

Sixty-third  
Legislative Assembly  
of North Dakota

## REENGROSSED HOUSE BILL NO. 1358

Introduced by

Representatives Skarphol, Brandenburg, Froseth, Rust, Steiner, Glassheim, J. Kelsh

Senators Andrist, Wanzek, Wardner, Murphy, Triplett

1 A BILL for an Act to create and enact ~~a new section to chapter 23-01 and~~ two new subsections  
2 to section 57-51-01 of the North Dakota Century Code, relating to definitions under the oil and  
3 gas gross production tax; to amend and reenact sections 57-51-15 and 57-62-05 of the North  
4 Dakota Century Code, relating to oil and gas gross production tax allocation and the impact aid  
5 program; ~~to provide a continuing appropriation;~~ to provide appropriations; to provide a  
6 ~~statement of legislative intent~~ for reports to the budget section; to provide an effective date; and  
7 to ~~declare an emergency~~ provide an expiration date.

8 **BE IT ENACTED BY THE LEGISLATIVE ASSEMBLY OF NORTH DAKOTA:**

9 ~~— **SECTION 1.** A new section to chapter 23-01 of the North Dakota Century Code is created~~  
10 ~~and enacted as follows:~~  
11 ~~— **Emergency medical service and fire protection district funding committee - Funding**~~  
12 ~~**assistance requests and approval.**~~  
13 ~~— The emergency medical service and fire protection district funding committee consists of~~  
14 ~~the chairman of the legislative management, or the chairman's designee; two members of the~~  
15 ~~legislative assembly, appointed by the chairman of the legislative management; the chairmen of~~  
16 ~~the house of representatives and senate appropriations committees, or their designees; the~~  
17 ~~minority leaders of the house of representatives and senate, or their designees; four nonvoting~~  
18 ~~members, two of whom are a member of the governing body of a city or county in an~~  
19 ~~oil-producing county, appointed by the president of the North Dakota emergency medical~~  
20 ~~services association and two of whom are a member of the governing body of a city or county in~~  
21 ~~an oil-producing county, appointed by the president of the North Dakota firefighters' association;~~  
22 ~~and one nonvoting member who is a member of the advisory board appointed by the board of~~  
23 ~~university and school lands to advise on oil and gas impact grant award applications, who shall~~  
24 ~~be appointed by the board of university and school lands. The chairman of the legislative~~

~~management shall designate the chairman from among the voting members of the committee.  
The state department of health shall provide administrative services for the committee. The  
emergency medical services advisory council established under section 23-46-02 shall provide  
advisory assistance to the emergency medical service and fire protection district funding  
committee as requested.~~

~~— Applications for funding assistance from the oil-producing counties emergency medical  
service and fire protection district grant fund or funds provided by legislative appropriation may  
be submitted to the committee by the governing body of a city or county on behalf of emergency  
medical service providers or fire protection districts providing service in one or more  
oil-producing counties that received five million dollars or more of allocations under  
subsection 2 of section 57-51-15 in the most recently completed state fiscal year. Funding  
under this section may be provided only for that portion of the service area of emergency  
medical service providers or fire protection districts within one or more oil-producing counties  
that received five million dollars or more of allocations under subsection 2 of section 57-51-15 in  
the most recently completed state fiscal year. The committee shall notify the state treasurer of  
awarded grants from available funds and the state treasurer shall transfer the grant awards to  
the recipients.~~

~~— In consideration of circumstances in which a grant award application indicates a need for a  
staffing increase or other funding need that appears to create an ongoing need for funding  
assistance, the committee may make a commitment of future grant funding as determined  
appropriate. The committee shall develop policies of best practices for efficient and effective  
use of grant award funds for full-time, part-time, and volunteer staffing of emergency medical  
service and fire protection district service providers.~~

**SECTION 1.** Two new subsections to section 57-51-01 of the North Dakota Century Code  
are created and enacted as follows:

"Hub city" means a city with a population of twelve thousand five hundred or more,  
according to the last official decennial federal census, which has more than one  
percent of its private covered employment engaged in the mining industry, according  
to data compiled by job service North Dakota.

"Hub city school district" means the school district with the highest student enrollment  
within the city limits of a hub city.

1       **SECTION 2. AMENDMENT.** Section 57-51-15 of the North Dakota Century Code is  
2 amended and reenacted as follows:

3       **57-51-15. Gross production tax allocation.**

4       The gross production tax must be allocated monthly as follows:

5       1. First the tax revenue collected under this chapter equal to one percent of the gross  
6 value at the well of the oil and one-fifth of the tax on gas must be deposited with the  
7 state treasurer who shall:

8       a. Allocate to each hub city a monthly amount that will provide a total allocation of  
9 five~~sevent~~three hundred ~~fiftyseventy-five~~ thousand dollars per fiscal year to each  
10 city in an oil-producing county which has a population of seven thousand five-  
11 hundred or more and more than two percent of its private covered employment  
12 engaged in the mining industry, according to data compiled by job service North-  
13 Dakota. The allocation under this subdivision must be doubled if the city has  
14 more than seven and one-half percent for each full or partial percentage point of  
15 its private covered employment engaged in the mining industry, according to data  
16 compiled by job service North Dakota;

