

HB 1286 Testimony

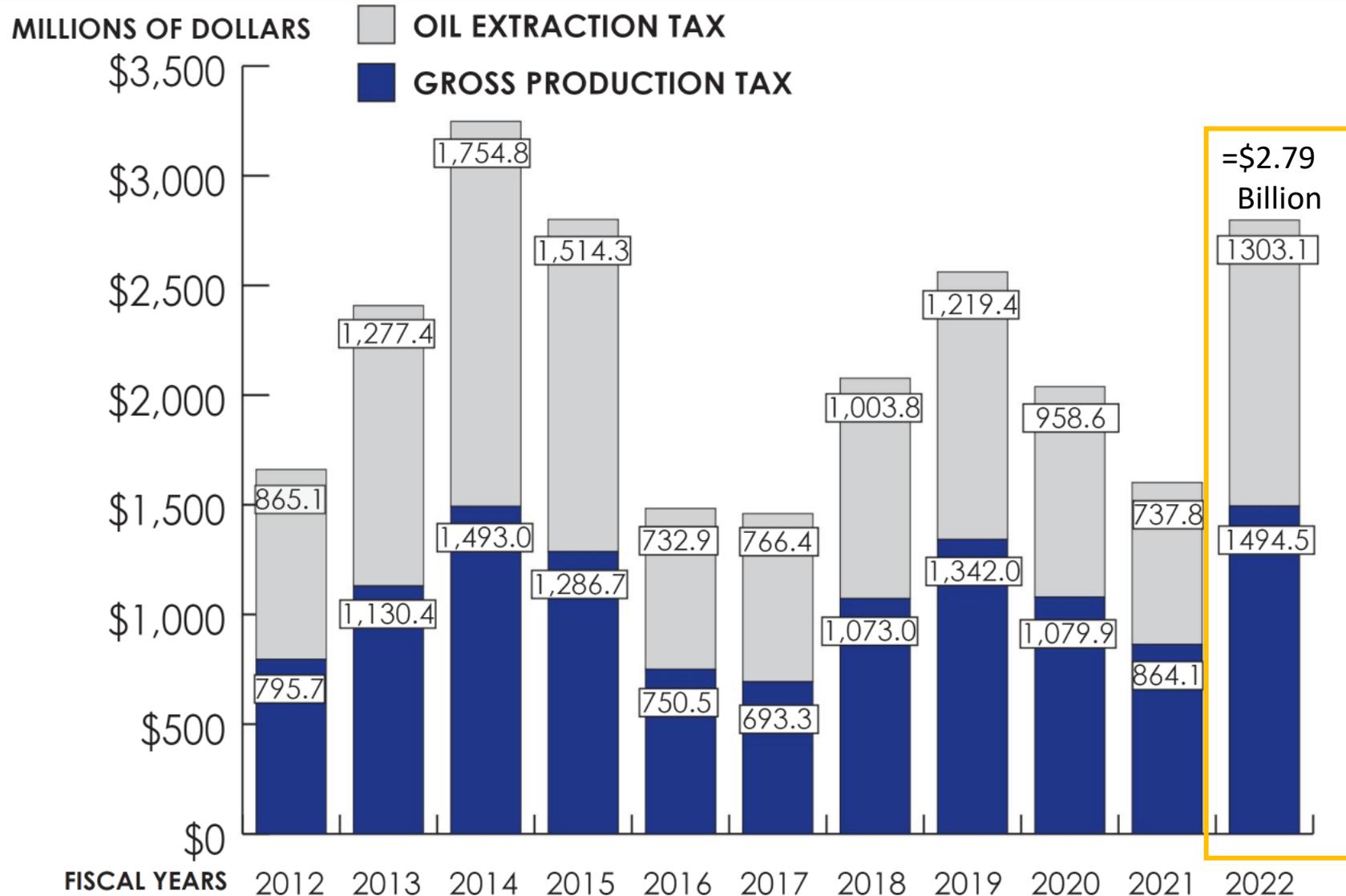
Ron Ness, President



NORTH DAKOTA
PETROLEUM
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TRENDS IN OIL AND GAS TAX COLLECTIONS

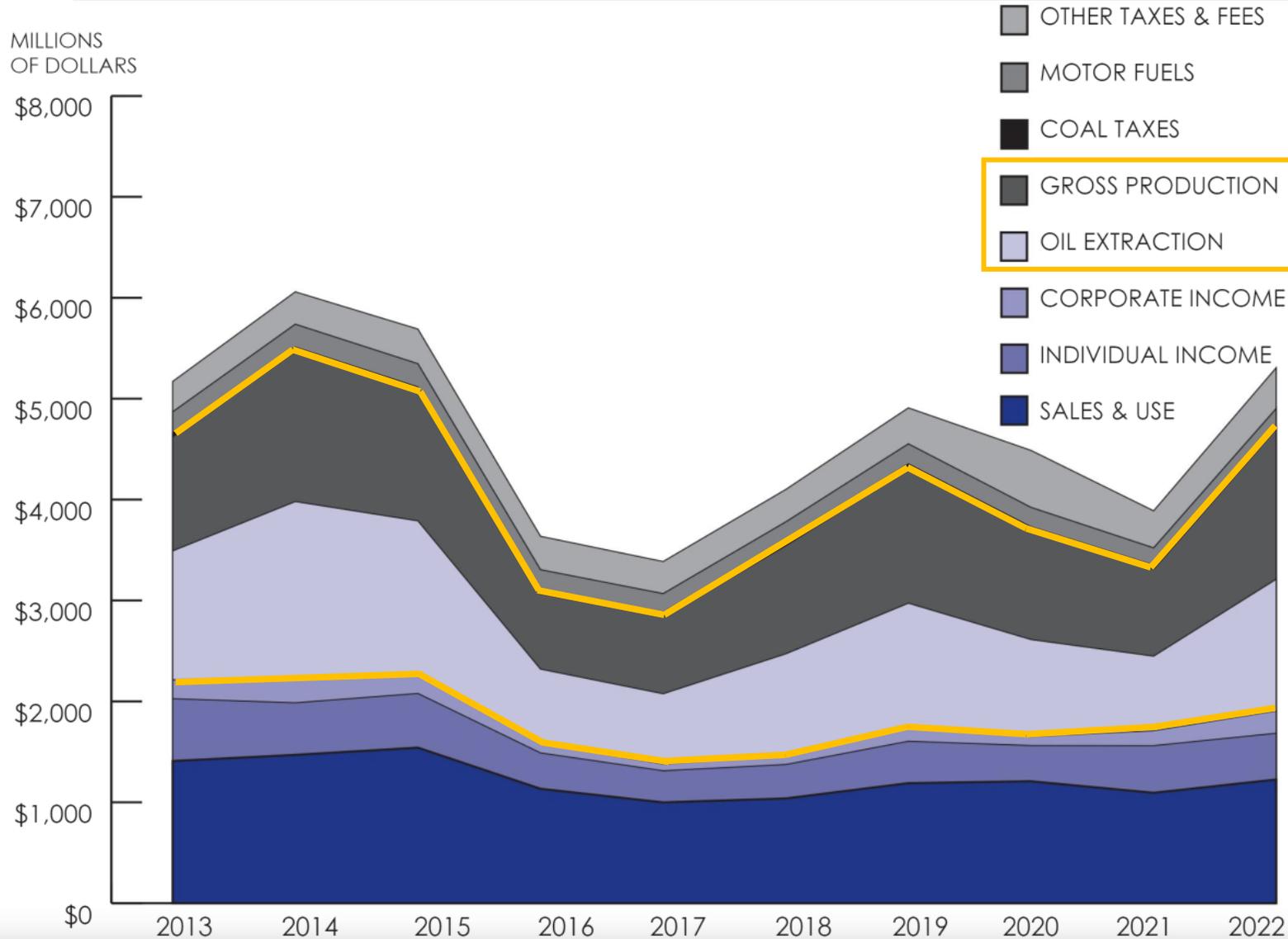


Source: 2022 North Dakota Office of State Tax Commissioner, Comparative Statement of Collections.



OFFICE OF STATE TAX COMMISSIONER NET COLLECTIONS

FISCAL YEARS 2013-2022



53%

TAX TYPE	2022
Sales & Use	\$1,225.9
Individual Income	\$458.6
Corporation Income	\$223.7
Oil Extraction	\$1,303.1
Gross Production	\$1,494.5
Coal Taxes	\$17.0
Motor Fuels	\$179.9
Other Taxes & Fees	\$404.3
Total Net Collections*	\$5,307.0

Source: 2022 North Dakota Office of State Tax Commissioner, Comparative Statement of Collections.



OIL TAXES IN THE 15 MAJOR OIL PRODUCING STATES

STATE	SEVERANCE OR GROSS PRODUCTION TAX RATE	ANNUAL PRODUCTION (MILLION BARRELS)			
