



THE STATE
of **ALASKA**
GOVERNOR MIKE DUNLEAVY

Department of Revenue

COMMISSIONER'S OFFICE

State Office Building
333 Willoughby Avenue, 11th Floor
P.O. Box 110400
Juneau, Alaska 99811-0400
Main: 907.465.2300
Fax: 907.465.2389

March 6, 2026

The Honorable Andy Josephson
House Finance Committee, Co-Chair
Alaska State Legislature
State Capitol, Room 505
Juneau, AK 99801

The Honorable Neal Foster
House Finance Committee, Co-Chair
Alaska State Legislature
State Capitol, Room 511
Juneau, AK 99801

The Honorable Calvin Schrage
House Finance Committee, Co-Chair
Alaska State Legislature
State Capitol, Room 410
Juneau, AK 99801

Dear Co-Chairs Josephson, Foster, and Schrage,

The purpose of this letter is to provide you with responses to the questions asked of the Department of Revenue (DOR) during the House Bill (HB) 284 presentation to the House Finance Committee on February 12, 2026. Please see the questions in bold and italics and our responses immediately below the questions.

1. Provide the committee with the Department's appendix on government-take metrics.

Please see attached.

2. Identify where in the bill it directs the repeal of the minimum tax floor increase.

HB 284, Version A (34-GH2496\A) increases the minimum tax rate in Section 23 (Pages 41-42). Section 23 establishes the minimum tax floor increase. It amends AS 43.55.011(f)(2)(A)

to raise the minimum tax rate from four percent to six percent of gross value at the point of production for oil produced on or after January 1, 2022, from leases or properties that include land north of 68 degrees North latitude, when the average price per barrel of Alaska North Slope crude oil exceeds \$25.

Section 24 (Pages 43-44) then directs the repeal of that increase. It amends the same provision — AS 43.55.011(f)(2)(A) — and reverts the minimum tax rate back down from six percent to four percent. On page 43, the language reads "four [SIX] percent" — meaning four percent is the new language replacing SIX percent, which appears in brackets to indicate it is being deleted.

The repeal in Section 24 does not take effect immediately. Per Section 36(5), Page 56, it takes effect on whichever of the following occurs first:

- January 1, 2032; or
- January 1 of the first calendar year following any year in which the average daily throughput of the Trans-Alaska Pipeline System exceeds 650,000 barrels per day.

3. *Provide the historical and current Dalton Highway/pipeline corridor maintenance funding and clarify whether the proposed per-barrel fee would supplement or supplant existing appropriations.*

We respectfully refer this request for information about historical and current Dalton Highway/ pipeline corridor funding to the Department of Transportation and Public Facilities.

The proposed Infrastructure fee could be used as either a supplement to or a replacement for existing funding; ultimately that decision would rest with the Legislature through the budget process. In the Governor's fiscal plan documents dated 1/26/2026, the infrastructure fee is shown with a corresponding \$25 million reduction to Unrestricted General Fund spending, meaning that the fee could supplant a portion of existing spending as part of a comprehensive fiscal plan.

4. *What would happen if HJR30 fails at the ballot box and all three other bills pass (HB 284, HB 274, HB 275)?*

If HB 284 and all three conditional pieces (HB 274, HB 275, HJR 30) pass the Legislature and are signed into law by the Governor, but the constitutional amendment goes before the voters, and they vote it down, both HB 274 and HB 275 will remain law, and the omnibus tax bill and the joint resolution would no longer take effect.

- 5. Provide a written summary (with an initial concise summary and appendices of backup detail) addressing Representative Bynum's requested analyses:**
- a. Impacts on permanent fund-eligible Alaskans by region**
 - b. Impacts on non-PFD-eligible Alaskans**
 - c. Impacts on in-state corporations from corporate tax structure changes**
 - d. Impacts on out-of-state corporations**
 - e. An overall revenue-source projection for the package?**

Please see attached.

Please let me know if I can be of further assistance.

Sincerely,



Janelle L. Earls
Acting Commissioner

Enclosures: Oil and Gas appendix slides
Economic Impacts summary report

cc: Jordan Shilling, Legislative Director, Office of the Governor
Lacey Sanders, Director, Office of Management and Budget