

**ALASKA STATE LEGISLATURE
CONFERENCE COMMITTEE ON HB 111**

June 9, 2017
9:00 a.m.

MEMBERS PRESENT

Representative Geran Tarr, Chair
Representative Andy Josephson
Representative David Talerico

Senator Cathy Giessel, Chair
Senator Bert Stedman
Senator Donald Olson

MEMBERS ABSENT

All members present

OTHER LEGISLATORS PRESENT

Representative Dean Westlake
Representative Tammie Wilson

COMMITTEE CALENDAR

HOUSE BILL NO. 111

"An Act relating to the oil and gas production tax, tax payments, and credits; relating to interest applicable to delinquent oil and gas production tax; and providing for an effective date."

- HEARD & HELD

PREVIOUS COMMITTEE ACTION

BILL: HB 111

SHORT TITLE: OIL & GAS PRODUCTION TAX;PAYMENTS;CREDITS

SPONSOR(s): RESOURCES

02/08/17	(H)	READ THE FIRST TIME - REFERRALS
02/08/17	(H)	RES, FIN
02/08/17	(H)	TALERICO OBJECTED TO INTRODUCTION
02/08/17	(H)	INTRODUCTION RULED IN ORDER
02/08/17	(H)	SUSTAINED RULING OF CHAIR Y23 N15 E2
02/08/17	(H)	RES AT 1:00 PM BARNES 124
02/08/17	(H)	Heard & Held

02/08/17	(H)	MINUTE(RES)
02/13/17	(H)	RES AT 1:00 PM BARNES 124
02/13/17	(H)	Heard & Held
02/13/17	(H)	MINUTE(RES)
02/17/17	(H)	RES AT 1:00 PM BARNES 124
02/17/17	(H)	Heard & Held
02/17/17	(H)	MINUTE(RES)
02/20/17	(H)	RES AT 1:00 PM BARNES 124
02/20/17	(H)	Heard & Held
02/20/17	(H)	MINUTE(RES)
02/22/17	(H)	RES AT 1:00 PM BARNES 124
02/22/17	(H)	Heard & Held
02/22/17	(H)	MINUTE(RES)
02/22/17	(H)	RES AT 6:30 PM BARNES 124
02/22/17	(H)	Heard & Held
02/22/17	(H)	MINUTE(RES)
02/24/17	(H)	RES AT 1:00 PM BARNES 124
02/24/17	(H)	Heard & Held
02/24/17	(H)	MINUTE(RES)
02/27/17	(H)	RES AT 1:00 PM BARNES 124
02/27/17	(H)	Heard & Held
02/27/17	(H)	MINUTE(RES)
02/27/17	(H)	RES AT 7:00 PM CAPITOL 106
02/27/17	(H)	Heard & Held
02/27/17	(H)	MINUTE(RES)
03/01/17	(H)	RES AT 1:00 PM BARNES 124
03/01/17	(H)	Heard & Held
03/01/17	(H)	MINUTE(RES)
03/01/17	(H)	RES AT 6:00 PM BARNES 124
03/01/17	(H)	Heard & Held
03/01/17	(H)	MINUTE(RES)
03/06/17	(H)	RES AT 1:00 PM BARNES 124
03/06/17	(H)	Scheduled but Not Heard
03/06/17	(H)	RES AT 6:30 PM BARNES 124
03/06/17	(H)	Heard & Held
03/06/17	(H)	MINUTE(RES)
03/08/17	(H)	RES AT 1:00 PM BARNES 124
03/08/17	(H)	Heard & Held
03/08/17	(H)	MINUTE(RES)
03/08/17	(H)	RES AT 6:00 PM BARNES 124
03/08/17	(H)	Heard & Held
03/08/17	(H)	MINUTE(RES)
03/09/17	(H)	RES AT 5:00 PM BARNES 124
03/09/17	(H)	-- MEETING CANCELED --
03/10/17	(H)	RES AT 1:00 PM BARNES 124
03/10/17	(H)	Heard & Held
03/10/17	(H)	MINUTE(RES)

