

Original sponsor: Butrovich

Offered: 5/25/70
Referred: Labor and
Management

1 IN THE SENATE

BY THE RESOURCES COMMITTEE

2 CS FOR SENATE BILL NO. 262

3 IN THE LEGISLATURE OF THE STATE OF ALASKA

4 SIXTH LEGISLATURE - SECOND SESSION

5 A BILL

6 For an Act entitled: "An Act relating to taxation of oil and gas production;
7 and providing for an effective date."

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

9 * Section 1. AS 43.55.010(a) is amended to read:

10 (a) There is levied upon every person producing oil and gas a tax
11 based upon a [OF THREE] per cent of the gross value at the well of all
12 oil and gas produced in the state, less the value of any part, the
13 ownership or right to which is exempt from taxation. The tax is upon
14 the whole production, including what is commonly known as the royalty
15 interest, and is levied according to the following schedules:

16 (1) oil -- based upon the average daily well production per
17 lease for the calendar month in barrels, the tax is

18 (A) three per cent on the first 300 barrels;

19 (B) five per cent on the next 700 barrels;

20 (C) six per cent on the next 1,500 barrels; and

21 (D) eight per cent on all production in excess of
22 2,500 barrels;

23 (2) gas -- the rate shall be four per cent of the gross
24 value of the gas and liquid products produced.

25 * Sec. 2. AS 31.05.130 - 31.05.140; and AS 43.43.110 - 43.43.160 are
26 repealed.

27 * Sec. 3. This Act takes effect on July 1, 1970.
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