

AMENDMENT # 5

By Sen. Wiedchowski

OFFERED IN THE SENATE
TO: SCS CSHB 57(FIN)

1 Page 60, following line 6:

2 Insert a new subsection to read:

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

13 (1) \$8 for each barrel of taxable oil if the average gross value at the point of
14 production for the month is less than \$80 a barrel;

15 (2) \$7 for each barrel of taxable oil if the average gross value at the point of
16 production for the month is greater than or equal to \$80 a barrel, but less than \$90 a barrel;

17 (3) \$6 for each barrel of taxable oil if the average gross value at the point of
18 production for the month is greater than or equal to \$90 a barrel, but less than \$100 a barrel;

19 (4) \$5 for each barrel of taxable oil if the average gross value at the point of
20 production for the month is greater than or equal to \$100 a barrel, but less than \$110 a barrel;

21 (5) \$4 for each barrel of taxable oil if the average gross value at the point of
22 production for the month is greater than or equal to \$110 a barrel, but less than \$120 a barrel;

23 (6) \$3 for each barrel of taxable oil if the average gross value at the point of

- 1 production for the month is greater than or equal to \$120 a barrel, but less than \$130 a barrel;
- 2 (7) \$2 for each barrel of taxable oil if the average gross value at the point of
- 3 production for the month is greater than or equal to \$130 a barrel, but less than \$140 a barrel;
- 4 (8) \$1 for each barrel of taxable oil if the average gross value at the point of
- 5 production for the month is greater than or equal to \$140 a barrel, but less than \$150 a barrel."