

BILL SUMMARY
2nd Session of the 59th Legislature

Bill No.:	SB2025
Version:	ENGR
Request Number:	
Author:	Rep. Fetgatter
Date:	4/3/2024
Impact:	No Impact

Research Analysis

Engrossed SB2025 allows oil and gas producers to make an election to report and pay the gross production tax on any oil that is retained by the producer and not sold at the time of production. When that oil is eventually sold, the purchaser of any oil transferred off a lease will not be liable for the gross production tax and will not be required to obtain a purchaser's reporting number for said oil.

Prepared By: Quyen Do

Fiscal Analysis

In its current form, SB2025 proposes to allow oil producers to report and remit gross production taxes when oil is not sold at the time of production. Producers are required to follow up with a report when the oil is sold.

This measure is not expected to directly impact state revenue or state appropriations.

Prepared By: Zach Penrod, House Fiscal Staff

Other Considerations

None.