

2013-15 BIENNIUM DISTRIBUTIONS TO POLITICAL SUBDIVISIONS - OIL AND GAS GROSS PRODUCTION TAX COLLECTIONS

Distributions of the oil and gas gross production tax to political subdivisions reflect production from two months prior. For example, September 2014 distributions of oil and gas gross production tax collections relate to July 2014 oil production. Distributions to political subdivisions pursuant to the new formula in 2013 House Bill No. 1358 became effective with July 2013 oil production and September 2013 distributions. As a result, this memorandum reports the distributions to political subdivisions for the period September 2013 to August 2015 to reflect 24 months of distributions based on the new formula.

DISTRIBUTIONS TO HUB CITIES AND HUB CITY SCHOOL DISTRICTS

The schedule below provides information on the distribution of oil and gas gross production tax collections to hub cities and hub city school districts for the period September 2013 through September 2014. Hub cities receive a monthly distribution of \$31,250 for each full or partial percentage point of private employment engaged in the mining industry and a distribution from 9 percent of the amount allocated to counties that received \$5 million or more in the most recently completed state fiscal year. Hub city school districts receive a monthly distribution of \$10,417 for each full or partial percentage point of private employment engaged in the mining industry. The percentage of private covered employment engaged in the mining industry for the hub cities for fiscal year 2014 was: Williston, 43 percent; Dickinson, 21 percent; and Minot, 6 percent. The percentage of private covered employment engaged in the mining industry for the hub cities for fiscal year 2015 is: Williston, 40 percent; Dickinson, 22 percent; and Minot, 6 percent.

	Fiscal Year 2014	September 2014	Biennium-to-Date Total
Hub cities			
Williston	\$33,209,498	\$4,122,320	\$37,331,818
Dickinson	16,417,231	2,123,660	18,540,891
Minot	5,097,437	666,220	5,763,657
Total hub cities	\$54,724,166	\$6,912,200	\$61,636,366
Hub city school districts			
Williston	\$5,375,000	\$416,667	\$5,791,667
Dickinson	2,625,000	229,167	2,854,167
Minot	750,000	62,500	812,500
Total hub city school districts	\$8,750,000	\$708,334	\$9,458,334

DISTRIBUTIONS TO COUNTIES

The schedule below provides information on the distribution of oil and gas gross production tax collections to counties for the period September 2013 through September 2014.

	Fiscal Year 2014	September 2014	Biennium-to-Date Total
Billings	\$4,851,360	\$972,104	\$5,823,464
Bottineau	2,625,622	436,974	3,062,596
Bowman	6,702,241	1,466,895	8,169,136
Burke	5,432,921	1,113,320	6,546,241
Divide	9,893,288	2,741,155	12,634,443
Dunn	26,771,743	4,673,755	31,445,498
Golden Valley	1,664,136	133,738	1,797,874
McHenry	41,410	3,519	44,929
McKenzie	56,418,242	8,125,186	64,543,428
McLean	1,074,629	113,440	1,188,069
Mercer	994	207	1,201
Mountrail	43,929,486	6,287,329	50,216,815
Renville	1,327,840	111,594	1,439,434
Slope	804,835	64,683	869,518
Stark	5,901,918	1,165,213	7,067,131
Ward	57,706	3,930	61,636
Williams	30,039,362	4,926,170	34,965,532
Unallocated	542	0	542
Total	\$197,538,275	\$32,339,212	\$229,877,487

DISTRIBUTIONS TO CITIES

The schedule below provides information on the distribution of oil and gas gross production tax collections to cities in total by county for the period September 2013 through September 2014. Hub cities are excluded from these amounts. A more detailed schedule of the distributions to the cities is attached as [Appendix A](#).

	Fiscal Year 2014	September 2014	Biennium-to-Date Total
Billings	\$1,614,651	\$324,043	\$1,938,694
Bottineau	1,166,613	145,660	1,312,273
Bowman	2,232,888	488,964	2,721,852
Burke	1,809,681	371,107	2,180,788
Divide	3,297,672	913,454	4,211,126
Dunn	8,914,299	1,557,754	10,472,053
Golden Valley	739,529	59,439	798,968
McHenry	18,271	1,563	19,834
McKenzie	18,809,176	2,708,551	21,517,727
McLean	463,667	50,419	514,086
Mercer	441	92	533
Mountrail	14,623,808	2,098,134	16,721,942
Renville	588,187	49,598	637,785
Slope	357,634	28,748	386,382
Stark	1,965,337	388,404	2,353,741
Ward	25,590	1,746	27,336
Williams	10,007,821	1,642,143	11,649,964
Total	\$66,635,265	\$10,829,819	\$77,465,084

DISTRIBUTIONS TO SCHOOL DISTRICTS

The schedule below provides information on the distribution of oil and gas gross production tax collections to school districts in total by county for the period September 2013 through September 2014. Hub city school districts are excluded from these amounts. A more detailed schedule of the distributions to school districts is attached as [Appendix B](#).

	Fiscal Year 2014	September 2014	Biennium-to-Date Total
Billings	\$403,735	\$81,017	\$484,752
Bottineau	2,040,808	36,417	2,077,225
Bowman	558,224	122,241	680,465
Burke	452,370	92,777	545,147
Divide	824,542	228,363	1,052,905
Dunn	2,228,571	389,437	2,618,008
Golden Valley	1,293,972	104,019	1,397,991
McHenry	31,685	2,738	34,423
McKenzie	4,702,291	677,137	5,379,428
McLean	780,042	88,520	868,562
Mercer	772	161	933
Mountrail	3,655,952	524,244	4,180,196
Renville	1,024,913	86,795	1,111,708
Slope	625,690	50,308	675,998
Stark	491,333	97,101	588,434
Ward	44,766	3,057	47,823
Williams	2,501,956	410,536	2,912,492
Total	\$21,661,622	\$2,994,868	\$24,656,490

DISTRIBUTIONS TO TOWNSHIPS

The schedule below provides information on the distribution of oil and gas gross production tax collections to townships in total by county for the period September 2013 through September 2014. These amounts include both the equal allocation to all townships in all oil-producing counties and the allocation based on road miles.

	Fiscal Year 2014	September 2014	Biennium-to-Date Total
Billings	\$924,768	\$150,855	\$1,075,623
Bottineau	0	195,747	195,747
Bowman	1,102,781	188,372	1,291,153
Burke	1,060,596	173,886	1,234,482
Divide	1,454,523	280,801	1,735,324
Dunn	2,601,232	423,911	3,025,143
Golden Valley ¹	0	0	0
McHenry ¹	0	0	0

	Fiscal Year 2014	September 2014	Biennium-to-Date Total
McKenzie	4,534,001	657,876	5,191,877
McLean ¹	0	0	0
Mercer ¹	0	0	0
Mountrail	3,354,742	493,446	3,848,188
Renville ¹	0	0	0
Slope ¹	0	0	0
Stark	1,088,959	176,344	1,265,303
Ward ¹	0	0	0
Williams	2,861,175	450,229	3,311,404
Total	\$18,982,777	\$3,191,467	\$22,174,244

¹The townships in these counties do not receive a distribution from the oil and gas gross production tax collections because these counties received less than \$5 million of allocations of oil and gas gross production tax collections in fiscal year 2014.

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