

Post-Filing Notice & Disclaimer

Attached is a copy of amendments to regulations for 15 AAC 55.173 concerning the prevailing value for gas. These regulations were filed on August 29, 2008 and will have an effective date of October 1, 2008. Users are advised to consult the official version of the regulations to be published in the Alaska Administrative Code, Title 15, Register 187.

15 AAC 55.173(a) is amended to read:

(a) For gas delivered in the Alaska North Slope area, the prevailing value per Mcf is,

(1) for gas produced before October 1, 2008, 10 percent of the prevailing value per barrel that would be determined under 15 AAC 55.171(g) for oil that is produced from the lease or property from which the gas is produced and that is sold at the entrance to the publicly regulated oil pipeline serving that lease or property; **if** [IF] during the month that the gas is delivered oil is not produced from that lease or property and delivered into a publicly regulated oil pipeline serving that lease or property, the prevailing value calculation must be made with respect to the nearest lease or property from which oil is produced and delivered that month into a publicly regulated oil pipeline;

(2) for gas produced on or after October 1, 2008, the weighted average sales price of sales from producers of gas to publicly regulated utilities in the North Slope area for the three-month period ending one month before the end of the previous calendar quarter; in the absence of sales from producers to publicly regulated utilities in the North Slope area, the department will determine the prevailing value on another reasonable basis under AS 43.55.020(f); the department will publish on the 15th day of each calendar quarter the prevailing value for that quarter.

15 AAC 55.173(g) is repealed and readopted to read:

(g) A producer that sells gas that has been produced from a lease or property in the state shall, as part of its monthly report under AS 43.55.030(f), file with the department a copy of the sales invoice for each sales transaction for the month covered by the report and a copy of any contract to sell gas produced from a lease or property in the state that the producer entered into during the month covered by the report.

15 AAC 55.173 is amended by adding a new subsection to read:

(i) Notwithstanding (a)(2) of this section, for the July - September 2008 calendar quarter, the department will publish within 15 days after October 1, 2008 the prevailing value for that quarter for gas delivered in the Alaska North Slope area. (Eff. 1/1/95, Register 132; am 1/1/2000, Register 152; am 1/1/2003, Register 164; am 5/3/2007, Register 182; am 10/1/2008, Register 187)

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