

sation to be paid to Alaska natives for the taking of their aboriginal land rights; to provide by law a special form of corporation to enable Alaska native groups to carry on business enterprises in a modern form of business organization, and to vest powers in a federally created Alaska Native Commission for the purposes of carrying out this Act as well as federal legislation which may be enacted to settle the land claims of Alaska natives.

*Section 101. Acceptance of Federal Commission*

If legislation is enacted by the United States whereby a commission is created which is capable of performing the functions of the Alaska Native Commission set forth in this Act, the State of Alaska does hereby designate and constitute such commission as the agency for carrying out the Alaska Native Commission purposes and functions set forth in this Act.

Upon enactment of federal legislation creating such a commission, the Governor of Alaska shall determine whether it is substantially capable of performing the functions of the commission otherwise set forth in this Act. If the Governor so determines in the affirmative, he shall certify and make public his determination, whereupon the federally created commission shall become the agency to perform the functions set forth in this Act.

*Section 102. Criteria for Determining the Acceptability of Federal Commission*

In making the determination under Section 101 hereof, the Governor shall be guided by the following minimum standards of acceptability of a federal commission to discharge the functions set forth in this Act:

- (a) It must provide that its members be Alaska residents.
- (b) It must provide for staggered terms of office.
- (c) It must provide that at least a majority of its members be Alaska natives as defined herein.
- (d) It must provide that the State of Alaska may vest power in it.
- (e) It must be empowered to make final determinations of the matters committed to it by this Act, where this Act requires such final determinations.

*Section 103. Jurisdiction and Powers*

The commission shall exercise the functions and powers set forth in this Act.

The commission may investigate all matters which are the proper subjects of its action. It shall have the power to call upon any of the departments of the state government for information it deems necessary to perform its duties and functions.

The commission shall give reasonable notice to the interested parties before it and an opportunity to be heard before making a final determination on any disputed matter.

ROYALTY

*Section 201. Grant of Royalty*

*Section 202. Property Interest*

The state hereby grants to Alaska natives a royalty and share in certain proceeds from state and federal lands, on the terms and conditions following.

The royalty shall consist of 5% of the proceeds subject to this Act. The royalty is by this Act an irrevocable grant, and the right of Alaska natives to the same vests on the day this Act becomes law.

*Section 203. Royalty Sources*

The proceeds subject to this Act are all monetary revenues which are received by the state; after the effective date of this Act, from the sale, lease, exchange, or other disposal of lands which have been or are acquired hereafter by the state under Section 6 of the Alaska Statehood Act (72 Stat. 339), as amended, including tidelands and submerged lands owned by the state pursuant to the grant contained in Section 6(m) of the Alaska Statehood Act. The royalty does not apply to (a) lands the fee simple title to which has been conveyed by the state to other persons before the effective date of this Act, (b) to tidelands and submerged lands which are or have been conveyed to others under AS 38.05.320, (c) to revenues received by the state after the effective date of this Act, from any then existing contract of sale, lease, contract of exchange or other contract for the disposal of lands or any such contract entered into pursuant to a then existing option for sale, lease, exchange or other disposition, (d) to revenues due or received before the Governor of Alaska certifies that the "land freeze" has been lifted or substantially lifted and the state is able to resume selection of