

ALASKA STATE LEGISLATURE

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Senate Resources Committee

MEMORANDUM

Date: February 27, 2013
To: Senate Finance Committee
Re: CSSB21 (RES)

The CS we pass to the Senate Finance Committee reflects adherence to the Governor's four guiding principles (for which we have heard unanimous approval), input from an array of experts and stakeholders, including the public, and stands on its own merit. This Committee does, however, wish to offer for your consideration, the following subjects that we believe merit further evaluation under the jurisdiction of the Senate Finance Committee before inclusion in, or exclusion from, Alaska's oil and gas laws:

- **ROYALTY RELIEF – CONSIDER WHETHER DNR NEEDS BROADER AUTHORITY TO OFFER ROYALTY RELIEF.**
- **EXPLORATION CREDITS (AS43.55.025) – SHOULD THEY BE CONDITIONED UPON DNR'S PRIOR DETERMINATION OF AN EXPLORER'S QUALIFICATIONS?**
- **MANUFACTURING CREDIT – CONSIDER WHETHER THE PER-TAXPAYER CAP NEEDS ADJUSTING AS IT RELATES TO THE IMPACT ON THE TREASURY.**
- **OIL AND HAZARDOUS SUBSTANCE RELEASE PREVENTION FUND – PROVIDE FOR ADEQUATE FUTURE FUNDING (AS 43.55.300).**
- **GROSS REVENUE EXCLUSION – IN CONSIDERATION OF THE LIFE CYCLE ECONOMICS OF A PROJECT, DOES IT NEED TO BE TIME LIMITED?**