

FIRST ENGROSSMENT

ENGROSSED HOUSE BILL NO. 1483

Introduced by

Representatives Headland, D. Anderson, Koppelman, Vollmer, J. Olson, Hagert

Senators Kessel, Meyer, Rummel, Thomas

1 A BILL for an Act to amend and reenact subsection 4 of section 57-51.1-03 of the North Dakota
2 Century Code, relating to the oil extraction tax rate reduction for oil produced from a new well
3 drilled and completed outside the Bakken and Three Forks formations; and to provide an
4 effective date.

5 **BE IT ENACTED BY THE LEGISLATIVE ASSEMBLY OF NORTH DAKOTA:**

6 **SECTION 1. AMENDMENT.** Subsection 4 of section 57-51.1-03 of the North Dakota
7 Century Code is amended and reenacted as follows:

8 4. The first ~~seventy-five thousand~~ one hundred twenty-five thousand barrels of oil
9 produced during the first ~~eighteen~~ thirty-six months after completion, from a well drilled
10 and completed outside the Bakken and Three Forks formations, ~~and ten miles [16.10-~~
11 ~~kilometers] or more outside an established field in which the industrial commission has~~
12 ~~defined the pool to include the Bakken or Three Forks formation,~~ is subject to a
13 reduced tax rate of two percent of the gross value at the well of the oil extracted under
14 this chapter.

15 **SECTION 2. EFFECTIVE DATE.** This Act is effective for taxable production beginning after
16 June 30, 2025.