17       b. Allocate to each hub city school district a monthly amount that will provide a total  
18 allocation of ~~two~~one hundred ~~fiftytwenty-five~~ thousand dollars per fiscal year for  
19 each full or partial percentage point of the hub city's private covered employment  
20 engaged in the mining industry, according to data compiled by job service North  
21 Dakota;

22 ~~———— c. From each allocation to a hub city school district under subdivision b, the state~~  
23 ~~treasurer retain seventy five percent of the allocation and deposit that amount in~~  
24 ~~a special account established for that school district. Up to fifty percent of the~~  
25 ~~funds deposited in the special account under this subdivision may be released by~~  
26 ~~the state treasurer to the school district to provide equal matching funds for funds~~  
27 ~~provided by the school district for a school construction project. Any funds in the~~  
28 ~~special account that are not committed or expended for school construction~~  
29 ~~projects may be released to the school district by the state treasurer upon~~  
30 ~~application by the school district and approval by the hub city school impact~~  
31 ~~committee for an extraordinary expenditure that would mitigate negative effects of~~

1 ~~oil development impact affecting that school district. Any unexpended and~~  
2 ~~unobligated funds remaining in the hub city school district's special account at the~~  
3 ~~end of the biennium may be carried over to the ensuing biennium but any funds~~  
4 ~~that would be allocated to that special account under this subdivision during the~~  
5 ~~ensuing biennium, up to the amount carried over, must be withheld and allocated~~  
6 ~~instead under subsection 3.~~

7 ~~— The hub city school impact committee consists of the chairman of the~~  
8 ~~legislative management, or the chairman's designee; two members of the~~  
9 ~~legislative assembly, appointed by the chairman of the legislative management;~~  
10 ~~the chairmen of the house of representatives and senate appropriations~~  
11 ~~committees, or their designees; the minority leaders of the house of~~  
12 ~~representatives and senate, or their designees; two nonvoting members, each of~~  
13 ~~whom is either a school superintendent or school district business manager of a~~  
14 ~~school district in an oil-producing county, appointed by the superintendent of~~  
15 ~~public instruction; and two nonvoting members who are members of the advisory~~  
16 ~~board appointed by the board of university and school lands to advise on oil and~~  
17 ~~gas impact grant award applications, who shall be appointed by the board of~~  
18 ~~university and school lands. The chairman of the legislative management shall~~  
19 ~~designate the chairman from among the voting members of the committee. The~~  
20 ~~energy infrastructure and impact office shall provide administrative services for~~  
21 ~~the hub city school impact committee;~~

22 ~~— d. For each fiscal year beginning after June 30, 2014, adjust the fiscal year dollar~~  
23 ~~amounts in subdivisions a and b as determined for the previous fiscal year by~~  
24 ~~one-third of the percentage change in total tax collections under this chapter~~  
25 ~~during that previous fiscal year;~~

26 ~~e.c.~~ Credit revenues to the oil and gas impact grant fund, but not in an amount  
27 exceeding ~~one~~two hundred ~~fifty~~forty million dollars per biennium;

28 ~~— f. Allocate one million seven hundred fifty thousand dollars in each fiscal year to be~~  
29 ~~added by the county treasurer to the allocations to school districts under~~  
30 ~~subdivision c of subsection 4 for each county that has received five million dollars~~

1 ~~or more of allocations under subsection 2 during the preceding state fiscal year;~~

2 and

3 e.g.d. Allocate the remaining revenues under subsection 3. ~~If there are no~~  
4 ~~remaining revenues and revenues under this subsection are insufficient to make~~  
5 ~~the allocations and transfers under subdivisions a through f, the state treasurer~~  
6 ~~shall transfer from the strategic investment and improvements fund an amount~~  
7 ~~necessary to fully fund the allocations and transfers under subdivisions a~~  
8 ~~through f.~~

9 2. After deduction of the amount provided in subsection 1, annual revenue collected  
10 under this chapter from oil and gas produced in each county must be allocated as  
11 follows:

12 a. The first ~~two~~five million dollars is allocated to the county.

13 b. Of ~~the next one~~four ~~all annual revenue exceeding five~~ million dollars,  
14 ~~seventy-five~~twenty-five percent is allocated to the county.

15 ~~c. Of the next one~~three million dollars, fifty percent is allocated to the county.

