

HOUSE BILL 0155AHB0155FT02

AN ACT to amend W.S. 39-2-202(a) and 39-6-301(a)(iv) relating to valuation of mine products for tax purposes; exempting natural gas from severance taxes if it is injected within the state to enhance oil recovery; ensuring such natural gas is subject to property tax only once; amending a definition; and providing for an effective date.

HOUSE BILL 0155A

Introduced by: Jim Barlow
Jim Barlow

DATE	ACTION	DATE	ACTION
JAN 1 1985	READ FIRST TIME		
	REFERRED TO COM. NO. <u>11</u>		
	DELIVERED TO COM. NO. <u>11</u>		
JAN 18 1985	RETURNED		
	Recommended Amend and Do Pass <u>7 days</u> <u>4 days</u>		
JAN 18 1985	RE-REFER TO COM. NO. <u>11</u> <u>11 days</u>		
JAN 19 1985	RETURNED		
	Recommended Amend and Do Pass <u>10 days</u>		
JAN 21 1985	CONSIDERED IN COM. OF WHOLE		
	Standing Com. Amendment <u>HB155H32/A</u>		
	ADOPTED		
	RECOMMENDED DO.....PASS		
JAN 22 1985	READ SECOND TIME		
JAN 23 1985	READ THIRD TIME		
	PASSED		
	Ayes <u>39</u> Nays <u>26</u> Absent <u>2</u>		
	Sent to Senate		
	ENGROSSED		
<u>1/24/85</u>	<u>Sent to Senate</u>		
<u>1/24/85</u>	Received from House _____		
	Read first time _____		
	Referred to Com. No. <u>9</u>		
	Delivered to Com. No. <u>9</u>		
<u>2/23/85</u>	DIED IN COMMITTEE		

THE LEGISLATURE OF THE STATE OF WYOMING

House of Representatives

#B0155#51/

Cheyenne, January 18, 1985

Mr. Speaker:

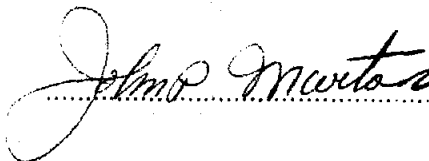
Your Committee No. 11 on COMMERCE AND BUSINESS

to whom was referred House Bill No. 0155

respectfully reports same back to the House with the recommendation that House Bill 0155

DO PASS with the following amendments:

"See attached Schedule A"

AYESBarlow
Geringer
Jones
Ratliff
Waggener
Wolfley
MartonNOESEXCUSEDBaker
Birleffi
Dobos
Weaver

Chairman



THE LEGISLATURE OF THE STATE OF WYOMING

House of Representatives

HB 0155452/

Cheyenne, January 19, 1985

Mr. Speaker:

Your Committee No. 11 on COMMERCE AND BUSINESS

to whom was referred House Bill No. 0155

respectfully reports same back to the House with the recommendation that House Bill 0155

DO PASS with the following amendments:

HB0155A be substituted for HB0155 and that HB0155A DO PASS.

AYESNOESEXCUSED

Baker
Birleffi
Dobos
Geringer
Jones
Ratliff
Waggener
Weaver
Wolfley
Marton


Chairman 

SCHEDULE A

Page 1-line 1 After "39-2-202(a)" insert "and 39-6-301(a)(iv)".

Page 1-line 2 After ";" delete balance of line.

Page 1-line 3 Delete entirely.

Page 1-line 4 Delete "recovery;" insert "exempting natural gas from severance taxes if it is injected within the state to enhance oil recovery; ensuring such natural gas is subject to property tax only once; amending a definition;".

Page 1-line 6 Delete "is" insert "and 39-6-301(a)(iv) are".

Page 2-line 6 After "." insert "IN DETERMINING THE VALUE OF THE GROSS PRODUCT FOR THE PURPOSE OF PROPERTY TAXATION ONLY".

Page 2-line 7 After "GAS" insert "WHICH: (i) WAS PREVIOUSLY"; delete "FORMATION" insert "FIELD".

