

Bill No.: HB0243 **Effective:** 7/1/2020 12:00:00 AM

LSO No.: 20LSO-0585

Enrolled Act No.: HEA No. 0097

Chapter No.: 155

Prime Sponsor: Burkhart

Catch Title: **Oil and gas tax-new production.**

Subject: Tax exemption for specified oil and gas production.

Summary/Major Elements:

- The current severance tax rate for oil and gas production is 6%.
- This act provides that for oil and gas wells drilled after July 1, 2020 and prior to December 31, 2025, the severance tax rate will be four percent (4%) for the first six (6) months of production and five percent (5%) for the next six (6) months of production.
- The exemption will not apply to gas production when the twelve (12) month rolling average of the Henry hub spot price for natural gas is two dollars and ninety-five cents (\$2.95) or more per thousand cubic feet at the time of first production and will not apply to the production of crude oil when the twelve (12) month rolling average of the West Texas Intermediate spot price of sweet crude oil is fifty dollars (\$50.00) or more per barrel at the time of first production.

The above summary is not an official publication of the Wyoming Legislature and is not an official statement of legislative intent. While the Legislative Service Office endeavored to provide accurate information in this summary, it should not be relied upon as a comprehensive abstract of the bill.