Bill No.: HB0051 **Effective:** 7/1/2015

LSO No.: 15LSO-0144

Enrolled Act No.: HEA 42

Chapter No.: 61

Prime Sponsor: Joint Revenue Interim Committee

Catch Title: Excise tax-well site.

Subject: Amends the definition of well site for excise tax purposes.

Summary/Major Elements:

- Previous definition of "well site" included an area within 250 feet radius of an oil and gas wellbore.
- New definition broadens the term to include production equipment installed to store or prepare oil or gas for transportation off the well site.
- Production equipment includes items such as wellheads, valves, tanks, dehydrators, heater-treaters, separators, flow lines, meters, flares, vapor recovery units and emission equipment.
- Production equipment does not include compressors, off well site gathering lines and processing facilities.
- Equipment within a "well site" is exempt from excise tax.