

State of Alabama Department of Revenue

(www.revenue.alabama.gov) 50 North Ripley Street Montgomery, Alabama 36132

CYNTHIA UNDERWOOD
Assistant Commissioner
LEWIS A. EASTERLY
Secretary

September 24, 2009

NOTICE

ALL OIL & GAS SEVERANCE TAX FILERS

Revised Oil & Gas Forms

On August 28, 2009, the Department notified you that we had revised the oil and gas severance tax returns for onshore producers and purchasers. From information received by the Department, some taxpayers are having difficulty completing programming requirements necessary to utilize the new forms by October 15th for August 2009 production. While we appreciate that some taxpayers have achieved this goal, we understand based on the economic conditions faced by our taxpayers, that others will be unable to complete programming in time. The Department is in the process of completing our rule making procedures that would make it a mandatory requirement to enter the municipal information on the return, as opposed to filing supplemental reports. Since the rule is not in effect at this time, we will allow those taxpayers unable to complete the programming, to continue to file the supplemental reports until the rule is in effect.

On June 24, 2009, it was requested that taxpayers submit their return schedule information on a CD utilizing the return schedule template that is available on the Department's website. It should be clarified that it is not mandatory that you send the information to us in that format. It is mutually beneficial to send the information via CD, however we realize that some taxpayers may be unable to send the information in this manner.

If there are any questions concerning these changes, please contact:

Anita Gregory, Severance & License Section Sales, Use & Business Tax Division P. O. Box 327560 Montgomery, Alabama 36132-7560 (334) 242-9660 anita.gregory@revenue.alabama.gov