



# LAWS OF ALASKA

1967

Source

FSS-CSHB 15

Chapter No.

31

## AN ACT

Providing for a disaster relief tax; and providing for an effective date.

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

\* Section 1. AS 43 is amended by adding new sections to read:

#### ARTICLE 2. DISASTER SEVERANCE TAX.

Sec. 43.43.110. DECLARATION OF INTENT. The legislature intends to provide a source of revenue to help meet the financial obligations of the state, including alleviating the effects of natural disasters wherever and whenever they may occur in the state.

Sec. 43.43.120. TAX IMPOSED. There is levied upon every person producing oil and gas a disaster severance tax of one per cent of the gross value at the well of all oil and gas produced in the state, less the value of any part, the ownership or right to which is exempt from taxation. The tax is upon the whole production, including what is commonly known as the royalty interest.

Sec. 43.43.130. COLLECTION AND ADMINISTRATION. The tax levied in sec. 120 of this chapter shall be administered and collected in the same manner as the oil and gas properties production tax as prescribed in ch. 55 of this title.

Sec. 43.43.140. SPECIAL ACCOUNT. The tax levied in sec. 120 of this chapter shall be deposited in the general fund. The commissioner of revenue shall report to the legislature the amount of money collected and deposited in the general fund under secs. 110 - 160 of this chapter during the preceding fiscal year. The

report shall be filed with the finance committees of the legislature within five days after the legislature convenes.

Sec. 43.43.150. TERMINATION OF TAX. (a) When, at the close of a fiscal year, the combined amount received since the effective date of this tax from all the taxes collected under this chapter plus any unexpended appropriations for disaster purposes exceeds by more than \$7,500,000 the amounts appropriated out of the general fund after August 15, 1967 for disaster purposes, then at that time the tax under sec. 120 of this chapter shall terminate.

(b) Once the tax required by sec. 120 of this chapter is terminated in accordance with (a) of this section, it shall automatically be reimposed at the beginning of the first fiscal year following the end of that fiscal year in which the combined amount received since the effective date of this tax from all taxes collected under this chapter plus any unexpended appropriations for disaster purposes is less than \$5,000,000 more than the amounts appropriated out of the general fund after August 15, 1967 for disaster purposes.

(c) The tax required by sec. 120 of this chapter will continue to be imposed and terminated following the formula prescribed in (a) and (b) of this section.

Sec. 43.43.160. DEFINITION. In secs. 110 - 160 of this chapter "appropriated for disaster purposes" means appropriations which would not have occurred except for a natural disaster.

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