

Drilling Down on Dollars: The Role of Oil and Gas in New Mexico's Budget

*State and Local Revenue from the
Oil and Gas Industry in New
Mexico: Fiscal Year 2024 Update*



RESEARCH CONDUCTED BY
New Mexico Tax Research Institute

EXECUTIVE SUMMARY

- Total state and local government revenue from the oil and gas producing industry reached \$13.0 billion in FY24.
- Total General Fund revenue was \$7.4 billion, 49 percent of all General Fund revenue. Total General Fund revenue was allocated so that:
 - \$5.5 billion went to government operations – also termed “recurring revenue” – comprising 42.4 percent of all operating revenue; and
 - \$1.8 billion was transferred to the Early Childhood Trust Fund.
- Non-General Fund oil and gas revenue totaled \$5.6 billion including:
 - \$1.8 billion for capital outlay projects;
 - \$908 million to local governments for operations and capital projects; and
 - \$2.9 billion to the Severance Tax Permanent Fund and the Land Grant Permanent Fund.
- Distributions from the two permanent funds based on oil and gas revenue were \$1.5 billion including \$1.4 billion to the General Fund operating budget. As of September 2024, the total value of the permanent funds reached \$42 billion.
- The Early Childhood Trust Fund balance reached \$9.6 billion, over 90 percent of which is attributable to taxes and royalties from the oil and gas industry.
- Oil and gas revenue supported \$964 million of new capital outlay appropriations. In addition, the industry provided funding for \$279 million for public school construction and renovation.
- Oil and gas revenue supported \$2.3 billion of education spending including \$1.7 billion for K-12 public education and \$600 million of higher education spending.
- Oil and gas revenue supported \$1.2 billion of state spending on health programs including over \$600 million for Medicaid, which is matched by more than three-to-one by the Federal government, generating over \$2 billion in total funding for health care for low-income New Mexicans.

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ABOUT NMTRI

The New Mexico Tax Research Institute (NMTRI) is a nonprofit, nonpartisan, member-supported organization dedicated to providing factual, principled research and analysis to the tax policy debate in New Mexico. NMTRI does not advocate any agenda for or against taxation. NMTRI seeks only to study, inform and educate the public and tax policy makers concerning the pressing issues of taxation facing our state.

ABOUT NMOGA

The New Mexico Oil & Gas Association (NMOGA) is a coalition of oil and natural gas companies, individuals, and stakeholders dedicated to promoting the safe and environmentally responsible development of oil and natural gas resources in New Mexico. Representing over 180 member companies, NMOGA works with elected officials, community leaders, industry experts, and the general public, to advocate for responsible oil and natural gas policies and increase public understanding of industry operations and contributions to the state.



EXECUTIVE SUMMARY

The oil & gas industry funded

\$13 billion

in state and local revenue

\$7.4 billion

to the General Fund, or 49% of all revenue

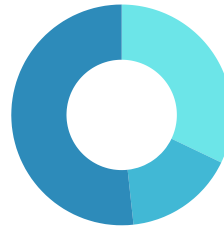


>100,000

direct & indirect jobs supported

\$5.6 billion

distributed in the following:



State Investment Funds 52%

Capital Outlay 32%

Local Government 16%

\$600 million

in higher education spending



\$1.2 billion

for matching federal Medicaid funds

\$279 million

in public school construction and renovation



90%

of funding for the Early Childhood Trust



\$2.3 billion

in total education funding

130,508 STUDENTS

386 PUBLIC SCHOOLS

9,580 TEACHERS



\$964 million

in new capital outlay appropriations across the state

EXECUTIVE SUMMARY

TABLE 1: STATE & LOCAL REVENUE FROM THE INDUSTRY
(million dollars)

<u>State General Fund</u>	<u>FY23</u>	<u>FY24</u>
Operating Revenue		
Taxes	\$2,021	\$2,420
Royalties, etc.	\$1,148	\$1,697
Permanent Fund Distributions	\$1,088	\$1,414
Subtotal: General Fund Operating	\$4,257	\$5,530
Reserves		
Oil and Gas School Tax	\$1,181	\$684
Federal Leasing Revenue	\$2,052	\$1,159
Subtotal: General Fund Reserves	\$3,233	\$1,842
Subtotal: General Fund*	\$7,503	\$7,395
<u>Non-General Fund</u>		
State Taxes	\$2,572	\$2,217
Local Taxes	\$887	\$908
Royalties, etc.	\$2,823	\$2,325
Permanent Fund Distributions	\$124	\$128
Subtotal: Non-General Fund	\$6,405	\$5,577
Grand Total*	\$13,908	\$12,973

*Includes oil and gas revenue allocated to film tax credits not shown.

EXECUTIVE SUMMARY

DATA SOURCES AND METHODOLOGY

Estimated revenues attributable to oil and gas production are the authors' calculations based on various reports from state government and are limited to amounts that can be tied directly to industry activity. The estimates do not include the potential "multiplier" effects of the industry on, for example, household spending by employees and net income of suppliers to the industry. The estimates also exclude amounts due to "downstream" activities of the industry such as natural gas distribution or the wholesaling or retailing of petroleum products. Finally, the state agency reports used for this study do not publish information on all of the industries that are supported by the oil and gas industry. For these reasons, the amounts attributed to the industry are conservative in the sense of under-estimating the total state and local revenue and spending attributable to the industry.

PRODUCTION AND SALES

The total marketed value of oil and gas produced in New Mexico was \$66.7 billion in FY24, a 5 percent decrease from FY23. Oil and gas prices decreased, while oil production increased by 7 percent and gas production increased by almost 10 percent.

FIGURE 1: TOTAL VALUE OF OIL AND GAS PRODUCED IN NEW MEXICO

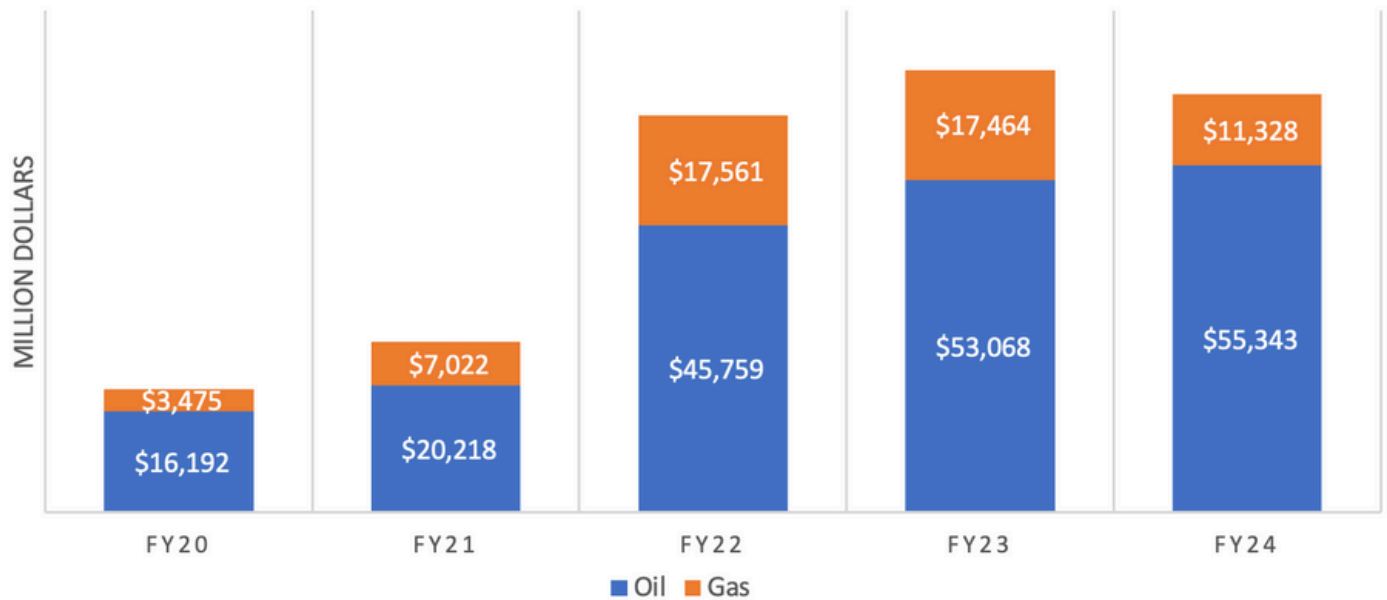


TABLE 2: OIL AND GAS VOLUME AND SALES VALUE IN NEW MEXICO

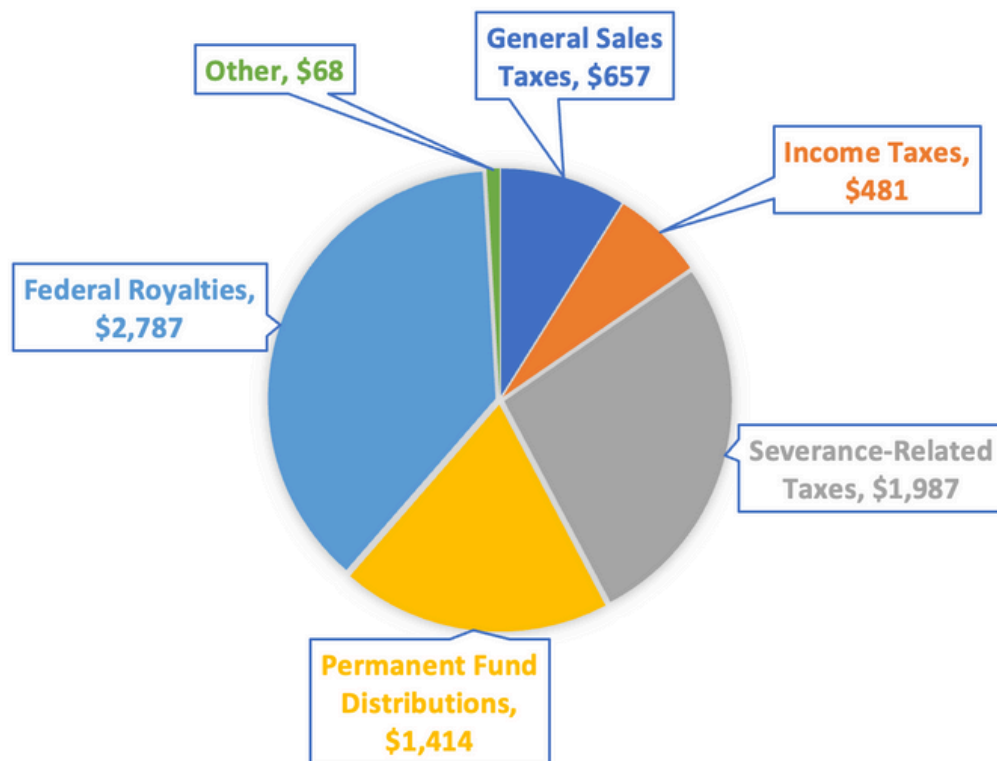
	<u>FY20</u>	<u>FY21</u>	<u>FY22</u>	<u>FY23</u>	<u>FY24</u>
Oil Price (per barrel)	\$44.00	\$49.92	\$86.50	\$80.65	\$78.50
Oil Volume (per million barrels)	368	405	529	658	705
Oil Value (million dollars)	\$16,192	\$20,218	\$45,759	\$53,068	\$55,343
Gas Price (per thousand cubic feet)	\$1.90	\$3.32	\$6.90	\$5.40	\$3.20
Gas Volume (per billion cubic feet)	1,829	2,115	2,545	3,234	3,540
Gas Value (million dollars)	\$3,475	\$7,022	\$17,561	\$17,464	\$11,328
Total Value (million dollars)	\$19,667	\$27,239	\$63,319	\$70,531	\$66,671

Source: Consensus Revenue Estimating Group using O&G Severance Tax return information.

