

SEV-401 Schedule B

Instructions for Oil Computation

Each well must be listed individually, providing all information requested.

Exemptions

Low Volume Well: A well that produces an average of less than one-half barrel per day in the preceding taxable year.

Qualified Shut In Well: A well that was non-producing “shut in” for five consecutive years. A shut in well is exempt for 10 years after it is placed back into production.

To Complete Schedule B

Column A: Enter API Numbers as reported to DEP (Formatted as 47-XXX-XXXXX).

Column B: List the gross value.

Column C: Enter the gross value. **DO NOT** write the word “exempt” in this space.

Column D: List the total gross value of a qualified shut in well. **DO NOT** write the word “exempt” in this space.

Column E: Subtract Columns C and D from Column B and list the result. If the result is less than zero, enter zero.

Column F: List the amount of transportation allowance being claimed.

Column G: Column E minus Column F. If the result is less than zero, enter zero.

Column H: Reflects the rate per \$100.00 of gross value.

Column I: Multiply Column G by the rate in Column H. List the tax due here and on Page 2, Line 2, of the Severance Tax Computation Schedule.

Attention Paper Filer:

The SEV-401 Import Spreadsheet for Schedules A-C may be used and submitted to the State Tax Department electronically, on CD-Rom or other portable electronic media for schedule with more than 23 API/Permit Numbers.

When completing SEV-401 Import Spreadsheet, enter all of the information for each column. The Tax Department cannot accept compressed/zipped files.