



North Dakota Legislative Council

Prepared for the Legacy Fund Earnings Committee

LC# 21.9339.01000

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LEGACY EARNINGS FUND - SAMPLE DISTRIBUTION PLAN

This memorandum provides information on a sample distribution plan for consideration by the Legacy Fund Earnings Committee. The provisions of bill draft [21.0111.01000], which is under consideration by the committee, transfer legacy fund earnings to a newly created legacy earnings fund at the end of each biennium and determine the amount of earnings available to be spent from the legacy earnings fund in the subsequent biennium. A distribution plan would designate how the earnings are spent each biennium. The committee could consider a separate bill draft or an amendment to the existing bill draft to include a distribution plan. Below is a sample of a distribution plan for the committee's consideration.

Of the amount available for appropriation or transfer from the legacy earnings fund each biennium, the State Treasurer shall transfer:

1. ___ percent to the legacy fund to become a part of the principal of the legacy fund;
2. ___ percent to the highway tax distribution fund for allocations under North Dakota Century Code Section 54-27-19;
3. ___ percent, up to \$___ million, to the infrastructure revolving loan fund under Section 6-09-49;
4. ___ percent to the budget stabilization fund, but not in an amount that would bring the balance in the fund to more than the limit in Section 54-27.2-01; and
5. The remaining amount to the general fund.