

1 IN THE HOUSE

BY THE RULES COMMITTEE BY
REQUEST OF THE GOVERNOR

2

HOUSE BILL NO. 124

3

IN THE LEGISLATURE OF THE STATE OF ALASKA

4

FIFTEENTH LEGISLATURE - FIRST SESSION

5

A BILL

6 For an Act entitled: "An Act relating to the oil and gas conservation tax;
7 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 is amended to read:

10 Sec. 43.57.010. OIL AND GAS [REGULATION AND] CONSERVATION TAX.

11 (a) Every [THERE IS LEVIED UPON THE] producer of oil and gas shall
12 pay a tax of four mills per [ONE-EIGHTH OF ONE CENT ON EACH] barrel of
13 oil and per 50,000 cubic feet of natural gas removed from or sold on
14 [FROM] each lease or property in the state, less any part the owner-
15 ship or right to which is exempt from taxation.

16 (b) The tax is in addition to and must [SHALL] be [ADMINISTERED
17 AND] paid in the same manner as the taxes imposed by AS 43.55. Pro-
18 ducers of oil and gas shall [ARE REQUIRED TO] make reports of produc-
19 tion in the same manner and under the same penalties as required by AS
20 43.55.

21 (c) Proceeds from the tax must [SHALL] be paid into the general
22 fund. The commissioner of administration shall separately account for
23 all proceeds of the tax deposited in the general fund.

24 * Sec. 2. This Act takes effect immediately in accordance with AS 01.-
25 10.070(c).