



Alaska's Clear and Equitable Share

## **ACES OVERVIEW**

### **HYBRID SYSTEM**

- **Net Base**
  - 25% rate
  - Adjustments to progressivity
  - Adjustments to qualified capital credits
  - Improved credit system for explorers
  - Elimination of "TIE" credits (for past expenditures)
- **Gross Floor (Not Additive)**
  - 10% on Prudhoe Bay and Kuparuk Fields
  - Will kick in at low oil prices

### **TOOLS TO PROTECT THE STATE'S INTERESTS**

- **Competitive Pay for Auditors**
- **Information Needed by the State**
  - Expenditure details in a timely manner and useful format
  - Cost forecasts
  - Information sharing between state agencies while protecting confidentiality
  - Public disclosure of certain information
- **Clear Rules**
  - Define allowable deductions
  - Exclude inappropriate deductions  
(Corrosion / Dismantlement, Removal & Restoration)