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, January 2017 distributions of oil and gas gross production tax collections relate to November 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 January 2017. 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	December 2016	January 2017	Biennium-to-Date Total
Hub cities							
Williston	$35,382,631	$3,413,549	$2,629,783	$2,602,797	$2,749,586	$2,587,356	$49,365,702
Dickinson	20,316,315	1,878,649	1,486,766	1,473,273	1,546,668	1,465,553	28,167,224
Minot	7,022,104	615,800	485,172	480,674	505,139	478,101	9,586,990
Mandan	2,250,000	166,667	166,667	166,666	166,667	166,667	3,083,334
Bismarck	1,000,000	83,333	83,333	83,334	83,333	83,333	1,416,666
West Fargo	750,000	104,167	104,167	104,166	104,167	104,167	1,270,834
Jamestown	500,000	41,667	41,667	41,666	41,667	41,667	708,334
Fargo	500,000	0	0	0	0	0	500,000
Grand Forks	500,000	41,667	41,667	41,666	41,667	41,667	708,334
Total hub cities	$68,221,050	$6,345,499	$5,039,222	$4,994,242	$5,238,894	$4,968,511	$94,807,418
Hub city school districts							
Williston	$8,250,000	$593,750	$593,750	$593,750	$593,750	$593,750	$11,218,750
Dickinson	5,000,000	354,167	354,167	354,166	354,167	354,167	6,770,834
Minot	1,750,000	114,583	114,583	114,584	114,583	114,583	2,322,916
Total hub city school districts	$15,000,000	$1,062,500	$1,062,500	$1,062,500	$1,062,500	$1,062,500	$20,312,500

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 January 2017.

	Fiscal Year 2016	September 2016	October 2016	November 2016	December 2016	January 2017	Biennium-to-Date Total
Billings	$3,113,430	$252,997	$292,778	$237,874	$262,451	$255,821	$4,415,351
Bottineau	1,443,027	123,508	121,574	94,204	128,818	105,916	2,017,047
Bowman	3,916,538	534,592	507,374	492,129	570,333	505,866	6,526,832
Burke	3,366,507	328,282	224,917	361,509	351,426	278,671	4,911,312
Divide	5,369,283	785,064	809,997	862,009	688,580	257,695	8,772,628
Dunn	16,679,973	3,322,244	1,103,948	1,179,615	1,410,001	1,150,823	24,846,604
Golden Valley	431,274	32,877	34,798	45,392	43,038	31,791	619,170
McHenry	30,114	2,278	2,248	1,750	1,993	1,811	40,194
McKenzie	39,457,241	5,156,451	2,876,922	2,813,356	3,668,927	3,249,219	57,222,116
McLean	249,248	23,695	20,968	22,312	32,491	23,660	372,374
Mercer	0	0	0	0	0	0	0
Mountrail	21,370,921	3,747,719	1,526,460	1,477,915	1,847,898	1,509,607	31,480,520
Renville	404,222	36,006	49,969	46,060	40,004	35,103	611,364
Slope	239,212	22,913	21,902	19,815	23,027	19,705	346,574
Stark	3,142,001	281,931	540,002	308,634	379,172	395,761	5,047,501
Ward	16,239	1,440	1,484	1,113	1,779	775	22,830
Williams	20,281,427	3,603,872	1,424,174	1,301,058	1,451,688	1,247,358	29,309,577
Unallocated	0	0	0	0	0	0	0
Total	$119,510,657	$18,255,869	$9,559,515	$9,264,745	$10,901,626	$9,069,582	$176,561,994

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 January 2017. 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	December 2016	January 2017	Biennium-to-Date Total
Billings	$1,037,813	$84,332	$97,593	$79,291	$87,483	$85,273	$1,471,785
Bottineau	481,019	41,169	40,527	31,397	42,940	35,302	672,354
Bowman	1,305,513	178,196	169,125	164,042	190,111	168,622	2,175,609
Burke	1,122,170	109,428	74,973	120,503	117,142	92,890	1,637,106
Divide	1,789,759	261,688	269,999	287,337	229,527	85,899	2,924,209
Dunn	5,559,995	1,107,415	367,983	393,205	470,001	383,607	8,282,206
Golden Valley	191,677	14,612	15,465	20,175	19,128	14,130	275,187
McHenry	13,383	1,015	999	779	885	806	17,867
McKenzie	13,152,412	1,718,817	958,973	937,786	1,222,976	1,083,073	19,074,037
McLean	110,776	10,530	9,319	9,918	14,441	10,515	165,499
Mercer	0	0	0	0	0	0	0
Mountrail	7,123,639	1,249,240	508,820	492,638	615,967	503,204	10,493,508
Renville	179,655	16,002	22,208	20,472	17,779	15,601	271,717
Slope	106,316	10,184	9,734	8,807	10,234	8,758	154,033
Stark	1,047,334	93,977	180,001	102,878	126,390	131,921	1,682,501

