

OIL AND GAS GROSS PRODUCTION TAX DISTRIBUTIONS TO POLITICAL SUBDIVISIONS QUARTERLY UPDATE DETAIL

This memorandum provides information on oil and gas gross production tax collections distributed to political subdivisions for the biennium to date through October 2017. The distributions to political subdivisions reflect oil production and prices from 2 months prior. Distributions to political subdivisions pursuant to the new formula in 2017 Senate Bill No. 2013 became effective with July 2017 oil production and September 2017 distributions. However, this memorandum reports the distributions to political subdivisions for the period August 2017 to July 2019 to align with the reporting for the allocations to state funds.

DISTRIBUTIONS TO HUB CITIES AND HUB CITY SCHOOL DISTRICTS

The schedules below provide information on the distribution of oil and gas gross production tax collections to hub cities and hub city school districts for the biennium to date through October 2017. Hub cities in oil-producing counties receive a monthly distribution of \$31,250 (\$375,000 per year) for each full or partial percentage point, excluding the first 2 percent, 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 even-numbered fiscal year. Hub cities in non-oil-producing counties receive a monthly distribution of \$20,833 (\$250,000 per year) for each full or partial percentage point, excluding the first 2 percent, of private employment engaged in the mining industry. Hub city school districts must be located in oil-producing counties and receive a monthly distribution of \$10,417 (\$125,000 per year) for each full or partial percentage point, excluding the first 2 percent, of private employment engaged in the mining industry.

The 2017 Legislative Assembly designated the mining employment percentages for the hub cities for fiscal year 2018 (beginning September 2017) as Williston, 33 percent; Dickinson, 17 percent; and Minot, 4 percent.

| Hub Cities in Oil-Producing Counties | | | | |
|--------------------------------------|--------------------|--------------------|--------------------|------------------------|
| | August 2017 | September 2017 | October 2017 | Biennium-to-Date Total |
| Williston | \$2,529,622 | \$2,611,948 | \$2,040,467 | \$7,182,037 |
| Dickinson | 1,436,686 | 1,055,973 | 1,035,858 | 3,528,517 |
| Minot | 468,479 | 388,449 | 293,203 | 1,150,131 |
| Total | \$4,434,787 | \$4,056,370 | \$3,369,528 | \$11,860,685 |

| Hub Cities in Non-Oil-Producing Counties | | | | |
|--|------------------|----------------|--------------|------------------------|
| | August 2017 | September 2017 | October 2017 | Biennium-to-Date Total |
| Mandan | \$166,666 | \$0 | \$0 | \$166,666 |
| Bismarck | 83,334 | 0 | 0 | 83,334 |
| West Fargo | 104,166 | 0 | 0 | 104,166 |
| Jamestown | 41,666 | 0 | 0 | 41,666 |
| Fargo | 0 | 0 | 0 | 0 |
| Grand Forks | 41,666 | 0 | 0 | 41,666 |
| Total | \$437,498 | \$0 | \$0 | \$437,498 |

| Hub City School Districts | | | | |
|---------------------------|--------------------|------------------|------------------|------------------------|
| | August 2017 | September 2017 | October 2017 | Biennium-to-Date Total |
| Williston | \$593,750 | \$343,750 | \$343,750 | \$1,281,250 |
| Dickinson | 354,166 | 177,083 | 177,083 | 708,332 |
| Minot | 114,584 | 41,667 | 41,667 | 197,918 |
| Total | \$1,062,500 | \$562,500 | \$562,500 | \$2,187,500 |

DISTRIBUTIONS TO COUNTIES AND CITIES

The schedules below provides information on the distribution of oil and gas gross production tax collections to counties and cities for the biennium to date through October 2017. Hub cities are excluded from the amounts shown for cities. A more detailed schedule of the distributions to the cities is attached as [Appendix A](#).

| Distributions to Counties | | | | |
|---------------------------|--------------------|---------------------|---------------------|------------------------|
| | August 2017 | September 2017 | October 2017 | Biennium-to-Date Total |
| Billings | \$77,500 | \$306,016 | \$253,220 | \$636,736 |
| Bottineau | 116,683 | 94,136 | 82,438 | 293,257 |
| Bowman | 139,597 | 461,101 | 498,541 | 1,099,239 |
| Burke | 87,208 | 294,803 | 334,934 | 716,945 |
| Divide | 236,750 | 774,539 | 808,441 | 1,819,730 |
| Dunn | 1,452,084 | 3,347,613 | 1,696,565 | 6,496,262 |
| Golden Valley | 50,895 | 55,085 | 53,113 | 159,093 |
| McHenry | 7,225 | 7,305 | 7,753 | 22,283 |
| McKenzie | 3,199,444 | 5,196,693 | 3,958,840 | 12,354,977 |
| McLean | 32,977 | 34,356 | 34,697 | 102,030 |
| Mercer | 0 | 0 | 0 | 0 |
| Mountrail | 1,540,818 | 3,338,196 | 1,529,610 | 6,408,624 |
| Renville | 33,850 | 35,262 | 41,790 | 110,902 |
| Slope | 19,617 | 20,647 | 21,773 | 62,037 |
| Stark | 110,827 | 233,997 | 499,135 | 843,959 |
| Ward | 2,025 | 1,766 | 1,866 | 5,657 |
| Williams | 1,354,333 | 3,376,345 | 1,634,234 | 6,364,912 |
| Total | \$8,461,833 | \$17,577,860 | \$11,456,950 | \$37,496,643 |

