

Department of Revenue
Post-Filing Notice
Adopted and Filed Regulations Oil & Gas Production Tax

The Alaska Department of Revenue has adopted changes to regulations regarding the computation of a cost of capital allowance for marine vessels under the oil and gas production tax in 15 AAC 55.196. The proposed changes were publicly noticed in October 2018. The regulations were adopted by the Commissioner of Revenue on November 14, 2018. The regulations have been reviewed and approved by the Department of Law. The regulations were filed by the Lieutenant Governor on November 28, 2018 and become effective December 28, 2018. The regulations will be published in Register 228, January 2019, of the Alaska Administrative Code.

The adopted regulations:

- Make changes to conform the corporate income tax rate in the model from the current 35% to the rate of 21% in agreement with the Tax Cuts and Jobs Act of 2017 (P.L. 115-97);
- Are reflected 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 Edition, dated November 9, 2018.

To see the entire text of the final adopted and filed regulations select the following link:
www.tax.alaska.gov

December 17, 2018