16 ~~d. Of the next fourteen million dollars~~all remaining annual revenue, twenty-five  
17 ~~percent is allocated to the county.~~

18 e. ~~Of all annual revenue exceeding eighteen million dollars, ten percent is allocated~~  
19 ~~to the county.~~

20 3. After the allocations under subsections 1 and 2, the amount remaining is allocated first  
21 to provide for deposit of thirty percent of all revenue collected under this chapter in the  
22 legacy fund as provided in section 26 of article X of the Constitution of North Dakota  
23 and the remainder must be allocated to the state general fund. If the amount available  
24 for a monthly allocation under this subsection is insufficient to deposit thirty percent of  
25 all revenue collected under this chapter in the legacy fund, the state treasurer shall  
26 transfer the amount of the shortfall from the state general fund share of oil extraction  
27 tax collections and deposit that amount in the legacy fund.

28 4. ~~The amount to which each county is entitled under subsection 2 must be allocated~~  
29 ~~within the county so the first five million three hundred fifty thousand dollars is~~  
30 ~~allocated under subsection 5 for each fiscal year and any amount received by a county~~

1           exceeding five million three hundred fifty thousand dollars is credited by the county  
2           treasurer to the county infrastructure fund and allocated under subsection 6.

3           5. For a county that received less than five million dollars or more of allocations under  
4           subsection 2 in the most recently completed state fiscal year, revenues allocated to  
5           that county under subsections 1 and 2 must be credited distributed by the county state  
6           treasurer as follows:

7           a. Forty-five~~Sixty~~ percent of all revenues allocated to any county for allocation under  
8           this subsection must be ~~credited by~~distributed to the county treasurer and  
9           credited to the county general fund. However, the allocation to a county under  
10          this subdivision must be credited to the state general fund if during that fiscal  
11          year in a taxable year after 2012 the county does not levy~~is not levying~~ a total of  
12          at least ten mills for combined levies for county road and bridge, farm-to-market  
13          and federal aid road, and county road purposes.

14          b. Thirty-five percent of all revenues allocated to any county for allocation under this  
15          subsection must be apportioned by the county state treasurer no less than  
16          quarterly to school districts within the county, excluding consideration of and  
17          allocation to any hub city school district in the county, on the average daily  
18          attendance distribution basis, as certified to the county state treasurer by the  
19          county superintendent of schools. ~~However, no school district may receive in any~~  
20          ~~single academic year an amount under this subsection greater than the county~~  
21          ~~average per student cost multiplied by seventy percent, then multiplied by the~~  
22          ~~number of students in average daily attendance or the number of children of~~  
23          ~~school age in the school census for the county, whichever is greater. Provided,~~  
24          ~~however, that in any county in which the average daily attendance or the school~~  
25          ~~census, whichever is greater, is fewer than four hundred, the county is entitled to~~  
26          ~~one hundred twenty percent of the county average per student cost multiplied by~~  
27          ~~the number of students in average daily attendance or the number of children of~~  
28          ~~school age in the school census for the county, whichever is greater. Once this~~  
29          ~~level has been reached through distributions under this subsection, all excess~~  
30          ~~funds to which the school district would be entitled as part of its thirty five percent~~  
31          ~~share must be deposited instead in the county general fund. The county~~

1 superintendent of schools of each oil-producing county shall certify to the county  
2 treasurer by July first of each year the amount to which each school district is  
3 limited pursuant to this subsection. As used in this subsection, "average daily  
4 attendance" means the average daily attendance for the school year immediately  
5 preceding the certification by the county superintendent of schools required by  
6 this subsection.

7 The countywide allocation to school districts under this subdivision is subject  
8 to the following:

- 9 (1) The first three hundred fifty thousand dollars is apportioned entirely among  
10 school districts in the county.
- 11 (2) The next three hundred fifty thousand dollars is apportioned seventy-five  
12 percent among school districts in the county and twenty-five percent to the  
13 county infrastructure fund.
- 14 (3) The next two hundred sixty-two thousand five hundred dollars is  
15 apportioned two-thirds among school districts in the county and one-third to  
16 the county infrastructure fund.
- 17 (4) The next one hundred seventy-five thousand dollars is apportioned fifty  
18 percent among school districts in the county and fifty percent to the county  
19 infrastructure fund.
- 20 (5) Any remaining amount is apportioned to the county infrastructure fund  
21 except from that remaining amount the following amounts are apportioned  
22 among school districts in the county:
- 23 (a) Four hundred ninety thousand dollars, for counties having a  
24 population of three thousand or fewer.
- 25 (b) Five hundred sixty thousand dollars, for counties having a population  
26 of more than three thousand and fewer than six thousand.
- 27 (c) Seven hundred thirty-five thousand dollars, for counties having a  
28 population of six thousand or more.
- 29 c. Twenty percent of all revenues allocated to any county for allocation under this  
30 subsection must be apportioned no less than quarterly by the state treasurer to  
31 the incorporated cities of the county. A hub city must be omitted from

1            apportionment under this subdivision. Apportionment among cities under this  
2            subsection must be based upon the population of each incorporated city  
3            according to the last official decennial federal census. In determining the  
4            population of any city in which total employment increases by more than two  
5            hundred percent seasonally due to tourism, the population of that city for  
6            purposes of this subdivision must be increased by eight hundred percent. If a city  
7            receives a direct allocation under subsection 1, the allocation to that city under  
8            this subsection is limited to sixty percent of the amount otherwise determined for  
9            that city under this subsection and the amount exceeding this limitation must be  
10           reallocated among the other cities in the county.

