

AMENDMENT # 1

OFFERED IN THE SENATE  
TO: SCS CSHB 2001(FIN)

BY SENATOR THOMAS  
and Senator Olson

1 Page 1, line 2, following "oil;":

2 Insert "providing a limit on the amount of tax that may be levied on the  
3 production of certain gas that is produced outside of the Cook Inlet sedimentary basin;"  
4

5 Page 1, line 11, following "INTENT.":

6 Insert "(a) It is the intent of the legislature that the provisions of this Act will

7 (1) ensure a fair and equitable means of assessing and taxing Alaska's oil and  
8 gas resources; and

9 (2) encourage the availability to Alaska's citizens of affordable gas produced,  
10 transported, and consumed within the state, as one step towards reasonable and  
11 equitable energy costs throughout Alaska."

12 Reletter the following subsections accordingly.  
13

14 Page 1, line 12:

15 Delete "sec. 47"

16 Insert "sec. 48"

17

18 Page 2, line 3:

19 Delete "sec. 68"

20 Insert "sec. 69"

21

22 Page 11, line 18:

23 Delete "and (k)"

1           Insert "(k), and (o)"

2

3   Page 11, line 26, following "section":

4           Insert "**and gas subject to (o) of this section**"

5

6   Page 14, line 9:

7           Delete "or (k)"

8           Insert ", (k), or (o)"

9

10   Page 14, line 11:

11           Delete "and (k)"

12           Insert ", (k), and (o)"

13

14   Page 14, line 13:

15           Delete "and (k)"

16           Insert ", (k), and (o)"

17

18   Page 14, line 14, following "AS 43.55.011(j)":

19           Insert "or (o)"

20

21   Page 14, lines 16 - 17:

22           Delete "and (k)"

23           Insert ", (k), and (o)"

24

25   Page 14, line 20:

26           Delete "or (k)"

27           Insert ", (k), or (o)"

28

29   Page 14, following line 20:

30           Insert a new bill section to read:

31           **\*\* Sec. 21.** AS 43.55.011 is amended by adding a new subsection to read:

1 (o) Notwithstanding other provisions of this section, for a calendar year before  
2 2022, the tax levied under (e) of this section for each 1,000 cubic feet of gas for gas  
3 produced from a lease or property outside the Cook Inlet sedimentary basin and used  
4 in the state may not exceed the amount of tax for each 1,000 cubic feet of gas that is  
5 determined under (j)(2) of this section."  
6

7 Renumber the following bill sections accordingly.  
8

9 Page 15, line 1, following "basin":

10 Insert "or not subject to AS 43.55.011(o)"  
11

12 Page 15, line 28:

13 Delete "or (k)"

14 Insert ", (k), or (o)"  
15

16 Page 16, line 8:

17 Delete "or (k)"

18 Insert ", (k), or (o)"  
19

20 Page 16, line 10, following the first occurrence of "(2)":

21 Insert "or 43.55.011(o)"  
22

23 Page 16, line 11, following "(2)(A)":

24 Insert "or 43.55.011(o)"  
25

26 Page 37, line 15, following "AS 43.55.170;":

27 Insert "**this subparagraph does not apply to gas subject to AS 43.55.011(o);**"  
28

29 Page 37, line 23, following "AS 43.55.170;":

30 Insert "**this subparagraph does not apply to gas subject to AS 43.55.011(o);**"  
31

1 Page 38, following line 4:

2 Insert new material to read:

3 "(E) gas produced during a calendar year from a lease or property  
4 outside the Cook Inlet sedimentary basin and used in the state is the gross value  
5 at the point of production of that gas taxable under AS 43.55.011(e) and  
6 produced by the producer from that lease or property, less the producer's lease  
7 expenditures under AS 43.55.165 for the calendar year applicable to that gas  
8 produced by the producer from that lease or property, as adjusted under  
9 AS 43.55.170;"

