**2019-21 BIENNIAL OIL AND GAS TAX REVENUE - ALLOCATION FLOWCHART**

This memorandum provides information on the estimated allocation of oil and gas tax collections for the 2019-21 biennium based on the 2019 legislative revenue forecast. A summary of the funds is included in Appendix A, and a more detailed schedule of the oil and gas gross production tax, including political subdivisions, is included in Appendix B.

**2019-21 BIENNIAL - 2019 LEGISLATIVE REVENUE FORECAST**

Collected by the Tax Department
$4,851.2 million

Distributed by the State Treasurer
$2,400.6 million

**3** Tribal share
$255.1 million

**4** Legacy fund
$1,297.8 million

**5** North Dakota outdoor heritage fund
$15.0 million

**6** Abandoned well reclamation fund
$14.8 million

**7** Political subdivisions
$661.2 million

**10** Resources trust fund
$437.2 million

**14** Oil and gas research fund
$16.0 million

**15** State energy research center fund
$5.0 million

**16A** General fund
First $200 million - $200 million

**17** Tax relief fund
Next $200 million - $200 million

**18** Budget stabilization fund
Next $75 million - $75 million

**16B** General fund
Next $200 million - $200 million

**19** Lignite research fund
Next $10 million - $10 million

**20** State disaster relief fund
Next $15 million if fund balance does not exceed $15 million - $0 million

**21A** Municipal infrastructure fund
Next $30.4 million - $30.4 million

**22A** Strategic investment and improvements fund
Next $400 million - $400 million

**23A** County and township infrastructure fund
Next $30.4 million - $30.4 million

**21B** Non-oil-producing political subdivision infrastructure funds
50 percent - Municipal infrastructure fund - $84.6 million
50 percent - County and township infrastructure fund - $84.6 million

**24** Airport infrastructure fund
Next $20 million - $20 million

**22B** Strategic investment and improvements fund
Any remaining revenues - $117.5 million

**8** Common schools trust fund
$213.3 million

**9** Foundation aid stabilization fund
$213.3 million

Transfers from resources trust fund to the following:
- **11** Energy conservation grant fund
  $1.2 million
- **12** Renewable energy development fund
  $3.0 million
- **13** Infrastructure revolving loan fund
  $0 million

**Summary of Estimated 2019-2021 Biennium Allocations**

| Fund Type | Description | Amount
<table>
<thead>
<tr>
<th></th>
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<tbody>
<tr>
<td>3</td>
<td>Tribal share</td>
<td>$525,110,000</td>
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<tr>
<td>4</td>
<td>Legacy fund</td>
<td>1,297,820,000</td>
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<tr>
<td>5</td>
<td>North Dakota outdoor heritage fund</td>
<td>15,000,000</td>
</tr>
<tr>
<td>6</td>
<td>Abandoned well reclamation fund</td>
<td>14,820,000</td>
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<tr>
<td>7</td>
<td>Political subdivisions</td>
<td>661,150,000</td>
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<tr>
<td>8</td>
<td>Common schools trust fund</td>
<td>213,290,000</td>
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<tr>
<td>9</td>
<td>Foundation aid stabilization fund</td>
<td>213,290,000</td>
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<tr>
<td>10</td>
<td>Resources trust fund (net deposits)</td>
<td>433,040,000</td>
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<tr>
<td>11</td>
<td>Energy conservation grant fund</td>
<td>1,200,000</td>
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<tr>
<td>12</td>
<td>Renewable energy development fund</td>
<td>3,000,000</td>
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<tr>
<td>13</td>
<td>Infrastructure revolving loan fund</td>
<td>0</td>
</tr>
<tr>
<td>14</td>
<td>Oil and gas research fund</td>
<td>16,000,000</td>
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<tr>
<td>15</td>
<td>State energy research center fund</td>
<td>5,000,000</td>
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<tr>
<td>16</td>
<td>General fund</td>
<td>400,000,000</td>
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<td>17</td>
<td>Tax relief fund</td>
<td>200,000,000</td>
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<td>18</td>
<td>Budget stabilization fund</td>
<td>75,000,000</td>
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<td>19</td>
<td>Lignite research fund</td>
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<td>20</td>
<td>State disaster relief fund</td>
<td>0</td>
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<tr>
<td>21</td>
<td>Municipal infrastructure fund</td>
<td>115,000,000</td>
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<tr>
<td>22</td>
<td>Strategic investment and improvements fund</td>
<td>517,470,000</td>
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<tr>
<td>23</td>
<td>County and township infrastructure fund</td>
<td>115,000,000</td>
</tr>
<tr>
<td>24</td>
<td>Airport infrastructure fund</td>
<td>20,000,000</td>
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<tr>
<td><strong>Total</strong></td>
<td></td>
<td>$4,851,190,000</td>
</tr>
</tbody>
</table>

**Shading in number boxes represents constitutional allocations**

**NOTE:** The amounts reflected in these schedules are preliminary estimates. The actual amounts allocated for the 2019-2021 biennium may differ significantly from these amounts based on actual oil price and production.

**ATTACH:2**

North Dakota Legislative Council

June 2019