

BILL SUMMARY
2nd Session of the 56th Legislature

Bill No.:	HB3654
Version:	FULLPCS1
Request Number:	10048
Author:	Rep. Sean Roberts
Date:	2/28/2018
Impact:	Please see previous summary of this measure

Research Analysis

The proposed committee substitute for HB3654 seeks a vote of the people to establish a new gross production tax (GPT) rate for production of oil and gas from a well spudded on or after the effective date of the act and establish a new electricity production tax on zero-emission facilities.

For the first 36 months of production from a well spudded on or after passage of the ballot measure, the GPT rate will be four percent and seven percent thereafter. Production from wells currently taxed at two percent will be unaffected.

For electricity produced by a zero-emission facility after passage of the ballot measure, a tax equal to \$1.00 per megawatt hour will be assessed on all commercial facilities with a nameplate capacity that is greater than 50 kilowatts. All revenue from the electricity production tax will be deposited into the General Revenue Fund.

Prepared By: Quyen Do

Fiscal Analysis

The measure is currently under review and impact information will be completed.

Prepared By: Mark Tygret

Other Considerations

None.