

OIL AND GAS TAX REVENUES



HOW THE OIL INDUSTRY AND REGION BENEFIT & SUPPORT THE STATE

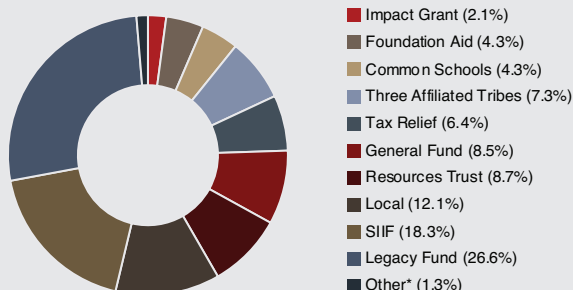
PURPOSE

- Review the extraction and gross production tax collections by the State of North Dakota for fiscal years 2008 through 2020, the period since the development of the Bakken.
- Detail the various funds that benefit from oil tax revenues
- Highlight how various state funds and distributions are provided to all areas of the state.
- Show benefits of oil tax revenues throughout the state.

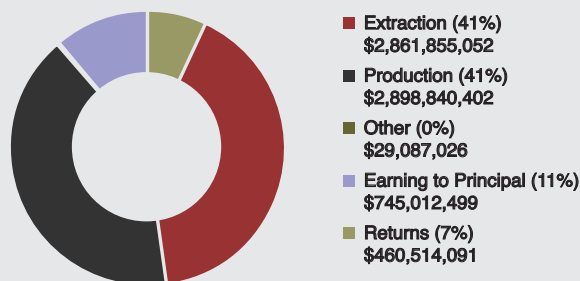
HIGHLIGHTS

- Oil extraction and production tax revenues are over \$22 billion for fiscal years 2008-2020.
- During the Bakken development, oil extraction and production taxes are more than 45% of all taxes collected by the State.
- In the past 5 fiscal years, oil extraction and production taxes are approximately 50% of all taxes collected by the State.
- \$1.3 billion dollars for water projects throughout the State.
- Legacy Fund has received nearly \$6 billion.
- Over \$8.2 billion invested in communities and infrastructure across the State.

OIL & GAS TAX DISTRIBUTIONS 2008 - 2020 FY

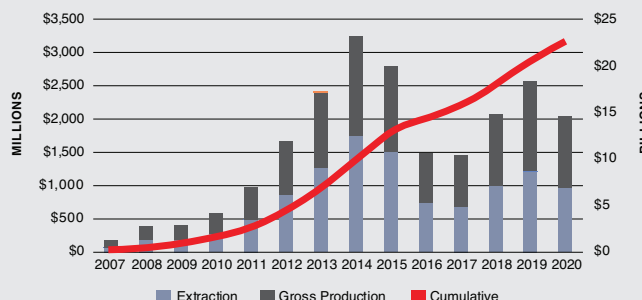


LEGACY FUND



BALANCE AS OF 6/30/20: \$6,995,309,070

TOTAL OIL TAX COLLECTIONS



GROSS PRODUCTION TAX

Gross value of oil production at the well, less any part which is specifically exempt, is taxed in lieu of property taxes on the oil and gas production properties. Gas production is taxed on a volume basis at a rate determined by the movement of a fuels cost index.

The current gross production tax rate is 5%.

EXTRACTION TAX

The gross value of oil production at the well, less any part which is specifically exempt. **The current extraction tax rate is 5%.**

