

## 2015-17 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 2015 distributions of oil and gas gross production tax collections relate to July 2015 oil production. Distributions to political subdivisions pursuant to the new formula in 2015 House Bill No. 1176 became effective with July 2015 oil production and September 2015 distributions. As a result, this memorandum reports the distributions to political subdivisions for the period September 2015 to August 2017 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 2015 through September 2015. Hub cities in oil-producing counties receive a monthly distribution of \$31,250 for each full or partial percentage point of private employment engaged in oil- and gas-related employment and a distribution from 9 percent of the amount allocated to counties that received \$5 million or more in state fiscal year 2014. Hub cities in non-oil-producing counties receive a monthly distribution of \$20,833 for each full or partial percentage point of private employment engaged in oil- and gas-related employment. Hub city school districts receive a monthly distribution of \$10,417 for each full or partial percentage point of private employment engaged in oil- and gas-related employment. The percentage of private covered employment engaged in oil- and gas-related employment for the hub cities for fiscal year 2016 is: Williston, 66 percent; Dickinson, 40 percent; Minot, 14 percent; Mandan, 9 percent; Bismarck, 4 percent; West Fargo, 3 percent; Jamestown, 2 percent; Fargo, 2 percent; and Grand Forks, 2 percent.

	September 2015	Biennium-to-Date Total
<b>Hub cities</b>		
Williston	\$4,039,258	\$4,039,258
Dickinson	2,238,379	2,238,379
Minot	766,959	766,959
Mandan	187,500	187,500
Bismarck	83,333	83,333
West Fargo	62,500	62,500
Jamestown	41,667	41,667
Fargo	41,667	41,667
Grand Forks	41,667	41,667
Total hub cities	\$7,502,930	\$7,502,930
<b>Hub city school districts</b>		
Williston	\$687,500	\$687,500
Dickinson	416,667	416,667
Minot	145,833	145,833
Total hub city school districts	\$1,250,000	\$1,250,000

### 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 2015 through September 2015.

	September 2015	Biennium-to-Date Total
Billings	\$461,836	\$461,836
Bottineau	179,073	179,073
Bowman	652,341	652,341
Burke	481,150	481,150
Divide	1,262,613	1,262,613
Dunn	3,742,747	3,742,747
Golden Valley	52,728	52,728
McHenry	4,348	4,348
McKenzie	6,213,309	6,213,309
McLean	35,535	35,535
Mercer	0	0
Mountrail	4,362,004	4,362,004
Renville	49,409	49,409
Slope	24,148	24,148
Stark	477,994	477,994

	<b>September 2015</b>	<b>Biennium-to-Date Total</b>
Ward	2,775	2,775
Williams	4,130,908	4,130,908
Unallocated	0	0
<b>Total</b>	<b>\$22,132,918</b>	<b>\$22,132,918</b>

### 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 2015 through September 2015. Hub cities are excluded from these amounts. A more detailed schedule of the distributions to the cities is attached as [Appendix A](#).

	<b>September 2015</b>	<b>Biennium-to-Date Total</b>
Billings	\$153,946	\$153,946
Bottineau	59,692	59,692
Bowman	217,447	217,447
Burke	160,384	160,384
Divide	420,871	420,871
Dunn	1,247,583	1,247,583
Golden Valley	23,434	23,434
McHenry	1,932	1,932
McKenzie	2,071,103	2,071,103
McLean	15,792	15,792
Mercer	0	0
Mountrail	1,454,001	1,454,001
Renville	21,960	21,960
Slope	10,733	10,733
Stark	159,331	159,331
Ward	1,233	1,233
Williams	1,376,969	1,376,969
<b>Total</b>	<b>\$7,396,411</b>	<b>\$7,396,411</b>

### 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 2015 through September 2015. Hub city school districts are excluded from these amounts. A more detailed schedule of the distributions to school districts is attached as [Appendix B](#).

	<b>September 2015</b>	<b>Biennium-to-Date Total</b>
Billings	\$163,486	\$163,486
Bottineau	139,922	139,922
Bowman	179,362	179,362
Burke	170,506	170,506
Divide	229,573	229,573
Dunn	311,895	311,895
Golden Valley	41,011	41,011
McHenry	3,383	3,383
McKenzie	517,775	517,775
McLean	27,639	27,639
Mercer	0	0
Mountrail	358,987	358,987
Renville	38,429	38,429
Slope	18,782	18,782
Stark	164,834	164,834
Ward	2,157	2,157
Williams	343,991	343,991
<b>Total</b>	<b>\$2,711,732</b>	<b>\$2,711,732</b>

### 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 2015 through September 2015. These amounts include both the equal allocation to all townships in all oil-producing counties and the allocation based on road miles.

	<b>September 2015</b>	<b>Biennium-to- Date Total</b>
Billings	\$93,376	\$93,376
Bottineau	129,745	129,745
Bowman	111,683	111,683
Burke	105,328	105,328
Divide	161,972	161,972
Dunn	317,917	317,917
Golden Valley <sup>1</sup>	0	0
McHenry <sup>1</sup>	0	0
McKenzie	483,618	483,618
McLean <sup>1</sup>	0	0
Mercer <sup>1</sup>	0	0
Mountrail	340,957	340,957
Renville <sup>1</sup>	0	0
Slope <sup>1</sup>	0	0
Stark	105,072	105,072
Ward <sup>1</sup>	0	0
Williams	346,729	346,729
<b>Total</b>	<b>\$2,196,397</b>	<b>\$2,196,397</b>

<sup>1</sup>The 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.

ATTACH:2