Page 2-line 8 After "STATE" insert "OTHER THAN THE ONE (1) FROM WHICH IT WAS ORIGINALLY PRODUCED".

Page 2-line 10 After "GAS" delete "." insert "OR

(ii) IS INJECTED INTO THE SAME FIELD FROM WHICH IT WAS PRODUCED".

Page 2-After line 10 insert:

"39-6-301: Definitions:

(a) As used in this article:

(iv) "Value of the gross product" means the valuation of the gross product for the preceding calendar quarter of all mines and mining claims as calculated on the same basis as is prescribed by W.S. 39-2-202 for determination by the department of the value of the gross product for the preceding calendar year BUT EXCLUDES ANY NATURAL GAS INJECTED, SOLD OR USED FOR THE PURPOSE OF INJECTION INTO A FIELD IN THIS STATE FOR THE PURPOSE OF RECYCLING, REPRESSURING, PRESSURE MAINTENANCE OR OTHER PURPOSE WHICH INCREASES THE ULTIMATE RECOVERY OF OIL, OTHER HYDROCARBONS OR NATURAL GAS;". -MARTON, CHAIRMAN

House of Intro				Second House			
To Com. No. _____				To Com No. _____			
_____	Stand Report	Do	Amd Not	_____	Stand Report	Do	Amd Not
_____	Com Whole	Do	Amd Not	_____	Com Whole	Do	Amd Not
_____	2nd Reading	Amd		_____	2nd Reading	Amd	
_____	3rd Reading	Amd	Pass Fail	_____	3rd Reading	Amd	Pass Fail

1985

STATE OF WYOMING

85LSO-0323/SUB
NOT ADOPTED

HOUSE BILL NO. 0155A

Reinjection of gas.

Sponsored by: Representative(s) BARLOW and Senator(s) STROOCK

A BILL

for

1 AN ACT to amend W.S. 39-2-202(a) and 39-6-301(a)(iv)
 2 relating to valuation of mine products for tax purposes;
 3 exempting natural gas from severance taxes if it is
 4 injected within the state to enhance oil recovery; ensur-
 5 ing such natural gas is subject to property tax only once;
 6 amending a definition; and providing for an effective
 7 date.

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

9 Section 1. W.S. 39-2-202(a) and 39-6-301(a)(iv) are
 10 amended to read:

1 39-2-202. Valuation of mine products.

2 (a) Based upon the information received or procured
3 pursuant to W.S. 39-2-201(b) or (c), the board shall
4 annually value the gross product for the preceding calen-
5 dar year, in appropriate unit measures of all mines and
6 mining claims from which valuable deposits are produced,
7 at the fair cash market value of the product at the mine
8 or mining claim where produced, after the mining or pro-
9 duction process is completed. IN DETERMINING THE VALUE OF
10 THE GROSS PRODUCT FOR THE PURPOSE OF PROPERTY TAXATION
11 ONLY, THE GROSS PRODUCT DOES NOT INCLUDE ANY NATURAL GAS
12 WHICH:

13 (i) WAS PREVIOUSLY INJECTED INTO A FIELD IN
14 THIS STATE, OTHER THAN THE ONE (1) FROM WHICH IT WAS ORIG-
15 INALLY PRODUCED, FOR THE PURPOSE OF RECYCLING,
16 REPRESSURING, PRESSURE MAINTENANCE OR OTHER PURPOSE WHICH
17 INCREASES THE ULTIMATE RECOVERY OF OIL, OTHER HYDROCARBONS
18 OR NATURAL GAS; OR

19 (ii) IS INJECTED INTO THE SAME FIELD FROM
20 WHICH IT WAS PRODUCED.

21 39-6-301. Definitions.

