

ALASKA STATE LEGISLATURE

Session
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Changes to CS SS SB 25 (27-LS0290\X) in CS SS SB 25 (27-LS0290\S)

Please note that this analysis is not an authoritative interpretation of changes to the bill. The bill itself is the best statement of its contents.

The following page and line references are to the S version of CS SS SB 25

Description: The proposed CS makes five changes to the X version of CS SB 25. The changes described below were made to clarify the treatment of “energy projects” financed under the proposed SETS program (AS 44.88.700-740) from the definition of “project” in existing AIDEA statutes by renaming “energy projects” “*qualified energy developments*.” The definition of “*qualified energy development*” was refined and section 5, authorizing a moral obligation of the state was removed. Interests in projects owned by AIDEA were exempted from municipal taxation for the purposes of calculating the local contribution required for public education funding and an additional power to cooperate with a municipal utility on financing.

Title The following changes were made to the Title of the bill:
1. Inserted new language reflecting the change creating a new section 3.

Section 1 The following changes were made to section 1:
1. No changes.

Section 2 The following changes were made to section 2:
1. No changes.

New Sect. 3 A new section 3 was added to the bill that made the following change:
1. Amended AS 14.17.410(b) to exempt an interest in property owned by the Alaska Industrial Development and Export Authority from the full and true value of the taxable real and personal property in a district.
2. The sections were then renumbered accordingly.

New Sect. 4 A new section 4 was added to the bill that made the following change:
1. Amended AS 14.17.410(c) to exempt an interest in property owned by the Alaska Industrial Development and Export Authority from the full and true value of the taxable real and personal property in a district.
2. The sections were renumbered accordingly.

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- New Sect. 5** A new section 5 was added to the bill that made the following change:
1. Amended AS 14.17.490(b) to exempt an interest in property owned by the Alaska Industrial Development and Export Authority from the full and true value of the taxable real and personal property in a district.
 2. The sections were renumbered accordingly.
- Section 6** The following changes were made to new section 6/old section 3:
1. No changes
- Section 7** The following changes were made to new section 7/old section 4:
1. No changes.
- Deletion** Section 5 (page 4 lines 1-15 of the X version) was removed from the bill:
1. The subsequent sections were renumbered accordingly.
- Section 8** The language in section 8 retains the language found in section 6 of the X version with the following changes:
1. Replaced “energy project” with “qualified energy development” on page 6, line 28 and page 7, line 23.
- Section 9** The language in section 9 retains the language found in section 7 of the X version with the following change:
1. Replaced “energy project” with “qualified energy development” on page 8, line 20.
- Section 10** The language in section 10 retains the language found in section 8 of the X version with no changes.
- Section 11** The language in section 9 retains the language found in section 9 of the X version with no changes.
- Section 12** The language in section 9 retains the language found in section 10 of the X version with the following change:
1. Deleted the word “energy” preceding “loan” on page 9, line 17.

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Section 13 The language in section 13 retains the language found in section 11 of the X version with the following changes:

1. Deleted the word "energy" preceding "loan" on page 9, line 19.
2. Deleted the word "energy" preceding "loan" on page 9, line 28.
3. Deleted the word "energy" preceding "loan" on page 10, line 12.

Section 14 The language in section 14 retains the language found in section 12 of the X version with the following change:

1. Deleted the word "energy" preceding "loan" on page 10, line 11.

Section 15 The language in section 15 retains the language found in section 13 of the X version with no changes.

Section 16 The language in section 14 retains the language found in section 14 of the X version with the following changes:

1. Replaced "energy projects" with "qualified energy development" on page 11, line 9-10.
2. Replaced "energy projects" with "qualified energy development" on page 12, line 2.
3. Replaced "energy projects" with "qualified energy development" on page 12, line 3.
4. Replaced "energy projects" with "qualified energy development" on page 12, line 7-8.
5. Replaced "energy projects" with "qualified energy development" on page 12, line 13-14.
6. Replaced "energy projects" with "qualified energy development" on page 12, line 17.
7. **Inserted New Subsection (8)** granting AIDEA the power to pay off the principal and interest on bonds issued by a municipal public utility and retain the payments from the utility in a sinking fund.
8. Replaced "energy projects" with "qualified energy development" on page 13, line 1.
9. Replaced "energy projects" with "qualified energy development" on page 13, line 8-9.

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Sect. 16 (Cont.)

10. Replaced "energy project" with "qualified energy development" on page 13, line 11-12.
11. Replaced "energy project" with "qualified energy development" on page 13, line 14-15.

Section 17

Section 17 retains the language previously found in section 15 of the X version with the following changes:

1. Replaced "energy project" with "qualified energy development" on page 13 line 19.
2. Inserted "conservation" preceding "storage" on page 13, line 21.
3. Removed the conversion of natural gas, coal or biomass to liquids (page 11, line 8), the processing, refining, or upgrading of oil (page 11, line 9) and enhanced oil recovery or carbon sequestration (page 11, line 11) from the definition of "qualified energy development."

New Sect. 18

Added a new section 16 repealing Sections 2 and 8 of ch. 10, SLA 2010 (the language exempting an integrated transportation and port facility owned by the authority from taxation and the sunset of the exemption.)

Section 19

Section 19 retains the language previously found 16 of the X version.