10

11 Page 39, lines 14 - 15:

12 Delete "or (k)"

13 Insert ", (k), or (o)"

14

15 Page 39, line 17:

16 Delete "(a)(1)(C) or (D)"

17 Insert "(a)(1)(C), (D) or (E)"

18

19 Page 39, line 20:

20 Delete "or (k)"

21 Insert ", (k), or (o)"

22

23 Page 39, line 23:

24 Delete "or (k)"

25 Insert ", (k), or (o)"

26

27 Page 44, line 29, following "gas":

28 Insert ", between gas subject to AS 43.55.011(o) and other gas,"

29

30 Page 47, line 22, following "AS 31.05.110(b)":

31 Insert ";

1 (24) "used in the state" means delivered for consumption as fuel in the  
2 state, including as fuel consumed to generate electricity"

3

4 Page 47, line 29:

5 Delete "sec. 55"

6 Insert "sec. 56"

7

8 Page 47, line 30:

9 Delete "secs. 15 - 27, 29 - 42, and 49 - 60"

10 Insert "secs. 15 - 28, 30 - 43, and 50 - 61"

11

12 Page 48, line 1:

13 Delete "Sections 43 and 45"

14 Insert "Sections 44 and 46"

15

16 Page 48, line 2:

17 Delete "sec. 43"

18 Insert "sec. 44"

19

20 Page 48, line 3:

21 Delete "sec. 45"

22 Insert "sec. 46"

23 Delete "secs. 43 and 45"

24 Insert "secs. 44 and 46"

25

26 Page 48, line 5:

27 Delete "Sections 34 - 37, 39, and 41"

28 Insert "Sections 35 - 38, 40, and 42"

29

30 Page 48, line 8:

31 Delete "sec. 47"

- 1           Insert "sec. 48"
- 2
- 3   Page 48, line 10:
- 4           Delete "47"
- 5           Insert "48"
- 6
- 7   Page 48, line 12:
- 8           Delete "sec. 44" in both places
- 9           Insert "sec. 45" in both places
- 10
- 11   Page 48, line 15:
- 12           Delete "sec. 46"
- 13           Insert "sec. 47"
- 14
- 15   Page 48, line 16:
- 16           Delete "sec. 46"
- 17           Insert "sec. 47"
- 18
- 19   Page 49, line 11:
- 20           Delete "sec. 21" in both places
- 21           Insert "sec. 22" in both places
- 22
- 23   Page 49, line 13:
- 24           Delete "sec. 21"
- 25           Insert "sec. 22"
- 26
- 27   Page 49, line 15:
- 28           Delete "sec. 55"
- 29           Insert "sec. 56"
- 30
- 31   Page 49, line 16:

- 1 Delete "sec. 68"
- 2 Insert "sec. 69"
- 3
- 4 Page 49, line 17:
  - 5 Delete "secs. 15 - 27, 29 - 42, 49 - 54, and 56 - 60"
  - 6 Insert "secs. 15 - 28, 30 - 43, 50 - 55, and 57 - 61"
  - 7 Delete "sec. 55"
  - 8 Insert "sec. 56"
  - 9
- 10 Page 49, line 18:
  - 11 Delete "sec. 68"
  - 12 Insert "sec. 69"
  - 13
- 14 Page 49, lines 26 - 27:
  - 15 Delete "secs. 15 - 27, 29 - 42, and 49 - 60"
  - 16 Insert "secs. 15 - 28, 30 - 43, and 50 - 61"
  - 17
- 18 Page 49, line 29 :
  - 19 Delete "sec. 55"
  - 20 Insert "sec. 56"
  - 21
- 22 Page 50, lines 15 - 16:
  - 23 Delete "Sections 29 and 38"
  - 24 Insert "Sections 30 and 39"
  - 25
- 26 Page 50, line 17:
  - 27 Delete "sec. 55"
  - 28 Insert "sec. 56"
  - 29
- 30 Page 50, line 19:
  - 31 Delete "Sections 15 - 27, 29 - 42, and 49 - 60"

1           Insert "Sections 15 - 28, 30 - 43, and 50 - 61"

2

3   Page 50, line 21:

4           Delete "Section 28"

5           Insert "Section 29"

6

7   Page 50, line 22:

8           Delete "sec. 69"

9           Insert "sec. 70"