GENERAL FUND REVENUE

Table 3 and Figure 3 present the share of General Fund revenue attributable to oil and gas operations in FY24. The methods for determining the oil and gas share of each revenue stream are described below. For information on the methodology for revenues not discussed below, see previous versions of this report.

FIGURE 2: FY24 GENERAL FUND REVENUE FROM THE INDUSTRY
(million dollars)



Oil and gas revenue comprised \$5.5 billion, or 42.4 percent of total operating revenue. In addition, oil and gas revenue contributed \$1.8 billion to reserves. Total oil and gas revenue of \$7.4 billion comprised 49 percent of total General Fund revenue of \$15 billion.

GENERAL FUND REVENUE

TABLE 3: FY24 OIL AND GAS SHARE OF GENERAL FUND REVENUE
(million dollars)

<u>Revenue Type</u>	<u>Total General Fund Revenue</u>	<u>Industry Revenue</u>	
		<u>Amount</u>	<u>Percentage</u>
Gross Receipts Tax	\$4,061.4	\$609.7	15.0%
Compensating Tax	\$83.2	\$47.8	57.4%
Personal Income Tax	\$2,241.8	\$323.7	14.4%
Corporate Income Tax (CIT)	\$622.8	\$135.3	21.7%
Oil and Gas School Tax	\$1,145.4	\$1,145.4	100.0%
Oil and Gas Conservation Tax	\$105.3	\$105.3	100.0%
Natural Gas Processors Tax	\$52.4	\$52.4	100.0%
Land Grant Perm. Fund Income	\$1,203.3	\$1,163.6	96.7%
Sev Tax Perm. Fund Income	\$289.6	\$250.8	86.6%
Federal Mineral Leasing (FML)	\$1,644.9	\$1,628.5	99.0%
Land Office Income	\$117.8	\$68.1	57.8%
All Other	\$1,468.4	\$0.0	0.0%
Total Recurring Revenue	\$13,036.3	\$5,530.5	42.4%
Nonrecurring Tax Relief	(14.6)	(6.2)	42.4%
Total Operating Revenue	\$13,021.7	\$5,524.3	42.4%
Oil and Gas School Tax to Early Childhood Fund	\$683.8	\$683.8	100%
FML to Early Childhood Fund	\$1,170.4	\$1,158.7	99%
CIT to Film Credits	\$102.2	\$22.2	22%
Grand Total General Fund Revenue	\$14,992.7	\$7,395.2	49%

Sources: Total General Fund revenue from August 2024 Consensus Revenue Estimate. Oil and gas revenues calculated by NMTRI as described herein.

GENERAL FUND REVENUE

GROSS RECEIPTS TAX

Gross Receipts Tax (GRT) revenue attributable to oil and gas production was estimated in a two-step process using two different reports published by the Taxation and Revenue Department (TRD). TRD's RP-80 report presents Total and Taxable Gross Receipts and estimated GRT due as reported on tax returns in the most granular 6-digit North American Industrial Classification System (NAICS) categories available. This report was used to determine how much of the GRT due to the larger 2-digit NAICS sectors is attributable to oil and gas related businesses. In the second step, the oil and gas share of large industry groups was applied to the total tax liability of each group as reported in TRD's RP-500. Table 4 presents the resulting share of the 2-digit industries calculated in this step. The estimated \$610 million of General Fund GRT attributable to Oil and Gas operations represents an increase of \$12 million, or 2 percent compared with FY23.

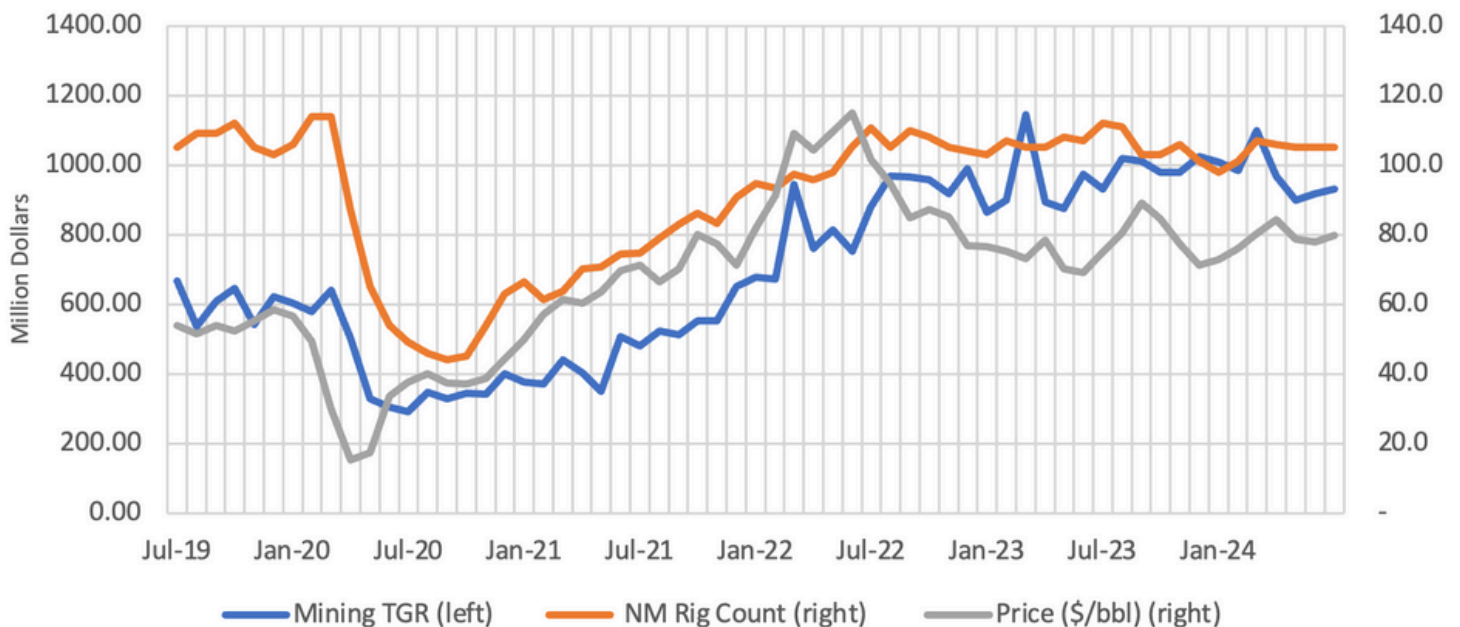
TABLE 4: GROSS RECEIPTS TAX REVENUE ATTRIBUTABLE TO THE OIL AND GAS INDUSTRY FY24

	Total	General Fund	Local Governments
Mining			
Industry Total	\$664,350,805	\$569,725,875	\$94,624,930
O&G Share Percent	97.00%	97.00%	97.00%
O&G Share Amount	\$644,420,281	\$552,634,099	\$91,786,182
Construction			
Industry Total	\$905,491,160	\$546,375,774	\$359,115,386
O&G Share Percent	3.30%	3.30%	3.30%
O&G Share Amount	\$29,881,208	\$18,030,401	\$11,850,808
Manufacturing			
Industry Total	\$237,718,613	\$155,469,013	\$82,249,599
O&G Share Percent	15.80%	15.80%	15.80%
O&G Share Amount	\$37,559,541	\$24,564,104	\$12,995,437
Transportation			
Industry Total	\$101,883,882	\$74,440,088	\$27,443,794
O&G Share Percent	19.40%	19.40%	19.40%
O&G Share Amount	\$19,765,473	\$14,441,377	\$5,324,096
Total GRT Due to O&G	\$731,626,503	\$609,669,980	\$121,956,522

GENERAL FUND REVENUE

Figure 3 illustrates the close relationship between the drilling rig count, oil prices, and taxable gross receipts (TGR). During FY24 the rig count, TGR, and oil prices all remained within a fairly narrow range of values. While the rig count remained near its pre-COVID level, both oil prices and TGR were up significantly from pre-COVID values.

FIGURE 3: NM RIG COUNT, OIL PRICE, AND TAXABLE GROSS RECEIPTS



Source: Mining Taxable Gross Receipts from TRD's RP 500. NM rig count from Baker Hughes Inc. Oil price from US Energy Information Administration, New Mexico "First Purchase Price."

GENERAL FUND REVENUE

PERSONAL INCOME TAX

Personal Income Tax (PIT) revenue attributable to the oil and gas industry was estimated from two sources. TRD reports the amount of Withholding Tax paid by pass-through entities such as partnerships, S-corporations, and Limited Liability Companies operating oil and gas producing businesses. These payments reflect the income tax due from out-of-state residents with ownership interests in oil and gas production. According to TRD, a total of \$243 million of revenue was accrued from this source in FY24. This figure understates total income tax due to oil and gas interest owners as it may exclude tax due from in-state owners.

PIT attributable to wages and salaries paid by the oil and gas industry in FY24 was estimated using data from the NM Workforce Solutions Department (WSD). WSD uses information from Unemployment Insurance reports to prepare a “Quarterly Census of Employment and Wages” (QCEW). The QCEW reports total employment and total wages by industry. For this report, two subsectors of the mining industry were included: Oil and Gas Extraction (NAICS 211) and Support Activity for Mining and Oil and Gas Extraction (NAICS 213). To exclude non-oil and gas-related employment in industry 213, data were limited to those from oil and gas-only counties, providing a conservative estimate of total industry employment. A total of \$2.4 billion in wages and salaries was paid by the industry during the fiscal year. Average annual wages in the oil and gas extraction industry were over \$142,000, and in the support industry \$88,000. These compare with the average across all private businesses of \$57,000.

