

SENATE BILL NO. 192

IN THE LEGISLATURE OF THE STATE OF ALASKA

TWENTY-SEVENTH LEGISLATURE - SECOND SESSION

BY THE SENATE RESOURCES COMMITTEE

Introduced: 2/8/12

Referred: Resources, Finance

A BILL

FOR AN ACT ENTITLED

1 **"An Act relating to the oil and gas production tax; and providing for an effective date."**

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

3 * **Section 1.** AS 43.55.011(g) is amended to read:

4 (g) For each month of the calendar year for which the producer's average
5 monthly production tax value under AS 43.55.160(a)(2) **for a** [PER] BTU equivalent
6 barrel of the taxable oil and gas is more than \$30, the amount of tax for purposes of
7 (e)(2) of this section is [DETERMINED BY MULTIPLYING THE MONTHLY
8 PRODUCTION TAX VALUE OF THE TAXABLE OIL AND GAS PRODUCED
9 DURING THE MONTH BY THE TAX RATE CALCULATED AS FOLLOWS:

10 (1) IF THE PRODUCER'S AVERAGE MONTHLY PRODUCTION
11 TAX VALUE PER BTU EQUIVALENT BARREL OF THE TAXABLE OIL AND
12 GAS FOR THE MONTH IS NOT MORE THAN \$92.50, THE TAX RATE IS] 0.4
13 percent multiplied by the number that represents the difference between that average
14 monthly production tax value **for a** [PER] BTU equivalent barrel and \$30 [; OR

15 (2) IF THE PRODUCER'S AVERAGE MONTHLY PRODUCTION

1 TAX VALUE PER BTU EQUIVALENT BARREL OF THE TAXABLE OIL AND
2 GAS FOR THE MONTH IS MORE THAN \$92.50, THE TAX RATE IS THE SUM
3 OF 25 PERCENT AND THE PRODUCT OF 0.1 PERCENT MULTIPLIED BY THE
4 NUMBER THAT REPRESENTS THE DIFFERENCE BETWEEN THE AVERAGE
5 MONTHLY PRODUCTION TAX VALUE PER BTU EQUIVALENT BARREL
6 AND \$92.50, EXCEPT THAT THE SUM DETERMINED UNDER THIS
7 PARAGRAPH MAY NOT EXCEED 50 PERCENT].

8 * **Sec. 2.** This Act takes effect January 1, 2013.