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Nauman
5/9/19

CS FOR HOUSE BILL NO. 87(FIN)

IN THE LEGISLATURE OF THE STATE OF ALASKA

THIRTY-FIRST LEGISLATURE - FIRST SESSION

BY THE HOUSE FINANCE COMMITTEE

Offered:
Referred:

Sponsor(s): REPRESENTATIVES THOMPSON, Hopkins, LeBon

A BILL

FOR AN ACT ENTITLED

1 "An Act relating to the liquefied natural gas storage facility tax credit; and providing
2 for an effective date."

3 **BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF ALASKA:**

4 * **Section 1.** AS 43.20.047(a) is amended to read:

5 (a) A person that is an owner of a liquefied natural gas storage facility
6 described in (b) of this section that commences commercial operation before
7 January 1, 2021 [JANUARY 1, 2020], may apply a refundable credit against a tax
8 liability [THAT MAY BE] imposed on the person under this chapter or receive the
9 amount of the credit in the form of a payment for the taxable year in which the
10 liquefied natural gas storage facility commences commercial operation. [THE TAX
11 CREDIT OR PAYMENT UNDER THIS SECTION MAY NOT EXCEED THE
12 LESSER OF \$15,000,000 OR 50 PERCENT OF THE COSTS INCURRED TO
13 ESTABLISH OR EXPAND THE LIQUEFIED NATURAL GAS STORAGE
14 FACILITY.] The tax credit in this section is in addition to any other credit under this

chapter for which the person is eligible. A tax credit or payment under this section for a liquefied natural gas storage facility that commences commercial operation

(1) before January 1, 2020, may not exceed the lesser of

(A) \$15,000,000; or

(B) 50 percent of the costs incurred to establish or expand the liquefied natural gas storage facility;

(2) on or after January 1, 2020, and before January 1, 2021, may not exceed \$5,000,000.

* Sec. 2. This Act takes effect immediately under AS 01.10.070(c).