

Royalty Distribution

The distribution of royalty generated from Federal leases depends on the type of lease. If a request for approval of commingling is received that proposes to commingle production from leases with different royalty distributions, the request should be considered the same way as if the leases had different royalty factors—*i.e.*, approval should not be granted under Category 1, even if commingling would have no effect on the royalty revenue initially flowing to the Federal Government. In other words, leases, Communitized Area (CA), and unit Participating Areas (PA) with different royalty distributions should not be commingled unless the request involves low-volume properties or overriding considerations.

Royalties are distributed as shown in the following table:

Type of Lease	Royalty Distribution (%)				
	Reclam Fund	General Treasury	State	Tribe/ Allottees	County
Public Land – not Alaska (30 U.S.C. 191(a))	40	10	50		
Public Land – Alaska (30 U.S.C. 191(a))		10	90		
Public Land – Alaska NPR-A (42 U.S.C. 6506a)		50	50		
Public Land – State Selected Land (Utah) (43 U.S.C. 852)		10	90		
Public Land – State Selected Land (Alaska) (43 U.S.C. 1635(k)(2))		10	90 ⁷		

⁷ When selection tentatively approved

Public Land – Red River, Oklahoma (65 Stat. 252)			37.5	62.5 ⁸	
Acquired Land – National Forest (30 U.S.C. 355/16 U.S.C. 499- 500)		75	25		
Acquired Land – National Grassland (30 U.S.C. 355/7 U.S.C. 1012))		75			25
Acquired Land – Army Corps of Engineers (30 U.S.C. 355/33 U.S.C. 701c- 3)		25	75		
Acquired Land – National Wildlife Refuge (30 U.S.C. 355/16 U.S.C. 715s)		⁹			¹⁰
Acquired Land – Bureau of Reclamation (30 U.S.C. 355/43	100				

⁸ Kiowa, Comanche, and Apache Indians

⁹ Remaining percentage not paid to county

¹⁰ Based on 1 of 3 formulae

U.S.C. 392a)					
Acquired Land –Other (no statutory disposition) (31 U.S.C. 3302(b))		100			
Acquired Military Land – Lease issued Pre-1981 (31 U.S.C. 3302(b))		100			
Acquired Military Land – Lease issued in 1981 and after (30 U.S.C. 355)	40	10	50		
GSA Excess/Surplus, Public or Acquired Land (40 U.S.C. 483(b) and 484(c))		100			
Indian Land				100	