



# LAWS OF ALASKA

1989

**Source**

HCS CSSB 299 (Res)

**Chapter No.**

114

**AN ACT**

Omitting from the calculation of the gross value of oil, for purposes of administration of the oil and gas properties production tax, certain costs, losses, damages, and expenses relating to catastrophic oil discharges from vessels; and providing for an effective date.

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

THE ACT FOLLOWS ON PAGE 1, LINE 13

Approved by the Governor: June 15, 1989  
Actual Effective Date: June 16, 1989, retroactive to  
March 1, 1989

AN ACT

Omitting from the calculation of the gross value of oil, for purposes of administration of the oil and gas properties production tax, certain costs, losses, damages, and expenses relating to catastrophic oil discharges from vessels; and providing for an effective date.

\* Section 1. AS 43.55.150 is amended by adding a new subsection to read:

(c) In determining the gross value of oil under (a) of this section, the department may not allow as reasonable costs of transportation

(1) the amount of loss of or damage to, or of expense incurred due to the loss of or damage to, a vessel used to transport oil if the loss, damage, or expense is incurred in connection with a catastrophic oil discharge from the vessel into the marine or inland waters of the state;

(2) the incremental costs of transportation of the oil that are attributable to temporary use of or chartered or substituted service provided by another vessel due to the loss of or damage to a vessel regularly used to transport oil and that are incurred in connection with a catastrophic oil discharge into the marine or inland waters of the state; and

(3) the costs incurred to charter, contract, or hire

Chapter 114

1 vessels and equipment used to contain or clean up a catastrophic oil  
2 discharge.

3 \* Sec. 2. AS 43.55.140 is amended by adding a new paragraph to read:

4 (15) "catastrophic oil discharge" has the meaning given in  
5 AS 46.04.120.

6 \* Sec. 3. This Act is retroactive to March 1, 1989, and applies to oil  
7 produced after February 28, 1989.

8 \* Sec. 4. This Act takes effect immediately under AS 01.10.070(c).  
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