

Revenue Information Bulletin No. 20-005
January 1, 2020
Severance Tax

Applicable Interest Rate for Certain Severance Tax Overpayments

The interest rate on refunds of overpayments of severance tax on new horizontal wells and deep wells that qualify for the severance tax suspension pursuant to LA R.S. 47:633(7)(c)(iii) or (9)(d)(v) is set forth in LA R.S. 47:1624(A)(2). For refunds issued on or before the 180th day after the receipt of a properly filed claim for refund or amended return, the rate of interest shall be the U.S. Treasury Yield Curve Constant Maturity 6-Month Treasury rate on the first business day of October of the preceding year. If an overpayment is refunded after the 180th day from the receipt of a properly filed claim for refund or amended return, the interest will be calculated using the applicable U.S. Treasury Yield Curve Constant Maturity 6-Month Treasury rate for the first 180 days and the judicial interest rate for each day in excess of 180. The applicable interest rates for overpayments refunded between January 1, 2020 and December 31, 2020 are the six-month rate of 1.81% for the first 180 days and the annual rate of 5.75% thereafter.

Kimberly Lewis Robinson
Secretary