

## BYLAW No. 11-14-278

### COUNTY OF NORTHERN LIGHTS IN THE PROVINCE OF ALBERTA

#### BEING A BYLAW TO PROVIDE FOR THE IMPOSITION OF A TAX ON THE LICENSEE IN THE DRILLING OF ANY WELL FOR WHICH A LICENSE IS REQUIRED UNDER THE OIL AND GAS CONSERVATION ACT OR IN THE SERVICING OF A GAS OR OIL WELL

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**WHEREAS** pursuant to the provisions of Section 389 of The Municipal Government Act, being Chapter M-26.1, and with Amendments thereto, and to regulations published pursuant to the said Section 390; and

**WHEREAS** Section 388 of the Municipal Government Act authorizes a Council to impose a tax in respect of equipment used to drill a well for which a license is required under the Oil and Gas Conservation Act; and

**THEREFORE** the Council of the Municipal District of Northern Lights No.22, duly assembled, does hereby enact as follows:

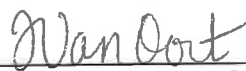
1. That Bylaw No. 11-14-278 be cited as the "Oil Well Drilling Tax Bylaw".
2. That the Chief Administrative Officer is hereby authorized and required to levy on persons who are in legal possession of a license for the drilling of any well for which a license is required under The Oil and Gas Conservation Act.
3. That a tax imposed pursuant to this by-law shall be computed in accordance with the rates set out in Alberta Regulation 221/2010 [Schedule "A"] attached hereto and shall become due and payable upon cessation of the drilling or servicing operation.
4. That in the event of a tax imposed pursuant to this by-law remains unpaid for a period of thirty (30) days after the cessation of the drilling or servicing operation, the Chief Administrative Officer, or any person appointed by him/her in writing, may levy the tax with costs by distress pursuant to said Section 389 of The Municipal Government Act.
5. That the following bylaw is hereby rescinded: Bylaw No. 08-14-244.
6. That this bylaw shall have force and take effect upon the Third and Final reading thereof.

Read for a FIRST time this 12<sup>th</sup> day of April 2011

Read for a SECOND time this 12<sup>th</sup> day of April 2011.

Read for a THIRD and FINAL time this 12<sup>th</sup> day of April 2011.

  
\_\_\_\_\_  
Chief Elected Official

  
\_\_\_\_\_  
Chief Administrative Officer

"Schedule A"



Province of Alberta

**MUNICIPAL GOVERNMENT ACT**

**WELL DRILLING EQUIPMENT TAX  
RATE REGULATION**

**Alberta Regulation 221/2010**

**Extract**

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**ALBERTA REGULATION 221/2010**

**Municipal Government Act**

**WELL DRILLING EQUIPMENT TAX RATE REGULATION**

**Calculation of tax for 2011**

**1** The tax under Division 6 of Part 10 of the *Municipal Government Act* must be calculated in 2011 as follows:

- (a) if the depth of the well is 900 metres or less, \$0.44 per metre of depth, with the minimum tax being \$290;
- (b) if the depth of the well is more than 900 metres but not more than 1500 metres, \$435 plus \$0.87 for each metre of depth exceeding 900;
- (c) if the depth of the well is more than 1500 metres but not more than 1800 metres, \$957 plus \$1.02 for each metre of depth exceeding 1500;
- (d) if the depth of the well is more than 1800 metres but not more than 2400 metres, \$1450 plus \$2.18 for each metre of depth exceeding 1800;
- (e) if the depth of the well is more than 2400 metres but not more than 3000 metres, \$2900 plus \$5.22 for each metre of depth exceeding 2400;
- (f) if the depth of the well is more than 3000 metres but not more than 3600 metres, \$6382 plus \$8.27 for each metre of depth exceeding 3000;
- (g) if the depth of the well is more than 3600 metres but not more than 4200 metres, \$11 893 plus \$17.40 for each metre of depth exceeding 3600;
- (h) if the depth of the well is more than 4200 metres but not more than 4800 metres, \$23 496 plus \$21.76 for each metre of depth exceeding 4200;
- (i) if the depth of the well is more than 4800 metres, \$38 000 plus \$26.11 for each metre of depth exceeding 4800.

**Repeal**

**2** The *Well Drilling Equipment Tax Rate Regulation* (AR 263/2007) is repealed.

**Expiry**

**3** For the purpose of ensuring that this Regulation is reviewed for ongoing relevancy and necessity, with the option that it may be repassed in its present or an amended form following a review, this Regulation expires on December 31, 2011.

**Coming into force**

**4** This Regulation comes into force on January 1, 2011.