

SEVERANCE TAX EXEMPTION EXTENSION

2016 GENERAL SESSION

STATE OF UTAH

Chief Sponsor: Kevin T. Van Tassell

House Sponsor: Scott H. Chew

LONG TITLE

General Description:

This bill modifies the state severance tax on oil and gas.

Highlighted Provisions:

This bill:

▶ extends for 10 years the exemption from the state severance tax on oil and gas for oil and gas produced from coal-to-liquids technology, oil shale, or oil sands.

Money Appropriated in this Bill:

None

Other Special Clauses:

None

Utah Code Sections Affected:

AMENDS:

59-5-120, as enacted by Laws of Utah 2006, Chapter 346

Be it enacted by the Legislature of the state of Utah:

Section 1. Section **59-5-120** is amended to read:

59-5-120. Exemption.

Beginning on January 1, 2006, and ending on June 30, [2016] 2026, no severance tax required by this chapter is imposed on oil and gas produced, saved, sold, or transported if the oil or gas produced, saved, sold, or transported is derived from:



- 28 (1) coal-to-liquids technology;
- 29 (2) oil shale; or
- 30 (3) [~~tar~~] oil sands.

Legislative Review Note
Office of Legislative Research and General Counsel