TABLE 5: FY24 EMPLOYMENT, WAGES AND INCOME TAX RELATED TO OIL AND GAS PRODUCTION

<u>Industry Subsector</u>	<u>Oil and Gas Extraction</u>	<u>Support for Mining, O&G Extraction</u>	<u>Total</u>
Total Employment	4,736	15,146	19,881
Total Wages	\$673,619,539	\$1,341,221,065	\$2,014,840,604
Average Annual Wages	\$142,249	\$88,555	\$101,344
Estimated Income Tax from Wages	\$26,944,782	\$53,648,843	\$80,593,624
Income Tax Withheld from O&G Operators			\$243,091,896
Income Tax Withheld from O&G Operators			\$323,685,520

Source: NMTRI calculations from Department of Workforce Solutions data. Withholding collections from oil and gas operators are from the Taxation and Revenue Department.

GENERAL FUND REVENUE

CORPORATE INCOME TAX

The estimated oil and gas industry share of Corporate Income Tax (CIT) revenue was prepared using information from TRD. TRD provided a breakdown of the CIT taxes collected by major industry groups based on a sample of tax returns. Although tax return information is not yet available for the actual CIT payments by the industry during FY24, this report uses the average oil and gas industry share of all CIT payments from Tax Year 2022, the most recent year available, which was 25.3 percent, to estimate the share of total CIT paid by the oil and gas industry in FY24.

The state pays refundable film credits out of CIT collections before transferring the residual to the General Fund. In their August 2024 summary of the Consensus Revenue Estimating Group forecast, the Group reported that total refundable credit payments in FY24 were \$102 million, while net CIT after paying credits was \$535 million.* Applying the 25.3 percent oil and gas share of these amounts yields \$22 million of film credits and \$135 million of net CIT revenue to the operating budget.

GENERAL FUND SEVERANCE-RELATED TAXES

The General Fund receives revenue from three severance-related taxes: the Oil and Gas School Tax, the Oil and Gas Conservation Tax, and the Natural Gas Processors Tax. The Oil and Gas School Tax is imposed at a rate of 4 percent on natural gas and 3.25 percent on oil. The taxable value is based on the first sale of the products less deductions for public royalties and transportation. Total Oil and Gas School Tax revenue was \$1.829 billion in FY23, with \$1.145 billion of that going into the General Fund operating budget and \$684 million going to the Early Childhood Trust Fund. The Oil and Gas Conservation Tax is imposed at a rate of 0.19 percent unless the average price of oil exceeds \$70 per barrel, in which case the rate increases to 0.24 percent. When the rate of tax is 0.19 percent, approximately 10 percent of the revenue from the Conservation Tax is distributed to the Oil and Gas Reclamation Fund. During FY24, \$105 million of Conservation Tax was distributed to the General Fund and \$25 million to the Reclamation Fund. This distribution increases to roughly 20 percent when the rate of tax is 0.24 percent. The Reclamation Fund is used to reclaim and plug abandoned wells. The Natural Gas Processors Tax is imposed on each unit of gas delivered to a processing plant in New Mexico. The tax rate is adjusted each year to reflect changes in the value of gas. During FY23, the tax rate was \$0.0197 per million British Thermal Units. All Processors Tax revenue is distributed to the General Fund.

* This amount excludes pass-through entity withholding by non-oil and gas companies which are included in the total CIT amount in Table 3.

GENERAL FUND REVENUE

FEDERAL MINERAL LEASING REVENUES

Table 6 presents information from the U.S. Department of Interior on revenue from federal leases over the last five fiscal years. New Mexico's share of all leasing revenue is estimated at 48 percent of the total based on federal law provisions. Of the estimated total \$2.8 billion state share of federal lease revenue in FY24, \$1.6 billion was allocated to the General Fund operating budget and \$1.2 billion to the Early Childhood Education Reserve Fund.

TABLE 6: FEDERAL LEASE OIL AND GAS REVENUE

(million dollars)

<u>Federal Fiscal Year</u>	<u>Royalty Payments</u>	<u>Bonus & Other Payments</u>	<u>Total Payments</u>	<u>Estimated Federal Share</u>	<u>Estimated State Share</u>
2020	\$1,298	\$49	\$1,347	\$700	\$646
2021	\$2,349	\$211	\$2,560	\$1,331	\$1,229
2022	\$5,633	\$321	\$5,954	\$3,096	\$2,858
2023	\$5,847	\$84	\$5,931	\$3,084	\$2,847
2024	\$5,557	\$191	\$5,749	\$2,989	\$2,759

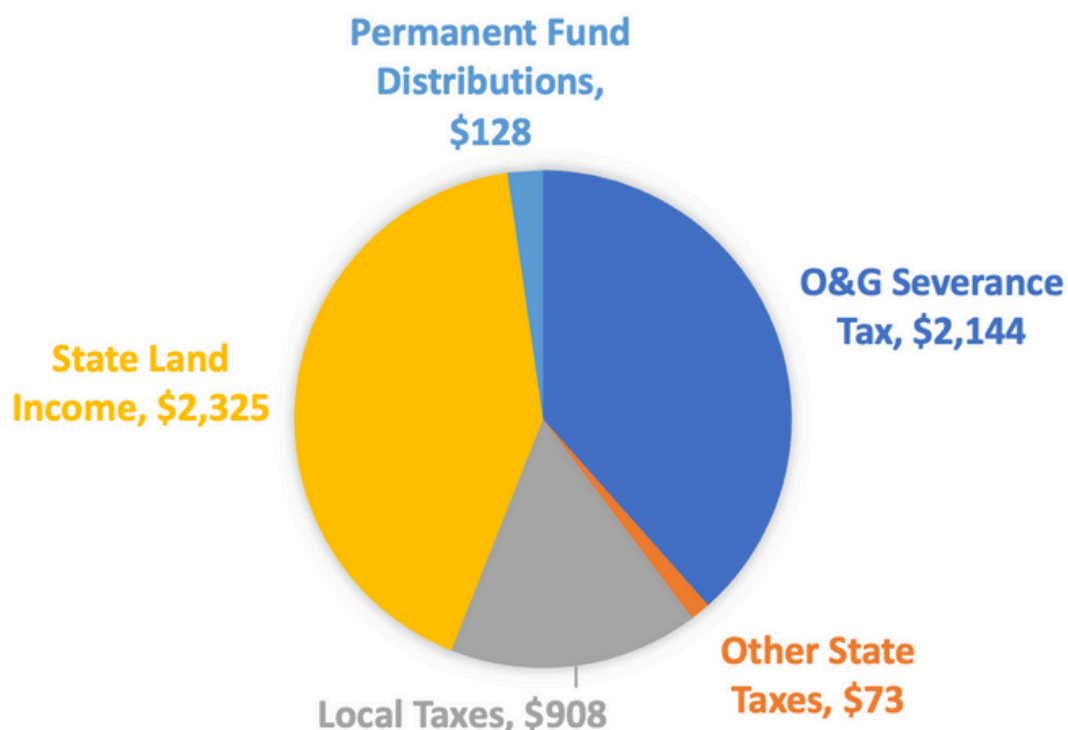
Source: U.S. Dept. of Interior, Office of Natural Resources Revenue, Monthly revenue reports.

NON-GENERAL FUND REVENUE

Figure 4 and Table 7 summarize state and local revenues from the oil and gas industry to funds other than the General Fund.

- A total of \$6.4 billion was paid to non-General Funds, an increase of \$1.76 billion or 38 percent compared with FY22.
- Royalty payments to the Land Grant Permanent Fund (LGPF) were the largest component at \$2.8 billion, an increase of roughly 50% from FY22. State lands income is managed by the State Investment Council and is used to make distributions to the General Fund and to other beneficiaries. A list of other beneficiaries is provided in Table 8.
- The Oil and Gas Severance Tax is the largest non-General Fund tax at \$2.5 billion. The State Board of Finance reports that \$1.2 billion was used to fund capital projects and \$1.36 billion was transferred to the Severance Tax Permanent Fund.
- Tax revenue to local governments was \$887 million, \$741 million in Ad Valorem Taxes, which benefit Property Tax beneficiaries, and \$146 million in Gross Receipts and Compensating Taxes, which benefit operating budgets and capital outlay.

FIGURE 4: NON-GENERAL FUND REVENUE FROM THE INDUSTRY
(million dollars)



NON-GENERAL FUND REVENUE

TABLE 7: NON-GENERAL FUND OIL & GAS REVENUE TO STATE & LOCAL
(million dollars)

<u>Revenue Type</u>	<u>FY23</u>	<u>FY24</u>
State Taxes		
O&G Severance Tax [1]	\$2,498	\$2,144
O&G Severance Tax: Capital Outlay Debt Service	\$1,208	\$1,743
O&G Severance Tax: Permanent Fund Transfer	\$1,368	\$575
O&G Conservation to Reclamation Fund [2]	\$28	\$25
Ad Valorem Taxes to General Obligation Bonds [2]	\$46	\$48
Subtotal State Taxes to other funds	\$2,572	\$2,217
Local Taxes:		
Ad Valorem Production [2]	\$657	\$615
AV Production Equipment [2]	\$84	\$144
Local Gross Receipts Tax [3]	\$121	\$122
Local Compensating Tax [3]	\$25	\$27
Subtotal Local Taxes	\$887	\$908
State Land Office Income:		
Royalties to LGPF [4]	\$2,813	\$2,297
Rental and Bonus Income – Non-General Fund [5]	\$10	\$28
Subtotal	\$2,823	\$2,325
Land Grant Permanent Fund Distributions:		
Funds Other Than State General Fund [4]	\$124	\$128
Total Non-General Fund Revenue	\$6,405	\$5,577

Sources: [1] NM State Board of Finance; [2] NM Taxation and Revenue Department; [3] Authors' estimates based on information from the Taxation and Revenue Department; [4] State Investment Council monthly dashboard reports; [5] State Land Office monthly revenue reports

NON-GENERAL FUND REVENUE

LAND GRANT PERMANENT FUND INCOME, DISTRIBUTIONS, AND ENDING BALANCE

Table 8 presents information on revenue from production activity on state lands including royalty and land income paid to the Land Grant Permanent Fund (LGPF), distributions from the LGPF, and ending balances by beneficiary. The LGPF received \$2.3 billion from the industry, and paid out \$1.3 billion, leaving ending balances of \$30.4 billion. Revenue reports from the State Land Office (SLO) indicate that the oil and gas share of all SLO royalties in FY24 was 99.3 percent.

