

FISCAL NOTE

STATE OF ALASKA
2007 LEGISLATIVE SESSION

Fiscal Note Number: 4
 Bill Version: CSSB 80(FIN)
 (S) Publish Date: 5/8/07

Revision Date/Time (Note if correction): _____ Dept. Affected: Natural Resources
 Title Oil & Gas Production Tax: Expenditures RDU Resource Development
 Component Petroleum Systems Integrity Office
 Sponsor Sen. Wagoner
 Requester Senate Finance Component No. 2847

Expenditures/Revenues (Thousands of Dollars)

Note: Amounts do not include inflation unless otherwise noted below.

OPERATING EXPENDITURES	FY 2008	FY 2009	FY 2010	FY 2011	FY 2012	FY 2013
Personal Services						
Travel						
Contractual						
Supplies						
Equipment						
Land & Structures						
Grants & Claims						
Miscellaneous						
TOTAL OPERATING	0.0	0.0	0.0	0.0	0.0	0.0

CAPITAL EXPENDITURES						
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CHANGE IN REVENUES ()						
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FUND SOURCE (Thousands of Dollars)

1002 Federal Receipts						
1003 GF Match						
1004 GF						
1005 GF/Program Receipts						
1037 GF/Mental Health						
Other (Specify Type--Do not abbreviate)						
TOTAL	0.0	0.0	0.0	0.0	0.0	0.0

Estimate of any current year (FY2007) cost: 0.0

Mark this box (X) if funding for this bill is included in the Governor's FY 2008 budget proposal:

POSITIONS

Full-time						
Part-time						
Temporary						

ANALYSIS: (Attach a separate page if necessary)

SB 80 would prohibit oil and gas producers from deducting costs related to the repair and replacement of property or equipment, that was either not maintained or improperly maintained, when determining the taxable value of oil and gas production. In making the determinations as to which costs were related to improperly maintained property or equipment, the commissioner of Revenue would consult with the commissioners of Environmental Conservation and Natural Resources, and the coordinator of the Petroleum Systems Integrity Office (PSIO).

There is no fiscal impact associated with the implementation of this bill.

Prepared by: Kevin Banks, Acting Director Phone 269-8800
 Division Oil and Gas Date/Time 5/8/2007
 Approved by: Thomas Irwin, Commissioner Date 5/8/2007
 Agency Natural Resources