

CORRECTED COPY

FISCAL NOTE

	FY 2027	FY 2028	FY 2029
NON-ADMINISTRATIVE IMPACT			
Anticipated Revenue (decrease)			
GENERAL FUND	\$0	(\$1,110,000)	(\$2,750,000)

Source of revenue decrease:

Tertiary production of crude oil and natural gas would be exempt from 2 percent of the total 6 percent severance tax. To qualify for the exemption, the projects producing tertiary production of crude oil and natural gas must be certified by the Wyoming Oil and Gas Conservation Commission (WOGCC). The exemption is provided for production certified after July 1, 2026, and before July 1, 2031.

Assumptions:

The Enhanced Oil Recovery Institute (EORI) estimates 934,984 barrels in FY 2027 and 2,240,126 barrels in FY 2028 would qualify for the proposed exemption. The revenue decrease in the table above is based upon oil projections from the January 2026 Consensus Revenue Estimating Group (CREG) forecast.

The fiscal impact described above does not include the potential long-term revenue increase in severance taxes and ad valorem taxes on potential increased production that would not otherwise take place without the proposed exemption. The potential increased production resulting from the proposed exemption cannot be determined at this time.