***TABLE 8: FY24 STATE LANDS ROYALTY AND LAND INCOME FROM OIL
AND GAS AND LAND GRANT PERMANENT FUND DISTRIBUTIONS AND
ENDING BALANCE BY BENEFICIARY***

<u>Beneficiary</u>	<u>Royalty and Land Income</u>	<u>LGPF Distributions</u>	<u>Ending LGPF Balance June 30, 2024</u>
Common Schools (General Fund)	\$2,143,278,409	(\$1,167,123,787)	\$26,744,015,369
University of NM	\$15,321,646	(\$10,673,332)	\$303,290,277
UNM Saline Lands	\$419,369	(\$348,623)	\$9,992,872
NM State University	\$3,575,610	(\$3,462,021)	\$97,731,616
Western NM University	\$25,767	(\$181,963)	\$5,017,811
NM Highlands University	\$25,767	(\$181,068)	\$4,933,203
Eastern NM University	\$25,838	(\$148,417)	\$4,095,390
NM Institute of Mining & Technology	\$288,224	(\$1,403,481)	\$38,755,771
NM Military Institute	\$24,306,448	(\$24,755,039)	\$721,237,245
NM Boys School	\$0	(\$38,256)	\$1,051,950
Miners Hospital	\$875,210	(\$6,495,418)	\$179,069,771
NM State Penitentiary	\$26,261,330	(\$16,089,479)	\$459,203,328

(continued on next page)

NON-GENERAL FUND REVENUE

(continued)

<u>Beneficiary</u>	<u>Royalty and Land Income</u>	<u>LGPF Distributions</u>	<u>Ending LGPF Balance June 30, 2024</u>
NM School for the Deaf	\$8,404,943	(\$12,906,156)	\$459,203,328
NM School for Visually Handicapped	\$8,445,761	(\$14,880,324)	\$413,805,511
Charitable, Penal and Reform	\$1,123,545	(\$5,767,141)	\$159,214,000
Water Reservoirs	\$1,530,657	(\$1,593,373)	\$43,878,929
Rio Grande Improvements	\$135,517	(\$1,593,373)	\$43,878,929
Public Buildings	\$57,837,970	(\$15,335,829)	\$458,009,876
Carrie Tingley Hospital	\$0	(\$9,720)	\$267,285
Total	\$2,296,753,386	(\$1,295,262,930)	\$30,360,058,632
Total Excluding General Fund	\$153,474,976	(\$128,139,143)	\$3,616,043,262

Source: Authors' estimates based on information from NM State Investment Council.

NON-GENERAL FUND REVENUE

LOCAL AD VALOREM TAXES

Table 9 presents FY24 distributions of local ad valorem taxes from the oil and gas industry. New Mexico imposes two ad valorem taxes, the Oil and Gas Ad Valorem Production Tax and the Oil and Gas Production Equipment Ad Valorem Tax. These taxes serve in lieu of property taxes on oil and gas producing property, so revenues are distributed to the entities imposing property tax in the producing jurisdiction as well as to the State's General Obligation Bond program. The AV Production tax is due monthly while the AV Production Equipment tax is due annually. The tax base for the AV Production Tax is 150 percent of sales value less deductions, and for the AV Production Equipment Tax 27 percent. Both taxes also apply the one-third valuation ratio common to the Property Tax code. Thus combined taxable value is approximately 59 percent of sales value less deductions. Tax rates are determined by the Property Tax code and the State's GO Bond debt service requirements.

TABLE 9: FY24 AD VALOREM TAX DISTRIBUTIONS BY COUNTY

<u>Recepient</u>	<u>AV Production Tax</u>	<u>AV Production Equipment Tax</u>	<u>Total</u>
Chaves	\$1,356,164	\$347,268	\$1,703,431
Colfax	\$249,651	\$158,539	\$408,190
Eddy	\$230,196,583	\$55,193,254	\$285,389,837
Harding	\$335,615	\$84,648	\$420,263
Lea	\$361,262,058	\$81,930,475	\$44,192,533
McKinley	\$1,117	\$1,159	\$2,275
Quay	\$16,843	\$4,649	\$21,491
Rio Arriba	\$5,985,535	\$151,020	\$6,136,555
Roosevelt	\$272,543	\$72,251	\$344,794
San Juan	\$13,185,842	\$5,388,490	\$18,574,332
Sandoval	\$2,283,023	\$756,982	\$3,040,004

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NON-GENERAL FUND REVENUE

(continued)

<u>Receipient</u>	<u>AV Production Tax</u>	<u>AV Production Equipment Tax</u>	<u>Total</u>
Union	\$154,793	\$41,972	\$196,764
Total Local Government	\$615,299,765	\$144,130,706	\$759,430,471
State Debt Service	\$38,442,221	\$9,059,772	\$47,501,993
Grand Total	\$653,741,986	\$153,190,478	\$806,932,464

Source: TRD Ad Valorem Tax Distribution reports. Fiscal year based on modified accrual accounting.

REVENUE BY LEASE TYPE

Figure 5 shows oil and gas sales revenue by lease type using Oil and Gas Severance Tax return information from the Taxation and Revenue Department's Gentax system. 68 percent of total sales revenue was derived from federal leases in FY23, 24 percent from state leases, 8 percent from private leases, and less than 1 percent from tribal leases.

FIGURE 5: PRODUCTION VALUE BY LEASE TYPE FY24
(million dollars)

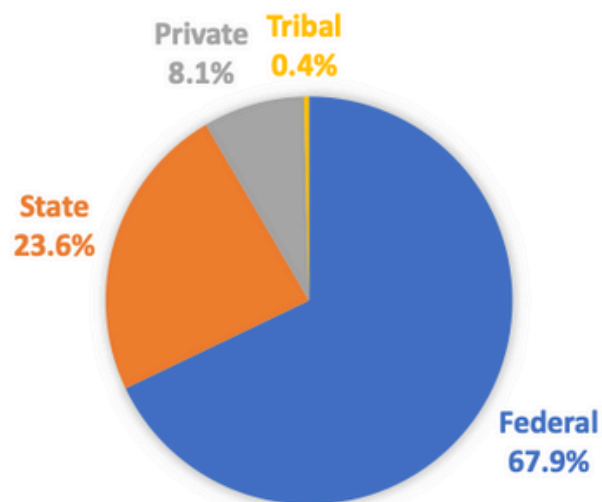


Table 10 presents estimates of state and local revenue from the oil and gas industry attributed to each category of lease type in FY24. Revenue from federal lands oil and gas production was \$6.8 billion, including \$3.5 billion to the General Fund operating budget. state lands revenue was \$5.5 billion, including \$1.9 billion to the General Fund operating budget. Private lands generated \$620 million, and tribal lands \$31 million. Revenue was allocated to lease type according to the share of total industry sales revenue. Federal lease revenues were assigned only to federal leases. State royalty and land use revenue was assigned to state leases, as was the income distribution from the Land Grant Permanent Fund.

REVENUE BY LEASE TYPE

TABLE 10: FY24 STATE & LOCAL OIL & GAS REVENUE BY LEASE TYPE
(million dollars)

	<u>Total</u>	<u>Federal</u>	<u>State</u>	<u>Private</u>	<u>Tribal</u>
<u>State General Fund</u>					
Operating Revenue					
Taxes	\$2,442	\$1,658	\$576	\$198	\$10
Royalties, etc.	\$1,697	\$1,628	\$68	\$0	\$0
Investment Earnings	\$1,414	\$170	\$1,223	\$20	\$1
Subtotal: General Fund Operating	\$5,553	\$3,457	\$1,867	\$218	\$11
Reserves					
Oil and Gas School Tax	\$684	\$464	\$161	\$55	\$3
Federal Leasing Revenue	\$1,159	\$787	\$273	\$94	\$5
Subtotal: General Fund Reserves	\$1,842	\$1,251	\$435	\$149	\$7
Subtotal: General Fund	\$7,395	\$4,708	\$2,302	\$367	\$18
<u>Non-General Fund</u>					
Other State Taxes	\$2,217	\$1,505	\$523	\$180	\$9
Local Taxes	\$908	\$616	\$214	\$74	\$4
Royalties, etc.	\$2,325	\$0	\$2,325	\$0	\$0
Investment Earnings	\$128	\$0	\$128	\$0	\$0
Subtotal: Non-General Fund	\$5,557	\$2,121	\$3,190	\$253	\$12
Grand Total:	\$12,973	\$6,829	\$5,492	\$620	\$31

GENERAL FUNDING SUPPORTED

Table 11 presents FY24 General Fund recurring appropriations supported by the oil and gas industry. Total recurring appropriations reached \$9.6 billion in FY24, of which 42.4 percent or \$4.1 billion was attributable to oil and gas revenue.

**TABLE 11: FY24 GENERAL FUND RECURRING
APPROPRIATIONS FUNDED BY THE OIL & GAS INDUSTRY**
(million dollars)

Spending Category	GF Recurring Spending	Oil & Gas Funded
Legislative	\$34.2	\$14.5
Judicial	\$402.8	\$170.8
General Control	\$220.2	\$93.4
Commerce and Industry	\$91.7	\$38.9
Natural Resources	\$112.1	\$47.5
Health and Human Services	\$2,728.3	\$1,156.8
Public Safety	\$534.3	\$226.5
Other Education	\$49.5	\$21.0
Higher Education	\$1,269.5	\$538.3
Public Education	\$4,126.2	\$1,749.5
Total Recurring	\$9,568.8	\$4,057.2
Subtotal: Education	\$5,445.2	\$2,308.8
Subtotal: Excluding Education	\$4,123.6	\$1,748.4

