



**Purchases of Electricity for
Use by a Stripper Well**
Sales Tax Exemption Certificate
Louisiana Revised Statute 47:305(D)(1)(d)

**For questions about this form,
please contact:**
Louisiana Department of Revenue
Revenue Processing Center
Special Tax Programs Unit
Phone: (855) 307-3893
Email: Sales.Inquiries@la.gov

PLEASE PRINT OR TYPE

Purchaser Information

Louisiana Tax Account Number		
Company Name		
Address		
City	State	ZIP

Well Information

911 Physical Address		
City	State	ZIP

Office of Conservation Codes

Field	Lease	Well Serial No.	Parish	Producer	Purchaser

Act 1 of the 2018 Third Extraordinary Session provides a sales tax exemption for the sale and purchase of electricity as provided in La. R.S. 47:305(D)(1)(d) for use in production activity subject to the payment of state severance tax on production from a stripper well pursuant to La. R.S. 47:633(7)(c)(i) and (ii)(aa) and (bb). This exemption certificate will not be considered complete unless all of the information is included on this form.

I, the purchaser named above, do hereby certify that electricity purchased from the seller named below is used in the production of oil subject to the payment of state severance tax on production from a stripper well pursuant to La. R.S. 47:633(7)(c)(i) and (ii)(aa) and (bb).

The purchaser further agrees that any electricity purchased under this exemption certificate and not used by a stripper well certified by the Louisiana Department of Revenue (LDR) will be deemed taxable, and the purchaser will accrue and remit sales tax at the current rate to LDR.

Any purchaser who fraudulently signs this certificate without intent to use the electricity purchased as stated above shall be subject to all penalties provided for by law.

Notice to Dealer: Report this sale on Schedule A-1 of your sales tax return under exemption code 5106.

Seller Information

Seller's Name	Seller's Account No. or Meter No.	
Address (Street & Number or P.O. Box)		
City	State	ZIP

Under penalty of perjury, I declare that I have examined this form and accompanying documents, and to the best of my knowledge and belief, it is true, correct, and complete.

Authorization

Name	Title
Signature	Date (mm/dd/yyyy)

INSTRUCTIONS

General Information

The Form R-1397, *Purchases of Electricity for Use by a Stripper Well*, sales tax exemption certificate was developed for use in documenting the exempt purchase of electricity used in production activities on certified stripper wells. The form should be completed in its entirety by the purchaser of the electricity eligible for the exemption. The purchaser of the electricity may or may not correspond to the payer of severance tax on the well since on some wells severance tax is paid by the first purchaser. This exemption is valid for periods beginning July 1, 2018, and exempts purchasers from the 2% sales tax levied on business utilities.

Once completed, this exemption certificate should be submitted to the electric company from which the electricity is being purchased. This form should not be submitted to the Louisiana Department of Revenue or any other tax collection agencies. The specific Well Information and Office of Conservation codes reported on this form may later be used by the Louisiana Department Revenue for audit purposes to determine eligibility for this exemption.

The exemption does not apply to pre-production, post production, or ancillary activities related to eligible stripper wells and does not apply to the purchase of electricity for any activities other than production from certified stripper wells. **Electricity subject to this exemption must be separately metered in order to qualify for this exemption.**

A separate exemption certificate should be completed for each electrical meter supplying electricity to eligible stripper wells. If an electrical meter supplies more than one eligible well or lease, only one exemption certificate is required to document the exemption for that meter. All eligible wells or leases serviced by the meter should be referenced on this form. If the list of wells supplied by one meter is too voluminous to fit in the space provided, please state "See Attached" in the space provided for Well Number and provide an attachment identifying qualifying well information.

Purchaser Information

Louisiana Tax Account Number - The account number assigned by the Louisiana Department of Revenue for the entity making the purchase of electricity subject to this exemption. This number is assigned by the Louisiana Department of Revenue for severance tax reporting purposes.

Company Name - Legal name of entity purchasing electricity subject to this exemption. This name should correspond to the name used by the entity for severance tax reporting purposes with the Louisiana Department of Revenue.

Address - Mailing address of company

Well Information

911 Physical Address - Physical address of electric meter location as provided by local 911 authority. If well has not properly obtained an actual 911 address, then the nearest street or intersection should be listed here.

Office of Conservation Codes

Field - Code assigned by the Louisiana Office of Conservation for the field in which the stripper well(s) is located

Lease - Code assigned by the Louisiana Office of Conservation for the lease or leases subject to the exemption. This is sometimes referred to as LUW code.

Well No. - Well serial number(s) assigned by the Louisiana Office of Conservation for well(s) subject to the exemption. List all wells subject to the exemption serviced by the same electrical meter. If the list of wells supplied by one meter is too voluminous to fit in the space provided, please state "See Attached" and provide an attachment identifying qualifying well information.

Parish - Parish where production occurred. This is a two digit code assigned by the Louisiana Office of Conservation.

Producer - The producer code assigned by the Louisiana Office of Conservation for the exempt well or wells subject to the exemption

Purchaser - Producer or transporter code number assigned by the Louisiana Office of Conservation or reporting number assigned by the Louisiana Department of Revenue for the entity actually paying the severance tax on the eligible stripper well(s)

Seller Information

Seller's Name - Name of electrical company supplying electricity for the exempt stripper well(s)

Seller's Account Number or Meter Number - The account or meter number referenced by the seller on billing invoices or documents submitted to the electricity purchaser by the electricity seller

Address - Seller address for remitting payments for electricity purchases

Authorization

Name - Name of authorized person completing this sales tax exemption for purchaser of electricity eligible for exemption

Title - Job title of authorized person completing this sales tax exemption for purchaser of electricity eligible for exemption

Signature - Signature of authorized person completing this sales tax exemption for purchaser of electricity eligible for exemption

Date - Current date