1 (a) As used in this article:

2 (iv) Value of the gross product" means the
3 valuation of the gross product for the preceding calendar
4 quarter of all mines and mining claims as calculated on
5 the same basis as is prescribed by W.S. 39-2-202 for
6 determination by the department of the value of the gross
7 product for the preceding calendar year BUT EXCLUDES ANY
8 NATURAL GAS INJECTED, SOLD OR USED FOR THE PURPOSE OF
9 INJECTION INTO A FIELD IN THIS STATE FOR THE PURPOSE OF
10 RECYCLING, REPRESSURING, PRESSURE MAINTENANCE OR OTHER
11 PURPOSE WHICH INCREASES THE ULTIMATE RECOVERY OF OIL,
12 OTHER HYDROCARBONS OR NATURAL GAS;

13 Section 2. This act is effective July 1, 1985.

14 (END)

HB 155A Third Reading Date January 23, 1985

HOUSE ROLL CALL

FORTY-EIGHTH WYOMING LEGISLATURE

	Ayes	Noes	Excused	Absent		Ayes	Noes	Excused	Absent
ARNOLD		✓			MURPHY	✓			
BAKER		✓			ODDE	✓			
BARLOW	✓				PARKER	✓			
BIRLEFFI	✓	✓			PERKINS	✓			
BLACKWELL		✓			RATLIFF		✓		
BROWN	✓				ROBERTSON	✓			
BUDD		✓			RYCKMAN		✓		
BURNS	✓				SALISBURY	✓			
BURTON	✓				SANDERS	✓			
BYRD		✓			SCHWOPE		✓		
CHAMBERLAIN	✓				SHREVE	✓			
CROSS	✓				SMITH				
CROWLEY	✓				SIMONS		✓		
DICKEY	✓	✓			SORENSEN		✓		
DOBOS		✓			STAUFFER	✓			
GERINGER	✓				STRAND		✓		
GETTER	✓				TATE		✓		
GRANT	✓				THOMAS	✓			
HAGEMAN	✓				TIBBS	✓			
HANSEN		✓			TIPPETS	✓			
HARRISON	✓				TIPTON	✓			
HERBST		✓			TYSDAL		✓		
HINES		✓			WAGGENER		✓		
HUMPHREY	✓				WALLIS		✓		
JACKSON	✓				WEAVER	✓			
JENSEN		✓			WOLFLEY	✓			
JONES		✓			ZIMMERMAN	✓			
KUNZ		✓			ZUMBRUNNEN		✓		
LAMB	✓				MR. SPEAKER	✓			
LUMMIS		✓							
MACMILLAN		✓							
MALDONADO	✓								
MARTON	✓								
MCILVAIN	✓								
MEENAN	✓								
MICHEL	✓								

PRESENT _____

AYES 38

NOES 26

EXCUSED _____

ABSENT _____

TOTAL 64

LESS 38

26

House of Intro
To Com. No. _____
Stand Report Do Amd Not
Com Whole Do Amd Not
2nd Reading Amd _____
3rd Reading Amd Pass Fail

Second House
To Com No. _____
Stand Report Do Amd Not
Com Whole Do Amd Not
2nd Reading Amd _____
3rd Reading Amd Pass Fail

INTRODUCED

1985

STATE OF WYOMING

85LSO-0323.01

HOUSE BILL NO. 0155

Reinjection of gas.

Sponsored by: Representative(s) BARLOW and Senator(s) STROOCK



A BILL

for

1 AN ACT to amend W.S. 39-2-202(a) relating to valuation of
2 mine products for tax purposes; excluding from gross prod-
3 uct natural gas injected within the state to enhance oil
4 recovery; and providing for an effective date.

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

6 Section 1. W.S. 39-2-202(a) is amended to read:

7 39-2-202. Valuation of mine products.

