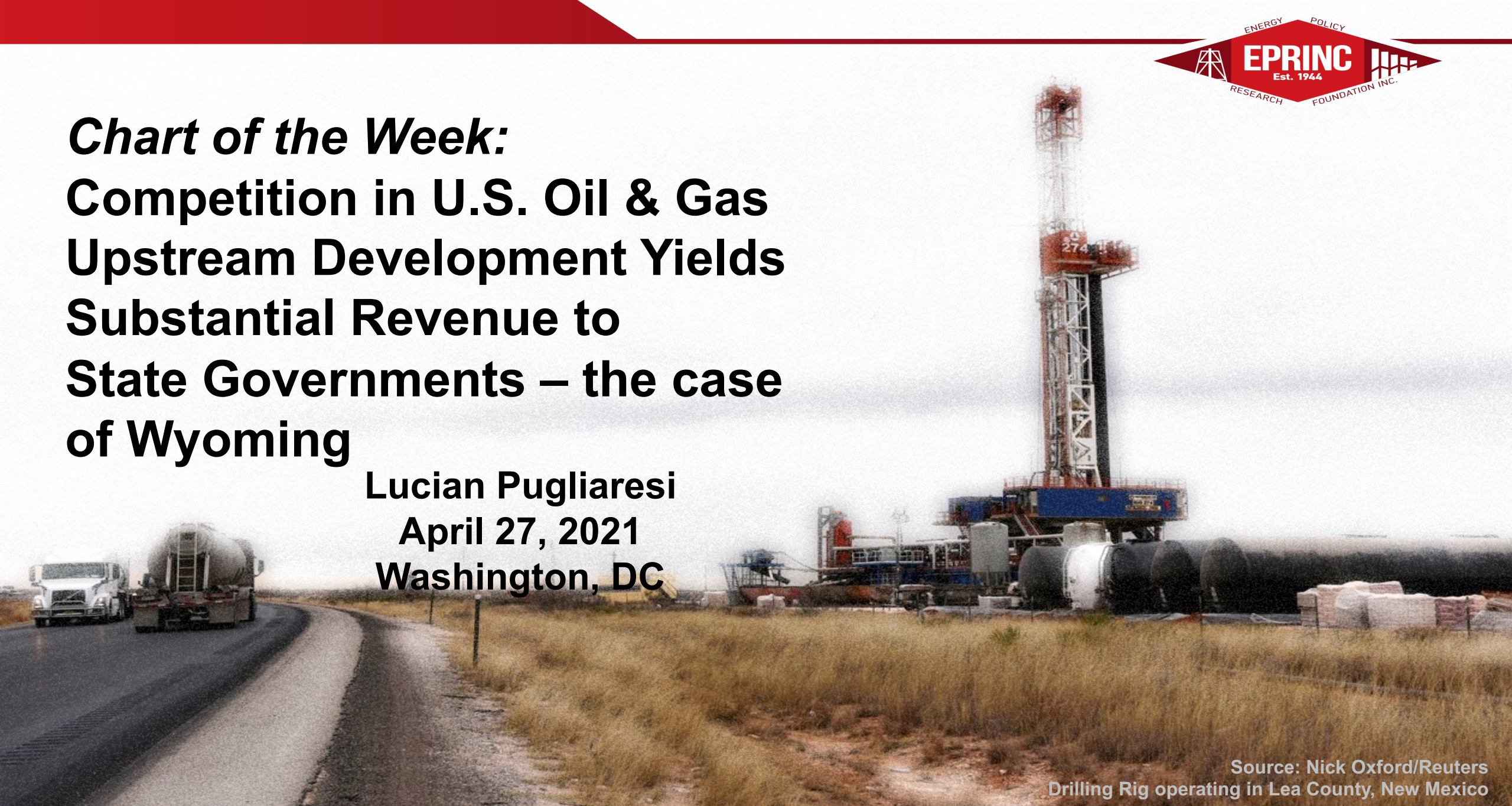


Chart of the Week: **Competition in U.S. Oil & Gas Upstream Development Yields Substantial Revenue to State Governments – the case of Wyoming**

