

2025 Regular Session

HOUSE BILL NO. 495

BY REPRESENTATIVE GEYMANN

TAX/SEVERANCE TAX: Limits the severance tax exemption for gas produced from horizontally drilled wells

1 AN ACT

2 To amend and reenact R.S. 47:633(7)(d)(introductory paragraph), relative to severance tax;  
3 to provide relative to the severance tax exemption; to provide for an exemption for  
4 oil and gas produced from horizontally drilled wells; to limit the exemption period  
5 for gas produced from those wells; to provide for applicability; to provide for  
6 effectiveness; and to provide for related matters.

7 Be it enacted by the Legislature of Louisiana:

8 Section 1. R.S. 47:633(7)(d)(introductory paragraph) is hereby amended and  
9 reenacted to read as follows:

10 §633. Rates of tax

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

|    |     |   |   |
|----|-----|---|---|
| 14 | *   | * | * |
| 15 | (7) |   |   |
| 16 | *   | * | * |

17 (d) There shall be an exemption from severance tax as provided in this  
18 Subparagraph for production from any horizontally drilled well, or, on any  
19 horizontally drilled recompletion well, from which production occurs on or after July  
20 1, 2015. The exemption for oil shall last for a period of twenty-four months or until



Proposed law applies to taxable periods beginning on or after July 1, 2025.

Effective July 1, 2025.

(Amends R.S. 47:633(7)(d)(intro. para.))