11           ~~c. Five percent plus any amount allocated to school districts of the county under~~  
12           ~~subdivision f of subsection 1 must be apportioned no less than quarterly by the~~  
13           ~~county treasurer to the school districts of the county on the average daily~~  
14           ~~attendance distribution basis for kindergarten through grade twelve students~~  
15           ~~residing within the county, as certified to the county treasurer by the county~~  
16           ~~superintendent of schools. However, a hub city school district must be omitted~~  
17           ~~from apportionment under this subdivision.~~

18           ~~d. Seven and one-half percent to the organized and unorganized townships of the~~  
19           ~~county in the proportion that township road miles in the township bears to the~~  
20           ~~total township road miles in the county, with the board of county commissioners~~  
21           ~~retaining and using the funds available for the maintenance and improvement of~~  
22           ~~roads in unorganized townships. An organized township is not eligible for an~~  
23           ~~allocation, and must be excluded from the calculation of township road miles, if~~  
24           ~~that township has one hundred thousand dollars or more in uncommitted reserve~~  
25           ~~funds on hand or if that township in a taxable year after 2012 is not levying at~~  
26           ~~least ten mills for township purposes.~~

27           ~~e. Two and one-half percent must be allocated by the board of county~~  
28           ~~commissioners to or for the benefit of the county sheriff's department to offset oil~~  
29           ~~and gas development impact causing a need for increased sheriff's department~~  
30           ~~services staff, funding, equipment, coverage, and personnel training.~~



1 ~~f. Two and one-half percent must be deposited by the state treasurer in the~~  
2 ~~oil-producing counties emergency medical service and fire protection district~~  
3 ~~grant fund and available for grants by the emergency medical service and fire~~  
4 ~~protection district funding committee for an extraordinary expenditure that would~~  
5 ~~mitigate negative effects of oil development impact affecting emergency medical~~  
6 ~~services providers providing service in oil-producing counties.~~

7 ~~g. Two and one-half percent must be deposited by the state treasurer in the~~  
8 ~~oil-producing counties emergency medical service and fire protection district~~  
9 ~~grant fund and available for grants by the emergency medical service and fire~~  
10 ~~protection district funding committee for an extraordinary expenditure that would~~  
11 ~~mitigate negative effects of oil development impact affecting fire protection~~  
12 ~~districts providing service in oil-producing counties.~~

13 ~~h. Funds deposited in the oil-producing counties emergency medical service and~~  
14 ~~fire protection district grant fund shall be paid out by the state treasurer upon~~  
15 ~~approval by the emergency medical service and fire protection district funding~~  
16 ~~committee for an extraordinary expenditure that would mitigate negative effects of~~  
17 ~~oil development impact affecting emergency medical services providers or fire~~  
18 ~~protection districts providing service in counties that received five million dollars~~  
19 ~~or more of allocations under subsection 2 in the most recently completed state~~  
20 ~~fiscal year.~~

21 5. For a county that ~~did not reach a level of~~received five million dollars ~~or more of~~  
22 ~~allocations under subsection 2 in the most recently completed state fiscal year,~~  
23 ~~revenues allocated to that county must be~~crediteddistributed by the ~~county~~state  
24 ~~treasurer as follows:~~

25 a. ~~Forty-five~~Sixty percent must be ~~credited by~~distributed to the county treasurer ~~and~~  
26 ~~credited~~ to the county general fund. However, the allocation to a county under  
27 ~~this subdivision must be credited to the state general fund if in a taxable year~~  
28 ~~after 2012 the county is not levying a total of at least ten mills for combined levies~~  
29 ~~for county road and bridge, farm-to-market and federal aid road, and county road~~  
30 ~~purposes.~~

1           b. ~~Thirty-five~~Five percent must be apportioned by the ~~county~~state treasurer no less  
2           than quarterly to school districts within the county on the average daily  
3           attendance distribution basis for kindergarten through grade twelve students  
4           residing within the county, as certified to the ~~county~~state treasurer by the county  
5           superintendent of schools. However, a hub city school district must be omitted  
6           from ~~consideration and~~ apportionment under this subdivision. ~~The total annual~~  
7           ~~apportionment to school districts under this subsection is limited to one million~~  
8           ~~five hundred thousand dollars.~~

9           c. Twenty percent must be apportioned no less than quarterly by the state treasurer  
10          to the incorporated cities of the county. A hub city must be omitted from  
11          apportionment under this subdivision. Apportionment among cities under this  
12          subsection must be based upon the population of each incorporated city  
13          according to the last official decennial federal census. In determining the  
14          population of any city in which total employment increases by more than two  
15          hundred percent seasonally due to tourism, the population of that city for  
16          purposes of this subdivision must be increased by eight hundred percent.

