

Introduced: 2/21/74
Referred: Resources and
Finance

1 IN THE SENATE

BY THE RULES COMMITTEE BY
REQUEST OF THE GOVERNOR

2 SENATE BILL NO. 406

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 properties
7 production tax; 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)(2) is amended to read:

10 (2) gas: the tax is ten [FOUR] per cent of the gross value
11 of the gas and liquid products produced each month.

12 * Sec. 2. AS 43.55.010 is amended by adding a new subsection to read:

13 (f) If on a tax payment date the amount of tax due under (a)(2)
14 of this section is less than the tax due under sec. 18 of this
15 chapter the tax levied in sec. 18 of this chapter is payable in place
16 of the tax levied in this section.

17 * Sec. 3. AS 43.55 is amended by adding a new section to read:

18 Sec. 43.55.018. TAX PER THOUSAND CUBIC FOOT OF GAS. (a) There
19 is levied upon the producer of gas a tax on each thousand cubic foot of
20 gas removed or sold from each lease or property in the state less any
21 part the ownership or right to which is exempt from taxation. The tax
22 is based upon the average daily production for each well for the
23 calendar month in cubic feet. The rate of tax is \$.03 per thousand
24 cubic foot of gas.

25 (b) If on a tax payment date the amount of tax due under this
26 section is equal to or less than the tax due under sec. 10(a)(2) of
27 this chapter, the tax levied in sec. 10(a)(2) of this chapter is
28 payable in place of the tax levied in this section.

29 * Sec. 4. This Act is retroactive to January 1, 1974.

1 * Sec. 5. This Act takes effect on the day after its passage and
2 approval or on the day it becomes law without approval.

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