

HOUSE BILL NO. HB0054

Tax incentive for tertiary production.

Sponsored by: Representative(s) Law and Senator(s) Hawks

A BILL

for

1 AN ACT relating to taxation and revenue; extending the
 2 excise tax incentive on new tertiary production as
 3 specified; requiring report to the legislature; and
 4 providing for an effective date.

5

6 *Be It Enacted by the Legislature of the State of Wyoming:*

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8 **Section 1.** W.S. 39-14-205(c) is amended to read:

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10 **39-14-205. Exemptions.**

11

12 (c) Tertiary production resulting from projects
 13 certified by the Wyoming oil and gas conservation
 14 commission after ~~July 1, 1985~~ March 31, 2003, and before
 15 March 31, ~~2001~~ 2008, is exempt from the severance taxes
 16 imposed by W.S. 39-14-204(a)(iii) for a period of five (5)
 17 years from date of first tertiary production. A taxpayer

1 claiming a tax reduction under this subsection is
2 prohibited from claiming a tax reduction provided by
3 subsection (f) or (g) of this section.

4

5 **Section 2.** The oil and gas conservation commission
6 and the department of revenue shall on or before December 1
7 of 2003, 2004, 2005, 2006 and 2007 jointly report to the
8 joint revenue interim committee of the legislature
9 concerning tertiary production qualifying for the exemption
10 provided in W.S. 39-14-205(c). The report shall include
11 the amount of production, operators, number of wells,
12 amount of severance taxes paid on that production, amount
13 of severance taxes exempted under W.S. 39-14-205(c), and ad
14 valorem and sales taxes paid in connection with that
15 production.

16

17 **Section 3.** This act is effective immediately upon
18 completion of all acts necessary for a bill to become law
19 as provided by Article 4, Section 8 of the Wyoming
20 Constitution.

21

22

(END)