17          d. Three percent must be apportioned no less than quarterly by the state treasurer  
18          among the organized and unorganized townships of the county. The state  
19          treasurer shall apportion the funds available under this subdivision among  
20          townships in the proportion that township road miles in the township bears to the  
21          total township road miles in the county. The amount apportioned to unorganized  
22          townships under this subdivision must be distributed to the county treasurer and  
23          credited to a special fund for unorganized township roads, which the board of  
24          county commissioners shall use for the maintenance and improvement of roads  
25          in unorganized townships.

26          e. Three percent must be allocated by the state treasurer among the organized and  
27          unorganized townships in all the counties that received five million dollars or  
28          more of allocations under subsection 2 in the most recently completed state fiscal  
29          year. The amount available under this subdivision must be allocated no less than  
30          quarterly by the state treasurer in an equal amount to each eligible organized and  
31          unorganized township. The amount allocated to unorganized townships under

1                   this subdivision must be distributed to the county treasurer and credited to a  
2                   special fund for unorganized township roads, which the board of county  
3                   commissioners shall use for the maintenance and improvement of roads in  
4                   unorganized townships.

5                   f. Nine percent must be allocated by the state treasurer among hub cities. The  
6                   amount available for allocation under this subdivision must be apportioned by the  
7                   state treasurer no less than quarterly among hub cities. Sixty percent of funds  
8                   available under this subdivision must be distributed to the hub city receiving the  
9                   greatest percentage of allocations to hub cities under subdivision a of  
10                   subsection 1 for the quarterly period, thirty percent of funds available under this  
11                   subdivision must be distributed to the hub city receiving the second greatest  
12                   percentage of such allocations, and ten percent of funds available under this  
13                   subdivision must be distributed to the hub city receiving the third greatest  
14                   percentage of such allocations.

- 15           6.   a.   ~~Forty-five percent of all revenues allocated to a county infrastructure fund under~~  
16                   ~~subsections 4 and 5 must be credited by the county treasurer to the county~~  
17                   ~~general fund. However, the allocation to a county under this subdivision must be~~  
18                   ~~credited to the state general fund if during that fiscal year the county does not~~  
19                   ~~levy a total of at least ten mills for combined levies for county road and bridge,~~  
20                   ~~farm to market and federal aid road, and county road purposes.~~
- 21                   b.   ~~Thirty five percent of all revenues allocated to the county infrastructure fund~~  
22                   ~~under subsections 4 and 5 must be allocated by the board of county~~  
23                   ~~commissioners to or for the benefit of townships in the county on the basis of~~  
24                   ~~applications by townships for funding to offset oil and gas development impact to~~  
25                   ~~township roads or other infrastructure needs or applications by school districts for~~  
26                   ~~repair or replacement of school district vehicles necessitated by damage or~~  
27                   ~~deterioration attributable to travel on oil and gas development impacted roads. An~~  
28                   ~~organized township is not eligible for an allocation of funds under this subdivision~~  
29                   ~~unless during that fiscal year that township levies at least ten mills for township~~  
30                   ~~purposes. For unorganized townships within the county, the board of county~~  
31                   ~~commissioners may expend an appropriate portion of revenues under this~~

1            subdivision to offset oil and gas development impact to township roads or other  
2            infrastructure needs in those townships. The amount deposited during each  
3            calendar year in the county infrastructure fund which is designated for allocation  
4            under this subdivision and which is unexpended and unobligated at the end of  
5            the calendar year must be transferred by the county treasurer to the county road  
6            and bridge fund for use on county road and bridge projects.

- 7            e. Twenty percent of all revenues allocated to any county infrastructure fund under  
8            subsections 4 and 5 must be allocated by the county treasurer no less than  
9            quarterly to the incorporated cities of the county. Apportionment among cities  
10           under this subsection must be based upon the population of each incorporated  
11           city according to the last official decennial federal census. If a city receives a  
12           direct allocation under subsection 1, the allocation to that city under this  
13           subsection is limited to sixty percent of the amount otherwise determined for that  
14           city under this subsection and the amount exceeding this limitation must be  
15           reallocated among the other cities in the county.

16        7.6. Within thirty days after the end of each calendar year, the board of county  
17        commissioners of each county that has received an allocation under this section shall  
18        file a report for the calendar year with the commissioner, in a format prescribed by the  
19        commissioner, including:

- 20           a. The county's statement of revenues and expenditures; and  
21           b. The amount available in the county infrastructure fund for allocation allocated to  
22           or for the benefit of townships or school districts, the amount allocated to each  
23           organized township or school district and the amount expended from each such  
24           allocation by that township or school district, the amount expended by the board  
25           of county commissioners on behalf of each unorganized township for which an  
26           expenditure was made, and the amount available for allocation to or for the  
27           benefit of townships or school districts which remained unexpended at the end of  
28           the fiscal year.

