

# MINERAL ROYALTY DIVISION

### **OVERVIEW**

The Mineral Royalty Division is **fully funded by the federal government** and operates within the North Dakota State Auditor's Office. This division uses audits and compliance reviews to verify that the federal government received the **correct lease royalty money from energy companies** that extract minerals (such as **gas**, **oil**, and **coal**) from **federal leases** within North Dakota.

### BENEFITS TO NORTH DAKOTA

Federal lease royalty money is **divided** between the federal government, the State of North Dakota, and counties. The percentage of dollars returned to the State of North Dakota and counties **depends on the lease type**. The royalty payments are a percentage of the revenue from the sale of the extracted minerals.

A portion of the money goes to the Office of Natural Resources Revenue (ONRR), and then is distributed to **federal programs** across the country. The percentage of money that is allocated to North Dakota is: Acquired Lease 25%\*\*, Flood Control Lease 75%\*\*, Public Domain Lease 48%\*\*.

After the federal government receives their portion of the money, the rest is allocated to 16 counties and the General Fund in the **State of North Dakota** through the following methods:



## ACQUIRED LEASE

# FLOOD CONTROL LEASE





### **DISTRIBUTED TO:**

United States
 Department of Agriculture,
 then distributed to Counties



### **DISTRIBUTED TO:**

 North Dakota State Treasurer's Office, then distributed to Counties



### **DISTRIBUTED TO:**

- North Dakota State Treasurer's Office, then distributed to:
- North Dakota General Fund
- Counties through the State

For more information about ONRR, visit: https://revenuedata.doi.gov/
For more information about the ND Treasurers Office, visit: https://www.treasurer.nd.gov/distribution-dashboard

\*Total amount of Federal and State numbers current from 7-1-21 to 6-30-23

\*\*The remaining portion is allocated to ONRR