



AMENDMENT #5

TARR

OFFERED IN THE HOUSE

TO: HCS CSSB 138(FIN)

- 1 Page 51, line 25:
- 2 Delete "a new subsection"
- 3 Insert "new subsections"
- 4
- 5 Page 52, line 2:
- 6 Delete "and gas"
- 7
- 8 Page 52, line 11:
- 9 Delete "and gas"
- 10
- 11 Page 52, line 13:
- 12 Delete "and gas"
- 13
- 14 Page 52, lines 18 - 19:
- 15 Delete "and gas"
- 16
- 17 Page 52, line 27:
- 18 Delete "and gas"
- 19
- 20 Page 52, line 28:
- 21 Delete "and gas"
- 22
- 23 Page 53, following line 1:

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."