

FISCAL NOTE

	FY 2022	FY 2023	FY 2024
NON-ADMINISTRATIVE IMPACT			
Anticipated Revenue /(decrease)			
SCHOOL FOUNDATION FUND	(\$0)	(\$0)	(\$2,700,000)

Source of revenue (decrease):

This bill creates an ad valorem tax exemption from the state mills levied under W.S. 39-13-104(a) for oil production from stripper wells.

	FY 2022	FY 2023	FY 2024
NON-ADMINISTRATIVE IMPACT			
Anticipated Expenditure increase			
LEGISLATIVE STABILIZATION RESERVE ACCOUNT	\$0	\$0	\$2,700,000

Source of expenditure increase:

The revenue decrease to the School Foundation Program (SFP) would result in a corresponding increase in the transfer from the Legislative Stabilization Reserve Account (LSRA) to the SFP under W.S. 9-4-219(b).

Assumptions:

It is assumed that this bill would exempt the 12 state mills levied to the SFP under W.S. 39-13-104(a)(iv) as provided by W.S. 21-13-303. No state mills are currently levied under W.S. 39-13-104(a)(i), (ii) and (iii).

The above estimate is based on projected stripper oil production and crude oil prices in the January 2021 Consensus Revenue Estimating Group (CREG) Forecast.

The bill is effective on January 1, 2022. It is assumed that the ad valorem tax exemption would apply to stripper oil production taking place on and after January 1, 2022.

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