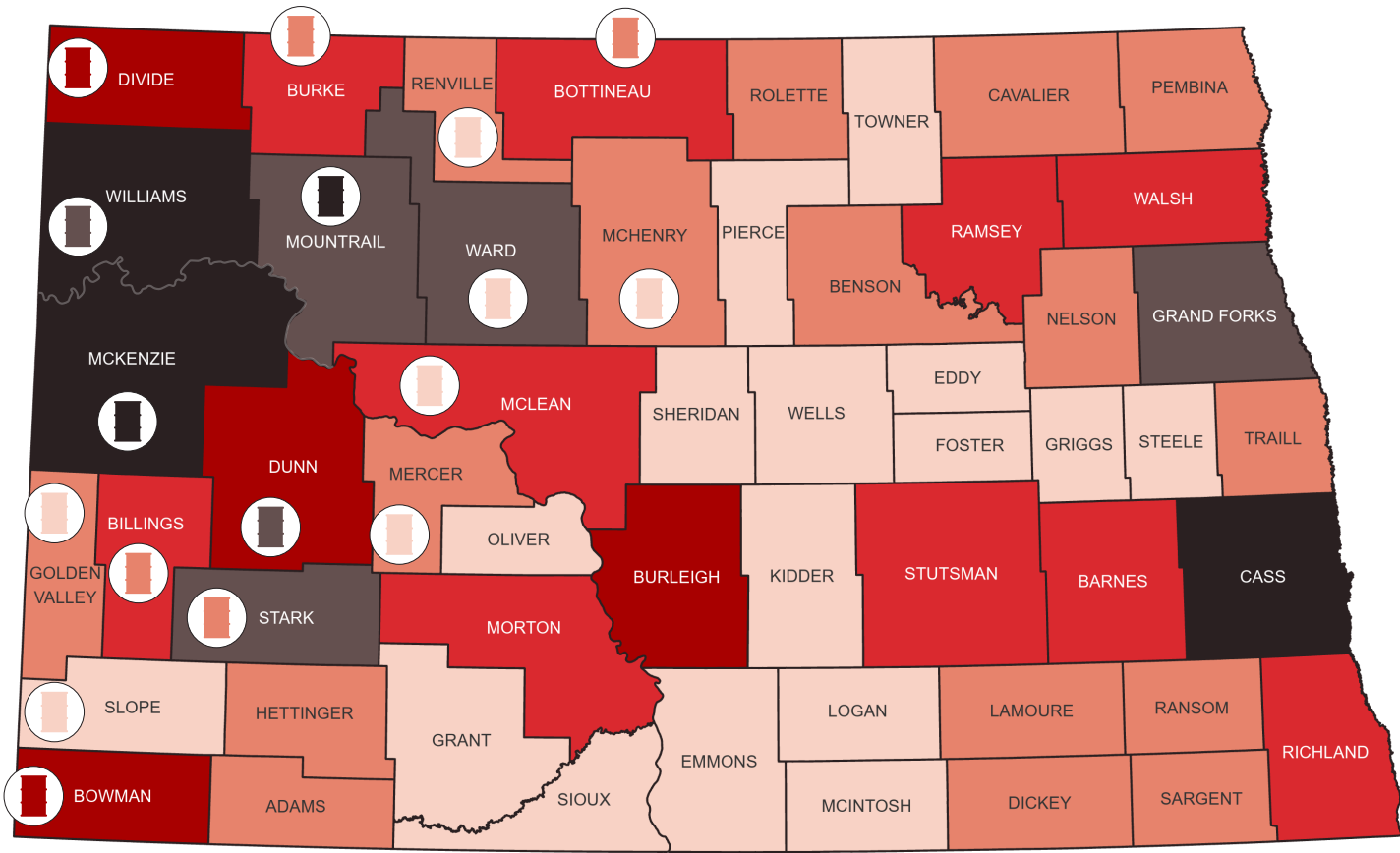
STATE OIL TAX DISTRIBUTIONS BY TYPE

FISCAL YEARS 2008-2020

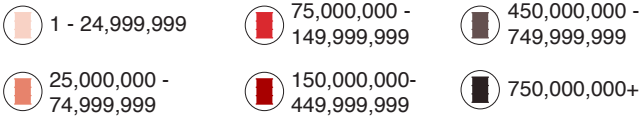
COUNTY	PROPERTY TAX	WATER	EDUCATION	OHF	TRANSPOR- TATION	GPT/ONE TIME/OTHER	TOTAL
Adams	\$1,657,279	\$10,921,695	\$4,690,217	\$398,990	\$6,351,443	\$3,097,412	\$27,117,035
Barnes	\$8,014,572	\$53,890,715	\$23,590,963	\$1,025,520	\$11,538,468	\$33,047,311	\$131,107,548
Benson	\$2,757,586	\$20,069,627	\$17,777,041	\$149,890	\$9,290,386	\$1,293,155	\$51,337,685
Billings	\$1,002,449	\$12,704,530	\$270,073	\$426,342	\$20,865,655	\$82,490,597	\$117,759,646
Bottineau	\$5,078,136	\$4,858,489	\$14,191,479	\$381,955	\$24,163,093	\$59,032,009	\$107,705,161
Bowman	\$2,177,349	\$10,889,597	\$9,341,611	\$455,168	\$15,643,318	\$119,522,075	\$158,029,118
Burke	\$2,233,406	\$17,769,249	\$5,872,461	\$554,289	\$22,882,359	\$89,842,350	\$139,154,113
Burleigh	\$46,117,894	\$9,931,275	\$180,784,512	\$947,733	\$11,536,359	\$5,649,701	\$254,967,474
Cass	\$93,447,481	\$322,864,894	\$330,390,871	\$926,840	\$19,669,721	\$106,598,347	\$873,898,154
Cavalier	\$4,653,007	\$13,198,676	\$7,482,580	\$196,013	\$8,518,064	\$1,705,000	\$35,753,341
Dickey	\$4,093,396	\$2,661,467	\$12,155,156	\$193,305	\$8,178,272	\$320,000	\$27,601,595
Divide	\$2,521,190	\$26,048,474	\$3,667,812	\$313,783	\$26,674,177	\$136,028,991	\$195,254,427
Dunn	\$3,043,301	\$18,244,328	\$6,794,752	\$417,900	\$44,407,390	\$348,220,203	\$421,127,874
Eddy	\$1,426,347	\$270,196	\$5,862,748	\$126,027	\$3,186,824	\$180,000	\$11,052,141
Emmons	\$2,524,731	\$243,737	\$9,710,202	\$759,967	\$5,731,200	\$443,431	\$19,413,267
Foster	\$2,606,266	\$9,494	\$7,902,993	\$71,027	\$4,226,331	\$2,680,000	\$17,496,111
Golden Valley	\$926,744	\$12,727,350	\$5,704,438	\$451,342	\$7,731,746	\$31,612,873	\$59,154,494
Grand Forks	\$39,306,299	\$54,694,625	\$132,502,181	\$780,938	\$14,404,336	\$234,483,428	\$476,171,807
Grant	\$1,813,743	\$10,904,926	\$5,037,304	\$690,497	\$5,601,170	\$484,123	\$24,531,764
