



EXPLANATION OF CHANGES

House Bill 246

AIDEA Oil and Gas Infrastructure Development Program
Version A to Version W

Sec 1: No change

Sec 2: No change

Sec 3: No change

Sec 4: Drafting style changes only

Sec 5: No substance change, added a missing underline

Sec 6: No change

Sec 7: No change

Sec 8: No change

Sec 9: No change

Sec 10: No change

Sec 11: No change

Sec 12: H/Res amendment #1 modified the language of Sec. 44.88.860 to restrict the ability of the AIDEA Board to move funds to the proposed Oil and Gas Infrastructure Development fund from other AIDEA sources.

H/Res amendment #2 modified the language in Sec. 44.88.880 to clarify that AIDEA is authorized to hire outside legal, bond counsel, engineer, or other technical expertise necessary to fulfill the purpose of the program and protect the interest of the authority.

H/Res amendment #3 modified the language of Sec. 44.88.890 to include a limit of \$100,000,000 on AIDEA participation in individual oil and gas infrastructure development financing without first receiving legislative approval.

H/Res amendment #4 added specific language to Sec. 44.88.890 requiring that AIDEA be protected from any potential future dismantlement, removal and restoration obligations associated with the proposed development project before financing from the proposed oil and gas infrastructure development fund is allowed.

H/Res amendment #5 also added language to Sec. 44.88.890 requiring that financing from the proposed oil and gas infrastructure development program must not exceed a loan to value ratio of seventy-five percent. This language will require loans from the program to be over-collateralized to protect the authority against a default. The amendment also requires the calculation of value for resource reserves that may be pledged as part of the loan collateral to be computed conservatively

Sec 13: Drafting style changes only