

AMENDMENT # 2

OFFERED IN THE HOUSE
TO: HB 4005

BY REPRESENTATIVE WILSON
Gottis

- 1 Page 4, line 1:
- 2 Delete "2"
- 3 Insert "8"

AMENDMENT #3

OFFERED IN THE HOUSE
TO: HB 4005

BY REPRESENTATIVE WILSON
Gattis

- 1 Page 3, lines 19 - 23:
- 2 Delete all material.
- 3
- 4 Renumber the following bill sections accordingly.
- 5
- 6 Page 4, lines 13 - 14:
- 7 Delete all material.
- 8
- 9 Reletter the following subsection accordingly.
- 10
- 11 Page 4, line 15:
- 12 Delete "sec. 6"
- 13 Insert "sec. 5"
- 14
- 15 Page 4, line 17:
- 16 Delete "sec. 6"
- 17 Insert "sec. 5"
- 18
- 19 Page 4, line 30:
- 20 Delete "Section 10"
- 21 Insert "Section 9"
- 22
- 23 Page 4, line 31:

- 1 Delete "sec. 11"
- 2 Insert "sec. 10"

AMENDMENT #4

Garc

OFFERED IN THE HOUSE

TO: HB 4005

1 Page 3, lines 21 - 23:

2 Delete "All new mining operations are exempt from the tax levied by this chapter for
3 two [THREE AND ONE-HALF] years after production begins"

4 Insert "A new mining operation with a net income under (c) of this section of
5 (1) not more than \$100,000 is exempt from the tax levied by this
6 chapter for two years after production begins;

7 (2) more than \$100,000 shall pay half of the license tax on mining
8 provided in (c) of this section for two [ALL NEW MINING OPERATIONS ARE
9 EXEMPT FROM THE TAX LEVIED BY THIS CHAPTER FOR THREE AND
10 ONE-HALF] years after production begins"

AMENDMENT #5

OFFERED IN THE HOUSE
TO: HB 4005

BY REPRESENTATIVE KAWASAKI

1 Page 3, line 24, through page 4, line 1:

2 Delete all material and insert:

3 "** Sec. 6. AS 43.65.010(c) is repealed and reenacted to read:

4 (c) The license tax on mining is imposed on the net income of the taxpayer
5 from the property in the state, computed with allowable depletion, plus royalty
6 received in connection with mining property in the state. The tax rates applicable to
7 the amount of a taxpayer's net income are as follows:

8 over \$100,000 and not over \$250,000 five percent
9 over \$250,000 and not over \$500,000 \$7,500
10 plus seven percent of the excess over \$250,000
11 over \$500,000 and not over \$1,000,000 \$25,000
12 plus nine percent of the excess over \$500,000
13 over \$1,000,000 \$70,000
14 plus 11 percent of the excess over \$1,000,000."

15

16 Page 4, line 15:

17 Delete "amended"

18 Insert "repealed and reenacted"

AMENDMENT #6

Gave

OFFERED IN THE HOUSE

TO: HB 4005

1 Page 3, line 31, following "\$100,000":

2 Insert "**and not over \$250,000**"

3

4 Page 4, line 1, following "\$100,000":

5 Insert new material to read:

6 **over \$250,000 \$6,000 plus**

7 **11 percent of the excess over \$250,000**

AMENDMENT # 7

OFFERED IN THE HOUSE
TO: HB 4005

BY REPRESENTATIVE THOMPSON

1 Page 1, line 1, following "**credit**":

2 Insert "**and royalty payments**"

3

4 Page 3, following line 18:

5 Insert a new bill section to read:

6 **"* Sec. 5.** AS 38.05.150(d) is amended to read:

7 (d) For the privilege of mining or extracting the coal in the land covered by
8 the lease, the lessee

9 (1) shall pay to the state the royalties specified in the lease; the
10 royalties shall be fixed before offering the lease, and shall be effective for a period of
11 not more than 20 years; the royalties shall be not less than five cents a ton of 2,000
12 pounds; [THE ROYALTY PAYMENT IS SUBJECT TO THE EXPLORATION
13 INCENTIVE CREDIT AUTHORIZED BY AS 27.30;]

14 (2) shall also pay an annual rental, payable at the date of the lease and
15 annually thereafter, on the land or coal deposits covered by the lease, at a rate fixed by
16 the commissioner before offering the lease; the annual rental shall be effective for a
17 period of not more than 20 years; the annual rental shall be not less than 25 cents an
18 acre for the first year of the lease, not less than 50 cents an acre for the second year,
19 third year, fourth year and fifth year, and not less than \$1 an acre for each year
20 thereafter during the continuance of the lease; the rental for each year shall be credited
21 against the royalties as they accrue for that year; each lease shall provide that the
22 annual rental payment is subject to adjustment at intervals of **not** [NO] more than 20
23 years and adjustments shall be based on the current rates for properties similarly

1 situated."

2

3 Renumber the following bill sections accordingly.

4

5 Page 4, following line 5:

6 Insert a new bill section to read:

7 "* **Sec. 9.** AS 27.30.080 and AS 38.05.212(b)(2) are repealed."

8

9 Renumber the following bill sections accordingly.

10

11 Page 4, line 10:

12 Delete "and"

13

14 Page 4, line 11, following "Act,":

15 Insert "AS 38.05.150(d), as amended by sec. 5 of this Act, and the repeal of
16 AS 27.30.080 and AS 28.05.212(b)(2) by sec. 9 of this Act,"

17

18 Page 4, line 13:

19 Delete "sec. 5"

20 Insert "sec. 6"

21

22 Page 4, line 14:

23 Delete "sec. 5"

24 Insert "sec. 6"

25

26 Page 4, line 15:

27 Delete "sec. 6"

28 Insert "sec. 7"

29

30 Page 4, line 17:

31 Delete "sec. 6"

- 1 Insert "sec. 7"
- 2
- 3 Page 4, line 30:
- 4 Delete "Section 10"
- 5 Insert "Section 12"
- 6
- 7 Page 4, line 31:
- 8 Delete "sec. 11"
- 9 Insert "sec. 13"