29           Within fifteen days after the time when reports under this subsection were due, the  
30           commissioner shall provide the reports to the legislative council compiling the  
31           information from reports received under this subsection.

1       **SECTION 3. AMENDMENT.** Section 57-62-05 of the North Dakota Century Code is  
2 amended and reenacted as follows:

3       **57-62-05. Powers and duties of energy infrastructure and impact office director.**

4       The energy infrastructure and impact office director shall:

- 5       1. Develop a plan for the assistance, through financial grants for services and facilities, of  
6            counties, cities, school districts, and other political subdivisions in coal development  
7            and oil and gas development impact areas.
- 8       2. Establish procedures and provide proper forms to political subdivisions for use in  
9            making application for funds for impact assistance as provided in this chapter.
- 10      3. Make grants disbursements to counties, cities, school districts, and other taxing  
11            districts for grants awarded by the board of university and school lands pursuant to  
12            chapter 15-01, as provided in this chapter and within the appropriations made for such  
13            purposes. In determining the amount of impact grants for which political subdivisions  
14            are eligible, the consideration must be given to the amount of revenue to which such  
15            political subdivisions will be entitled from taxes upon the real property of coal and oil  
16            and gas development plants and from other tax or fund distribution formulas provided  
17            by law ~~must be considered~~.
- 18      4. Receive and review applications for impact assistance pursuant to this chapter.
- 19      5. Make recommendations, not less than once each calendar quarter, to the board of  
20            university and school lands on grants to counties, cities, school districts, and other  
21            political subdivisions in oil and gas development impact areas based on identified  
22            needs, and other sources of revenue available to the political subdivision.
- 23      6. ~~Make recommendations to the board of university and school lands providing for the~~  
24            ~~distribution of thirty five percent of moneys available in the oil and gas impact fund to~~  
25            ~~incorporated cities with a population of ten thousand or more, based on the most~~  
26            ~~recent official decennial federal census, that are impacted by oil and gas development.~~  
27            ~~The director may not recommend that an incorporated city receive more than sixty~~  
28            ~~percent of the funds available under this subsection.~~
- 29      7. ~~Make recommendations to the board of university and school lands providing for the~~  
30            ~~distribution of sixty five percent of moneys available in the oil and gas impact fund to~~

1 cities not otherwise eligible for funding under this section, counties, school districts,  
2 and other political subdivisions impacted by oil and gas development.

3 **SECTION 4. APPROPRIATION - JOB SERVICE NORTH DAKOTA.** There is appropriated  
4 out of any moneys in the general fund in the state treasury, not otherwise appropriated, the sum  
5 of ~~\$150,000~~\$120,000, or so much of the sum as may be necessary, to job service North Dakota  
6 for the purpose of upgrading collection and use of employment data to correctly identify all  
7 employees who should be included for statistical purposes in oil and gas-related employment,  
8 including employees of refineries and gas plants and oil and gas transportation services, for the  
9 biennium beginning July 1, 2013, and ending June 30, 2015.

10 **SECTION 5. APPROPRIATION - ~~STATE TREASURER - STRATEGIC INVESTMENT AND~~**  
11 **~~IMPROVEMENTS FUND~~DEPARTMENT OF TRANSPORTATION.** There is appropriated out of  
12 any moneys in the ~~strategic investment and improvements~~general fund in the state treasury, not  
13 otherwise appropriated, the sum of ~~\$190,000,000~~\$160,000,000, or so much of the sum as may  
14 be necessary, to the ~~state treasurer~~department of transportation for the purpose of allocation as  
15 provided in this section among oil-producing counties that received \$5,000,000 or more of  
16 allocations under subsection 2 of section 57-51-15 in the state fiscal year ending June 30, 2012,  
17 for the ~~period~~biennium beginning ~~May~~July 1, 2013, and ending June 30, 2015. ~~The amounts~~  
18 ~~available for allocation under this section must be allocated on May 1, 2013, and May 1, 2014,~~  
19 ~~in the amount of \$95,000,000 each year, among the counties that received five million dollars or~~  
20 ~~more of allocations under subsection 2 of section 57-51-15 in the most recently completed state~~  
21 ~~fiscal year. Projects to be funded under this section must comply with American association of~~  
22 ~~state highway and transportation officials pavement design procedures and department of~~  
23 ~~transportation local government requirements. The allocation shares of the counties that qualify~~  
24 ~~for a share of funds available under this section must be determined by prorating available~~  
25 ~~funds among those counties on the basis of barrels of oil production within the county compared~~  
26 ~~to barrels of oil production among all counties that qualify for a share of funds available under~~  
27 ~~this section in the most recently completed state fiscal year.~~

- 28 1. The sum appropriated in this section must be used to rehabilitate or reconstruct county  
29 paved and unpaved roads and bridges needed to support oil and gas production and  
30 distribution in North Dakota.

