

Revenue Information Bulletin No. 26-016

August 4, 2026

Severance Tax

Oilfield Site Restoration Fee Rate

July 1, 2026 – June 30, 2027

Full Rate Production

Crude Oil and Condensate

Pursuant to La. R.S. 30:87(F)(1)(b), the Oilfield Site Restoration Fee for crude oil and condensate is based on the average monthly New York Mercantile Exchange price of crude oil per barrel for the prior twelve (12) months as of July 1.

For fiscal year July 1, 2026, through June 30, 2027, the crude oil price is \$73.28 per barrel. Because the price is above \$60 but below \$90 per barrel, the Oilfield Site Restoration Fee is \$0.04 per barrel of crude oil and condensate.

Natural Gas and Casing Head Gas

Pursuant to La. R.S. 30:87(F)(1)(c), the Oilfield Site Restoration Fee for natural gas and casing head gas is based on the price of natural gas on July 1st of each year based on the Henry Hub Natural Gas Spot Price average monthly price for the preceding calendar year.

For fiscal year July 1, 2026, through June 30, 2027, the natural gas price is \$3.53 per million BTU. Because the price is above \$2.50 but below \$4.50 per million BTU, the Oilfield Site Restoration Fee is \$0.004 per MCF of natural gas and casing head gas.

Reduced Rate Production Categories

Pursuant to Act 662 of the 2026 Regular Session of the Louisiana Legislature, La. R.S. 39:87(F)(2) has been amended and beginning on July 1, 2026, the Oilfield Site Restoration Fee for stripper wells, incapable wells, and other reduced-rate production categories is no longer based on the reduced-rate severance tax. Instead, the fee is calculated as a percentage of the applicable full-rate Oilfield Site Restoration Fee.

Production Category	Statutory Rate	Fiscal Year 2026-2027 Fee
Incapable oil wells	50% of crude oil/condensate fee	\$0.02 per barrel
Stripper oil wells	25% of crude oil/condensate fee	\$0.01 per barrel
Low pressure oil wells	40% of natural gas/casing head gas fee	\$0.0016 per MCF
Incapable gas wells	17.5% of natural gas/casing head gas fee	\$0.0007 per MCF

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Questions concerning the Oilfield Site Restoration Fee should be directed by email to PolicySevExcise@la.gov.

Jarrold J. Coniglio
Secretary

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