	Fiscal Year 2016	September 2016	October 2016	November 2016	December 2016	January 2017	Biennium-to-Date Total
Ward	7,208	640	658	494	791	345	10,136
Williams	6,760,479	1,201,290	474,724	433,687	483,895	415,786	9,769,861
Total	$39,989,148	$6,098,535	$3,201,101	$3,103,409	$3,649,690	$3,035,732	$59,077,615

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 January 2017. 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	December 2016	January 2017	Biennium-to-Date Total
Billings	$1,759,453	$146,083	$149,398	$144,823	$146,871	$146,318	$2,492,946
Bottineau	1,620,251	135,294	135,131	132,850	135,736	133,827	2,293,089
Bowman	1,826,374	169,549	167,281	166,011	172,527	167,155	2,668,897
Burke	1,788,896	158,726	144,818	155,126	154,285	148,223	2,550,074
Divide	1,946,232	189,359	191,425	196,834	182,381	146,474	2,852,705
Dunn	1,389,997	276,853	91,996	98,302	117,500	95,901	2,070,549
Golden Valley	335,435	25,572	27,065	35,305	33,473	24,726	481,576
McHenry	23,421	1,771	1,749	1,362	1,550	1,409	31,262
McKenzie	3,288,105	429,703	239,742	234,447	305,743	270,769	4,768,509
McLean	193,860	18,429	16,308	17,353	25,271	18,401	289,622
Mercer	0	0	0	0	0	0	0
Mountrail	1,774,567	307,217	127,204	123,160	153,991	125,801	2,611,940
Renville	314,394	28,005	38,865	35,824	31,115	27,303	475,506
Slope	186,056	17,822	17,036	15,412	17,911	15,326	269,563
Stark	1,761,836	148,495	170,000	150,720	156,597	157,980	2,545,628
Ward	12,624	1,119	1,156	866	1,386	603	17,754
Williams	1,689,323	300,110	118,680	108,420	120,974	103,947	2,441,454
Total	$19,910,824	$2,354,107	$1,637,854	$1,616,815	$1,757,311	$1,584,163	$28,861,074

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 January 2017. These amounts include both the equal allocation to all townships in all oil-producing counties and the allocation based on road miles.

	Fiscal Year 2016	September 2016	October 2016	November 2016	December 2016	January 2017	Biennium-to-Date Total
Billings	$536,198	$70,688	$44,809	$41,104	$47,553	$41,453	$781,805
Bottineau	719,425	105,933	57,943	54,921	65,621	54,564	1,058,407
Bowman	621,139	92,023	59,311	57,470	67,251	57,536	954,730
Burke	605,457	83,516	46,129	51,849	57,382	47,068	891,401
Divide	800,111	120,862	82,922	84,176	82,840	53,183	1,224,094
Dunn	1,537,440	274,104	111,335	113,333	134,565	110,873	2,281,650
Golden Valley[1]	0	0	0	0	0	0	0
McHenry[1]	0	0	0	0	0	0	0

	Fiscal Year 2016	September 2016	October 2016	November 2016	December 2016	January 2017	Biennium-to-Date Total
McKenzie	2,903,126	400,638	219,191	212,912	268,600	233,351	4,237,818
McLean[1]	0	0	0	0	0	0	0
Mercer[1]	0	0	0	0	0	0	0
Mountrail	1,729,369	288,842	127,745	124,526	152,062	125,158	2,547,702
Renville[1]	0	0	0	0	0	0	0
Slope[1]	0	0	0	0	0	0	0
Stark	593,710	81,125	61,843	49,167	58,722	52,890	897,457
Ward[1]	0	0	0	0	0	0	0
Williams	1,768,055	295,936	131,587	123,375	141,333	119,597	2,579,883
Total	$11,814,030	$1,813,667	$942,815	$912,833	$1,075,929	$895,673	$17,454,947

[1]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