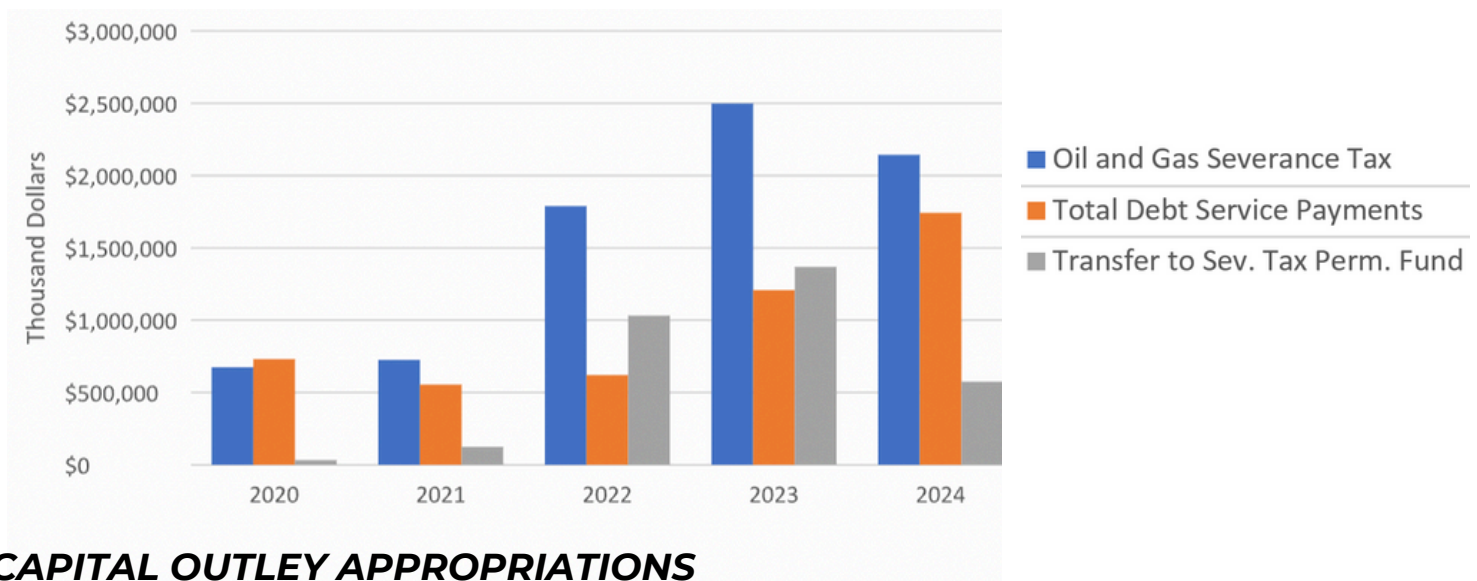
According to the LFC, General Fund spending on the Medicaid program was \$1.47 billion. Oil and gas revenue supported 42.4 percent or \$623 million of this spending. General Fund spending is matched by federal spending at a rate of about 3.5-to-1. Thus the oil and gas funding supported a total of \$2.2 billion of Medicaid spending for low-income households.

In FY24, revenue exceeded recurring spending by \$3.4 billion which was allocated to non-recurring and deferred appropriations. Oil and gas revenue supported 42.4 percent of these uses, thereby funding \$1.4 billion of non-recurring appropriations.

CAPITAL OUTLAY FUNDING

Figure 6 presents distributions and uses of Oil and Gas Severance Tax receipts over the last five fiscal years. As total revenue has increased to over \$2 billion per year, total debt service payments for capital outlay projects has increased to \$1.7 billion. \$1.5 billion of the debt service was in the form of short term notes, \$772 million for capital outlay projects, and \$734 million for public school construction. A total of \$3.1 billion has been transferred to the Severance Tax Permanent Fund over five years. Total debt service plus permanent fund transfers can be greater or less than total revenue in a given year due to changes in fund balances. These balances are themselves the result of Oil and Gas Severance Tax collections in prior years. Severance Tax revenue in excess of bonding fund requirements is transferred to the Severance Tax Permanent Fund. In FY24 this amount was \$575 million.

FIGURE 6: OIL AND GAS SEVERANCE TAX SOURCES AND USES



CAPITAL OUTLEY APPROPRIATIONS

Senate Bill 275 of the 2024 legislative session contained \$1.5 billion of capital outlay appropriations from all sources including: \$932 million from the General Fund, \$508 million in Severance Tax Bonds, and \$61 million in Supplemental Severance Tax Bonds for public schools. Oil and gas revenue funded the Severance Tax Bond and Supplemental Severance Tax Bond amounts and also 42.4 percent of the General Fund appropriations for a total of \$964 million.

Table 12, on the next page, presents oil and gas funded capital outlay appropriations to local projects in each county in each of the last five legislative sessions based on a report from the Capital Outlay Bureau of the Department of Finance and Administration. Total capital projects funded by industry revenue were almost \$3.2 billion, an average of \$637 million per year.

**TABLE 12: OIL AND GAS FUNDED CAPITAL OUTLAY
APPROPRIATIONS BY LEGISLATIVE SESSION
(MILLION DOLLARS)**

County	2020	2021	2022	2023	2024	Total 2020 - 2024	Average 2020 - 2024
Bernalillo	\$101	\$102	\$137	\$76	\$184	\$600	\$120
Catron	\$1	\$1	\$1	\$1	\$1	\$4	\$1
Chaves	\$11	\$9	\$11	\$9	\$7	\$47	\$9
Cibola	\$7	\$7	\$10	\$6	\$3	\$33	\$7
Colfax	\$5	\$6	\$18	\$1	\$29	\$58	\$12
Curry	\$4	\$7	\$26	\$11	\$4	\$51	\$10
De Baca	\$1	\$1	\$1	\$1	\$1	\$4	\$1
Dona Ana	\$28	\$31	\$32	\$28	\$76	\$195	\$39
Eddy	\$7	\$8	\$7	\$5	\$74	\$100	\$20
Grant	\$8	\$11	\$5	\$4	\$3	\$31	\$6
Guadalupe	\$1	\$3	\$2	\$1	\$1	\$8	\$2
Harding	\$0	\$1	\$0	\$1	\$1	\$3	\$1
Hidalgo	\$1	\$1	\$1	\$1	\$1	\$5	\$1
Lea	\$7	\$9	\$8	\$5	\$80	\$108	\$22
Lincoln	\$4	\$5	\$10	\$3	\$2	\$23	\$5
Los Alamos	\$1	\$1	\$1	\$4	\$2	\$9	\$2
Luna	\$7	\$7	\$7	\$1	\$2	\$24	\$5
McKinley	\$11	\$16	\$14	\$21	\$73	\$135	\$27
Mora	\$1	\$3	\$1	\$1	\$5	\$11	\$2
Otero	\$7	\$12	\$8	\$5	\$6	\$38	\$8
Quay	\$2	\$1	\$2	\$1	\$1	\$6	\$1
Rio Arriba	\$12	\$13	\$14	\$8	\$10	\$56	\$11
Roosevelt	\$3	\$5	\$2	\$4	\$6	\$21	\$4
San Juan	\$22	\$18	\$16	\$16	\$12	\$84	\$17
San Miguel	\$6	\$7	\$11	\$33	\$18	\$74	\$15
Sandoval	\$17	\$20	\$24	\$19	\$18	\$99	\$20
Santa Fe	\$30	\$49	\$87	\$25	\$82	\$274	\$55
Sierra	\$12	\$2	\$31	\$1	\$4	\$50	\$10
Socorro	\$3	\$6	\$2	\$3	\$5	\$19	\$4
Taos	\$10	\$8	\$30	\$11	\$8	\$67	\$13
Torrance	\$3	\$3	\$3	\$1	\$2	\$13	\$3
Union	\$1	\$1	\$2	\$1	\$15	\$20	\$4
Valencia	\$8	\$10	\$9	\$5	\$13	\$45	\$9
Statewide	\$63	\$102	\$228	\$220	\$133	\$746	\$149
Multiple	\$13	\$8	\$15	\$4	\$82	\$122	\$24
Total	\$417	\$491	\$778	\$535	\$964	\$3,185	\$637

PUBLIC SCHOOL FUNDING

Table 13 presents oil and gas funded public school capital awards in each county over the period from FY21 through FY24 based on information from the Public Schools Facilities Authority. FY24 data are preliminary.

TABLE 13: PUBLIC SCHOOL CAPITAL AWARDS FUNDED BY THE OIL AND GAS INDUSTRY

County	FY2021	FY2022	FY2023	FY2024	Annual Average: 2021-2024
Bernalillo	\$1,464	\$10,512	\$35,705,417	\$9,210,705	\$11,232,025
Catron	\$0	\$98,805	\$194,100	\$291,150	\$146,014
Chaves	\$167,490	\$16,007,741	\$4,950,228	\$12,632,017	\$8,439,369
Cibola	\$2,414,304	\$6,195	\$2,350,339	\$1,785,597	\$1,639,109
Colfax	\$22,474	\$911,966	\$558,029	\$7,812,659	\$2,326,282
Curry	\$987,707	\$992,089	\$3,872,278	\$5,800,650	\$2,913,181
DeBaca	\$0	\$0	\$101,585	\$150,000	\$62,896
Dona Ana	\$931,546	\$25,094,247	\$32,894,845	\$23,511,098	\$20,607,934
Eddy	\$0	\$0	\$870,755	\$1,290,145	\$540,225
Grant	\$18,670	\$0	\$377,080	\$612,385	\$252,034
Guadalupe	\$947	\$1,591,044	\$252,298	\$352,868	\$549,289
Harding	\$0	\$2,700,831	\$256,349	\$49,162,043	\$13,029,806
Hidalgo	\$0	\$0	\$200,599	\$308,921	\$127,380
Lea	\$33,000	\$267,552	\$3,543,851	\$6,929,144	\$2,693,387
Lincoln	\$15,982	\$3,541,884	-\$1,213,381	\$730,375	\$768,715
Los Alamos	\$36,899	\$966,057	\$23,878,361	\$46,083,680	\$17,741,249
Luna	\$0	\$388,410	\$2,332,131	\$7,974,612	\$2,673,788
McKinley	\$15,680,413	\$1,048,433	\$69,769,280	\$19,181,242	\$26,419,842
Mora	\$3,135	\$18,748	\$202,073	\$302,116	\$131,518
Otero	\$19,129,878	\$480,391	\$5,577,945	\$3,384,092	\$7,143,077
Quay	\$24,448	\$117,571	\$758,563	\$1,156,919	\$514,375
Rio Arriba	\$851,252	\$0	\$877,983	\$1,298,176	\$756,853
Roosevelt	\$3,378,691	\$387,952	\$2,266,784	\$4,253,032	\$2,571,615
San Juan	\$6,505,944	\$10,088,409	\$13,229,862	\$9,745,913	\$9,892,532
San Miguel	\$0	\$1,363,332	\$1,073,904	\$1,463,910	\$975,286
Sandoval	\$1,873,587	\$14,328	\$3,959,132	\$3,397,612	\$2,311,165
Santa Fe	\$390,070	\$0	\$4,331,732	\$2,885,360	\$1,901,790
Sierra	\$0	\$781,231	\$101,803	\$636,135	\$379,792
Socorro	\$152,084	\$3,501,978	\$1,172,807	\$1,597,211	\$1,606,020
Taos	\$38,701	\$0	\$561,850	\$799,133	\$349,921
Torrance	\$481	\$18,793	\$1,198,617	\$467,827	\$421,429
Union	\$273	\$242,412	\$882,929	\$49,518,754	\$12,661,092
Valencia	\$5,054,462	\$4,530,950	\$3,516,940	\$4,641,999	\$4,436,088
Total	\$57,713,902	\$75,171,862	\$220,607,067	\$279,367,478	\$158,215,077

EDUCATION SPENDING

PUBLIC EDUCATION

The largest single category of General Fund recurring spending is public education. The total public education budget is comprised of formula-based funding distributed to school districts – also known as the State Equalization Guarantee (SEG) – plus categorical or “below-the-line” spending for specific programs around the state. Although a district-by-district breakout of the below-the-line spending is not available, the SEG funding to districts and charter schools can be allocated at the county level. The FY24 Operating Budget provided a total of \$4 billion to school districts and charters. 42.4 percent of this amount, or \$1.69 billion, is attributable to revenue from oil and gas production.

