

27-LS1305\B

Bullock

2/23/12

**CS FOR SENATE BILL NO. 192(RES)**

IN THE LEGISLATURE OF THE STATE OF ALASKA

TWENTY-SEVENTH LEGISLATURE - SECOND SESSION

BY THE SENATE RESOURCES COMMITTEE

Offered:

Referred:

Sponsor(s): SENATE RESOURCES COMMITTEE

**A BILL****FOR AN ACT ENTITLED**

1 "An Act relating to the oil and gas production tax; and providing for an effective date."

2 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF ALASKA:

3 \* **Section 1.** AS 43.55.011(g) is amended to read:

4 (g) For each month of the calendar year for which the producer's average  
5 monthly production tax value under AS 43.55.160(a)(2) for a [PER] BTU equivalent  
6 barrel of the taxable oil and gas is more than \$30, the amount of tax for purposes of  
7 (e)(2) of this section is determined by multiplying the monthly production tax value of  
8 the taxable oil and gas produced during the month by the tax rate calculated as  
9 follows:

10 (1) if the producer's average monthly production tax value for a [PER]  
11 BTU equivalent barrel of the taxable oil and gas for the month is not more than  
12 \$101.43 [\$92.50], the tax rate is 0.35 [0.4] percent multiplied by the number that  
13 represents the difference between that average monthly production tax value for a  
14 [PER] BTU equivalent barrel and \$30; or

15 (2) if the producer's average monthly production tax value for a [PER]

1 BTU equivalent barrel of the taxable oil and gas for the month is more than **\$101.43**  
2 [\$92.50], the tax rate is the sum of 25 percent and the product of 0.1 percent multiplied  
3 by the number that represents the difference between the average monthly production  
4 tax value **for a** [PER] BTU equivalent barrel and **\$101.43** [\$92.50], except that the  
5 sum determined under this paragraph may not exceed **35** [50] percent.

6 \* **Sec. 2.** This Act takes effect January 1, 2013.