

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, October 2014 distributions of oil and gas gross production tax collections relate to August 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 October 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	October 2014	Biennium-to-Date Total
Hub cities				
Williston	\$33,209,498	\$4,122,320	\$3,037,182	\$40,369,000
Dickinson	16,417,231	2,123,660	1,581,091	20,121,982
Minot	5,097,437	666,220	485,363	6,249,020
Total hub cities	\$54,724,166	\$6,912,200	\$5,103,636	\$66,740,002
Hub city school districts				
Williston	\$5,375,000	\$416,667	\$416,667	\$6,208,334
Dickinson	2,625,000	229,167	229,167	3,083,334
Minot	750,000	62,500	62,500	875,000
Total hub city school districts	\$8,750,000	\$708,334	\$708,334	\$10,166,668

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 October 2014.

	Fiscal Year 2014	September 2014	October 2014	Biennium-to-Date Total
Billings	\$4,851,360	\$972,104	\$868,603	\$6,692,067
Bottineau	2,625,622	436,974	419,544	3,482,140
Bowman	6,702,241	1,466,895	1,322,260	9,491,396
Burke	5,432,921	1,113,320	1,074,001	7,620,242
Divide	9,893,288	2,741,155	818,359	13,452,802
Dunn	26,771,743	4,673,755	2,267,647	33,713,145
Golden Valley	1,664,136	133,738	93,587	1,891,461
McHenry	41,410	3,519	2,370	47,299
McKenzie	56,418,242	8,125,186	5,615,960	70,159,388
McLean	1,074,629	113,440	62,427	1,250,496
Mercer	994	207	(1)	1,200
Mountrail	43,929,486	6,287,329	3,935,684	54,152,499
Renville	1,327,840	111,594	95,060	1,534,494
Slope	804,835	64,683	56,776	926,294
Stark	5,901,918	1,165,213	1,216,641	8,283,772
Ward	57,706	3,930	3,125	64,761
Williams	30,039,362	4,926,170	2,323,724	37,289,256
Unallocated	542	0	0	542
Total	\$197,538,275	\$32,339,212	\$20,175,767	\$250,053,254

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 October 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	October 2014	Biennium-to-Date Total
Billings	\$1,614,651	\$324,043	\$289,550	\$2,228,244
Bottineau	1,166,613	145,660	139,848	1,452,121
Bowman	2,232,888	488,964	440,754	3,162,606
Burke	1,809,681	371,107	358,000	2,538,788
Divide	3,297,672	913,454	272,786	4,483,912
Dunn	8,914,299	1,557,754	755,613	11,227,666
Golden Valley	739,529	59,439	41,593	840,561
McHenry	18,271	1,563	1,053	20,887
McKenzie	18,809,176	2,708,551	1,872,097	23,389,824
McLean	463,667	50,419	27,757	541,843
Mercer	441	92	0	533
Mountrail	14,623,808	2,098,134	1,310,367	18,032,309
Renville	588,187	49,598	42,249	680,034
Slope	357,634	28,748	25,234	411,616
Stark	1,965,337	388,404	405,547	2,759,288
Ward	25,590	1,746	1,388	28,724
Williams	10,007,821	1,642,143	774,575	12,424,539
Total	\$66,635,265	\$10,829,819	\$6,758,411	\$84,223,495

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 October 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	October 2014	Biennium-to-Date Total
Billings	\$403,735	\$81,017	\$72,400	\$557,152
Bottineau	2,040,808	36,417	34,945	2,112,170
Bowman	558,224	122,241	110,189	790,654
Burke	452,370	92,777	89,500	634,647
Divide	824,542	228,363	68,197	1,121,102
Dunn	2,228,571	389,437	188,902	2,806,910
Golden Valley	1,293,972	104,019	72,789	1,470,780
McHenry	31,685	2,738	1,842	36,265
McKenzie	4,702,291	677,137	468,023	5,847,451
McLean	780,042	88,520	48,599	917,161
Mercer	772	161	0	933
Mountrail	3,655,952	524,244	327,593	4,507,789
Renville	1,024,913	86,795	73,937	1,185,645
Slope	625,690	50,308	44,159	720,157
Stark	491,333	97,101	101,387	689,821
Ward	44,766	3,057	2,432	50,255
Williams	2,501,956	410,536	193,643	3,106,135
Total	\$21,661,622	\$2,994,868	\$1,898,537	\$26,555,027

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 October 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	October 2014	Biennium-to-Date Total
Billings	\$924,768	\$150,855	\$106,984	\$1,182,607
Bottineau	0	195,747	130,210	325,957
Bowman	1,102,781	188,372	137,597	1,428,750
Burke	1,060,596	173,886	127,169	1,361,651
Divide	1,454,523	280,801	130,275	1,865,599

	Fiscal Year 2014	September 2014	October 2014	Biennium-to-Date Total
Dunn	2,601,232	423,911	231,580	3,256,723
Golden Valley ¹	0	0	0	0
McHenry ¹	0	0	0	0
McKenzie	4,534,001	657,876	437,179	5,629,056
McLean ¹	0	0	0	0
Mercer ¹	0	0	0	0
Mountrail	3,354,742	493,446	307,634	4,155,822
Renville ¹	0	0	0	0
Slope ¹	0	0	0	0
Stark	1,088,959	176,344	134,219	1,399,522
Ward ¹	0	0	0	0
Williams	2,861,175	450,229	242,913	3,554,317
Total	\$18,982,777	\$3,191,467	\$1,985,760	\$24,160,004

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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