| Distributions to Cities | | | | |
|-------------------------|--------------------|--------------------|--------------------|------------------------|
| | August 2017 | September 2017 | October 2017 | Biennium-to-Date Total |
| Billings | \$25,833 | \$102,005 | \$84,407 | \$212,245 |
| Bottineau | 38,898 | 41,838 | 36,640 | 117,376 |
| Bowman | 46,532 | 153,700 | 166,180 | 366,412 |
| Burke | 29,070 | 98,268 | 111,644 | 238,982 |
| Divide | 78,916 | 258,180 | 269,480 | 606,576 |
| Dunn | 484,028 | 1,115,870 | 565,522 | 2,165,420 |
| Golden Valley | 22,620 | 24,483 | 23,607 | 70,710 |
| McHenry | 3,211 | 3,245 | 3,446 | 9,902 |
| McKenzie | 1,066,480 | 1,732,231 | 1,319,613 | 4,118,324 |
| McLean | 14,656 | 15,270 | 15,420 | 45,346 |
| Mercer | 0 | 0 | 0 | 0 |
| Mountrail | 513,605 | 1,112,732 | 509,870 | 2,136,207 |
| Renville | 15,044 | 15,673 | 18,575 | 49,292 |
| Slope | 8,719 | 9,176 | 9,677 | 27,572 |
| Stark | 36,942 | 155,999 | 166,378 | 359,319 |
| Ward | 899 | 786 | 829 | 2,514 |
| Williams | 451,446 | 1,125,447 | 544,743 | 2,121,636 |
| Total | \$2,836,899 | \$5,964,903 | \$3,846,031 | \$12,647,833 |

DISTRIBUTIONS TO SCHOOL DISTRICTS AND TOWNSHIPS

The schedules below provide information on the distribution of oil and gas gross production tax collections to school districts and townships in total by county for the biennium to date through October 2017. Hub city school districts are excluded from the amounts shown for school districts. A more detailed schedule of the distributions to school districts is attached as [Appendix B](#). The amounts shown for townships include both the equal allocation and the allocation based on road miles. Only townships in counties that received more than \$5 million of oil and gas gross production tax allocations are eligible to receive distributions.

| Distributions to School Districts | | | | |
|-----------------------------------|--------------------|--------------------|--------------------|------------------------|
| | August 2017 | September 2017 | October 2017 | Biennium-to-Date Total |
| Billings | \$131,458 | \$150,501 | \$146,102 | \$428,061 |
| Bottineau | 134,724 | 73,216 | 64,118 | 272,058 |
| Bowman | 136,633 | 163,426 | 166,545 | 466,604 |
| Burke | 132,268 | 149,569 | 152,910 | 434,747 |
| Divide | 144,730 | 189,545 | 192,369 | 526,644 |
| Dunn | 121,007 | 320,634 | 183,048 | 624,689 |
| Golden Valley | 39,585 | 42,844 | 41,310 | 123,739 |
| McHenry | 5,619 | 5,682 | 6,031 | 17,332 |
| McKenzie | 266,619 | 433,058 | 329,903 | 1,029,580 |
| McLean | 25,650 | 26,721 | 26,989 | 79,360 |
| Mercer | 0 | 0 | 0 | 0 |
| Mountrail | 128,403 | 278,182 | 127,467 | 534,052 |
| Renville | 26,327 | 27,426 | 32,504 | 86,257 |
| Slope | 15,258 | 16,058 | 16,935 | 48,251 |
| Stark | 134,235 | 164,000 | 166,594 | 464,829 |
| Ward | 1,574 | 1,375 | 1,450 | 4,399 |
| Williams | 112,861 | 281,361 | 136,187 | 530,409 |
| Total | \$1,556,951 | \$2,323,598 | \$1,790,462 | \$5,671,011 |

| Distributions to Townships | | | | |
|----------------------------|------------------|--------------------|--------------------|------------------------|
| | August 2017 | September 2017 | October 2017 | Biennium-to-Date Total |
| Billings | \$30,484 | \$78,450 | \$52,979 | \$161,913 |
| Bottineau | 51,580 | 0 | 0 | 51,580 |
| Bowman | 36,911 | 94,097 | 70,281 | 201,289 |
| Burke | 35,123 | 87,756 | 63,365 | 186,244 |
| Divide | 49,257 | 127,525 | 97,121 | 273,903 |
| Dunn | 122,115 | 284,884 | 159,849 | 566,848 |
| Golden Valley | 0 | 0 | 0 | 0 |
| McHenry | 0 | 0 | 0 | 0 |
| McKenzie | 225,780 | 416,024 | 297,656 | 939,460 |
| McLean | 0 | 0 | 0 | 0 |
| Mercer | 0 | 0 | 0 | 0 |
| Mountrail | 123,159 | 276,348 | 146,359 | 545,866 |
| Renville | 0 | 0 | 0 | 0 |
| Slope | 0 | 0 | 0 | 0 |
| Stark | 36,271 | 96,332 | 71,521 | 204,124 |
| Ward | 0 | 0 | 0 | 0 |
| Williams | 120,845 | 294,914 | 162,220 | 577,979 |
| Total | \$831,525 | \$1,756,330 | \$1,121,351 | \$3,709,206 |

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