

**Oil Extraction Tax Distribution  
(NDCC 57-51.1-07)**

10% Common  
Schools Trust Fund  
(ND Constitution  
Article X Section 24)

10% Foundation Aid  
Stabilization Fund  
(ND Constitution  
Article X Section 24)

20% Resources  
Trust Fund  
(NDCC 57-51.1-07(1))

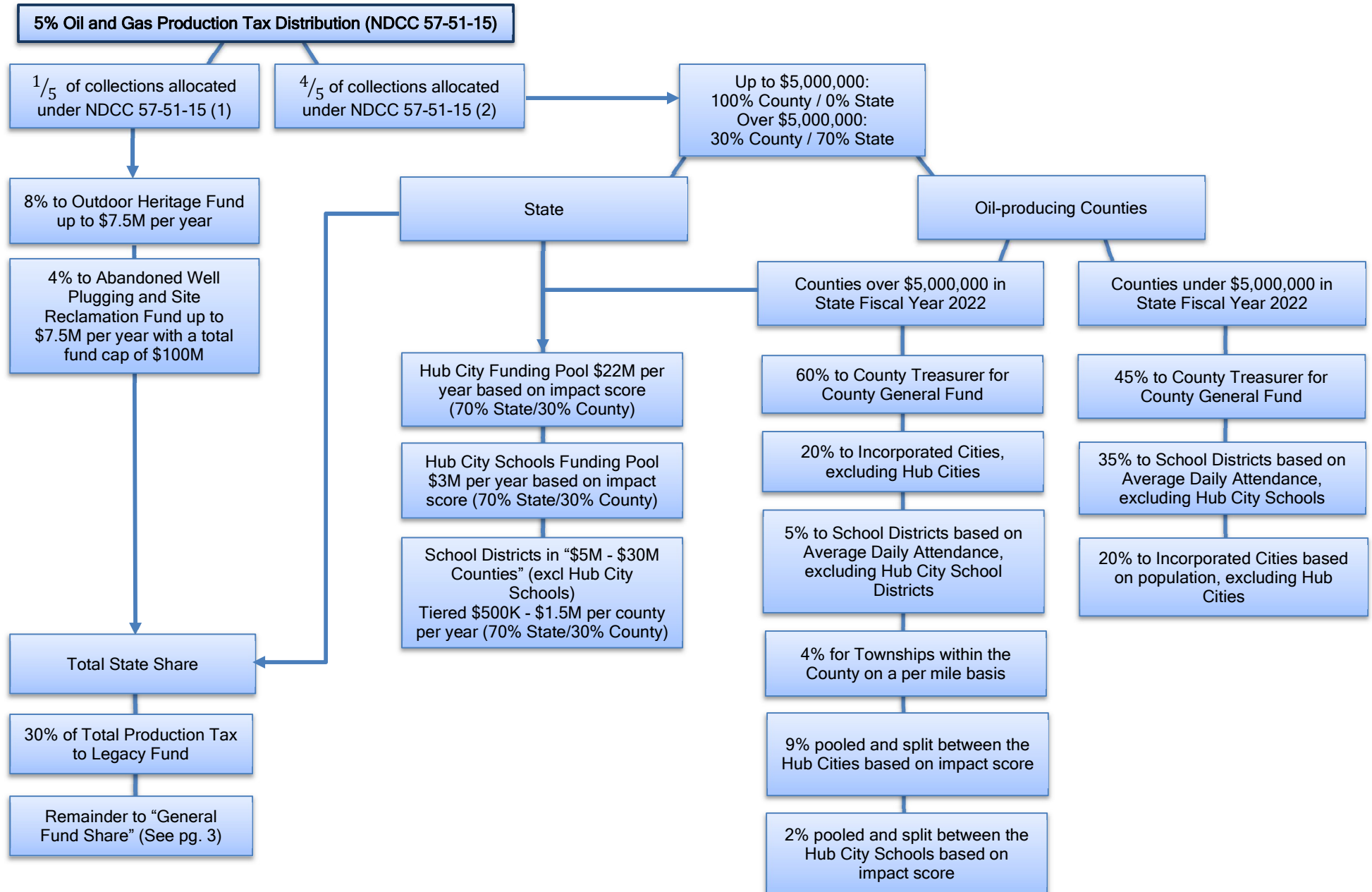
0.5% Add'l Resources  
Trust Fund  
(NDCC 57-51.1-07(2))