Griggs	\$2,141,899	\$434,696	\$7,652,030	\$352,745	\$5,153,158	\$200,000	\$15,934,529
Hettinger	\$2,318,265	\$10,931,478	\$7,666,269	\$674,461	\$6,322,563	\$1,372,689	\$29,285,725
Kidder	\$1,505,185	\$1,525,592	\$6,319,468	\$36,575	\$7,174,494	\$400,000	\$16,961,315
LaMoure	\$3,587,429	\$3,009,493	\$11,109,451	\$948,026	\$8,528,910	\$320,000	\$27,503,309
Logan	\$1,471,032	\$-	\$6,331,242	\$339,070	\$4,570,871	\$280,000	\$12,992,215
McHenry	\$3,806,261	\$12,202,095	\$16,615,450	\$596,975	\$10,570,990	\$3,866,165	\$47,657,936
McIntosh	\$1,730,926	\$-	\$7,239,222	\$111,382	\$4,732,002	\$280,000	\$14,093,533
McKenzie	\$8,146,129	\$64,170,438	\$19,086,184	\$346,645	\$109,845,988	\$757,024,745	\$958,620,130
McLean	\$5,388,960	\$9,981,546	\$26,332,139	\$871,531	\$12,609,122	\$19,859,472	\$75,042,770
Mercer	\$3,710,430	\$21,394,367	\$17,227,207	\$435,790	\$8,306,719	\$4,475,693	\$55,550,206
Morton	\$14,917,587	\$14,838,051	\$70,476,137	\$987,129	\$11,744,710	\$2,316,616	\$115,280,230
Mountrail	\$7,521,272	\$31,196,175	\$24,921,503	\$595,416	\$120,254,126	\$489,671,423	\$674,159,916
Nelson	\$2,523,641	\$25,116,010	\$8,691,345	\$673,913	\$6,502,856	\$280,000	\$43,787,765
Oliver	\$1,214,493	\$14,773	\$3,771,195	\$515,610	\$3,916,581	\$203,622	\$9,636,275
Pembina	\$5,790,242	\$29,301,764	\$24,143,261	\$493,513	\$7,330,411	\$406,886	\$67,466,077
Pierce	\$3,144,715	\$3,135,105	\$9,402,180	\$33,340	\$4,669,540	\$444,576	\$20,829,457
Ramsey	\$6,273,272	\$56,974,227	\$32,302,725	\$425,901	\$6,887,147	\$12,787,585	\$115,650,858
Ransom	\$3,579,749	\$2,160,086	\$15,298,910	\$1,070,410	\$5,707,555	\$14,775,360	\$42,592,069
Renville	\$2,049,807	\$3,132,295	\$10,147,335	\$297,214	\$11,253,406	\$28,962,660	\$55,842,717
Richland	\$11,184,335	\$7,994,169	\$38,268,715	\$420,682	\$8,834,718	\$40,409,849	\$107,112,468
Rolette	\$1,911,353	\$-	\$45,914,774	\$275,178	\$5,463,142	\$300,000	\$53,864,447

