

1 privilege tax.

2 (b) *Rate and measure of tax.* -- The tax imposed in subsection
3 (a) of this section shall be three and twenty-two hundredths
4 percent of the gross value of the timber produced, as shown by the
5 gross proceeds derived from the sale thereof by the producer,
6 except as otherwise provided in this article: *Provided*, That as to
7 timber produced after December 31, 2006 the rate of the tax imposed
8 in subsection (a) of this section shall be one and twenty-two
9 hundredths percent of the gross value of the timber produced, as
10 shown by the gross proceeds derived from the sale thereof by the
11 producer, except as otherwise provided in this article.

12 (c) *Tax in addition to other taxes.* -- The tax imposed by this
13 section shall apply to all persons severing timber in this state
14 and shall be in addition to all other taxes imposed by law.

15 (d) *Elimination of tax.* -- Beginning in the tax year 2010 and
16 continuing ~~for two consecutive tax years thereafter~~ until the
17 imposition of the additional tax on the privilege of severing
18 timber imposed by subsection (c), section four, article thirteen-v
19 of this chapter expires under the authority of subsection (g),
20 section four, article thirteen-v of this chapter, the tax imposed
21 by this section is discontinued. On and after expiration of the
22 additional tax on the privilege of severing timber imposed by
23 subsection (c), section four, article thirteen-v of this chapter,
24 the tax imposed by this section resumes, and shall apply to all

1 persons severing timber in this state at the rate of one and
2 twenty-two hundredths percent of the gross value of the timber
3 produced, as shown by the gross proceeds derived from the sale
4 thereof by the producer, except as otherwise provided in this
5 article.

NOTE: The purpose of this bill is to extend the moratorium on the regular severance tax on the privilege of severing timber until such time as the additional "Workers' Compensation Debt Reduction Act" tax on the privilege of severing timber expires.

Strike-throughs indicate language that would be stricken from the present law, and underscoring indicates new language that would be added.