

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, October 2015 distributions of oil and gas gross production tax collections relate to August 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 October 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	October 2015	Biennium-to-Date Total
Hub cities			
Williston	\$4,039,258	\$3,018,476	\$7,057,734
Dickinson	2,238,379	1,727,988	3,966,367
Minot	766,959	596,829	1,363,788
Mandan	187,500	187,500	375,000
Bismarck	83,333	83,333	166,666
West Fargo	62,500	62,500	125,000
Jamestown	41,667	41,667	83,334
Fargo	41,667	41,667	83,334
Grand Forks	41,667	41,667	83,334
Total hub cities	\$7,502,930	\$5,801,627	\$13,304,557
Hub city school districts			
Williston	\$687,500	\$687,500	\$1,375,000
Dickinson	416,667	416,667	833,334
Minot	145,833	145,833	291,666
Total hub city school districts	\$1,250,000	\$1,250,000	\$2,500,000

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 October 2015.

	September 2015	October 2015	Biennium-to-Date Total
Billings	\$461,836	\$327,550	\$789,386
Bottineau	179,073	130,027	309,100
Bowman	652,341	544,992	1,197,333
Burke	481,150	409,902	891,052
Divide	1,262,613	924,581	2,187,194
Dunn	3,742,747	1,342,548	5,085,295
Golden Valley	52,728	41,164	93,892
McHenry	4,348	2,711	7,059
McKenzie	6,213,309	3,155,614	9,368,923
McLean	35,535	25,779	61,314
Mercer	0	0	0
Mountrail	4,362,004	1,768,694	6,130,698
Renville	49,409	36,444	85,853
Slope	24,148	20,366	44,514
Stark	477,994	346,361	824,355

	September 2015	October 2015	Biennium-to-Date Total
Ward	2,775	1,673	4,448
Williams	4,130,908	1,671,691	5,802,599
Unallocated	0	0	0
Total	\$22,132,918	\$10,750,097	\$32,883,015

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

	September 2015	October 2015	Biennium-to-Date Total
Billings	\$153,946	\$109,183	\$263,129
Bottineau	59,692	43,342	103,034
Bowman	217,447	181,665	399,112
Burke	160,384	136,634	297,018
Divide	420,871	308,193	729,064
Dunn	1,247,583	447,517	1,695,100
Golden Valley	23,434	18,295	41,729
McHenry	1,932	1,207	3,139
McKenzie	2,071,103	1,051,870	3,122,973
McLean	15,792	11,458	27,250
Mercer	0	0	0
Mountrail	1,454,001	589,565	2,043,566
Renville	21,960	16,197	38,157
Slope	10,733	9,051	19,784
Stark	159,331	115,453	274,784
Ward	1,233	742	1,975
Williams	1,376,969	557,231	1,934,200
Total	\$7,396,411	\$3,597,603	\$10,994,014

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 October 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](#).

	September 2015	October 2015	Biennium-to-Date Total
Billings	\$163,486	\$152,296	\$315,782
Bottineau	139,922	135,836	275,758
Bowman	179,362	170,416	349,778
Burke	170,506	161,655	332,161
Divide	229,573	201,483	431,056
Dunn	311,895	111,879	423,774
Golden Valley	41,011	32,017	73,028
McHenry	3,383	2,108	5,491
McKenzie	517,775	262,968	780,743
McLean	27,639	20,050	47,689
Mercer	0	0	0
Mountrail	358,987	145,561	504,548
Renville	38,429	28,345	66,774
Slope	18,782	15,840	34,622
Stark	164,834	153,864	318,698
Ward	2,157	1,300	3,457
Williams	343,991	139,207	483,198
Total	\$2,711,732	\$1,734,825	\$4,446,557

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

	September 2015	October 2015	Biennium-to- Date Total
Billings	\$93,376	\$50,368	\$143,744
Bottineau	129,745	64,913	194,658
Bowman	111,683	65,491	177,174
Burke	105,328	59,797	165,125
Divide	161,972	94,033	256,005
Dunn	317,917	130,373	448,290
Golden Valley ¹	0	0	0
McHenry ¹	0	0	0
McKenzie	483,618	241,422	725,040
McLean ¹	0	0	0
Mercer ¹	0	0	0
Mountrail	340,957	147,850	488,807
Renville ¹	0	0	0
Slope ¹	0	0	0
Stark	105,072	56,573	161,645
Ward ¹	0	0	0
Williams	346,729	151,376	498,105
Total	\$2,196,397	\$1,062,196	\$3,258,593

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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