

AMENDMENT

#1
GARA

OFFERED IN THE HOUSE

TO: HCS CSSB 138(FIN)

- 1 Page 18, following line 26:
2 Insert a new subsection to read:
3 "(e) An agreement or contract in which the state or an entity of the state is a
4 party that provides for the midstream transportation by a third party of natural gas
5 received by the state as royalty or payment of tax may not require the state to
6 reimburse the third party an amount for funds used during construction that is
7 calculated using a rate that is more than one percent higher than the five-year constant
8 maturity treasury rate reported by the federal reserve as of the date the agreement or
9 contract is terminated. In this subsection, "midstream" means that part of a North
10 Slope natural gas project that is upstream of a natural gas liquefaction facility."