

15 AAC 55.196(d) is amended to read:

(d) With the exceptions set out in this subsection for an LNG transportation facility, a cost of capital allowance under this section must be calculated using the methodology set out in the department's publication *Computation of a Cost-of-Capital Allowance under 15 AAC 55.196, Incorporating Depreciation and Return on Invested Capital for Marine Vessels and Improvements*, **Third** [SECOND] Edition, dated **November 9, 2018** [SEPTEMBER 19, 2003] and adopted by reference. In the case of an LNG transportation facility,

(1) the methodology is applied as if the term "vessel" read "LNG transportation facility";

(2) the useful life for purposes of the methodology is 30 years;

(3) the weighted average cost of capital is 0.2 percentage point greater than that otherwise calculated under the methodology.

Authority:	AS 43.05.080	AS 43.55.030	AS 43.55.110
	AS 43.55.020	AS 43.55.040	AS 43.55.150

Editor's Note: Copies of *Computation of a Cost-of-Capital Allowance under 15 AAC 55.196, Incorporating Depreciation and Return on Invested Capital for Marine Vessels and Improvements*, adopted by reference in 15 AAC 55.196(d), may be obtained from the [TAX DIVISION,] Department of Revenue, **Tax Division**, 550 W. 7th [SEVENTH] Ave., Suite 500, Anchorage, Alaska 99501-3566 **or viewed through the Tax Division's website at:**
www.tax.alaska.gov.