

**HOUSE BILL NO. 1152**

Introduced by

Representatives Delzer, Carlson, Headland

1 A BILL for an Act to amend and reenact sections 57-51.1-07.3 and 57-51.1-07.5 of the North  
2 Dakota Century Code, relating to the state share of oil and gas tax allocations; to provide an  
3 effective date; and to declare an emergency.

4 **BE IT ENACTED BY THE LEGISLATIVE ASSEMBLY OF NORTH DAKOTA:**

5 **SECTION 1. AMENDMENT.** Section 57-51.1-07.3 of the North Dakota Century Code is  
6 amended and reenacted as follows:

7 **57-51.1-07.3. Oil and gas research fund - Deposits - Continuing appropriation.**

8 There is established a special fund in the state treasury to be known as the oil and gas  
9 research fund. Before depositing oil and gas gross production tax and oil extraction tax  
10 revenues in the general fund, tax relief fund, budget stabilization fund, strategic investment and  
11 improvements fund, or the state disaster relief fund, two percent of the revenues must be  
12 deposited monthly into the oil and gas research fund, up to ten million dollars per biennium. All  
13 moneys deposited in the oil and gas research fund and interest on all such moneys are  
14 appropriated as a continuing appropriation to the council to be used for purposes stated in  
15 chapter 54-17.6.

16 **SECTION 2. AMENDMENT.** Section 57-51.1-07.5 of the North Dakota Century Code is  
17 amended and reenacted as follows:

18 ~~**57-51.1-07.5. (Effective through June 30, 2017) State share of oil and gas taxes--**~~  
19 ~~**Deposits.**~~

20 ~~From the revenues designated for deposit in the state general fund under chapters 57-51-~~  
21 ~~and 57-51.1, the state treasurer shall deposit the revenues received each biennium as follows:~~

- 22 1. ~~The first two hundred million dollars into the state general fund;~~
- 23 2. ~~The next three hundred million dollars into the tax relief fund;~~
- 24 3. ~~The next one hundred million dollars into the state general fund;~~

Sixty-fifth  
Legislative Assembly

- 1       4.   ~~The next one hundred million dollars into the strategic investment and improvements-~~  
2           ~~fund;~~
- 3       5.   ~~The next twenty two million dollars into the state disaster relief fund, but not in an-~~  
4           ~~amount that would bring the unobligated balance in the fund to more than twenty five-~~  
5           ~~million dollars; and~~
- 6       6.   Any additional revenues:
  - 7           a.   Seventy percent into the strategic investment and improvements fund; and
  - 8           b.   Thirty percent into the political subdivision allocation fund.

9       **~~(Effective after June 30, 2017)~~ State share of oil and gas taxes - Deposits.** From the  
10 revenues designated for deposit in the state general fund under chapters 57-51 and 57-51.1,  
11 the state treasurer shall deposit the revenues received each biennium ~~as follows~~ in the following  
12 order:

- 13       1.   The first two hundred million dollars into the state general fund;
- 14       2.   The next three hundred million dollars into the tax relief fund;
- 15       3.   The next one hundred million dollars into the budget stabilization fund, but not in an  
16           amount that would bring the balance in the fund to more than the limit in section  
17           54-27.2-01;
- 18       4.   The next one hundred million dollars into the state general fund;
- 19       ~~4.5.~~ 5.   The next one hundred million dollars into the strategic investment and improvements  
20           fund;
- 21       ~~5.6.~~ 6.   The next twenty-two million dollars into the state disaster relief fund, but not in an  
22           amount that would bring the unobligated balance in the fund to more than twenty-five  
23           million dollars; ~~and~~
- 24       7.   The next three hundred million dollars into the strategic investment and improvements  
25           fund;
- 26       8.   The next one hundred fifty million dollars into the budget stabilization fund, but not in  
27           an amount that would bring the balance in the fund to more than the limit in section  
28           54-27.2-01; and
- 29       ~~6.9.~~ 9.   Any additional revenues into the strategic investment and improvements fund.

30       **SECTION 3. EFFECTIVE DATE.** This Act is effective for tax collections received by the tax  
31 commissioner after June 30, 2017.

1        **SECTION 4. EMERGENCY.** This Act is declared to be an emergency measure.