the Alaska Royalty Oil and Gas Development Advisory Board approves the taking in money.

(b) The commissioner shall submit a determination to take royalty in money approved under (a) of this section to the legislature at the first opportunity during a current session or, if the legislature is not in session, at the next regular session. The legislature, within 60 days or by the adjournment of the session, whichever comes sooner, may revoke the determination by concurrent resolution.

* Sec. 2. AS 38.06.055(a) is amended to read:

(a) In addition to the approval by the board required under sec. 50 of this chapter, no sale, exchange or other disposition of oil or gas or of the rights or waiver of the rights to receive future production of royalty oil or gas may be made by the commissioner of natural resources under AS 38.05.183 without the prior approval of the legislature

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by a concurrent resolution concurred in by a majority of the members of each house except for sales, exchanges, or other dispositions made for a term of no more than one year, which may be entered into to relieve a shortage of storage capacity.

* Sec. 3. This Act takes effect immediately in accordance with AS 01.10.070(c).