

NEW
AMENDMENT #4

OFFERED IN THE HOUSE
TO: HB 331

By: GUTTENBERG

Page 14, lines 14 - 20:

Delete all material and insert:

"(3) that the applicant commits to incur, not later than 24 months after the purchase of the certificate, qualified capital expenditures in an amount greater than or equal to the purchase amount, and

(A) the applicant provides to the department evidence of the commitment and a plan to

(i) use the qualified capital expenditures for the purpose of increasing production of oil or gas from leases or properties in the state; and

(ii) maximize the hiring of state residents and use of state businesses related to qualified capital expenditures;

(B) the applicant agrees in writing that, if the applicant does not incur qualified capital expenditures in an amount greater than or equal to the purchase amount within 24 months after the purchase of the certificate, the applicant shall pay the department the lesser of

(i) the difference between the ~~rate paid~~ and the ~~rate~~ the applicant would have ^{been} paid had this subsection not applied; or

(ii) the difference between the purchase amount and the actual amount of qualified capital expenditures incurred by the applicant in the 24-month period; and

(C) after reviewing documents submitted under (A) and (B) of this paragraph, the commissioner approves the lower discount rate for the

1 purchase."

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3 Page 14, following line 26:

4 Insert a new subsection to read:

5 "(o) An agreement under (m)(3)(B) of this section may require the applicant to
6 pay the department interest on the amount due under (m)(3)(B) of this section. The
7 interest rate must be consistent with the interest rate provided for a delinquent tax
8 under AS 43.05.225."