RÉSUMÉ DIGEST

ACT 662 (HB 637) **2026 Regular Session** **Jacob Landry**

Existing law provides a reduced rate for the payment of oilfield site restoration (OSR) fees for nonproducing and low-production oil and gas wells.

Prior law established a calculation for this reduced rate based on the percentage by which the severance tax rates for such wells were reduced.

New law repeals the calculation used in prior law and provides for the following reduced fee rates:

(1) For oil produced from a certified incapable oil well, the OSR fee will be 50% of the fee for full rate production oil.

(2) For oil produced from a certified stripper well, the OSR fee will be 25% of the fee for full rate production oil.

(3) For gas produced from a low pressure oil well, the OSR fee will be 40% of the fee for full rate production gas.

(4) For gas produced from incapable gas wells, the OSR fee will be 17.5% of the fee for full rate production gas.

Effective July 1, 2026.

(Amends R.S. 30:87(F)(2))