

ALASKA STATE LEGISLATURE

Session:

State Capitol Building
Room 428
Juneau, Alaska 99801-2186
Phone (907) 465-3004
Fax: (907) 465-2070
Toll Free: (877) 465-3004

**Interim:**

1292 Sadler Way, Ste. 308
Fairbanks, Alaska 99701
Phone: (907) 452-1088
Fax: (907) 452-1146
Toll Free: (877) 465-3004

REPRESENTATIVE STEVE THOMPSON DISTRICT 10

Sectional House Bill 276 (version U)

Sec. 1. AS 43.55.011(e) Conforming amendment to Section 2

Sec. 2. AS 43.55.011(p) A new subsection is added to establish a special production tax rate of 4% for 7 years or taxes under AS 43.55.011(e), whichever is less, for oil and gas discovered south of 68 degrees North latitude and outside of the Cook Inlet.

Sec. 3. AS 43.55.025(a) is amended to establish the new frontier basin credits for seismic and drilling exploration.

Sec. 4. AS 43.55.025(c) Conforming amendment to add the new frontier basin credits to eligibility requirements under AS 43.55.025(b) and (c).

Sec. 5. AS 43.55.025 is amended by adding new subsections:

- (n) Describes the frontier basin drilling credits and its requirements.
- (o) Describes the frontier basin seismic credits and its requirements.
- (p) Lists the six areas within the State of Alaska that qualify for the frontier basin credits.