03/11/17 (H) RES AT 12:00 AM BARNES 124
03/11/17 (H) -- MEETING CANCELED --
03/13/17 (H) RES AT 1:00 PM BARNES 124
03/13/17 (H) <Bill Held Over from 3/11/17>
03/14/17 (H) RES AT 3:00 PM BARNES 124
03/14/17 (H) -- Continued from 3/13/17 Meeting at
1:00 PM --
03/15/17 (H) RES RPT CS(RES) NT 4DP 4DNP 1AM
03/15/17 (H) DP: PARISH, DRUMMOND, JOSEPHSON, TARR
03/15/17 (H) DNP: TALERICO, BIRCH, RAUSCHER, JOHNSON
03/15/17 (H) AM: WESTLAKE
03/20/17 (H) FIN AT 1:30 PM HOUSE FINANCE 519
03/20/17 (H) Heard & Held
03/20/17 (H) MINUTE(FIN)
03/21/17 (H) FIN AT 9:00 AM HOUSE FINANCE 519
03/21/17 (H) Heard & Held
03/21/17 (H) MINUTE(FIN)
03/21/17 (H) FIN AT 1:30 PM HOUSE FINANCE 519
03/21/17 (H) Heard & Held
03/21/17 (H) MINUTE(FIN)
03/22/17 (H) FIN AT 9:00 AM HOUSE FINANCE 519
03/22/17 (H) -- Continued from 3/21/17 at 1:30 PM --
03/22/17 (H) FIN AT 1:30 PM HOUSE FINANCE 519
03/22/17 (H) Heard & Held
03/22/17 (H) MINUTE(FIN)
03/23/17 (H) FIN AT 1:30 PM HOUSE FINANCE 519
03/23/17 (H) Heard & Held
03/23/17 (H) MINUTE(FIN)
03/24/17 (H) FIN AT 1:30 PM HOUSE FINANCE 519
03/24/17 (H) Heard & Held
03/24/17 (H) MINUTE(FIN)
03/25/17 (H) FIN AT 10:00 AM HOUSE FINANCE 519
03/25/17 (H) Heard & Held
03/25/17 (H) MINUTE(FIN)
03/27/17 (H) FIN AT 1:30 PM HOUSE FINANCE 519
03/27/17 (H) Heard & Held
03/27/17 (H) MINUTE(FIN)
04/07/17 (H) FIN AT 1:30 PM HOUSE FINANCE 519
04/07/17 (H) Heard & Held
04/07/17 (H) MINUTE(FIN)
04/08/17 (H) FIN AT 1:00 PM HOUSE FINANCE 519
04/08/17 (H) Moved CSHB 111(FIN) Out of Committee
04/08/17 (H) MINUTE(FIN)
04/09/17 (H) FIN RPT CS(FIN) NT 4DP 4DNP 2NR 1AM
04/09/17 (H) DP: GARA, GUTTENBERG, SEATON, FOSTER
04/09/17 (H) DNP: WILSON, THOMPSON, PRUITT, TILTON
04/09/17 (H) NR: ORTIZ, GRENN

04/09/17 (H) AM: KAWASAKI
 04/10/17 (H) MOVED TO BOTTOM OF CALENDAR
 04/11/17 (H) TRANSMITTED TO (S)
 04/11/17 (H) VERSION: CSHB 111(FIN)(EFD FLD)
 04/12/17 (S) READ THE FIRST TIME - REFERRALS
 04/12/17 (S) RES, FIN
 04/13/17 (S) RES WAIVED PUBLIC HEARING NOTICE, RULE
 23
 04/13/17 (S) FIN WAIVED PUBLIC HEARING NOTICE, RULE
 23
 04/14/17 (S) RES AT 3:00 PM BUTROVICH 205
 04/14/17 (S) Heard & Held
 04/14/17 (S) MINUTE(RES)
 04/15/17 (S) RES AT 9:00 AM SENATE FINANCE 532
 04/15/17 (S) Heard & Held
 04/15/17 (S) MINUTE(RES)
 04/15/17 (S) FIN AT 9:01 AM SENATE FINANCE 532
 04/15/17 (S) <Pending Referral> Uniform Rule 23
 Waived
 04/15/17 (S) FIN AT 2:00 PM SENATE FINANCE 532
 04/15/17 (S) <Pending Referral> Uniform Rule 23
 Waived
 04/15/17 (S) RES AT 2:00 PM SENATE FINANCE 532
 04/15/17 (S) Heard & Held
 04/15/17 (S) MINUTE(RES)
 04/17/17 (S) RES AT 1:00 PM BUTROVICH 205
 04/17/17 (S) Heard & Held
 04/17/17 (S) MINUTE(RES)
 04/17/17 (S) RES AT 5:00 PM BUTROVICH 205
 04/17/17 (S) Heard & Held
 04/17/17 (S) MINUTE(RES)
 04/18/17 (S) RES AT 2:00 PM BUTROVICH 205
 04/18/17 (S) Heard & Held
 04/18/17 (S) MINUTE(RES)
 04/19/17 (S) RES AT 2:00 PM BUTROVICH 205
 04/19/17 (S) Heard & Held
 04/19/17 (S) MINUTE(RES)
 04/20/17 (S) RES AT 2:00 PM BUTROVICH 205
 04/20/17 (S) -- MEETING CANCELED --
 04/21/17 (S) RES AT 2:00 PM BUTROVICH 205
 04/21/17 (S) -- MEETING CANCELED --
 04/24/17 (S) FIN AT 9:00 AM SENATE FINANCE 532
 04/24/17 (S) -- MEETING CANCELED --
 04/24/17 (S) RES AT 2:00 PM BUTROVICH 205
 04/24/17 (S) Moved SCS CSHB 111(RES) Out of
 Committee
 04/24/17 (S) MINUTE(RES)

