

AMENDMENT # 2

OFFERED IN THE SENATE
TO: CSHB 349(RES)

BY SENATOR WIELECHOWSKI

1 Page 1, line 2, following "patterns":

2 Insert "; relating to credits against the oil and gas production tax; and providing
3 for an effective date."
4

5 Page 2, following line 14:

6 Insert new bill sections to read:

7 **** Sec. 4.** AS 43.55.024(j) is amended to read:

8 (j) A producer may apply against the producer's tax liability for the calendar
9 year under AS 43.55.011(e) a tax credit in the amount specified in this subsection for
10 each barrel of oil taxable under AS 43.55.011(e) that does not receive a reduction in
11 the gross value at the point of production under AS 43.55.160(f) or (g) and that is
12 produced during a calendar year after December 31, 2013, from leases or properties
13 north of 68 degrees North latitude. A tax credit under this subsection may not reduce a
14 producer's tax liability for a calendar year under AS 43.55.011(e) below the amount
15 calculated under AS 43.55.011(f). The amount of the tax credit for a barrel of taxable
16 oil subject to this subsection produced during a month of the calendar year is

17 (1) ~~\$5~~ [\$8] for each barrel of taxable oil if the average gross value at
18 the point of production for the month is less than \$80 a barrel;

19 (2) ~~\$4~~ [\$7] for each barrel of taxable oil if the average gross value at
20 the point of production for the month is greater than or equal to \$80 a barrel, but less
21 than \$90 a barrel;

22 (3) ~~\$3~~ [\$6] for each barrel of taxable oil if the average gross value at
23 the point of production for the month is greater than or equal to \$90 a barrel, but less

1 than \$100 a barrel;

2 (4) \$2 [\$5] for each barrel of taxable oil if the average gross value at
3 the point of production for the month is greater than or equal to \$100 a barrel, but less
4 than \$110 a barrel;

5 (5) \$1 [\$4] for each barrel of taxable oil if the average gross value at
6 the point of production for the month is greater than or equal to \$110 a barrel, but less
7 than \$120 a barrel;

8 (6) zero [\$3 FOR EACH BARREL OF TAXABLE OIL] if the
9 average gross value at the point of production for the month is greater than or equal to
10 \$120 a barrel [, BUT LESS THAN \$130 A BARREL];

11 (7) \$2 FOR EACH BARREL OF TAXABLE OIL IF THE AVERAGE
12 GROSS VALUE AT THE POINT OF PRODUCTION FOR THE MONTH IS
13 GREATER THAN OR EQUAL TO \$130 A BARREL, BUT LESS THAN \$140 A
14 BARREL;

15 (8) \$1 FOR EACH BARREL OF TAXABLE OIL IF THE AVERAGE
16 GROSS VALUE AT THE POINT OF PRODUCTION FOR THE MONTH IS
17 GREATER THAN OR EQUAL TO \$140 A BARREL, BUT LESS THAN \$150 A
18 BARREL;

19 (9) ZERO IF THE AVERAGE GROSS VALUE AT THE POINT OF
20 PRODUCTION FOR THE MONTH IS GREATER THAN OR EQUAL TO \$150 A
21 BARREL].

22 * **Sec. 5.** The uncodified law of the State of Alaska is amended by adding a new section to
23 read:

24 RETROACTIVITY. Section 4 of this Act is retroactive to January 1, 2022.

25 * **Sec. 6.** Sections 4 and 5 of this Act take effect immediately under AS 01.10.070(c)."

