

1-1 By: Rodriguez (Senate Sponsor - Seliger) H.B. No. 4433
1-2 (In the Senate - Received from the House May 13, 2009;
1-3 May 14, 2009, read first time and referred to Committee on Finance;
1-4 May 25, 2009, reported adversely, with favorable Committee
1-5 Substitute by the following vote: Yeas 12, Nays 0; May 25, 2009,
1-6 sent to printer.)

1-7 COMMITTEE SUBSTITUTE FOR H.B. No. 4433 By: Seliger

1-8 A BILL TO BE ENTITLED
1-9 AN ACT

1-10 relating to an exemption from oil and gas severance taxes for oil
1-11 and gas produced in association with the production of geothermal
1-12 energy.

1-13 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF TEXAS:

1-14 SECTION 1. Subchapter B, Chapter 201, Tax Code, is amended
1-15 by adding Section 201.060 to read as follows:

1-16 Sec. 201.060. EXEMPTION OF GAS INCIDENTALLY PRODUCED IN
1-17 ASSOCIATION WITH THE PRODUCTION OF GEOTHERMAL ENERGY. Gas
1-18 incidentally produced in association with the production of
1-19 geothermal energy is not subject to the tax imposed by this chapter.

1-20 SECTION 2. Subchapter B, Chapter 202, Tax Code, is amended
1-21 by adding Section 202.063 to read as follows:

1-22 Sec. 202.063. EXEMPTION OF OIL INCIDENTALLY PRODUCED IN
1-23 ASSOCIATION WITH THE PRODUCTION OF GEOTHERMAL ENERGY. Oil
1-24 incidentally produced in association with the production of
1-25 geothermal energy is not subject to the tax imposed by this chapter.

1-26 SECTION 3. This Act takes effect September 1, 2009.

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