

**Chapter 4**

**OIL PRODUCERS RECOVERY ACT-REPEAL**

Original House Bill No. 53

AN ACT relating to taxation and revenue; providing for the taxation of certain oil as specified; repealing the sales tax exemption for power in the extraction of oil as specified; and providing for an effective date.

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

**Section 1.** W.S. 39-14-204(a)(iii) and (iv) is amended to read:

**39-14-204. Tax rate.**

(a) Except as otherwise provided by this section and W.S. 39-14-205, the total severance tax on crude oil, lease condensate or natural gas shall be six percent (6%), comprising one and one-half percent (1.5%) imposed by the Wyoming constitution article 15, section 19 and the remaining amount imposed by Wyoming statute. The tax shall be distributed as provided in W.S. 39-14-211 and is imposed as follows:

(iii) Two percent (2%), except for the period January 1, 1999 through December 31, ~~2000-1999~~, the rate for crude oil production under this paragraph shall be one percent (1%). If the average monthly price received by Wyoming crude oil producers as determined by the department of revenue equals or exceeds twenty dollars (\$20.00) per barrel for three (3) consecutive months, the reduced tax rate of one percent (1%) specified in this paragraph for the period of January 1, 1999 through December 31, ~~2000-1999~~ shall terminate; plus

(iv) Two percent (2%), except for the period January 1, 1999 through December 31, ~~2000-1999~~, the rate for crude oil production under this paragraph shall be one percent (1%). If the average monthly price received by Wyoming crude oil producers as determined by the department of revenue equals or exceeds twenty dollars (\$20.00) per barrel for three (3) consecutive months, the reduced tax rate of one percent (1%) specified in this paragraph for the period of January 1, 1999 through December 31, ~~2000-1999~~ shall terminate.

**Section 2.** W.S. 39-15-105(a)(iii)(H) is repealed.

**Section 3.** This act is effective April 1, 2000.

Approved March 7, 2000.