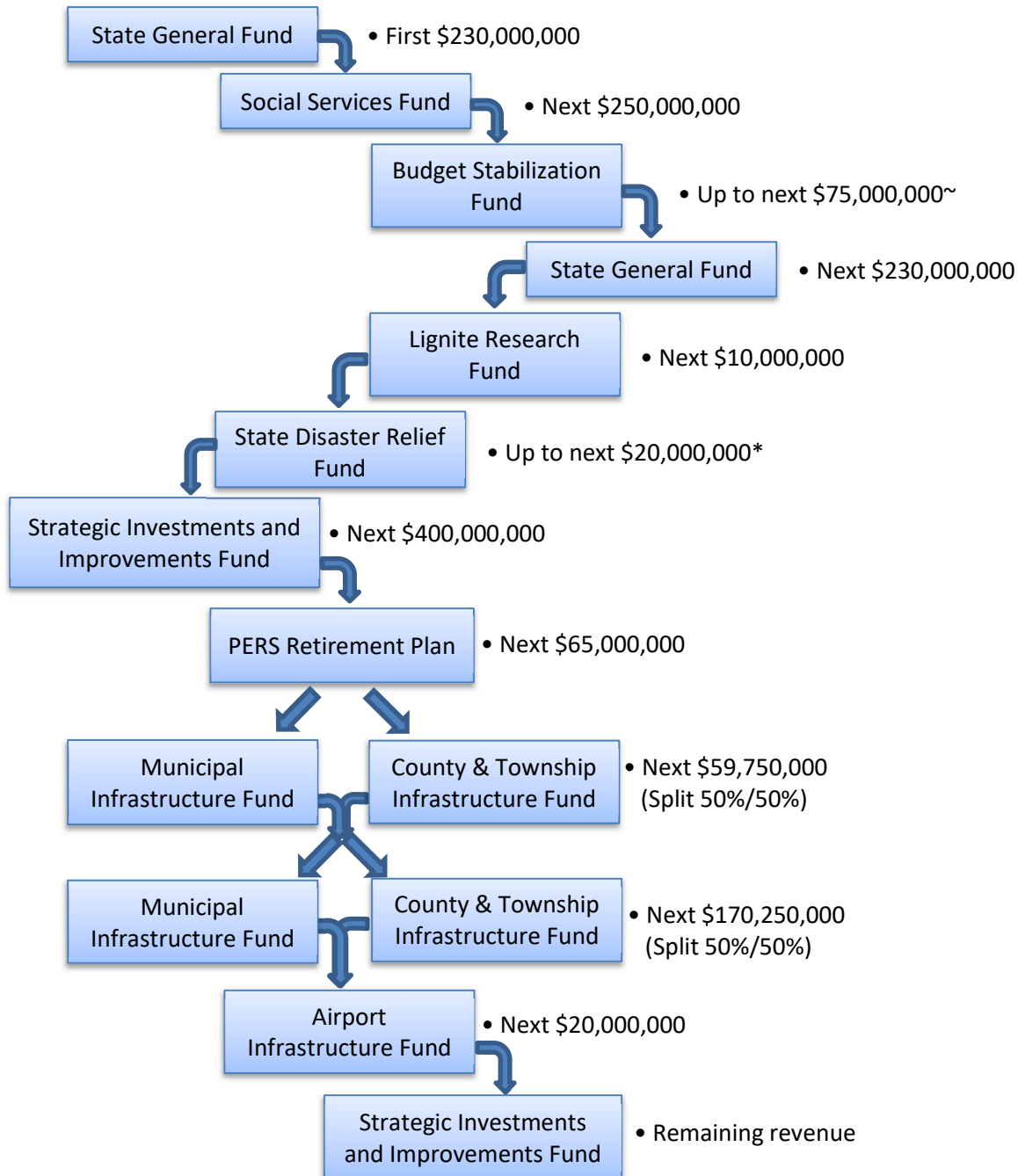
30% Legacy Fund  
(ND Constitution  
Article X Section 26)

29.5% "General Fund  
Share" (See pg. 3)

0.5% to Energy  
Conservation Grant  
Fund up to \$1.2M  
per Biennium

3% to Renewable  
Energy Development  
Fund up to \$3M per  
Biennium





## Oil and Gas “General Fund Share” State Revenue

Oil and Gas production and extraction is taxed under NDCC 57-51 and NDCC 57-51.1. A portion of the tax collections is allocated to the state and subsequently deposited into a variety of funds as spelled out in NDCC 57-51.1-07.5.

