

## 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 2 months prior. For example, November 2016 distributions of oil and gas gross production tax collections relate to September 2016 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 November 2016. 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 was: 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. The percentage of private covered employment engaged in oil- and gas-related employment for the hub cities for fiscal year 2017 is: Williston, 57 percent; Dickinson, 34 percent; Minot, 11 percent; Mandan, 8 percent; Bismarck, 4 percent; West Fargo, 5 percent; Jamestown, 2 percent; Fargo, 0 percent; and Grand Forks, 2 percent.

	Fiscal Year 2016	September 2016	October 2016	November 2016	Biennium-to-Date Total
<b>Hub cities</b>					
Williston	\$35,382,631	\$3,413,549	\$2,629,783	\$2,602,797	\$44,028,760
Dickinson	20,316,315	1,878,649	1,486,766	1,473,273	25,155,003
Minot	7,022,104	615,800	485,172	480,674	8,603,750
Mandan	2,250,000	166,667	166,667	166,666	2,750,000
Bismarck	1,000,000	83,333	83,333	83,334	1,250,000
West Fargo	750,000	104,167	104,167	104,166	1,062,500
Jamestown	500,000	41,667	41,667	41,666	625,000
Fargo	500,000	0	0	0	500,000
Grand Forks	500,000	41,667	41,667	41,666	625,000
Total hub cities	\$68,221,050	\$6,345,499	\$5,039,222	\$4,994,242	\$84,600,013
<b>Hub city school districts</b>					
Williston	\$8,250,000	\$593,750	\$593,750	\$593,750	\$10,031,250
Dickinson	5,000,000	354,167	354,167	354,166	6,062,500
Minot	1,750,000	114,583	114,583	114,584	2,093,750
Total hub city school districts	\$15,000,000	\$1,062,500	\$1,062,500	\$1,062,500	\$18,187,500

### 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 November 2016.

	Fiscal Year 2016	September 2016	October 2016	November 2016	Biennium-to-Date Total
Billings	\$3,113,430	\$252,997	\$292,778	\$237,874	\$3,897,079
Bottineau	1,443,027	123,508	121,574	94,204	1,782,313
Bowman	3,916,538	534,592	507,374	492,129	5,450,633
Burke	3,366,507	328,282	224,917	361,509	4,281,215
Divide	5,369,283	785,064	809,997	862,009	7,826,353
Dunn	16,679,973	3,322,244	1,103,948	1,179,615	22,285,780
Golden Valley	431,274	32,877	34,798	45,392	544,341
McHenry	30,114	2,278	2,248	1,750	36,390
McKenzie	39,457,241	5,156,451	2,876,922	2,813,356	50,303,970
McLean	249,248	23,695	20,968	22,312	316,223
Mercer	0	0	0	0	0

	Fiscal Year 2016	September 2016	October 2016	November 2016	Biennium-to-Date Total
Mountrail	21,370,921	3,747,719	1,526,460	1,477,915	28,123,015
Renville	404,222	36,006	49,969	46,060	536,257
Slope	239,212	22,913	21,902	19,815	303,842
Stark	3,142,001	281,931	540,002	308,634	4,272,568
Ward	16,239	1,440	1,484	1,113	20,276
Williams	20,281,427	3,603,872	1,424,174	1,301,058	26,610,531
Unallocated	0	0	0	0	0
<b>Total</b>	<b>\$119,510,657</b>	<b>\$18,255,869</b>	<b>\$9,559,515</b>	<b>\$9,264,745</b>	<b>\$156,590,786</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 November 2016. Hub cities are excluded from these amounts. A more detailed schedule of the distributions to the cities is attached as [Appendix A](#).