04/25/17 (S) RES RPT SCS 4DP 2NR NEW TITLE
 04/25/17 (S) DP: GIESSEL, COGHILL, VON IMHOF, MEYER
 04/25/17 (S) NR: HUGHES, STEDMAN
 04/25/17 (S) FIN AT 9:00 AM SENATE FINANCE 532
 04/25/17 (S) <Bill Hearing Canceled>
 04/25/17 (S) RES AT 3:30 PM BUTROVICH 205
 04/25/17 (S) -- MEETING CANCELED --
 04/26/17 (S) FIN AT 9:00 AM SENATE FINANCE 532
 04/26/17 (S) Heard & Held
 04/26/17 (S) MINUTE(FIN)
 04/26/17 (S) RES AT 2:00 PM BUTROVICH 205
 04/26/17 (S) -- MEETING CANCELED --
 04/27/17 (S) FIN AT 9:00 AM SENATE FINANCE 532
 04/27/17 (S) Heard & Held
 04/27/17 (S) MINUTE(FIN)
 04/27/17 (S) RES AT 3:30 PM BUTROVICH 205
 04/27/17 (S) -- MEETING CANCELED --
 04/28/17 (S) FIN AT 9:00 AM SENATE FINANCE 532
 04/28/17 (S) Heard & Held
 04/28/17 (S) MINUTE(FIN)
 04/28/17 (S) RES AT 2:00 PM BUTROVICH 205
 04/28/17 (S) -- MEETING CANCELED --
 04/29/17 (S) FIN AT 9:00 AM SENATE FINANCE 532
 04/29/17 (S) Heard & Held
 04/29/17 (S) MINUTE(FIN)
 05/01/17 (S) FIN AT 9:00 AM SENATE FINANCE 532
 05/01/17 (S) -- MEETING CANCELED --
 05/02/17 (S) FIN AT 9:00 AM SENATE FINANCE 532
 05/02/17 (S) -- MEETING CANCELED --
 05/03/17 (S) FIN AT 9:00 AM SENATE FINANCE 532
 05/03/17 (S) -- MEETING CANCELED --
 05/04/17 (S) FIN AT 9:00 AM SENATE FINANCE 532
 05/04/17 (S) Heard & Held
 05/04/17 (S) MINUTE(FIN)
 05/05/17 (S) FIN AT 9:00 AM SENATE FINANCE 532
 05/05/17 (S) Heard & Held
 05/05/17 (S) MINUTE(FIN)
 05/06/17 (S) FIN AT 9:00 AM SENATE FINANCE 532
 05/06/17 (S) -- MEETING CANCELED --
 05/09/17 (S) FIN AT 9:00 AM SENATE FINANCE 532
 05/09/17 (S) <Bill Hearing Canceled>
 05/10/17 (S) FIN AT 9:00 AM SENATE FINANCE 532
 05/10/17 (S) <Bill Hearing Canceled>
 05/11/17 (S) FIN AT 9:00 AM SENATE FINANCE 532
 05/11/17 (S) Heard & Held
 05/11/17 (S) MINUTE(FIN)
 05/12/17 (S) FIN RPT SCS 4DP 2NR 1AM NEW TITLE

