SB 21 makes Alaska more competitive

What it does well:

- Elimination of progressivity is a game changer
  - Puts Alaska “back in the game” of competition for investment

Gross Revenue Exclusion could have a positive impact on economics

- Application to legacy fields targets most reliable source of new oil

Simplifies Alaska’s fiscal system

- Removes many inefficient elements of administering ACES

What it could do better:

- Base rate presents a challenge below $100/bbl for all players
  - 2010 prices averaged $80/bbl

- More certainty on criteria for receiving Gross Revenue Exclusion

CS makes additional progress on item