

2015 Regular Session

HOUSE BILL NO. 558

BY REPRESENTATIVE JAMES

TAX/SEVERANCE-EXEMPTION: Reduces the severance tax exemption for certain horizontally drilled wells

1 AN ACT

2 To amend and reenact R.S. 47:633(7)(c)(iii)(introductory paragraph), relative to severance  
3 tax; to provide with respect to the exemption for certain horizontally drilled wells;  
4 to reduce the exemption for certain horizontally drilled wells; to provide for the  
5 period of exemption; to provide for an effective date; and to provide for related  
6 matters.

7 Be it enacted by the Legislature of Louisiana:

8 Section 1. R.S. 47:633(7)(c)(iii)(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 (c)

18 \* \* \*

19 (iii) ~~At~~ Fifty percent of all severance tax shall be suspended, for a period of  
20 ~~twenty-four~~ forty-eight months or until payout of the well cost is achieved,

