WORKING DRAFT

HOUSE BILL NO. _____

Sales tax exemption-oil & gas well.

Sponsored by: Joint Revenue Interim Committee

A BILL

for

1 AN ACT relating to taxation and revenue; providing for the

2 taxation of the deepening or extending of an existing oil

3 and gas well as specified; and providing for an effective

4 date.

5

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

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8   **Section 1.**   W.S. 39-15-105(a)(viii)(B) is amended to

9 read:

10

11   **39-15-105. Exemptions.**

12

13   (a) The following sales or leases are exempt from the

14 excise tax imposed by this article:

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16   (viii) For the purpose of exempting sales of

17 services and tangible personal property as an economic

18 incentive, the following are exempt:

19

20   (B) Sales of the services of professional

21 engineers, geologists or members of similar professions

22 ~~including the sales price paid for all services to real or~~

23 ~~tangible personal property leading to building location,~~

1 drilling and all related activities that must be completed
2 prior to setting the production casing, including coring,
3 logging and testing done prior to the setting of production
4 casing for the drilling of any oil or gas well. The
5 exemption in this subparagraph shall also apply to any and
6 all seismographic and geophysical surveying, stratigraphic
7 testing, coring, logging and testing calculated to reveal
8 the existence of geologic conditions favorable to the
9 accumulation of oil or gas and charges made by contractors,
10 whether on a per diem, lineal footage, fee or other
11 contract basis for the drilling of any wells for the
12 production or attempted production of oil or gas or for the
13 deepening or extending of any well previously drilled for
14 oil or gas beyond the maximum point onto which they were
15 initially drilled, or for the drilling of stratigraphic
16 test or core holes for the sole purpose of obtaining
17 geologic information;
18
19   **Section 2.** This act is effective July 1, 2006.
20
21   (END)
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