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Referred: Resources and  
Finance

1 IN THE HOUSE

BY HUBER, BRADNER, GARDINER, MCGILL,  
MALONE, PARKER AND PETERSEN .

2 HOUSE BILL NO. 666

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 the 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 43.57.010(a) is amended to read:

10 (a) There is levied upon the producer of oil a tax [OF ONE-EIGHTH  
11 OF ONE CENT] on each barrel of oil removed or sold from each lease or  
12 property in the state, less any part the ownership or right to which is  
13 exempt from taxation. The amount of the tax for regulation is to be  
14 determined by the annually budgeted amount required to support those  
15 operations of the Department of Natural Resources which directly relate  
16 to oil and gas resource regulation and protection. The amount of the  
17 tax for conservation is to be determined by the annually budgeted amount  
18 required to support those operations of the Department of Environmental  
19 Conservation which pertain to oil and gas related environmental conser-  
20 vation. However, the tax may not exceed one-quarter of one cent per  
21 barrel for the regulation tax, nor exceed one-quarter of one cent per  
22 barrel for the conservation tax. Any excess produced by the tax which  
23 is not utilized by the departments for such purposes reverts to the  
24 general fund. For the sole purpose of establishing the per-barrel tax  
25 levied in this section, the amount budgeted to the departments in the  
26 subsequent year for such purposes will be reduced by the amount of excess.

27 \* Sec. 2. This Act takes effect on the day after its passage and approval  
28 or on the day it becomes law without approval.

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