

1 SEVERANCE TAX EXEMPTION EXTENSION

2 2016 GENERAL SESSION

3 STATE OF UTAH

4 Chief Sponsor: Kevin T. Van Tassell

5 House Sponsor: Scott H. Chew

7 LONG TITLE

8 General Description:

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

10 Highlighted Provisions:

11 This bill:

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

14 Money Appropriated in this Bill:

15 None

16 Other Special Clauses:

17 None

18 Utah Code Sections Affected:

19 AMENDS:

20 **59-5-120**, as enacted by Laws of Utah 2006, Chapter 346

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

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

24 **59-5-120. Exemption.**

25 Beginning on January 1, 2006₂ and ending on June 30, [~~2016~~] 2026, no severance tax
26 required by this chapter is imposed on oil and gas produced, saved, sold, or transported if the
27 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.