HIGHER EDUCATION

The oil and gas industry supports higher education spending through the General Fund and also through distributions from the Land Grant Permanent Fund (LGPF). \$1.24 billion was distributed from the General Fund to institutions of higher education in the state, of which 42.4 percent or \$526 million is attributable to oil and gas revenues. General Fund distributions attributable to oil and gas revenue included \$66 million for the Opportunity Scholarship program.

In addition, \$72 million was distributed from the LGPF to higher education and special schools, bringing total support from the industry to \$598 million.

Thus, a combined total of \$2.288 billion in support of public and higher education in FY24 is attributable to the oil and gas producing industry.

Table 14, on the next page, presents education spending supported by oil and gas revenue in each county. District and charter specific amounts are shown in Appendix 1. Appendix 2 presents total oil and gas-supported funding for each higher education institution.

**TABLE 14: COUNTY EDUCATION FUNDING SUPPORTED BY
THE OIL AND GAS INDUSTRY IN FY24**

County	K Through 12 Funding				Higher Ed Funding	Total Oil & Gas Education Funding
	School District	District Charters	State Charters	Total K-12 Funding		
Bernalillo	\$375,556,225	\$47,875,899	\$53,152,885	\$476,585,009	\$248,176,583	\$724,761,592
Catron	\$2,511,139	\$0	\$0	\$2,511,139	\$0	\$2,511,139
Chaves	\$58,026,192	\$972,953	\$0	\$58,999,145	\$34,675,839	\$93,674,984
Cibola	\$16,871,866	\$0	\$0	\$16,871,866	\$1,939,722	\$18,811,589
Colfax	\$9,462,140	\$454,748	\$0	\$9,916,888	\$0	\$9,916,888
Curry	\$41,918,344	\$0	\$0	\$41,918,344	\$5,665,383	\$47,583,726
DeBaca	\$1,987,791	\$0	\$0	\$1,987,791	\$0	\$1,987,791
Dona Ana	\$189,869,656	\$0	\$6,144,244	\$196,013,900	\$128,818,890	\$324,832,789
Eddy	\$55,357,833	\$1,172,584	\$0	\$56,530,417	\$2,321,485	\$58,851,901
Grant	\$19,242,308	\$0	\$1,068,403	\$20,310,711	\$17,888,991	\$38,199,702
Guadalupe	\$4,548,651	\$0	\$0	\$4,548,651	\$0	\$4,548,651
Harding	\$2,045,076	\$0	\$0	\$2,045,076	\$0	\$2,045,076
Hidalgo	\$4,442,438	\$0	\$0	\$4,442,438	\$0	\$4,442,438
Lea	\$77,635,709	\$0	\$0	\$77,635,709	\$3,861,895	\$81,497,605
Lincoln	\$15,661,444	\$0	\$0	\$15,661,444	\$1,109,663	\$16,771,107
Los Alamos	\$18,660,932	\$0	\$0	\$18,660,932	\$1,028,970	\$19,689,901
Luna	\$26,925,201	\$806,143	\$0	\$27,731,344	\$0	\$27,731,344
McKinley	\$76,137,185	\$0	\$5,051,544	\$81,188,729	\$5,073,779	\$86,262,507
Mora	\$4,138,936	\$0	\$0	\$4,138,936	\$0	\$4,138,936
Otero	\$39,473,618	\$0	\$0	\$39,473,618	\$19,685,883	\$59,159,501
Quay	\$9,294,616	\$0	\$0	\$9,294,616	\$2,339,280	\$11,633,896
Rio Arriba	\$22,752,720	\$0	\$2,668,899	\$25,421,618	\$7,902,029	\$33,323,647
Roosevelt	\$19,123,862	\$0	\$0	\$19,123,862	\$23,574,566	\$42,698,428
San Juan	\$104,012,489	\$1,218,378	\$0	\$105,230,867	\$14,653,161	\$119,884,028
San Miguel	\$18,213,630	\$591,168	\$0	\$18,804,798	\$24,108,555	\$42,913,354
Sandoval	\$125,806,848	\$454,010	\$5,669,232	\$131,930,089	\$0	\$131,930,089
Santa Fe	\$72,960,655	\$1,803,444	\$17,397,098	\$92,161,197	\$25,272,954	\$117,434,151
Sierra	\$7,115,408	\$0	\$0	\$7,115,408	\$0	\$7,115,408
Socorro	\$10,997,869	\$1,061,967	\$0	\$12,059,835	\$23,997,629	\$36,057,464
Taos	\$15,991,290	\$2,356,516	\$5,509,542	\$23,857,347	\$2,566,746	\$26,424,093
Torrance	\$10,201,799	\$0	\$10,615,412	\$20,817,211	\$0	\$20,817,211
Union	\$4,030,644	\$0	\$0	\$4,030,644	\$0	\$4,030,644
Valencia	\$60,532,056	\$0	\$3,389,281	\$63,921,338	\$3,213,646	\$67,134,983
Total	\$1,521,506,568	\$58,767,809	\$110,666,540	\$1,690,940,917	\$597,875,648	\$2,288,816,565

Sources: NMTRI calculations using information from the Public Education Department, Department of Finance and Administration, Legislative Finance Committee and the State Investment Council.

EDUCATION SPENDING

SCHOOLS, STUDENTS, AND TEACHERS

Table 15 summarizes the number of schools, students and teachers funded by the oil and gas industry during FY24. The breakout of this funding by county is presented in Appendix 3.

TABLE 15: SCHOOLS, STUDENTS, AND TEACHERS

	Total			Oil & Gas Funded		
	District	State Charters	Total	District	State Charters	Total
Schools	851	59	910	361	25	386
Students	286,773	21,029	307,802	121,592	8,916	130,508
Teachers	20,918	1,676	22,594	8,869	711	9,580

APPENDIX 1

FY24 STATE EQUALIZATION GUARANTEE FUNDED BY THE OIL AND GAS INDUSTRY

District/Charter	Total SEG	Oil & Gas Funded
ALAMOGORDO	\$62,116,238	\$26,337,285
ALBUQUERQUE	\$902,132,589	\$382,504,218
ACE LEADERSHIP HIGH SCHOOL	\$3,207,064	\$1,359,795
ABQ CHARTER ACADEMY	\$5,189,574	\$2,200,379
THE ALB TALENT DEVELOPMENT CHARTER	\$1,683,160	\$713,660
ALICE KING COMMUNITY SCHOOL	\$5,725,184	\$2,427,478
CHRISTINE DUNCAN HERITAGE ACADEMY	\$5,792,494	\$2,456,018
CIEN AGUAS INTERNATIONAL	\$5,457,766	\$2,314,093
CORAL COMMUNITY CHARTER	\$2,609,929	\$1,106,610
CORRALES INTERNATIONAL	\$3,441,201	\$1,459,069
DIGITAL ARTS AND TECHNOLOGY ACADEMY	\$3,879,160	\$1,644,764
EAST MOUNTAIN HIGH SCHOOL	\$4,862,692	\$2,061,781
EL CAMINO REAL ACADEMY	\$4,012,164	\$1,701,158
GILBERT L SENA CHARTER HS	\$2,303,576	\$976,716
GORDON BERNELL CHARTER	\$2,954,401	\$1,252,666
HEALTH LEADERSHIP HIGH SCHOOL	\$2,682,501	\$1,137,381
INTERNATIONAL SCHOOL AT MESA DEL SOL	\$4,037,343	\$1,711,833
LA ACADEMIA DE ESPERANZA	\$3,166,112	\$1,342,432
LOS PUENTES CHARTER	\$1,495,111	\$633,927
MARK ARMIJO ACADEMY	\$2,845,827	\$1,206,631
MONTESSORI OF THE RIO GRANDE	\$2,889,550	\$1,225,169
MOUNTAIN MAHOGANY COMMUNITY SCHOOL	\$3,077,986	\$1,305,066
NATIVE AMERICAN COMMUNITY ACADEMY	\$5,905,781	\$2,504,051
NEW AMERICA SCHOOL	\$2,565,638	\$1,087,831
NEW MEXICO INTERNATIONAL SCHOOL	\$5,111,378	\$2,167,224
PUBLIC ACADEMY FOR PERFORMING ARTS	\$4,677,951	\$1,983,451
ROBERT F. KENNEDY CHARTER	\$5,167,541	\$2,191,037
SIEMBRA LEADERSHIP HIGH SCHOOL	\$4,607,420	\$1,953,546
SOUTH VALLEY ACADEMY	\$8,107,761	\$3,437,691
TECHNOLOGY LEADERSHIP HIGH SCHOOL	\$3,505,103	\$1,486,164
VOZ COLLEGIATE PREPARATORY CHARTER SCHOOL	\$1,323,602	\$561,207
WILLIAM W & JOSEPHINE DORN CHARTER	\$629,884	\$267,071
ALBUQUERQUE W/CHARTERS	\$1,015,047,446	\$430,380,117
ANIMAS	\$3,220,402	\$860,760,234
ARTESIA	\$42,444,891	\$17,996,634
AZTEC	\$28,762,508	\$12,195,303
MOSAIC ACADEMY CHARTER	\$2,390,441	\$1,013,547
AZTEC W/CHARTERS	\$31,152,949	\$13,208,850
BELEN	\$44,957,513	\$14,222,397