	Fiscal Year 2016	September 2016	October 2016	November 2016	Biennium-to-Date Total
Billings	\$1,037,813	\$84,332	\$97,593	\$79,291	\$1,299,029
Bottineau	481,019	41,169	40,527	31,397	594,112
Bowman	1,305,513	178,196	169,125	164,042	1,816,876
Burke	1,122,170	109,428	74,973	120,503	1,427,074
Divide	1,789,759	261,688	269,999	287,337	2,608,783
Dunn	5,559,995	1,107,415	367,983	393,205	7,428,598
Golden Valley	191,677	14,612	15,465	20,175	241,929
McHenry	13,383	1,015	999	779	16,176
McKenzie	13,152,412	1,718,817	958,973	937,786	16,767,988
McLean	110,776	10,530	9,319	9,918	140,543
Mercer	0	0	0	0	0
Mountrail	7,123,639	1,249,240	508,820	492,638	9,374,337
Renville	179,655	16,002	22,208	20,472	238,337
Slope	106,316	10,184	9,734	8,807	135,041
Stark	1,047,334	93,977	180,001	102,878	1,424,190
Ward	7,208	640	658	494	9,000
Williams	6,760,479	1,201,290	474,724	433,687	8,870,180
<b>Total</b>	<b>\$39,989,148</b>	<b>\$6,098,535</b>	<b>\$3,201,101</b>	<b>\$3,103,409</b>	<b>\$52,392,193</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 November 2016. 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 2016	September 2016	October 2016	November 2016	Biennium-to-Date Total
Billings	\$1,759,453	\$146,083	\$149,398	\$144,823	\$2,199,757
Bottineau	1,620,251	135,294	135,131	132,850	2,023,526
Bowman	1,826,374	169,549	167,281	166,011	2,329,215
Burke	1,788,896	158,726	144,818	155,126	2,247,566
Divide	1,946,232	189,359	191,425	196,834	2,523,850
Dunn	1,389,997	276,853	91,996	98,302	1,857,148
Golden Valley	335,435	25,572	27,065	35,305	423,377
McHenry	23,421	1,771	1,749	1,362	28,303
McKenzie	3,288,105	429,703	239,742	234,447	4,191,997
McLean	193,860	18,429	16,308	17,353	245,950
Mercer	0	0	0	0	0
Mountrail	1,774,567	307,217	127,204	123,160	2,332,148
Renville	314,394	28,005	38,865	35,824	417,088
Slope	186,056	17,822	17,036	15,412	236,326
Stark	1,761,836	148,495	170,000	150,720	2,231,051
Ward	12,624	1,119	1,156	866	15,765
Williams	1,689,323	300,110	118,680	108,420	2,216,533
<b>Total</b>	<b>\$19,910,824</b>	<b>\$2,354,107</b>	<b>\$1,637,854</b>	<b>\$1,616,815</b>	<b>\$25,519,600</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 November 2016. These amounts include both the equal allocation to all townships in all oil-producing counties and the allocation based on road miles.

	<b>Fiscal Year 2016</b>	<b>September 2016</b>	<b>October 2016</b>	<b>November 2016</b>	<b>Biennium-to- Date Total</b>
Billings	\$536,198	\$70,688	\$44,809	\$41,104	\$692,799
Bottineau	719,425	105,933	57,943	54,921	938,222
Bowman	621,139	92,023	59,311	57,470	829,943
Burke	605,457	83,516	46,129	51,849	786,951
Divide	800,111	120,862	82,922	84,176	1,088,071
Dunn	1,537,440	274,104	111,335	113,333	2,036,212
Golden Valley <sup>1</sup>	0	0	0	0	0
McHenry <sup>1</sup>	0	0	0	0	0
McKenzie	2,903,126	400,638	219,191	212,912	3,735,867
McLean <sup>1</sup>	0	0	0	0	0
Mercer <sup>1</sup>	0	0	0	0	0
Mountrail	1,729,369	288,842	127,745	124,526	2,270,482
Renville <sup>1</sup>	0	0	0	0	0
Slope <sup>1</sup>	0	0	0	0	0
Stark	593,710	81,125	61,843	49,167	785,845
Ward <sup>1</sup>	0	0	0	0	0
Williams	1,768,055	295,936	131,587	123,375	2,318,953
<b>Total</b>	<b>\$11,814,030</b>	<b>\$1,813,667</b>	<b>\$942,815</b>	<b>\$912,833</b>	<b>\$15,483,345</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.

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