

BEFORE THE NEBRASKA OIL AND GAS CONSERVATION COMMISSION

IN THE MATTER OF THE APPLICATION OF THE )  
COMMISSION, ON ITS OWN MOTION, FOR AN )  
ORDER SETTING THE CONSERVATION TAX MILL )  
LEVY ON ALL OIL AND GAS PRODUCED, SAVED, ) ORDER NO. R-825  
AND SOLD OR TRANSPORTED FROM THE PREMISES)  
WHERE PRODUCED IN THE STATE OF NEBRASKA )  
AT ONE (1) MILL ON THE DOLLAR. )

ORDER OF THE COMMISSION

BY THE COMMISSION:

This cause came on for hearing at 11:00 a.m., July 22, 2008, at Sidney, Nebraska, before the Nebraska Oil and Gas Conservation Commission, hereinafter referred to as the "Commission."

NOW, on this 22nd day of July, 2008, the Commission, a quorum being present, having considered the application, the evidence adduced, the recommendation of the Commission staff, and being fully advised in the premises,

FINDS:

1. That the Commission has jurisdiction of this cause and the subject matter thereof.
2. That the present two (2) mills per dollar conservation tax mill levy is providing an income to the Commission which exceeds that amount required to meet the current budgeted expenses of the Commission.
3. That the present conservation tax mill levy of two (2) mills per dollar should be decreased to one (1) mill per dollar.

IT IS THEREFORE ORDERED:

1. That the conservation tax mill levy should be and is hereby decreased to one (1) mill per dollar value at the well of all crude oil, dry gas, and casinghead gas produced, saved, and sold or transported from the premises in Nebraska where produced.
2. That the increase in the conservation tax mill levy will be effective at 12:01 a.m., September 1, 2008, and will apply to all crude oil, dry gas, and casinghead gas produced, saved, and sold or transported from the premises in Nebraska where produced, subsequent to that hour and date.
3. That the present two (2) mills per dollar conservation tax mill levy will apply to all crude oil, dry gas, and casinghead gas produced, saved, and sold or transported from the premises in Nebraska where produced, until that hour and date.

DONE, at Sidney, Nebraska, on the day and year hereinabove designated.

STATE OF NEBRASKA  
OIL AND GAS CONSERVATION COMMISSION

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Reed Gilmore, Commissioner

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James R. Gohl, Commissioner

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Thomas M. Sonntag, Commissioner