

1 IN THE SENATE

BY THE RULES COMMITTEE BY  
REQUEST OF THE GOVERNOR

2 SENATE BILL NO. 5

3 IN THE LEGISLATURE OF THE STATE OF ALASKA  
4 EIGHTH LEGISLATURE - FIRST SPECIAL SESSION

5 A BILL

6 For an Act entitled: "An Act levying an oil and gas regulation and  
7 conservation tax; and providing for an effective date."

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

9 \* Section 1. AS 43 is amended by adding a new chapter to read:

10 CHAPTER 57. OIL AND GAS REGULATION AND CONSERVATION TAX.

11 Sec. 43.57.010. OIL AND GAS REGULATION AND CONSERVATION TAX. (a)

12 There is levied upon the producer of oil a tax of one-eighth of one  
13 cent on each barrel of oil removed or sold from each lease or property  
14 in the state, less any part the ownership or right to which is  
15 exempt from taxation.

16 (b) The tax is in addition to and shall be administered and  
17 paid in the same manner as the taxes imposed by AS 43.55.

18 Producers of oil are required to make reports of production in the  
19 same manner and under the same penalties as required by AS 43.55.

20 (c) Proceeds from the tax shall be paid into the general fund.

21 \* Sec. 2. This Act takes effect January 1, 1974.  
22  
23  
24  
25  
26  
27  
28  
29