

Introduced by

Representatives Kretschmar, Maragos

1 A concurrent resolution for the amendment of section 24 of article X of the Constitution of North
2 Dakota, relating to expenditures from the foundation aid stabilization fund.

3 **STATEMENT OF INTENT**

4 This measure limits expenditures from the foundation aid stabilization fund to interest and
5 income and declares that the principal of this fund must be retained and devoted to the purpose
6 of the fund.

7 **BE IT RESOLVED BY THE HOUSE OF REPRESENTATIVES OF NORTH DAKOTA, THE**
8 **SENATE CONCURRING THEREIN:**

9 That the following proposed amendment to section 24 of article X of the Constitution of
10 North Dakota is agreed to and must be submitted to the qualified electors of North Dakota at
11 the general election to be held in 2006, in accordance with section 16 of article IV of the
12 Constitution of North Dakota.

13 **SECTION 1. AMENDMENT.** Section 24 of article X of the Constitution of North Dakota
14 is amended and reenacted as follows:

15 **Section 24.** Twenty percent of the revenue from oil extraction taxes from taxable oil
16 produced in this state must be allocated as follows:

- 17 1. Fifty percent must be deposited in the common schools trust fund.
- 18 2. Fifty percent must be deposited in the foundation aid stabilization fund ~~in the state~~
19 ~~treasury, the interest income of which must be transferred to the state general fund~~
20 ~~on July first of each year. The principal.~~ Only the interest and income of the
21 foundation aid stabilization fund may be expended only upon pursuant to an order
22 of the governor, who may direct such a transfer only to offset foundation aid
23 reductions in state education aid that were made by executive action pursuant to
24 law due to a revenue shortage. The principal must be retained and devoted to the
25 fund's purpose.