- 1           a. Funding allocations to counties are to be made by the department of  
2           transportation based on data supplied by the upper great plains transportation  
3           institute.
- 4           b. Counties identified in the data supplied by the upper great plains transportation  
5           institute which received \$5,000,000 or more of allocations under subsection 2 of  
6           section 57-51-15 for the state fiscal year ending June 30, 2012, are eligible for  
7           this funding.
- 8           2. Each county requesting funding under this section for county road and bridge projects  
9           shall submit the request in accordance with criteria developed by the department of  
10           transportation.
- 11           a. The request must include a proposed plan for funding projects that rehabilitate or  
12           reconstruct paved and unpaved roads and bridges within the county.
- 13           b. The plan must be based on data supplied by the upper great plains transportation  
14           institute, actual road and bridge conditions, and integration with state highway  
15           and other county projects.
- 16           c. Projects funded under this section must comply with the American association of  
17           state highway transportation officials (AASHTO) pavement design procedures  
18           and the department of transportation local government requirements. Upon  
19           completion of major reconstruction projects, the roadway segment must be  
20           posted at a legal load limit of 105,500 pounds [47853.993 kilograms].
- 21           d. Funds may not be used for routine maintenance.
- 22           3. The department of transportation, in consultation with the county, may approve the  
23           plan or approve the plan with amendments.
- 24           4. The funding appropriated in this section may be used for:
- 25           a. Ninety percent of the cost of the approved projects not to exceed the funding  
26           available for that county.
- 27           b. Funding may be used for construction, engineering, and plan development costs.
- 28           5. Upon approval of the plan, the department of transportation shall transfer to the county  
29           the approved funding for engineering and plan development costs.

1 6. Upon execution of a construction contract by the county, the department of  
2 transportation shall transfer to the county the approved funding to be distributed for  
3 county and township rehabilitation and reconstruction projects.

4 7. The recipient counties shall report to the department of transportation upon awarding  
5 of each contract and upon completion of each project in a manner prescribed by the  
6 department.

7 8. The funding under this section may be applied to engineering, design, and  
8 construction costs incurred on related projects as of January 1, 2013.

9 9. For purposes of this section, a "bridge" is a structure that has an opening of more than  
10 20 feet [6.096 meters] as measured along the centerline of the roadway. It may also  
11 be the clear openings of more than 20 feet [6.096 meters] of a group of pipes as long  
12 as the pipes are spaced less than half the distance apart of the smallest diameter  
13 pipe.

14 10. Section 54-44.1-11 does not apply to funding under this section. Any funds not spent  
15 by June 30, 2015, must be continued into the biennium beginning July 1, 2015, and  
16 ending June 30, 2017, and may be expended only for purposes authorized by this  
17 section.

18 **SECTION 6. APPROPRIATION - DEPARTMENT OF TRANSPORTATION.** There is  
19 appropriated out of any moneys in the general fund in the state treasury, not otherwise  
20 appropriated, the sum of ~~\$150,000,000~~\$120,000,000, or so much of the sum as may be  
21 necessary, to the department of transportation for the purpose of allocation ~~in equal amounts in~~  
22 ~~each fiscal year of the biennium~~ among counties that did not receive \$5,000,000 or more of  
23 allocations under subsection 2 of section 57-51-15 in the ~~most recently completed~~ state fiscal  
24 year ending June 30, 2012, for the ~~period~~biennium beginning ~~May~~July 1, 2013, and ending  
25 June 30, 2015. The amounts available for allocation under this section must be ~~allocated in the~~  
26 ~~amount of \$45,000,000 on or before May 1, 2013, and in the amount of \$105,000,000 on or~~  
27 ~~before May 1, distributed on or after February 1, 2014. Allocations among counties under this~~  
28 ~~section must be prorated among eligible counties on the basis of miles of road in the county~~  
29 ~~road system. Projects to be funded under this section must comply with American association of~~  
30 ~~state highway and transportation officials pavement design procedures and department of~~  
31 ~~transportation local government requirements.~~



- 1 1. The sum appropriated in this section must be used to rehabilitate or reconstruct county  
2 paved and unpaved roads and bridges needed to support economic activity in North  
3 Dakota.
- 4 a. To be eligible to receive an allocation under this section, a county may not have  
5 received \$5,000,000 or more of allocations under subsection 2 of section  
6 57-51-15 during the state fiscal year ending June 30, 2012.
- 7 b. Allocations among eligible counties under this section must be based on the  
8 miles of roads defined by the department of transportation as county major  
9 collector roadways in each county.
- 10 c. The department of transportation may use data supplied by the upper great  
11 plains transportation institute in determining the projects to receive funding under  
12 this section.
- 13 2. Each county requesting funding under this section shall submit the request in  
14 accordance with criteria developed by the department of transportation.
- 15 a. The request must include a proposed plan for funding projects that rehabilitate or  
16 reconstruct paved and unpaved roads and bridges within the county.
- 17 b. The plan must be based on actual road and bridge conditions and the integration  
18 of projects with state highway and other county projects.
- 19 c. Projects funded under this section must comply with the American association of  
20 state highway transportation officials (AASHTO) pavement design procedures  
21 and the department of transportation local government requirements. Upon  
22 completion of major reconstruction projects, the roadway segment must be  
23 posted at a legal load limit of 105,500 pounds [47853.993 kilograms].
- 24 d. Funds may not be used for routine maintenance.
- 25 3. The department of transportation, in consultation with the county, may approve the  
26 plan or approve the plan with amendments.
- 27 4. The funding appropriated in this section may be used for:
- 28 a. Ninety percent of the cost of the approved projects not to exceed the funding  
29 available for that county.
- 30 b. Funding may be used for construction, engineering, and plan development costs.

