

# STATE OF ALASKA HOUSE OF REPRESENTATIVES

1980

Source

HR 26

House  
Resolve No.

4



Urging the commissioner of natural resources to sell a portion of state royalty oil by competitive bid.

## BE IT RESOLVED BY THE HOUSE OF REPRESENTATIVES:

WHEREAS, by AS 38.05.183 and AS 38.06, procedures are established and standards defined for the sale of state royalty oil; and

WHEREAS the state may expect to receive additional royalty from North Slope leases; and

WHEREAS it is in the best interests of the state to offer a portion of that state royalty oil for competitive sale, for the purpose of securing a definitive market price for royalty oil that may serve as a standard by which to measure the validity of prices received for state royalty oil from sales which have not been entered into as a result of competitive bid;

BE IT RESOLVED by the Alaska House of Representatives that the governor is respectfully requested to direct the commissioner of natural resources to initiate procedures necessary to offer for competitive bid sale up to 50,000 barrels per day of royalty oil from North Slope production for a period not to exceed 24 months with notice of taking of the oil in kind to be given, consistent with provisions of law and existing lease agreements, to permit the in kind taking of the oil at the earliest possible date; and be it

FURTHER RESOLVED that, the determination of a definitive market price for state royalty oil based on conditions in a competitive market is the essence of the sale of state royalty oil under this resolution, the commissioner of natural resources is urged to give broad public notice about the sale of the royalty oil, and to permit interested parties a reasonable

period of time in which to prepare and submit bids for the  
royalty oil.