

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 2018. 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 2018. 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 the 9 percent allocated to counties that receive \$5 million or more per 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. For fiscal year 2019 (beginning September 2018), the mining employment percentages for the hub cities are Williston, 33 percent; Dickinson, 15 percent; and Minot, 3 percent.

Hub Cities in Oil-Producing Counties					
	Fiscal Year 2018	August 2018	September 2018	October 2018	Biennium-to-Date Total
Williston	\$27,531,438	\$2,366,169	\$3,406,996	\$2,621,599	\$35,926,202
Dickinson	14,109,466	1,198,710	1,656,623	1,263,925	18,228,724
Minot	4,119,823	347,487	489,708	358,808	5,315,826
Total	\$45,760,727	\$3,912,366	\$5,553,327	\$4,244,332	\$59,470,752

Hub Cities in Non-Oil-Producing Counties					
	Fiscal Year 2018	August 2018	September 2018	October 2018	Biennium-to-Date Total
Mandan	\$166,666	\$0	\$0	\$0	\$166,666
Bismarck	83,334	0	0	0	83,334
West Fargo	104,166	0	0	0	104,166
Jamestown	41,666	0	0	0	41,666
Fargo	0	0	0	0	0
Grand Forks	41,666	0	0	0	41,666
Total	\$437,498	\$0	\$0	\$0	\$437,498

Hub City School Districts					
	Fiscal Year 2018	August 2018	September 2018	October 2018	Biennium-to-Date Total
Williston	\$4,375,000	\$343,750	\$343,750	\$343,750	\$5,406,250
Dickinson	2,302,082	177,083	156,250	156,250	2,791,665
Minot	572,918	41,667	31,250	31,250	677,085
Total	\$7,250,000	\$562,500	\$531,250	\$531,250	\$8,875,000

DISTRIBUTIONS TO COUNTIES AND CITIES

The schedules below provide information on the distribution of oil and gas gross production tax collections to counties and cities for the biennium to date through October 2018. 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					
	Fiscal Year 2018	August 2018	September 2018	October 2018	Biennium-to-Date Total
Billings	\$3,357,867	\$122,533	\$441,164	\$335,440	\$4,257,004
Bottineau	1,426,991	134,059	111,471	164,664	1,837,185
Bowman	4,164,672	196,556	678,920	666,735	5,706,883
Burke	3,399,134	129,157	412,944	349,369	4,290,604
Divide	5,408,819	301,129	998,501	586,934	7,295,383
Dunn	25,195,266	2,779,239	4,951,966	2,863,581	35,790,052
Golden Valley	726,624	60,744	77,911	72,786	938,065
McHenry	87,065	6,121	7,333	6,874	107,393
McKenzie	60,298,387	5,782,391	8,547,481	6,650,589	81,278,848
McLean	551,526	51,435	53,259	44,647	700,867
Mercer	101	0	0	0	101
Mountrail	27,001,590	2,517,712	4,853,533	2,866,267	37,239,102
Renville	510,169	48,415	53,142	52,514	664,240
Slope	291,685	28,793	31,470	27,873	379,821
Stark	4,036,728	147,112	533,567	453,554	5,170,961
Ward	25,747	1,648	1,267	2,842	31,504
Williams	27,092,357	2,856,611	4,979,101	2,898,075	37,826,144
Total	\$163,574,728	\$15,163,655	\$26,733,030	\$18,042,744	\$223,514,157

Distributions to Cities					
	Fiscal Year 2018	August 2018	September 2018	October 2018	Biennium-to-Date Total
Billings	\$1,119,290	\$40,845	\$147,055	\$111,814	\$1,419,004
Bottineau	621,265	59,581	49,543	73,185	803,574
Bowman	1,388,226	65,519	226,307	222,245	1,902,297
Burke	1,133,041	43,053	137,649	116,457	1,430,200
Divide	1,802,938	100,375	332,833	195,645	2,431,791
Dunn	8,398,420	926,412	1,650,656	954,528	11,930,016
Golden Valley	322,946	26,998	34,627	32,350	416,921
McHenry	38,695	2,721	3,258	3,054	47,728
McKenzie	20,099,459	1,927,463	2,849,159	2,216,862	27,092,943
McLean	245,119	22,862	23,672	19,842	311,495
Mercer	45	0	0	0	45
Mountrail	9,000,528	839,238	1,617,844	955,423	12,413,033
Renville	226,746	21,518	23,620	23,339	295,223
Slope	129,637	12,796	13,987	12,388	168,808
Stark	1,345,574	49,038	177,856	151,184	1,723,652
Ward	11,440	732	562	1,263	13,997
Williams	9,030,787	952,203	1,659,699	966,024	12,608,713
Total	\$54,914,156	\$5,091,354	\$8,948,327	\$6,055,603	\$75,009,440

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 2018. 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					
	Fiscal Year 2018	August 2018	September 2018	October 2018	Biennium-to-Date Total
Billings	\$1,779,822	\$135,211	\$161,764	\$152,953	\$2,229,750
Bottineau	1,153,841	104,267	86,701	128,073	1,472,882
Bowman	1,847,056	141,379	181,576	180,560	2,350,571
Burke	1,783,260	135,763	159,413	154,115	2,232,551
Divide	1,950,737	150,094	208,209	173,911	2,482,951
Dunn	2,557,942	273,271	412,664	238,631	3,482,508
Golden Valley	565,152	47,245	60,597	56,611	729,605
McHenry	67,720	4,763	5,704	5,345	83,532
McKenzie	5,024,863	481,866	712,289	554,216	6,773,234
McLean	428,967	40,004	41,423	34,725	545,119
Mercer	78	0	0	0	78
Mountrail	2,250,131	209,809	404,461	238,855	3,103,256
Renville	396,799	37,656	41,333	40,844	516,632
Slope	226,870	22,395	24,477	21,680	295,422
Stark	1,836,395	137,259	169,464	162,797	2,305,915
Ward	20,027	1,282	984	2,210	24,503
Williams	2,257,696	238,051	414,925	241,507	3,152,179
Total	\$24,147,356	\$2,160,315	\$3,085,984	\$2,387,033	\$31,780,688

Distributions to Townships					
	Fiscal Year 2018	August 2018	September 2018	October 2018	Biennium-to-Date Total
Billings	\$740,142	\$59,457	\$116,969	\$80,307	\$996,875
Bottineau	51,580	0	0	0	51,580
Bowman	852,010	69,826	140,719	104,813	1,167,368
Burke	831,615	68,125	130,387	90,928	1,121,055
Divide	1,075,176	90,046	183,402	118,693	1,467,317
Dunn	2,324,558	238,195	424,200	261,399	3,248,352
Golden Valley	0	0	0	0	0
McHenry	0	0	0	0	0
McKenzie	4,430,241	421,012	662,787	490,124	6,004,164
McLean	0	0	0	0	0
Mercer	0	0	0	0	0
Mountrail	2,341,862	218,318	407,166	253,414	3,220,760
Renville	0	0	0	0	0
Slope	0	0	0	0	0
Stark	862,729	68,947	136,291	96,055	1,164,022
Ward	0	0	0	0	0
Williams	2,497,238	249,317	437,798	271,322	3,455,675
Total	\$16,007,151	\$1,483,243	\$2,639,719	\$1,767,055	\$21,897,168

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