

1 IN THE HOUSE

BY SAYLORS AND FINK

2 HOUSE BILL NO. 628

3 IN THE LEGISLATURE OF THE STATE OF ALASKA

4 EIGHTH LEGISLATURE - SECOND SESSION

5 A BILL

6 For an Act entitled: "An Act relating to taxable property under the oil and
7 gas exploration, production and pipeline transportation
8 tax."

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

10 * Section 1. AS 43.56.210(6) is amended to read:

11 (6) "taxable property" means real and tangible personal
12 property used or committed by contract or other agreement for use within
13 this state primarily in the exploration for, production of, [OR] pipe-
14 line transportation of, or refining of gas or unrefined oil [(EXCEPT
15 FOR PROPERTY USED SOLELY FOR THE RETAIL DISTRIBUTION OR LIQUEFICATION
16 OF NATURAL GAS)], or in the operation or maintenance of facilities used
17 in the exploration for, production of, [OR] pipeline transportation of,
18 or refining of gas or unrefined oil, including machinery, appliances,
19 supplies, equipment, drilling rigs, wells (whether producing or not),
20 gathering lines and transmission lines, pumping stations, compressor
21 stations, power plants, topping plants, processing units, refineries
22 and refining equipment, roads, tank farms, tanker terminals, docks and
23 other port facilities, air strips and communication equipment and
24 facilities, maintenance equipment and facilities, and maintenance camps
25 and other related facilities; "taxable property" does not include
26 permanent residences, office buildings requiring substantial local
27 government services, or gas pipeline systems operated as utilities and
28 regulated by the Alaska Public Utilities Commission;

29 * Sec. 2. AS 43.56.060(c) is amended to read:

1. (c) The full and true value of taxable property used or committed
2 by contract or other agreement for use in the exploration for or refining
3 of gas or unrefined oil, or in the operation or maintenance of facilities
4 for the exploration for or refining of gas or unrefined oil, is the
5 estimated price which the property would bring in an open market and
6 under the then prevailing market conditions in a sale between a willing
7 seller and a willing buyer both conversant with the property and with
8 prevailing general price levels.
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