

ADDITIONAL REGULATIONS NOTICE INFORMATION
[AS 44.62.190(d)]

1. Adopting Agency: Department of Revenue, Tax Division
2. General subject of regulation: Administration of Revenue Laws regarding production tax value, the attribution of lease expenditures in determining the production tax value of oil, the taxable value of gas, including gas used in the state, the removal of obsolete language, and conforming and clarifying changes related to the oil and gas production tax under AS 43.55, and definitions.
3. Citation of regulations: 15 AAC 55 sections to be amended or added: 206, 213, 215, 217, 224, 275, 335, 381, 410, 421, 511, 514, 520, and 800; 15 AAC 55 sections to be repealed: 173(a)(1), 215(f), 224(b), 224(d), 224(e), 335(a), 431, 520 (f)(4)(H) and 900(b)(23).
4. Department of Law file number: 2021200383
5. Reason for the proposed action:
 - compliance with federal law
 - compliance with new or changed state statutes
 - compliance with court order
 - development of program standards
 - other: (please list)
6. Appropriation/Allocation: Tax Division, Revenue Operations
7. Estimated annual cost to comply with the proposed action to:

A private person: *

Another state agency: \$0. The department does not expect additional costs to any other state agency.

A municipality: *

‘*’ The department is not able to make a numeric estimate based on information available to it. However, the department does not expect that any private person or municipality would incur additional costs beyond re-programming of computer systems that may be necessary to comply with the proposed regulations.

8. Cost of implementation to the state agency and available funding (in thousands of dollars):
No costs are expected in FY 2022 or subsequent years.

	Initial Year FY 2022	Subsequent Years
Operating Cost	\$ <u>0</u>	\$ <u>0</u>
Capital Cost	\$ <u>0</u>	\$ <u>0</u>
1002 Federal receipts	\$ <u>0</u>	\$ <u>0</u>
1003 General fund match	\$ <u>0</u>	\$ <u>0</u>
1004 General fund	\$ <u>0</u>	\$ <u>0</u>
1005 General fund/ Program	\$ <u>0</u>	\$ <u>0</u>
1037 General fund/ mental health	\$ <u>0</u>	\$ <u>0</u>
Other	\$ <u>0</u>	\$ <u>0</u>

9. The name of the contact person for the regulations:

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10. The origin of the proposed action:

staff of state agency
 Federal government
 General public
 petition for regulation change
 other (Statutory change SB 138 - 2014)

11. Date: September 23, 2021

Prepared by:

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 Director, Tax Division
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