

1 or with respect to litigation (excepting the cases covered  
 2 under subsection (a) hereof) involving the validity of  
 3 or otherwise affecting such claims: *Provided*, That the  
 4 amount of such fees and reimbursable expenses shall be  
 5 subject to approval of the Secretary in accordance with  
 6 the terms of the attorneys' contracts: *And provided*  
 7 further, That services by the attorneys for which com-  
 8 pensation previously has been paid shall be eliminated  
 9 from consideration in determining the fees payable here-  
 10 under.

#### 11 TAXATION

12 SEC. 18. (a) The compensation paid to the Natives of  
 13 Alaska pursuant to section 5 (a) of this Act, and any interest  
 14 earned with respect thereto while such funds are deposited  
 15 in the Fund or are invested by the Secretary pursuant to sec-  
 16 tion 5 (d), shall not be subject to any form of Federal or  
 17 State taxation either (1) at the time of receipt, or (2) upon  
 18 distribution to any Native corporation or individual Native,  
 19 whether directly by a per capita payment or indirectly  
 20 through such corporation or corporations. For purposes of  
 21 this subsection, the first dividend payments or other cash dis-  
 22 tributions made by any Native corporation shall be deemed  
 23 to be distributions out of its share of funds derived from sec-  
 24 tion 5 (a), including interest, until such share has been fully  
 25 distributed.

with such violation, and shall,

a fine of not more than \$1,000,

more than a year, or both.

#### FEES AND EXPENSES

authorized to be appropriated to the

be necessary to pay—

attorneys' fees and out-of-pocket

on behalf of any Native, Native

tribe, band or group under a con-

Secretary in the actual prosecution

any court or the Indian Claims

dismissed pursuant to this Act:

amount of such fees and reimbursable

determined in accordance with such

act does not provide for compen-

dismissal, by the Secretary on a

and

attorneys' fees and out-of-pocket

on behalf of any Native village,

association, including the Alaska

for legal representation with re-

preparation of this Act and pre-

paration to settle claims against the

State based upon aboriginal right,

of lands by the Natives in Alaska,