RAILROAD COMMISSION OF TEXAS

Oil and Gas Division



NOTICE TO OIL AND GAS OPERATORS

Application for Texas Severance Tax Incentive Certification Online Filing Now Available

Oil and gas operators can now file Form ST-1, *Application for Texas Severance Tax Incentive Certification*, with the Railroad Commission of Texas (RRC) online using RRC Online System at https://webapps.rrc.texas.gov/security/login.do. Effective September 1, 2019, the RRC will no longer accept hard copy filings of the Form ST-1.

The Texas Severance Tax Incentive provides exemptions from or reductions of the severance tax on oil and gas production, which can lower the cost of production for oil and gas operators. For more information on incentives, visit the RRC website at <u>https://www.rrc.texas.gov/oil-gas/publications-and-notices/texas-severance-tax-incentives-past-and-present/</u>.

The RRC Online System includes functionality to upload supporting documentation, such as well logs, cross-sections, and other documentation as appropriate. Operators can file electronic well log data digitally using various formats including: Tagged Image File Format (.TIFF), Portable Document format (.PDF), Text File (.TXT), Outlook Microsoft and Exchange (.MSG) and maps.

Existing users with accounts in the RRC Online System do not need to designate a new security administrator. The organization's security administrator needs only to assign rights for filing online through their administration accounts to grant their users access. If your company needs to set up security administrator rights to file online using the RRC Online System, view the instructions on RRC website at http://www.rrc.texas.gov/about-us/resource-center/forms/online-filing-at-rrc/.

If you have questions regarding this notice, please contact the Engineering Unit of the RRC's Oil and Gas Division by email at <u>engunit@rrc.texas.gov</u> or phone at 512-463-1126.

Please Forward to the Appropriate Section of Your Company