

Assumptions for Revenue Estimates	Price of Oil	\$50
	Transport Cost	\$10
	Volume in BBL / Day	10,000
	Royalty Rate	12.50%

Applicability of State Royalty, Tax, and Credits by Geographic and Legal Ownership of Land

Revised 3/12/16 by Dan Stickel

Land status	Revenue component				Royalty or Tax on Pvt. Royalty (revenue in \$millions)
	Production tax / credits	Royalty	Corporate Income Tax	Property Tax	
Offshore beyond 6 miles - Federal OCS	Do not apply	Federal royalties applies; zero shared back to state (in Alaska; other states do receive shared royalties)	Not included in apportionment factor	Does not apply	\$ -
Offshore 3-6 miles - Federal OCS 8(g) area	Do not apply	Federal royalties applies; 27% shared back to state with no restrictions	Not included in apportionment factor	Does not apply	\$ 4.9
State lands	All credits available; tax applies to all taxable production	State royalty applies	All property, production, and sales included in apportionment factor	Applies to all oil and gas property	\$ 18.3
NPR-A - federal owned	All credits available; tax applies to all taxable production	Federal royalty applies; 50% of royalties are shared back to state but must be used for benefit of local communities	All property, production, and sales included in apportionment factor	Applies to all oil and gas property	\$ 9.1
ANWR	All credits available; tax applies to all taxable production	Federal royalty applies; 90% shared back to state with no restrictions (under current law)	All property, production, and sales included in apportionment factor	Applies to all oil and gas property	\$ 16.4
Other federal land	All credits available; tax applies to all taxable production	Federal royalties applies; 90% shared back to state with no restrictions	All property, production, and sales included in apportionment factor	Applies to all oil and gas property	\$ 16.4
Private land (including Alaska Native Corporation)	All credits available; tax applies to all taxable production	Privately negotiated royalty applies; not shared with state. However state levies 5% (oil) or 1.667% (gas) gross tax on the value of private landowner royalty interest as part of production tax	All property, production, and sales included in apportionment factor	Applies to all oil and gas property	\$ 0.9

Notes:

Offshore submerged lands in the 0-3 miles category treated same as similar onshore land.