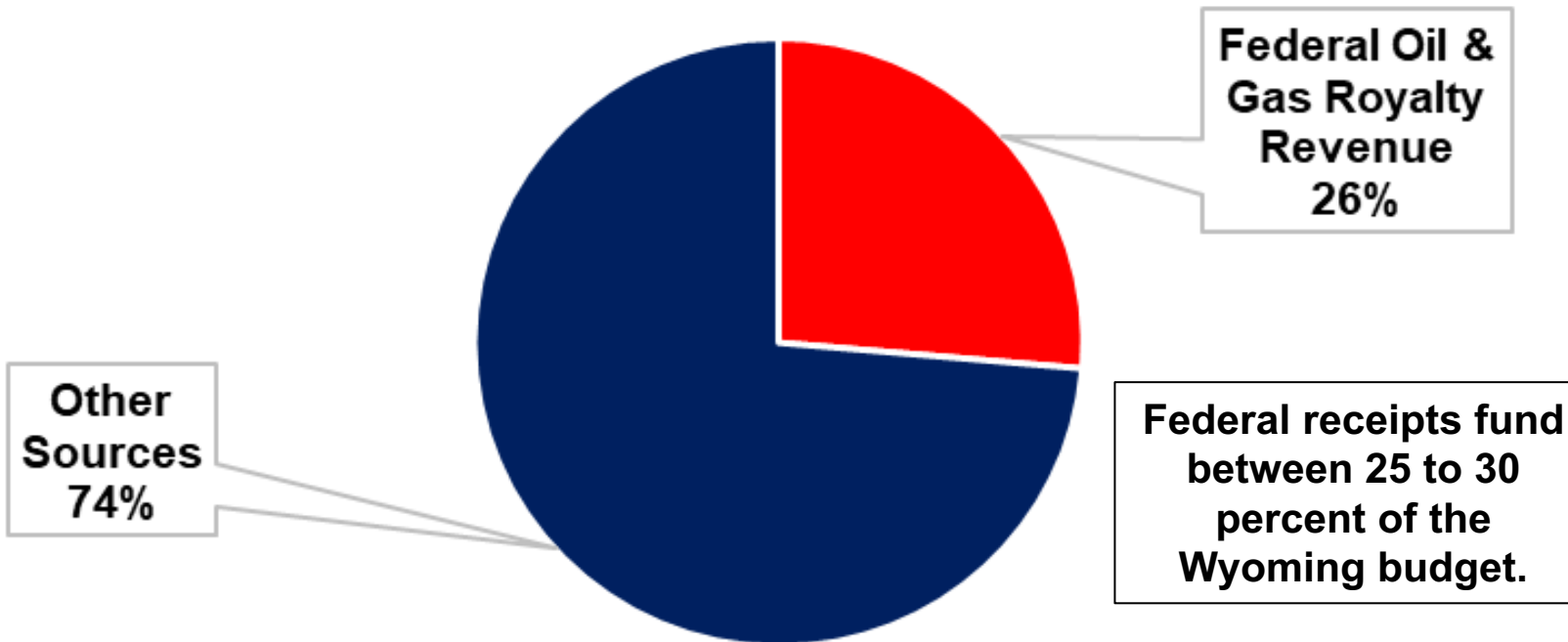
Lucian Pugliaresi
April 27, 2021
Washington, DC



Source: Nick Oxford/Reuters
Drilling Rig operating in Lea County, New Mexico

U.S. Onshore Oil & Gas Developments Remain Important Sources of Revenue to State Governments

Wyoming's 2019 State Budget of \$4.7 Billion
Reliance on Federal Oil & Gas Royalties