COUNTY	PROPERTY TAX	WATER	EDUCATION	OHF	TRANSPOR- TATION	GPT/ONE TIME/OTHER	TOTAL
Sargent	\$3,593,610	\$4,495,414	\$12,430,127	\$425,758	\$7,338,319	\$300,000	\$28,583,229
Sheridan	\$1,096,943	\$746,338	\$2,645,422	\$232,367	\$4,693,473	\$281,400	\$9,695,943
Sioux	\$386,770	\$-	\$8,739,156	\$211,891	\$3,445,685	\$288,110	\$13,071,611
Slope	\$632,719	\$9,600	\$152,710	\$499,875	\$5,358,237	\$16,274,667	\$22,927,809
Stark	\$19,292,078	\$68,803,521	\$58,621,339	\$2,554,553	\$45,244,553	\$333,763,452	\$528,279,496
Steele	\$2,761,777	\$5,413,976	\$4,622,383	\$157,515	\$4,932,986	\$200,000	\$18,088,637
Stutsman	\$12,253,679	\$27,635,603	\$44,648,812	\$1,885,380	\$12,256,352	\$653,529	\$99,333,354
Towner	\$2,274,940	\$1,144,134	\$4,579,217	\$450,243	\$4,435,010	\$320,000	\$13,203,544
Traill	\$5,640,750	\$13,713,797	\$20,314,253	\$279,400	\$7,822,795	\$16,312,578	\$64,083,573
Walsh	\$6,947,437	\$29,761,118	\$27,629,007	\$532,085	\$12,609,379	\$400,000	\$77,879,026
Ward	\$39,296,054	\$136,972,604	\$143,171,226	\$1,242,049	\$23,447,801	\$145,296,297	\$489,426,031
Wells	\$3,715,765	\$904,518	\$9,404,850	\$145,642	\$6,264,759	\$360,000	\$20,795,534
Williams	\$23,037,155	\$71,849,755	\$65,119,652	\$389,200	\$99,835,331	\$853,256,559	\$1,113,487,651
TOTAL	\$440,247,835	\$1,261,866,083	\$1,594,724,293	\$28,774,990	\$878,664,000	\$4,003,074,939	\$8,207,352,141

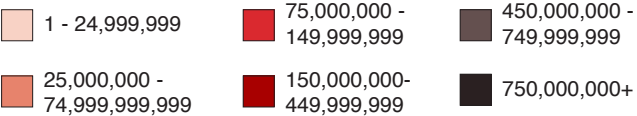
WHERE DOES STATE OIL TAX COME FROM AND WHERE DOES IT GO?



