

or shareholding, voting of shares, or receipt of benefits from the corporation, provided that distribution of land in kind for townsite lots, fish camp sites, or other aboriginal use may be limited to residents, but continued residence shall not be made a condition of any such distribution of land in kind.

"SEC. 38.30.260. PROHIBITION ON PER CAPITA DISTRIBUTIONS. The corporation shall not make any per capita distribution, except as permitted by secs. 220(b) and 270 of this chapter. The corporation may declare and pay dividends as any other business corporation. Distributions in partial liquidation or liquidation may be made after 100 years after the effective date of this chapter.

"SEC. 38.30.270. LIMITS ON DISTRIBUTIONS. Distributions under sec. 220(b) of this chapter are subject to the following provisions:

"(1) eligibility of persons for distributions shall be established by the articles of incorporation;

"(2) eligible persons may make applications for gifts, grants or loans to improve their personal conditions under standards prescribed by the bylaws subject to the approval of the Alaska Native Commission; if the purpose of the application is to allow the applicant to move himself or his family from the village or from Alaska, this shall not be a bar to approval of the application; approval is not a bar to a subsequent application from the same applicant;

"(3) the corporation shall not distribute more than 160 acres to any person, including all persons in his immediate family, and shall not distribute more than 10 per cent of the land it receives under the Federal Alaska Native Claims Act of 1968 in kind to applicants; the distribution shall be under standards prescribed by the bylaws subject to the approval of the Alaska Native Commission;

"(4) other than land, the corporation shall not distribute as distributions more than 10 per cent of the royalty received from the state under this chapter nor more than 20 per cent of its other capital.

"SEC. 38.30.280. DISSOLUTION. During the period of 100 years after the effective date of this chapter, any corporation may be dissolved only if the Alaska Native Commission determines that the dissolution would be in the best interests of the shareholders.

"SEC. 38.30.290. MERGER AND CONSOLIDATION. A native group corporation may merge with any other native group corporation, or, together with all other native group corporations of the region, with the appropriate regional native association or corporation. Regional native associations and corporations may merge. All mergers shall be subject to the approval of the Alaska Native Commission.

"SEC. 38.30.300. TAXATION. (a) Lands held by a native corporation authorized by this chapter and revenues from these lands shall be taxable except to the extent prohibited by federal law.

"(b) Royalties received by the corporation from grants made by the Federal Alaska Native Claims Act of 1968 or this chapter shall not be taxed to the corporation.

"(c) Dividends paid to shareholders shall be taxable to the shareholder.

"(d) Distributions from capital during the period distributions are permitted shall not be taxable to the shareholders or other recipients.

"(e) Liquidation payments shall be taxable, but only to the extent of gain during the period the property was received and held by the corporation.

"SEC. 38.30.310. RULES AND REGULATIONS. The commission may adopt rules and regulations to implement secs. 190-300 of this chapter.

"ARTICLE 4. GENERAL PROVISIONS.

"SEC. 38.30.320. CONTRACTS WITH THE ALASKA DIVISION OF LANDS. A native group may contract with the state division of lands for the management of lands, provided that no sale, lease, exchange or other disposal of such lands may be made without the approval of the governing body of the native group. The contract may cover all or a portion of the lands of the native group, shall be terminable upon reasonable notice by either party, and shall provide for the terms of management by reference to law or regulation or otherwise. The Department of Natural Resources is authorized to receive and expend, subject to appropriation, funds necessary to carry out its functions under this section.

"SEC. 38.30.330. EXCHANGE OF LANDS. With the consent of, and in accordance with regulations made by, the commission a native group which would otherwise be entitled to exercise preference right selection of native township grants on lands within their area of claims based on aboriginal use and occupancy, which