AMENDMENT #3

OFFERED IN THE SENATE
TO: SCS CSHB 256(FIN)

By Senators Ellis
Egan
Gardner
Wielechowski;

Page 22, line 9:

Delete "**298,480,500**"

Insert "**312,792,700**"

Delete "**147,805,100**"

Insert "**162,117,300**"

Page 22, line 19:

Delete "14,891,400"

Insert "20,029,300"

Page 22, line 23:

Delete "14,183,600"

Insert "23,357,900"

Adjust fund sources and totals accordingly.

Page 59, following line 24:

Insert new subsections to read:

"(f) It is the intent of the legislature that, notwithstanding AS 43.55.024, the Department of Revenue not pay a producer a tax credit in the amount specified in this subsection for each barrel of oil taxable under AS 43.55.011(e) that does not meet any of the criteria in AS 43.55.160(f) or (g) and that is produced during a calendar year after December 31, 2013, from a lease or property within a unit or nonunitized reservoir that has cumulatively produced 400,000,000 barrels of oil by the close of the most recent calendar year and from which the average daily production of oil from the unit or nonunitized reservoir during the most recent calendar year exceeded 20,000 barrels. The amount of the tax credit for a barrel of taxable oil subject to this subsection produced during a month of the calendar year is

(1) $8 for each barrel of taxable oil if the average gross value at the point of production for the month is less than $80 a barrel;

(2) $7 for each barrel of taxable oil if the average gross value at the point of production for the month is greater than or equal to $80 a barrel, but less than $90 a barrel;

(3) $6 for each barrel of taxable oil if the average gross value at the point of production for the month is greater than or equal to $90 a barrel, but less than $100 a barrel;

(4) $5 for each barrel of taxable oil if the average gross value at the point of production for the month is greater than or equal to $100 a barrel, but less than $110 a barrel;

(5) $4 for each barrel of taxable oil if the average gross value at the point of production for the month is greater than or equal to $110 a barrel, but less than $120 a barrel;

(6) $3 for each barrel of taxable oil if the average gross value at the point of production for the month is greater than or equal to $120 a barrel, but less than $130 a barrel;

(7) $2 for each barrel of taxable oil if the average gross value at the point of production for the month is greater than or equal to $130 a barrel, but less than $140 a barrel;

(8) $1 for each barrel of taxable oil if the average gross value at the point of production for the month is greater than or equal to $140 a barrel, but less than $150 a barrel.

(g) It is the intent of the legislature to limit the eligibility of the refinery tax credit provided under AS 43.20.053 to in-state refineries that are headquartered in the state and are at least 51 percent owned by state residents."

Page 74, line 28:

Delete "$73,425,000"

Insert "$63,425,000"