

2019 Regular Session

HOUSE BILL NO. 188

BY REPRESENTATIVES JIM MORRIS AND ABRAMSON

TAX/SEVERANCE TAX: Provides with respect to the exemption from severance tax on oil produced from stripper wells

1 AN ACT

2 To amend and reenact R.S. 47:633(7)(c)(i)(bb) and to enact R.S. 47:633(7)(c)(i)(cc), relative
3 to severance tax, to provide with respect to the severance tax on oil produced from
4 a stripper well; to exclude oil produced from a stripper well from severance tax under
5 certain conditions; to provide for an effective date; and to provide for related matters.

6 Be it enacted by the Legislature of Louisiana:

7 Section 1. R.S. 47:633(7)(c)(i)(bb) is hereby amended and reenacted and R.S.
8 47:633(7)(c)(i)(cc) is hereby enacted to read as follows:

9 §633. Rates of tax

10 The taxes on natural resources severed from the soil or water levied by
11 R.S.47:631 shall be predicated on the quantity or value of the products or resources
12 severed and shall be paid at the following rates:

13 * * *

14 (7)

15 * * *

16 (c)(i)

17 * * *

18 (bb) Notwithstanding Subitem (aa) of this Item, Crude oil produced from
19 certified stripper wells shall be exempt from severance tax in any month in which the
20 average value set forth in Subparagraph (a) of this Paragraph is less than twenty
21 dollars per barrel.