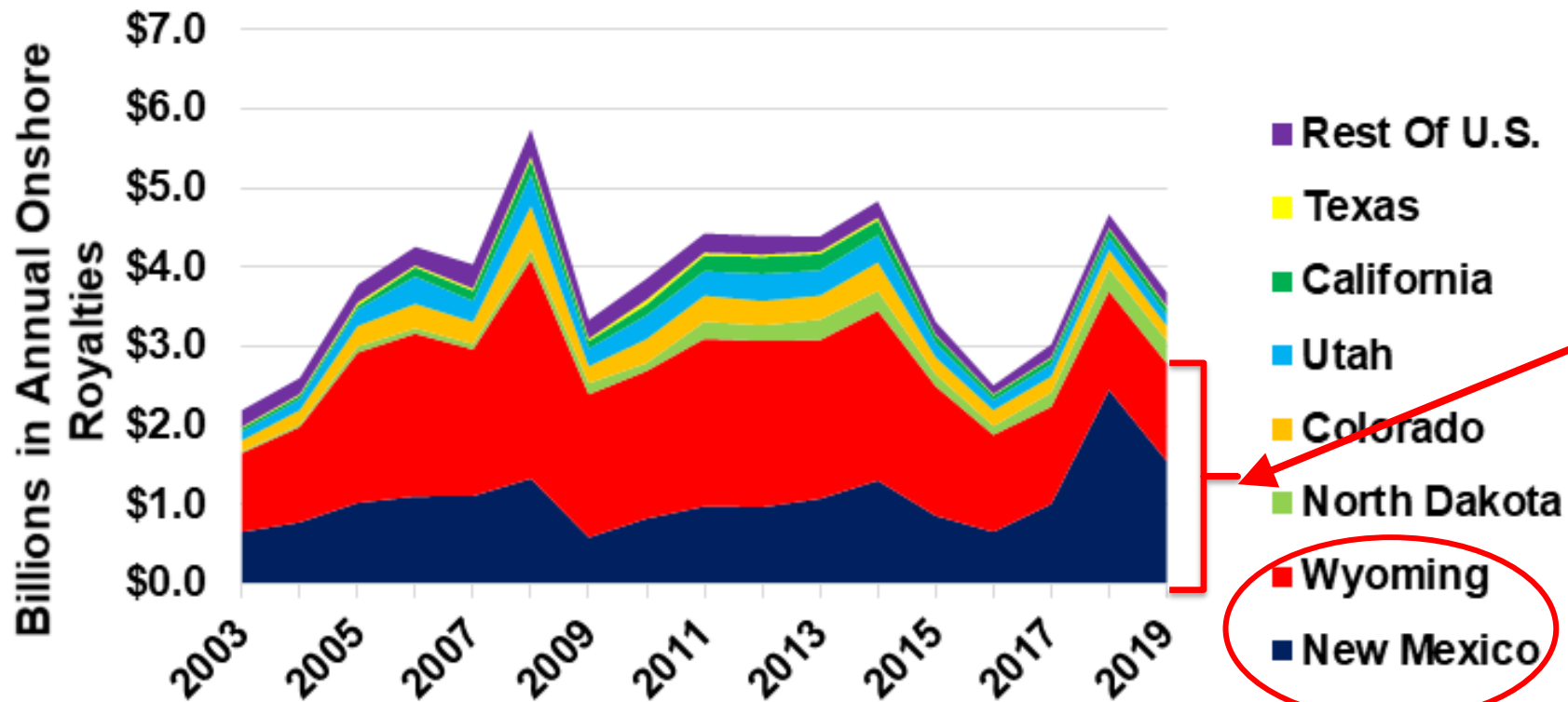


Analysis Based on U.S. Dept. of Interior and Wyoming State Finance Administration Data

EPRINC

Onshore Oil & Gas Developments Remain Important Sources of Revenue to State Governments

Importance of U.S. Royalty Program for Key States like New Mexico and Wyoming



Analysis Based on Dept. of Interior Data

EPRINC

Viewed together, New Mexico and Wyoming rely extensively on the Department of Interior's Oil & Gas Royalty program.

Federal receipts fund between 19 to 30 percent of these states' budgets.

Wyoming's Government Runs on Oil & Gas Money



- **Wyoming is the eighth largest crude oil producing state in the U.S., producing approximately 280 thousand barrels per day.**
- **The state ranked ninth nationally in natural gas production with output over 4.1 billion cubic feet per day.**
- **Much of this production is on U.S. federal lands.**
- **For fiscal year 2019, federal oil and gas royalties funded over 26% (\$1.24 billion) of the state budget, much of it dedicated to public schools, health, and higher education.**
- **Reducing Wyoming's oil production will not result in lower oil and gas consumption, but higher imports.**