05/12/17 (S) DP: MACKINNON, BISHOP, VON IMHOF,
HUGHES
05/12/17 (S) NR: HOFFMAN, MICCICHE
05/12/17 (S) AM: OLSON
05/12/17 (S) FIN AT 9:00 AM SENATE FINANCE 532
05/12/17 (S) Moved SCS CSHB 111(FIN) Out of
Committee
05/12/17 (S) MINUTE(FIN)
05/13/17 (S) FIN SCS ADOPTED Y15 N3 E2
05/13/17 (S) FIN AT 9:00 AM SENATE FINANCE 532
05/13/17 (S) -- MEETING CANCELED --
05/15/17 (S) VERSION: SCS CSHB 111(FIN)
05/18/17 (S) FIRST SPECIAL SESSION BILL
05/18/17 (H) FIRST SPECIAL SESSION BILL
05/22/17 (H) CONFERENCE COMMITTEE APPOINTED
05/22/17 (H) TARR (CHAIR), JOSEPHSON, TALERICO
06/01/17 (S) CONFERENCE COMMITTEE APPOINTED
06/01/17 (S) GIESSEL (CHAIR), STEDMAN, OLSON
06/09/17 (H) HB111 AT 9:00 AM BARNES 124

WITNESS REGISTER

No witnesses to record

ACTION NARRATIVE

9:00:09 AM

CHAIR GERAN TARR called the Conference Committee meeting on HB 111 to order at 9:00 a.m. Representatives Tarr, Josephson, and Talerico, and Senators Giessel, Olson, and Stedman were present at the call to order. Also present were Representatives Westlake and Wilson.

HB 111-OIL & GAS PRODUCTION TAX;PAYMENTS;CREDITS

9:00:24 AM

CHAIR TARR announced the only order of business would be CS FOR HOUSE BILL NO. 111(FIN)(efd fld), "An Act relating to the oil and gas production tax, tax payments, and credits; relating to interest applicable to delinquent oil and gas production tax; relating to carried-forward lease expenditures based on losses and limiting those lease expenditures to an amount equal to the gross value at the point of production of oil and gas produced from the lease or property where the lease expenditure was incurred; relating to information concerning tax credits, lease

expenditures, and oil and gas taxes; relating to the disclosure of that information to the public; relating to an adjustment in the gross value at the point of production; and relating to a legislative working group" and SENATE CS FOR CS FOR HOUSE BILL NO. 111(FIN), "An Act relating to credits against the oil and gas production tax; relating to the applicability of certain credits earned under the oil and gas production tax to the tax on corporations; relating to tax credit certificates against the oil and gas production tax and the issuance and assignment of those certificates; relating to interest applicable to delinquent taxes; relating to lease expenditures; relating to the oil and gas tax credit fund; and providing for an effective date."

CHAIR TARR stated the Conference Committee on HB 111 was operating under Uniform Rule 42.

[9:00:54 AM](#)

REPRESENTATIVE JOSEPHSON moved to adopt the committee substitute (CS) for HB 111(FIN)(efd fld), Version 30-LS0450\L.A.

[9:01:13 AM](#)

SENATOR GIESSEL objected.

[9:01:13 AM](#)

A roll call vote was taken. Representatives Josephson and Tarr voted in favor of the motion to adopt CSHB111(FIN)(efd fld). Representative Talerico against it. Senator Olson voted in favor of the motion to adopt CSHB111(FIN)(efd fld). Senators Stedman and Giessel voted against it. Therefore, the motion failed by a vote of 2:1 (House) and 1:2 (Senate).

[9:02:05 AM](#)

SENATOR GIESSEL moved to adopt SCS for CSHB 111(FIN), Version 30-LS0450\Q.

[9:02:08 AM](#)

CHAIR TARR objected.

[9:02:48 AM](#)

A roll call vote was taken. Representative Talerico voted in favor of the motion to adopt SCS CSHB111(FIN). Representatives Josephson and Tarr voted against it. Senators Stedman and Giessel voted in favor of the motion to adopt SCS CSHB111(FIN). Senator Olson voted against it. Therefore, the motion failed by a vote of 1:2 (House) and 2:1 (Senate).

[9:02:57 AM](#)

CHAIR TARR announced the Conference Committee on HB 111 has failed to adopt either CSHB111(FIN)(efd fld) or SCS CSHB111(FIN). She said the committee will begin work to seek points of agreement, and at the next meeting will discuss both versions of the bill. Documents comparing the multiple issues of the bill have been provided to the committee and are available to the public on the Bill Action Status Inquiry System (BASIS).

[9:04:04 AM](#)

SENATOR STEDMAN inquired as to the date and time of the next meeting.

[9:04:21 AM](#)

REPRESENTATIVE TARR suggested [6/12/17]. After a brief discussion, she said the next meeting would be posted on BASIS.

[HB 111 was held over.]

[9:04:51 AM](#)

ADJOURNMENT

There being no further business before the committee, the Conference Committee on HB 111 meeting was adjourned at 9:04 a.m.