		2018	2019	2020	2021
Alaska	0 to 35.0%	174.8	169.9	163.9	159.6
California ⁽¹⁾		160.7	156.4	142.2	134.6
Colorado ⁽²⁾	2 to 5%	169.2	192.2	171.6	153.4
Kansas ⁽³⁾	8%	34.7	33.2	28.3	27.9
Louisiana	3.125 to 12.5%	48.1	45.9	36.7	34.7
Michigan	4 to 6.6%	5.5	5.2	4.1	4.3
Mississippi	0 to 6.0%	17.0	16.9	14.2	13.4
Montana ⁽⁴⁾	.8 to 15.1%	21.6	23.0	19.1	19.0
New Mexico	3.75%	249.2	336.5	375.4	457.2
North Dakota ⁽⁵⁾	10%	460.4	517.7	433.6	405.1
Oklahoma	1 to 7.0%	201.3	218.3	173.2	143.1
South Dakota	4.5	1.3	1.2	1.0	1.0
Texas ⁽⁶⁾	0 to 4.6%	1612.4	1864.3	1773.1	1739.7
Utah ⁽⁶⁾⁽⁷⁾	0, 3 or 5%	37.1	36.9	31.0	35.5
Wyoming	2 to 6.0%	88.0	102.2	89.1	85.4

* Severance (or gross production) tax is in lieu of local property taxes on the oil.

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Questions?

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