APPENDIX 1 CONTINUED

District/Charter	Total SEG	Oil & Gas Funded
BERNALILLO	\$38,440,167	\$16,298,631
BLOOMFIELD	\$32,033,224	\$13,582,087
CAPITAN	\$7,541,242	\$3,197,487
CARLSBAD	\$78,144,235	\$33,133,156
JEFFERSON MONTESSORI ACADEMY	\$2,765,528	\$1,172,584
CARLSBAD W/CHARTERS	\$80,909,763	\$34,305,740
CARRIZOZO	\$3,657,325	\$1,550,706
CENTRAL CONS.	\$61,341,735	\$37,029,029
DREAM DINE	\$483,093	\$204,831
CENTRAL W/CHARTERS	\$61,824,827	\$26,213,727
CHAMA	\$6,806,629	\$2,886,010
CIMARRON	\$5,991,367	\$2,540,339
MORENO VALLEY HIGH	\$1,072,519	\$454,748
CIMARRON W/CHARTERS	\$7,063,885	\$2,995,087
CLAYTON	\$6,585,105	\$2,792,085
CLOUDCROFT	\$7,303,803	\$3,096,812
CLOVIS	\$84,552,396	\$35,850,216
COBRE CONS.	\$16,386,356	\$6,947,815
CORONA	\$2,530,542	\$1,072,950
CUBA	\$13,123,604	\$5,564,408
DEMING	\$63,502,832	\$26,925,201
DEMING CESAR CHAVEZ	\$1,901,281	\$806,143
DEMING W/CHARTERS	\$65,404,113	\$27,731,344
DES MOINES	\$2,952,460	\$1,251,843
DEXTER	\$11,634,117	\$4,932,866
DORA	\$3,781,584	\$1,603,392
DULCE	\$9,105,629	\$3,860,787
ELIDA	\$3,419,074	\$1,449,688
ESPANOLA	\$38,450,135	\$16,302,857
ESTANCIA	\$10,002,101	\$4,240,891
EUNICE	\$8,894,654	\$3,771,333
FARMINGTON	\$123,175,007	\$52,226,203
FLOYD	\$3,966,288	\$1,681,706
FT SUMNER	\$4,688,187	\$1,987,791
GADSDEN	\$154,310,766	\$65,427,765
GALLUP-McKinley	\$163,330,835	\$69,252,274
GRADY	\$3,231,082	\$1,369,979
GRANTS	\$39,586,369	\$16,784,620
HAGERMAN	\$6,541,333	\$2,773,525
HATCH	\$16,874,193	\$7,154,658
HOBBS	\$114,077,904	\$48,369,031

APPENDIX 1 CONTINUED

District/Charter	Total SEG	Oil & Gas Funded
HONDO	\$3,284,710	\$1,392,717
HOUSE	\$2,038,898	\$864,493
JAL	\$8,248,392	\$3,497,318
JEMEZ MOUNTAIN	\$3,932,527	\$1,667,391
JEMEZ VALLEY	\$5,707,477	\$2,419,970
SAN DIEGO RIVERSIDE CHARTER	\$1,070,777	\$454,010
JEMEZ VALLEY W/CHARTER	\$6,778,254	\$2,873,980
LAKE ARTHUR	\$3,246,392	\$1,376,470
LAS CRUCES	\$285,920,616	\$121,230,341
LAS VEGAS CITY	\$15,858,479	\$6,723,995
LOGAN	\$5,030,486	\$2,132,926
LORDSBURG	\$7,257,046	\$3,076,988
LOS ALAMOS	\$44,011,632	\$18,660,932
LOS LUNAS	\$99,973,833	\$42,388,905
LOVING	\$10,349,688	\$4,388,268
LOVINGTON	\$46,427,526	\$19,685,271
MAGDALENA	\$5,806,307	\$2,461,874
MAXWELL	\$2,685,310	\$1,138,571
MELROSE	\$4,641,580	\$1,968,030
MESA VISTA	\$4,702,555	\$1,993,883
MORA	\$7,153,079	\$3,032,905
MORIARTY-EDGEWOOD	\$28,318,494	\$12,007,042
MOSQUERO	\$2,571,730	\$1,090,414
MOUNTAINAIR	\$3,928,276	\$1,665,589
PECOS	\$7,879,971	\$3,341,108
PENASCO	\$4,925,601	\$2,088,455
POJOAQUE	\$18,814,572	\$7,977,378
PORTALES	\$33,242,186	\$14,094,687
QUEMADO	\$3,487,702	\$1,478,785
QUESTA	\$5,709,936	\$2,421,013
RATON	\$10,694,921	\$4,534,646
RESERVE	\$2,640,563	\$1,119,599
RIO RANCHO	\$214,602,284	\$90,991,368
ROSWELL	\$114,424,017	\$48,515,783
SIDNEY GUTIERREZ MIDDLE	\$2,294,700	\$972,953
ROSWELL W/CHARTER	\$116,718,717	\$49,488,736
ROY	\$2,169,748	\$919,973
RUIDOSO	\$20,631,678	\$8,747,831
SAN JON	\$2,648,790	\$1,123,087
SANTA FE	\$134,994,558	\$57,237,693
ACADEMY FOR TECHNOLOGY & CLASSICS	\$4,253,405	\$1,803,444

APPENDIX 1 CONTINUED

District/Charter	Total SEG	Oil & Gas Funded
SANTA FE W/CHARTERS	\$139,247,963	\$59,041,136
SANTA ROSA	\$9,625,766	\$4,081,325
SILVER CITY	\$28,996,446	\$12,294,493
SOCORRO	\$17,616,102	\$7,469,227
COTTONWOOD VALLEY CHARTER	\$2,504,639	\$1,061,967
SOCORRO W/CHARTERS	\$20,120,741	\$8,531,194
SPRINGER	\$2,913,443	\$1,235,300
TAOS	\$25,201,947	\$10,685,626
ANANSI CHARTER SCHOOL	\$2,566,893	\$1,088,363
TAOS MUNICIPAL CHARTER	\$2,990,927	\$1,268,153
TAOS W/CHARTER	\$30,759,767	\$13,042,141
TATUM	\$5,476,728	\$2,322,133
TEXICO	\$8,045,531	\$3,411,305
TRUTH OR CONS.	\$16,781,622	\$7,115,408
TUCUMCARI	\$11,981,010	\$5,079,948
TULAROSA	\$14,378,330	\$6,096,412
VAUGHN	\$2,128,372	\$902,430
WAGON MOUND	\$2,384,892	\$1,011,194
WEST LAS VEGAS	\$19,132,716	\$8,112,272
RIO GALLINAS SCHOOL	\$1,394,264	\$591,168
WEST LAS VEGAS W/CHARTER	\$20,526,980	\$8,703,440
ZUNI	\$16,237,998	\$6,884,911
Subtotal: Districts + Local Charters	\$3,727,062,211	\$1,580,274,377

APPENDIX 1 CONTINUED

County	State Charter School	Total SEG	Oil & Gas Funded
Bernalillo	21st CENTURY PUBLIC ACADEMY	\$4,286,579	\$1,817,510
Bernalillo	ACES TECHNICAL CHARTER SCHOOL	\$2,452,621	\$1,039,911
Bernalillo	ALBUQUERQUE INSTITUTE OF MATH & SCIENCE	\$3,962,699	\$1,680,184
Bernalillo	ALBUQUERQUE BILINGUAL ACADEMY	\$5,351,914	\$2,269,211
Bernalillo	ALBUQUERQUE COLLEGIATE CHARTER SCHOOL	\$2,372,996	\$1,006,150
Bernalillo	ABQ SCHOOL OF EXCELLENCE	\$9,846,571	\$4,174,946
Bernalillo	ABQ SIGN LANGUAGE ACADEMY	\$4,686,177	\$1,986,939
Bernalillo	ALTURA PREPARATORY SCHOOL	\$2,765,684	\$1,172,650
Bernalillo	AMY BIEHL CHARTER HIGH SCHOOL	\$3,226,825	\$1,368,174
Bernalillo	CESAR CHAVEZ COMMUNITY SCHOOL	\$2,805,668	\$1,189,603
Bernalillo	COTTONWOOD CLASSICAL PREP	\$8,643,608	\$3,664,890
Bernalillo	EXPLORE ACADEMY	\$15,786,120	\$6,693,315
Bernalillo	HORIZON ACADEMY WEST	\$5,379,165	\$2,280,766
Bernalillo	MISSION ACHIEVEMENT AND SUCCESS	\$23,091,895	\$9,790,963
Bernalillo	MONTESORI ELEMENTARY SCHOOL	\$4,798,889	\$2,034,729
Bernalillo	NEW MEXICO ACADEMY FOR THE MEDIA ARTS	\$2,272,792	\$963,664
Bernalillo	NORTH VALLEY ACADEMY	\$3,905,294	\$1,655,845
Bernalillo	RIO GRANDE ACADEMY OF FINE ARTS	\$1,876,439	\$795,610
Bernalillo	SOLARE COLLEGIATE CHARTER SCHOOL	\$3,600,420	\$1,526,578
Bernalillo	SOUTH VALLEY PREP	\$2,152,715	\$912,751
Bernalillo	SW AERONAUTICS MATHEMATICS AND SCIENCE	\$3,557,059	\$1,508,193
Bernalillo	SOUTHWEST PREPARATORY LEARNING CENTER	\$1,935,055	\$820,463
Bernalillo	SOUTHWEST SECONDARY LEARNING CENTER	\$1,761,955	\$747,069
Bernalillo	THE GREAT ACADEMY	\$1,396,106	\$591,949
Bernalillo	TIERRA ADENTRO	\$3,445,333	\$1,460,821
Dona Ana	ALMA D'ARTE CHARTER	\$1,570,286	\$665,801
Dona Ana	EXPLORE ACADEMY - LAS CRUCES	\$4,023,899	\$1,706,133
Dona Ana	J PAUL TAYLOR ACADEMY	\$2,393,150	\$1,014,696
Dona Ana	LA ACADEMIA DOLORES HUERTA	\$804,489	\$341,103
Dona Ana	LAS MONTANAS CHARTER	\$2,190,614	\$928,820
Dona Ana	NEW AMERICA SCHOOL - LAS CRUCES	\$1,894,197	\$803,140
Dona Ana	RAICES DEL SABER XINACHTLI COMMUNITY	\$1,614,508	\$684,551
Grant	ALDO LEOPOLD CHARTER	\$2,519,818	\$1,068,403
McKinley	DEAP	\$573,104	\$242,996
McKinley	HOZHO ACADEMY	\$8,709,807	\$3,692,958

