

Original sponsor: Chatterton

Offered: 5/15/80
Referred: Rules

1 IN THE HOUSE

BY THE FINANCE COMMITTEE

2

CS FOR SPONSOR SUBSTITUTE FOR HOUSE BILL NO. 123 (Finance)

3

IN THE LEGISLATURE OF THE STATE OF ALASKA

4

ELEVENTH LEGISLATURE - SECOND SESSION

5

A BILL

6

For an Act entitled: "An Act relating to assessment of property used in

7

connection with exploration for and development of gas

8

or oil; and providing for an effective date."

9

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

10

* Section 1. AS 43.56.060(c) is amended to read:

11

(c) The full and true value of taxable property used or committed

12

by contract or other agreement for use in the exploration for and de-

13

velopment of gas or unrefined oil, or in the operation or maintenance of

14

facilities for the exploration for and development of gas or unrefined

15

oil, is the estimated price which the property would bring in an open

16

market and under the then prevailing market conditions in a sale between

17

a willing seller and a willing buyer both conversant with the property

18

and with prevailing general price levels. However, the cost of trans-

19

portation may not be included as an element of the estimated price of

20

tangible personal property if

21

(1) the property is of a type normally moved from site to

22

site during its useful life; and

23

(2) the estimated price is determined by a method other than

24

the use of comparable sales.

25

* Sec. 2. This Act takes effect January 1, 1981.

26

27

28

29