

AMENDMENT

OFFERED IN THE HOUSE

TO: CSSB 138(FIN) am

- 1 Page 47, line 15:
- 2 Delete "a new subsection"
- 3 Insert "new subsections"
- 4
- 5 Page 47, line 23:
- 6 Delete "or gas"
- 7
- 8 Page 48, line 1:
- 9 Delete "or gas"
- 10
- 11 Page 48, lines 2 - 3:
- 12 Delete "or gas"
- 13
- 14 Page 48, lines 8 - 9:
- 15 Delete "or gas"
- 16
- 17 Page 48, line 17:
- 18 Delete "or gas"
- 19
- 20 Page 48, line 18:
- 21 Delete "or gas"
- 22
- 23 Page 48, following line 22:

1 Insert a new subsection to read:

2 "(i) For purposes of (h) of this section, for a lease or property that produces
3 both oil and gas, the portion of the

4 (1) operating costs that are lease expenditures attributable to oil
5 incurred to explore for, develop, or produce an oil and gas deposit is a fraction the
6 numerator of which is the production of oil expressed in BTU equivalent barrels and
7 the denominator of which is the total production of oil and gas expressed in BTU
8 equivalent barrels; and

9 (2) capital costs that are lease expenditures attributable to oil incurred
10 to explore for, develop, or produce an oil and gas deposit is a fraction the numerator of
11 which is the total proven reserves of oil of the lease or property expressed in barrels
12 and the denominator of which is the total proven reserves of oil and gas of the lease or
13 property expressed in BTU equivalent barrels."