Prior to deposit in these “buckets”, 2% of revenues (up to \$17,500,000 for the '23-'25 Biennium) is deposited into the **Oil and Gas Research Fund** and another 1% of revenues (up to \$7,500,000 per biennium) is deposited into the **State Energy Research Center Fund**.

Per SB 2319 as passed during the 2021 Legislative session, an amount based on tax revenue from “**straddle wells**” that have laterals going under the reservation is distributed directly to the tribes.

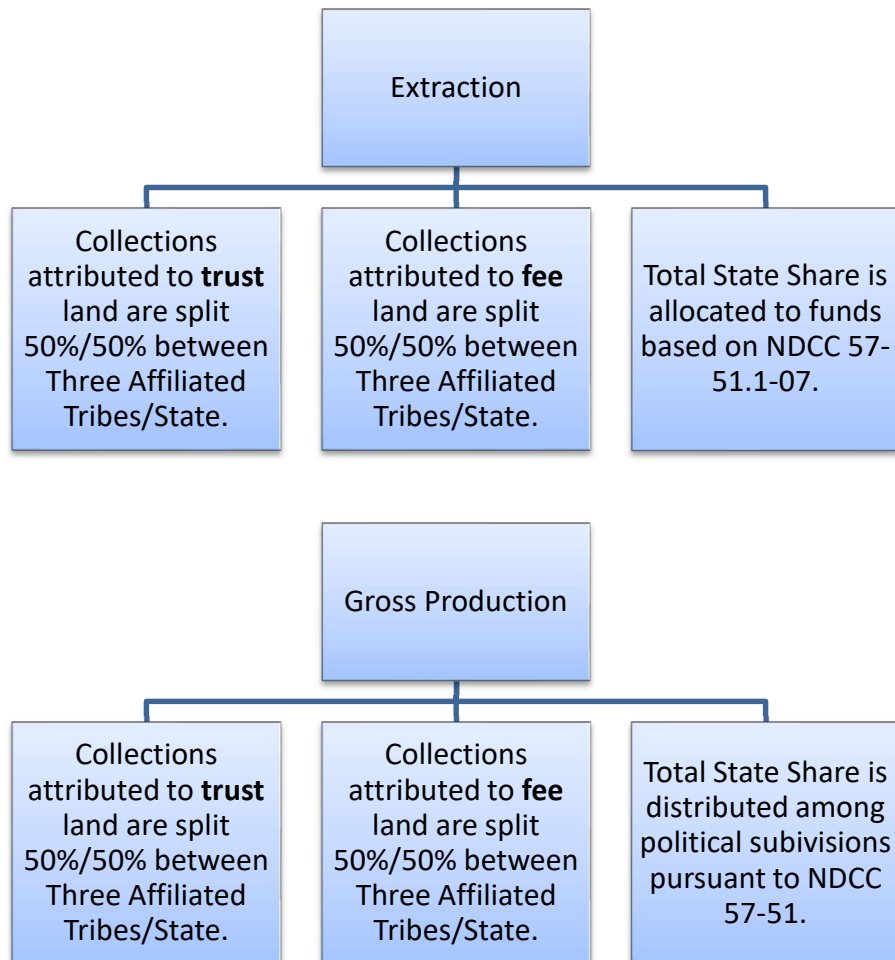
The remaining Oil and Gas “State General Fund Share” revenue will be deposited into the funds listed to the left.

~Under the provisions of NDCC 57-51.1-07.5, no amount is to be deposited into the Budget Stabilization Fund if it would bring the balance in the fund to more than the limit in NDCC 54-27.2-01.

\*Under the provisions of NDCC 57-51.1-07.5, no amount is to be deposited into the State Disaster Relief Fund if it would bring the unobligated balance in the fund to more than \$20,000,000.

Tribal Oil and Gas Production and Extraction is taxed and distributed according to a compact between the Three Affiliated Tribes and the State and is codified in NDCC 57-51.2

**Oil and gas wells drilled prior to July 1, 2019**



**Oil and gas wells drilled after June 30, 2019**

