

ALASKA STATE LEGISLATURE

RESOURCES COMMITTEE

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SB 280 Version H

Summary of Changes Version G → Version H

- Adds Dalton Highway maintenance surcharge (\$0.30/barrel on non-royalty oil) and related conforming changes to ensure the surcharge cannot be offset by credits or deducted.
- Removes lease expenditure provisions from Version G related to limiting gas-related deductions against oil production tax.
- Removes public transparency and disclosure requirements, including the AGDC project database and related reporting provisions.
- Removes required publication of prevailing value determinations for royalty and production tax purposes, while retaining the valuation standard.
- Eliminates special AVT appeals process, reverting to the standard tax appeals process.
- Adds RCA-enforced protections on pipeline rates, including prohibition on passing through cost overruns and establishing rate caps.
- Clarifies in-state utility priority over exports for pipeline capacity.
- Expands legislative oversight and accountability of AGDC, including:
 - Legislative approval for subsidiary sales, bonds, and foreign ownership/investment relationships
 - Required state participation option in revenue-generating projects
 - Requirement to use competitive bidding and Alaska bidder preference in procurement
- Makes AGDC subject to the Open Meetings Act, increasing transparency in decision-making.
- Clarifies AGDC tax treatment, including limiting tax exemption and exempting AGDC-owned portions from the new entity tax.

- Expands petroleum property tax to include LNG plants and marine terminals.
- Clarifies AVT structure, including proportional liability for multiple owners and exclusion of LNG refrigeration gas.
- Revises failure contingency to allow continuation if a major project component is operational by January 1, 2032.
- Adds effective date for new surcharge (July 1, 2027).