

Introduced: 2-15-70
Referred: Resources and
Finance

IN THE HOUSE

BY BRADNER AND KERTTULA

HOUSE BILL NO. 695

IN THE LEGISLATURE OF THE STATE OF ALASKA

SIXTH LEGISLATURE - SECOND SESSION

A BILL

For an Act entitled: "An Act relating to oil refineries."

BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF ALASKA:

* Section 1. AS 42.05 is amended by adding a new section to read:

Sec. 42.05.613. OIL REFINERIES. (a) An oil refinery applying for a rebate under this section is considered a public utility under this chapter.

(b) An oil refinery in the state, refining crude oil produced from land in the state, may apply to the commission for a rebate equal to the severance tax and royalty paid on the crude oil produced from land in the state and refined in that refinery. The commission shall grant the rebate if the prices of the main products of the refinery are approved by the commission.

(c) The amount of the rebate granted under this section shall be calculated at the beginning of each fiscal year and shall be based on the refinery's operations for the preceding fiscal year. Payments shall be made quarterly, and may be made in kind.