FISCAL NOTE

Prepared	in	regard	to:
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Trepared in regard co.	
House Bill No. 1593	
(List bill or resolution and number, if available, or subject	.)
Amendment to: (List bill or resolution and number)	
Requested by: Legislative Council	
Date of receipt: January 25, 19 79	
In the following space note the fiscal effect in dollars of the legislative proposal. If additional space is needed, attach a supplementary sheet. (Please type)	
To project the fiscal impact of this legislation is impossible, there is no w to tell in advance which lease will yield a producer.	ay
Below listed the state ownership of severed mineral interest:	
General Fund (formerly managed by the Bank of ND) 5% and 50% 750,000	acres
State Land Department	
100% constitutionally retained mineral ownership 508,860 * 50% " " 1,025,430 * 5% " " 7,710	88 88
*The balance of these mineral interests are presumed to be in the ownership of the surface holder.	
AN EXAMPLE: Little Knife Field	
50% General Fund Ownership 489.13	acres
December Production Royalty on 2 producers @ 50% or 8.33% royalty\$24,995.28	
$2\frac{1}{2}\%$ = 624.88 X 12 months = \$7,500.00 annual return to the surface owner besides his 50% interest.	
This legislation could have a considerable dollar impact on both our permanentrust fund and the general fund if held to be constitutional.	E

Typed Name

Commissioner

Date Prepared: January 31, 1979

Department

R.E. Lommen

Commissioner

State Land Department