8 (a) Based upon the information received or procured
9 pursuant to W.S. 39-2-201(b) or (c), the board shall

1 annually value the gross product for the preceding calen-
2 dar year, in appropriate unit measures of all mines and
3 mining claims from which valuable deposits are produced,
4 at the fair cash market value of the product at the mine
5 or mining claim where produced, after the mining or pro-
6 duction process is completed. THE GROSS PRODUCT DOES NOT
7 INCLUDE ANY NATURAL GAS INJECTED INTO A FORMATION IN THIS
8 STATE FOR THE PURPOSE OF RECYCLING, REPRESSURING, PRESSURE
9 MAINTENANCE OR OTHER PURPOSE WHICH INCREASES THE ULTIMATE
10 RECOVERY OF OIL, OTHER HYDROCARBONS OR NATURAL GAS.

11 Section 2. This act is effective July 1, 1985.

12 (END)

FISCAL NOTE (A)

<u>Anticipated REVENUE to:</u>	<u>Fiscal Year 19</u>	<u>Fiscal Year 19</u>
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_____	_____	_____
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_____	_____	_____
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TOTAL ESTIMATED REVENUE	_____	_____
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<u>Anticipated COST to:</u>	<u>Fiscal Year 19</u>	<u>Fiscal Year 19</u>
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_____	_____	_____
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_____	_____	_____
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TOTAL ESTIMATED COST	_____	_____
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1. While it is not possible to accurately project the amount of gas that would be exempted under the provisions of this bill, it is possible to estimate the per MCF impact, assuming a 6 percent severance tax and a \$.75 per MCF valuation. The estimated severance tax loss would be \$.045 per MCF. Potential additional severance tax revenue from increased oil or natural gas production cannot be estimated.
2. According to a Department of Revenue and Taxation spokesman, additional personnel costs would probably be incurred. is unknown at this time.

House of Intro	Second House
_____ To Com. No. _____	_____ To Com No. _____
_____ Stand Report Do ___ Amd ___ Not ___	_____ Stand Report Do ___ Amd ___ Not ___
_____ Com Whole Do ___ Amd ___ Not ___	_____ Com Whole Do ___ Amd ___ Not ___
_____ 2nd Reading Amd _____	_____ 2nd Reading Amd _____
_____ 3rd Reading Amd ___ Pass ___ Fail ___	_____ 3rd Reading Amd ___ Pass ___ Fail ___

1985

STATE OF WYOMING

85LSO-0323/eng

HOUSE BILL NO. 0155A

ENGROSSED

Reinjection of gas.

Sponsored by: Representative(s) BARLOW and Senator(s) STROOCK

A BILL

for

1 AN ACT to amend W.S. 39-2-202(a) and 39-6-301(a)(iv)
 2 relating to valuation of mine products for tax purposes;
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5 dar year, in appropriate unit measures of all mines and
6 mining claims from which valuable deposits are produced,
7 at the fair cash market value of the product at the mine
8 or mining claim where produced, after the mining or pro-
9 duction process is completed. IN DETERMINING THE VALUE OF
10 THE GROSS PRODUCT FOR THE PURPOSE OF PROPERTY TAXATION
11 ONLY, THE GROSS PRODUCT DOES NOT INCLUDE ANY NATURAL GAS
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16 REPRESSURING, PRESSURE MAINTENANCE OR OTHER PURPOSE WHICH
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4 quarter of all mines and mining claims as calculated on
5 the same basis as is prescribed by W.S. 39-2-202 for
6 determination by the department of the value of the gross
7 product for the preceding calendar year BUT EXCLUDES ANY
8 NATURAL GAS INJECTED, SOLD OR USED FOR THE PURPOSE OF
9 INJECTION INTO A FIELD IN THIS STATE FOR THE PURPOSE OF
10 RECYCLING, REPRESSURING, PRESSURE MAINTENANCE OR OTHER
11 PURPOSE WHICH INCREASES THE ULTIMATE RECOVERY OF OIL,
12 OTHER HYDROCARBONS OR NATURAL GAS;

13 Section 2. This act is effective July 1, 1985.

14 (END)

HB/55

- 1 HB0155HS2/A
- 2 ✓ HB0155A be substituted for HB0155 and that HB0155A DO PASS.
- 3 -MARTON, CHAIRMAN *bw*

ADOPTED