

AMENDMENT #12

OFFERED IN THE SENATE  
TO: CSSB 138(FIN)

By: Wielechowski,  
Ellis, French, Gardner

1 Page 28, line 8, through page 29, line 25:

2 Delete all material and insert:

3 **\*\* Sec. 35.** AS 43.55.011(f) is repealed and reenacted to read:

4 (f) Except for oil subject to (i) of this section of this section, the provisions of  
5 this subsection apply to oil produced from each lease or property within a unit or  
6 nonunitized reservoir that has cumulatively produced 1,000,000,000 barrels of oil by  
7 the close of the most recent calendar year and from which the average daily oil  
8 production from the unit or nonunitized reservoir during the most recent calendar year  
9 exceeded 100,000 barrels. Notwithstanding any contrary provision of law, a producer  
10 may not apply tax credits to reduce its total tax liability under (e) of this section for oil  
11 produced from all leases or properties within the unit or nonunitized reservoir below  
12 15 percent of the total gross value at the point of production of that oil. If the amount  
13 of tax calculated by multiplying the tax rate in (e) of this section by the total  
14 production tax value of the oil under (e) of this section produced from all of the  
15 producer's leases or properties within the unit or nonunitized reservoir is less than 15  
16 percent of the total gross value at the point of production of that oil, the tax levied by  
17 (e) of this section for that oil is equal to 15 percent of the total gross value at the point  
18 of production of that oil."

19

20 Page 35, line 24:

21 Delete "and gas"

22 Insert "[AND GAS]"

23

1 Page 35, lines 25 - 29:

2 Delete "greatest of

3 (i) zero;

4 (ii) zero percent, one percent, two percent, three  
5 percent, or four percent, as applicable, of the gross value at the point of  
6 production of the oil and gas"

7 Insert "**greater** [GREATEST] of

8 (i) 15 percent of the gross value at the point of  
9 production of the oil [ZERO;

10 (ii) ZERO PERCENT, ONE PERCENT, TWO  
11 PERCENT, THREE PERCENT, OR FOUR PERCENT, AS  
12 APPLICABLE, OF THE GROSS VALUE AT THE POINT OF  
13 PRODUCTION OF THE OIL AND GAS]"

14

15 Page 35, line 31:

16 Delete "(iii)"

17 Insert "**(ii)** [(iii)]"

18

19 Page 37, line 17:

20 Delete "**greatest**"

21 Insert "**greater**"

22

23 Page 37, lines 18 - 20:

24 Delete "zero;

25 (ii) zero percent, one percent, two percent, three  
26 percent, or four percent, as applicable,"

27 Insert "15 percent"

28

29 Page 37, line 24:

30 Delete "**(iii)**"

31 Insert "**(ii)**"

1

2 Page 39, lines 19 - 20:

3 Delete "(5)(B)(ii), and (7)(A)(ii)"

4

5 Page 39, line 21:

6 Delete "AS 43.55.011(f)(1) or (2)"

7 Insert "AS 43.55.011(f) as that subsection read on December 31, 2013,"

8

9 Page 39, line 23:

10 Delete "AS 43.55.011(f)(1) or (2)"

11 Insert "AS 43.55.011(f) as that subsection read on December 31, 2013,"

12

13 Page 56, following line 3:

14 Insert a new bill section to read:

15 **"\* Sec. 62.** The uncodified law of the State of Alaska is amended by adding a new section to  
16 read:

17 **RETROACTIVITY.** The repeal and reenactment of AS 43.55.011(f) by sec. 35 of this  
18 Act, and the amendment to AS 43.55.020(a)(5)(B) by sec. 40 of this Act are retroactive to  
19 January 1, 2014."

20

21 Renumber the following bill sections accordingly.

22

23 Page 56, line 7:

24 Delete "secs. 62 and 63"

25 Insert "secs. 63 and 64"