PRODUCTION



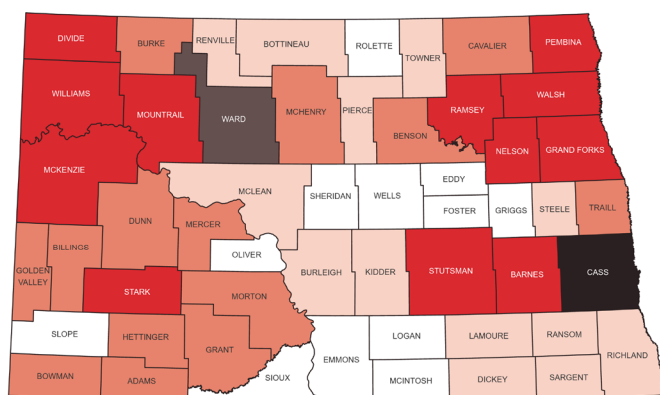
DISTRIBUTION



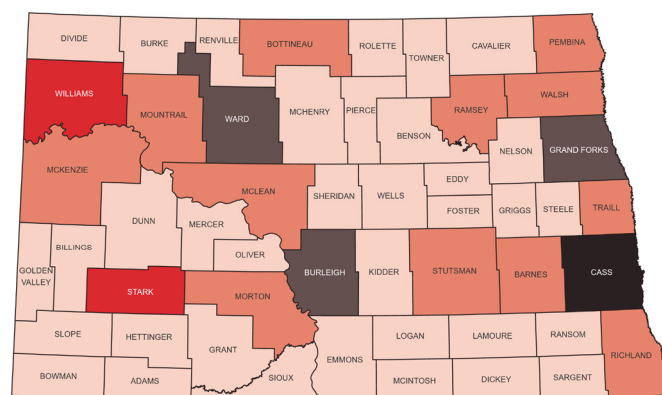
BENEFITS FOR THE ENTIRE STATE

The oil and gas taxes are deposited into various trust funds that are used to support investments around the state. These funds include the Resource Trust fund for water projects, Common Schools and Foundation Aid Funds that support K-12 education, and the Outdoor Heritage Fund that provides grants for projects that enhance, preserve and expand outdoor recreation and conservation efforts in the state.

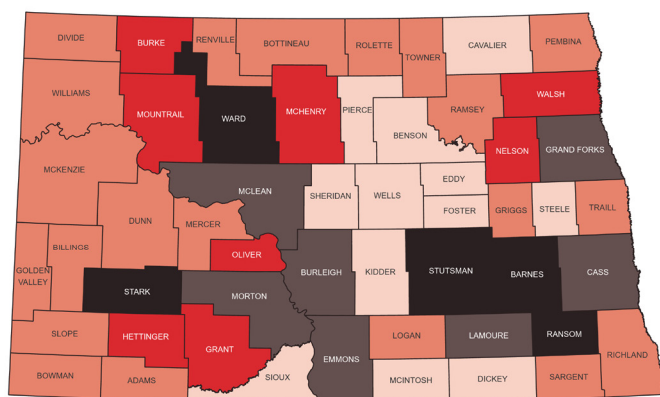
WATER



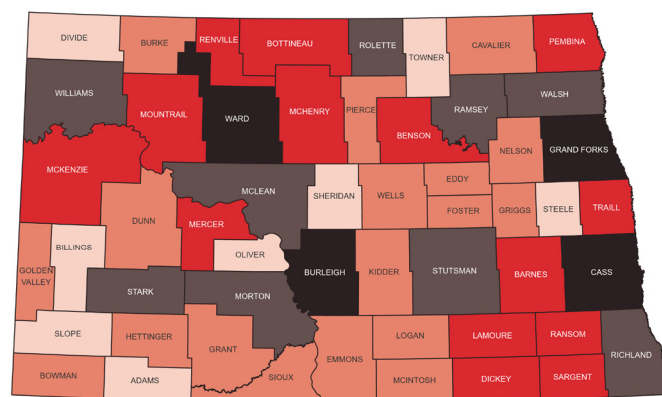
PROPERTY TAX



OUTDOOR HERITAGE FUND



SCHOOL FUNDING



For more information visit: TaxStudy.NDEnergy.org