APPENDIX 1 CONTINUED

McKinley	MIDDLE COLLEGE HIGH SCHOOL	\$1,824,203	\$773,462
McKinley	SIX DIRECTIONS INDIGENOUS SCHOOL	\$806,904	\$342,127
Rio Arriba	LA TIERRA MONTESSORI SCHOOL (closed August 2024)	\$177,479	\$75,251
Rio Arriba	MCCURDY CHARTER SCHOOL	\$6,117,093	\$2,593,647
Sandoval	EXPLORE ACADEMY - RIO RANCHO	\$3,166,043	\$1,342,402
Sandoval	SANDOVAL ACADEMY OF BILINGUAL EDUCATION	\$2,865,701	\$1,215,057
Sandoval	THE ASK ACADEMY	\$6,368,070	\$2,700,062
Sandoval	WALATOWA CHARTER HIGH	\$971,017	\$411,711
Santa Fe	MONTE DEL SOL CHARTER	\$4,269,352	\$1,810,205
Santa Fe	NEW MEXICO CONNECTIONS ACADEMY	\$16,433,780	\$6,967,923
Santa Fe	NM SCHOOL FOR THE ARTS	\$3,518,916	\$1,492,020
Santa Fe	THE MASTERS PROGRAM	\$2,816,429	\$1,194,166
Santa Fe	THRIVE COMMUNITY SCHOOL	\$3,274,436	\$1,388,361
Santa Fe	TIERRA ENCANTADA CHARTER SCHOOL	\$3,698,258	\$1,568,061
Santa Fe	TURQUOISE TRAIL CHARTER SCHOOL	\$7,019,719	\$2,976,361
Taos	RED RIVER VALLEY CHARTER SCHOOL	\$1,432,332	\$607,309
Taos	ROOTS & WINGS COMMUNITY	\$1,052,402	\$446,218
Taos	TAOS ACADEMY	\$4,351,343	\$1,844,969
Taos	TAOS INTEGRATED SCHOOL OF ARTS	\$2,404,029	\$1,019,308
Taos	TAOS INTERNATIONAL SCHOOL	\$2,371,797	\$1,005,642
Taos	VISTA GRANDE HIGH SCHOOL	\$1,382,299	\$586,095
Torrance	ESTANCIA VALLEY CLASSICAL ACADEMY	\$6,772,043	\$2,871,346
Torrance	PECOS CYBER ACADEMY	\$18,264,306	\$7,744,066
Valencia	SCHOOL OF DREAMS ACADEMY	\$7,993,588	\$3,389,281
	TOTAL STATE CHARTERS	\$261,005,989	\$110,666,540
	GRAND TOTAL	\$3,988,068,200	\$1,690,940,917

APPENDIX 2

HIGHER EDUCATION FUNDING FROM THE OIL AND GAS INDUSTRY FY24

Institution	FY24 General Fund Operating Budget		LGPF distributions	Total Oil & Gas Funding
	Total	Oil & Gas Share		
NM Tech	\$53,285,251	\$22,592,946	\$1,404,682	\$23,997,629
NMSU Main Campus	\$262,473,626	\$111,288,817	\$3,462,021	\$114,750,839
UNM Main Campus	\$331,045,906	\$140,363,464	\$10,673,332	\$151,036,796
UNM Health Sciences Center	\$143,688,100	\$60,923,754		\$60,923,754
Eastern NM University	\$54,279,785	\$23,014,629	\$559,937	\$23,574,566
NM Highlands University	\$46,862,051	\$19,869,510	\$181,068	\$20,050,578
Western NM University	\$41,761,858	\$17,707,028	\$181,963	\$17,888,991
Northern NM University	\$18,286,821	\$7,753,612	\$148,417	\$7,902,029
Eastern NMU - Roswell Branch	\$16,058,537	\$6,808,820		\$6,808,820
Eastern NMU - Ruidoso Branch	\$2,617,129	\$1,109,663		\$1,109,663
NMSU-Alamogordo	\$9,105,466	\$3,860,718		\$3,860,718
Southeast NM College	\$5,475,200	\$2,321,485		\$2,321,485
NMSU-Dona Ana	\$33,179,366	\$14,068,051		\$14,068,051
NMSU-Grants	\$4,574,817	\$1,939,722		\$1,939,722
UNM-Gallup	\$11,966,459	\$5,073,779		\$5,073,779
UNM-Los Alamos	\$2,426,815	\$1,028,970		\$1,028,970
UNM-Taos	\$6,053,647	\$2,566,746		\$2,566,746
UNM-Valencia	\$7,579,353	\$3,213,646		\$3,213,646
Central NM University	\$85,415,170	\$36,216,032		\$36,216,032
Clovis Community College	\$13,361,752	\$5,665,383		\$5,665,383
Luna Community College	\$9,570,702	\$4,057,978		\$4,057,978
Mesalands Community College	\$5,517,169	\$2,339,280		\$2,339,280
NM Junior College	\$9,108,244	\$3,861,895		\$3,861,895
San Juan College	\$34,559,341	\$14,653,161		\$14,653,161
Santa Fe Community College	\$19,210,296	\$8,145,166		\$8,145,166
NM Military Institute	\$4,933,917	\$2,091,981	\$25,775,039	\$27,867,020
NM School for the Deaf	\$5,239,700	\$2,221,633	\$14,906,156	\$17,127,789
NM School for the Visually Impaired	\$2,228,400	\$944,842	\$14,880,324	\$15,825,166
Tribal Colleges	\$2,265,265	\$960,472	\$0	\$960,472
Total all institutions	\$1,242,130,143	\$526,663,181	\$72,172,940	\$598,836,120
Total Ex Tribal Colleges	\$1,239,864,878	\$525,702,708	\$72,172,940	\$597,875,648

APPENDIX 3

SCHOOLS, STUDENTS, AND TEACHERS FUNDED BY OIL AND GAS REVENUE FY2023

Table A 3.1: Schools						
County	Total All Schools			Oil & Gas Funded Schools		
	District	State Charters	Total	District	State Charters	Total
Bernalillo	176	25	201	75	11	85
Catron	5	-	5	2	-	2
Chaves	32		32	14	-	14
Cibola	15	-	15	6	-	6
Colfax	15		15	6	-	6
Curry	26	-	26	11	-	11
DeBaca	3	-	3	1	-	1
Dona Ana	71	7	78	30	3	33
Eddy	27		27	11	-	11
Grant	16	1	17	7	0	7
Guadalupe	6	-	6	3	-	3
Harding	4	-	4	2	-	2
Hidalgo	8		8	3	-	3
Lea	41	-	41	17	-	17
Lincoln	15	-	15	7	-	7
Los Alamos	8	-	8	3	-	3
Luna	13		13	6	-	6
McKinley	41	4	45	17	2	19
Mora	6	-	6	3	-	3
Otero	25	-	25	10	-	10
Quay	13	-	13	6	-	6
Rio Arriba	30	2	32	13	1	13
Roosevelt	13	-	13	6	-	6
San Juan	53		53	22	-	22
San Miguel	20		20	9	-	9
Sandoval	45	4	49	19	2	21
Santa Fe	44	7	51	19	3	22
Sierra	5	-	5	2	-	2
Socorro	11		11	5	-	5
Taos	17	6	23	7	3	10
Torrance	11	2	13	4	1	5
Union	7	-	7	3	-	3
Valencia	29	1	30	12	0	13
Total	851	59	910	361	25	386

APPENDIX 3 CONTINUED

Table A 3.2: Students						
County	Total All Students			Oil & Gas Funded Students		
	District	State Charters	Total	District	State Charters	Total
Bernalillo	74,701	9,887	84,588	31,673	4,192	35,865
Catron	262		262	111	-	111
Chaves	10,631		10,631	4,508	-	4,508
Cibola	3,167		3,167	1,343	-	1,343
Colfax	1,373		1,373	582	-	582
Curry	8,096		8,096	3,433	-	3,433
DeBaca	255		255	108	-	108
Dona Ana	35,615	1,176	36,791	15,101	499	15,600
Eddy	11,728		11,728	4,973	-	4,973
Grant	3,084	189	3,273	1,308	80	1,388
Guadalupe	597		597	253	-	253
Harding	169		169	72	-	72
Hidalgo	577		577	245	-	245
Lea	17,058		17,058	7,233	-	7,233
Lincoln	2,531		2,531	1,073	-	1,073
Los Alamos	3,703		3,703	1,570	-	1,570
Luna	5,102		5,102	2,163	-	2,163
McKinley	13,792	930	14,722	5,848	394	6,242
Mora	520		520	220	-	220
Otero	7,394		7,394	3,135	-	3,135
Quay	1,405		1,405	596	-	596
Rio Arriba	3,462	541	4,003	1,468	229	1,697
Roosevelt	3,148		3,148	1,335	-	1,335
San Juan	20,315		20,315	8,614	-	8,614
San Miguel	3,100		3,100	1,314	-	1,314
Sandoval	22,593	1,090	23,683	9,579	462	10,041
Santa Fe	14,624	3,447	18,071	6,200	1,462	7,662
Sierra	545		545	231	-	231
Socorro	1,802		1,802	764	-	764
Taos	1,953	827	2,780	828	351	1,179
Torrance	1,533	2,398	3,931	650	1,017	1,667
Union	535		535	227	-	227
Valencia	11,404	544	11,948	4,835	231	5,066
Total	286,773	21,029	307,802	121,592	8,916	130,508

APPENDIX 3 CONTINUED

Table A 3.3: Teachers						
County	Total All Teachers			Oil & Gas Funded Teachers		
	District	State Charters	Total	District	State Charters	Total
Bernalillo	5,999	840	6,839	2,544	356	2,900
Catron	36		36	15	-	15
Chaves	691		691	293	-	293
Cibola	428		428	182	-	182
Colfax	145		145	62	-	62
Curry	577		577	245	-	245
DeBaca	34		34	14	-	14
Dona Ana	2,593	122	2,715	1,099	52	1,151
Eddy	746		746	316	-	316
Grant	257	20	277	109	8	117
Guadalupe	65		65	28	-	28
Harding	25		25	11	-	11
Hidalgo	46		46	20	-	20
Lea	889		889	377	-	377
Lincoln	269		269	114	-	114
Los Alamos	278		278	118	-	118
Luna	294		294	125	-	125
McKinley	627	57	684	266	24	290
Mora	54		54	23	-	23
Otero	523		523	222	-	222
Quay	132		132	56	-	56
Rio Arriba	255	36	291	108	15	123
Roosevelt	246		246	104	-	104
San Juan	1,605		1,605	681	-	681
San Miguel	245		245	104	-	104
Sandoval	1,334	90	1,424	566	38	604
Santa Fe	1,062	232	1,294	450	98	549
Sierra	96		96	41	-	41
Socorro	154		154	65	-	65
Taos	255	84	339	108	36	144
Torrance	134	144	278	57	61	118
Union	51		51	22	-	22
Valencia	771	51	822	327	22	349
Total	20,918	1,676	22,594	8,869	711	9,580

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