



THE STATE
of **ALASKA**
GOVERNOR BILL WALKER

Department of Administration

LESLIE RIDLE, COMMISSIONER

10th Fl. State Office Building
PO Box 110200
Juneau, AK 99811-0200
Main: 907.465.2200
Fax: 907.465.2135
www.doa.alaska.gov

Memorandum

To: Sheldon Fisher
Commissioner
Department of Revenue

From: Leslie Ridle *LR*
Commissioner

Date: January 12, 2018

Subject: **Fourth Quarter 2017 Report for the Oil Surcharge Account**

AS 43.55.221(b) requires that I report to you the sum of the balance of the Oil and Hazardous Substance Release Response Account, the balance of the account maintained to account for the proceeds of the surcharge, and the balance of the Oil and Hazardous Substance Release Response Mitigation Account.

AS 43.55.221(d) provides that you suspend imposition and collection of the \$0.01 per barrel of oil surcharge levied and collected under AS 43.55.201, when the cumulative balance of these accounts equals or exceeds \$50,000,000.

AS 43.55.221(e) provides that you will require reimposition and collection of the \$0.01 per barrel of oil surcharge levied and collected under AS 43.55.201 when the cumulative balance of these accounts is less than \$50,000,000. Per the memo dated April 11, 2013, the surcharge was reimposed effective July 1, 2013.

As of December 31, 2017, the cumulative balance of the accounts was \$41,977,726.17. The calculation is as follows:

(1) Unreserved and unobligated balance in the response account Of the Oil and Hazardous Substance Release Prevention and Response Fund (AS 46.08.010)	\$ 41,073,983.19
(2) Balance of the surcharge account (AS 43.55.201)	\$ 702,527.00
(3) Balance of the response mitigation account (AS 46.08.025(b))	\$ 201,215.98
TOTAL	<u>\$ 41,977,726.17</u>

If you have any questions, please call Carla Mahoskey of the Division of Finance at 465-5612.

cc: Larry Hartig, Commissioner, Department of Environmental Conservation (DEC)
Kristin Ryan, Director, Division of Spill Prevention and Response, DEC
Tom Cherian, Director, Division of Administrative Services, DEC
Jeff Rogers, Division Operations Manager, DEC
Ruth Kostik, Budget Manager, Division of Administrative Services, DEC
Katina Holmberg, State Accountant, Division of Finance, Department of Administration (DOA)
Stephanie Allison, Accountant V, Division of Finance, DOA
Alexei Painter, Fiscal Analyst, Legislative Affairs
Ireen Rodriguez, Tax Technician IV, Division of Tax, Department of Revenue (DOR)
Jenny Rogers, Audit Master, DOR
Dan Stickel, Chief Revenue Economic Research, DOR
Destin Greeley, Revenue Audit Supervisor II, DOR
Chad Medel, Exec Secretary II, Commissioner's Office, DOA
Carla Mahoskey, Accountant IV, Division of Finance, DOA