1 5. Upon approval of the plan, the department of transportation shall transfer to the county  
2 the approved funding for engineering and plan development costs.

3 6. Upon execution of a construction contract by the county, the department of  
4 transportation shall transfer to the county the approved funding to be distributed for  
5 county and township rehabilitation and reconstruction projects.

6 7. The recipient counties shall report to the department of transportation upon awarding  
7 of each contract and upon completion of each project in a manner prescribed by the  
8 department.

9 8. The funding under this section may be applied to engineering, design, and  
10 construction costs incurred on related projects as of January 1, 2013.

11 9. For purposes of this section, a "bridge" is a structure that has an opening of more than  
12 20 feet [6.096 meters] as measured along the centerline of the roadway. It may also  
13 be the clear openings of more than 20 feet [6.096 meters] of a group of pipes as long  
14 as the pipes are spaced less than half the distance apart of the smallest diameter  
15 pipe.

16 10. Section 54-44.1-11 does not apply to funding under this section. Any funds not spent  
17 by June 30, 2015, must be continued into the biennium beginning July 1, 2015, and  
18 ending June 30, 2017, and may be expended only for purposes authorized by this  
19 section.

20 **SECTION 7. APPROPRIATION - STATE TREASURER.** There is appropriated out of any  
21 moneys in the general fund in the state treasury, not otherwise appropriated, the sum of  
22 \$8,760,000, or so much of the sum as may be necessary, to the state treasurer for allocation to  
23 counties for allocation to or for the benefit of townships in oil-producing counties, for the  
24 ~~period~~ biennium beginning ~~May~~ July 1, 2013, and ending June 30, 2015. The funding provided in  
25 this section must be distributed in equal amounts ~~on or before May 1, in July~~ 2013, and May 1,  
26 2014. The state treasurer shall distribute the funds provided under this section as soon as  
27 possible to counties and the county treasurer shall allocate the funds to or for the benefit of  
28 townships in oil-producing counties through a distribution of \$15,000 each year to each  
29 organized township and a distribution of \$15,000 each year for each unorganized township to  
30 the county in which the unorganized township is located. ~~If any funds remain after the~~  
31 ~~distributions provided under this section, the state treasurer shall distribute eighty percent of the~~

1 remaining funds to counties and cities in oil-producing counties pursuant to the method-  
2 provided in subsection 4 of section 54-27-19 and shall distribute twenty percent of the  
3 remaining funds to counties and townships in oil-producing counties pursuant to the method-  
4 provided in section 54-27-19.1. An organized township is not eligible for an allocation of funds  
5 under this subdivision if that township has uncommitted reserve funds on hand exceeding  
6 \$100,000 or if in a taxable year after 2012 that township is not levying at least ten mills for  
7 township purposes. For unorganized townships within the county, the board of county  
8 commissioners may expend an appropriate portion of revenues under this subdivision for  
9 township roads or other infrastructure needs in those townships. A township is not eligible for an  
10 allocation of funds under this section if the township does not maintain any township roads. For  
11 the purposes of this section, an "oil-producing county" means a county that received an  
12 allocation of funding under section 57-51-15 of more than \$500,000 but less than \$5,000,000  
13 for in the preceding state fiscal year ending June 30, 2012.

14 ~~— SECTION 9. APPROPRIATION -- STATE DEPARTMENT OF HEALTH. There is~~  
15 ~~appropriated out of any moneys in the general fund in the state treasury, not otherwise~~  
16 ~~appropriated, the sum of \$6,250,000, or so much of the sum as may be necessary, to the state~~  
17 ~~department of health for allocations by the emergency medical services advisory council for the~~  
18 ~~purpose of state financial assistance under chapter 23-46 to emergency medical service~~  
19 ~~providers for that portion of the emergency medical service provider's service area in counties~~  
20 ~~that did not receive \$5,000,000 or more of allocations under subsection 2 of section 57-51-15 in~~  
21 ~~the most recently completed state fiscal year, for the biennium beginning July 1, 2013, and~~  
22 ~~ending June 30, 2015. Allocations of the amount appropriated in this section may not exceed~~  
23 ~~\$3,125,000 for each year of the biennium.~~

24 ~~— SECTION 10. APPROPRIATION -- COMMISSIONER OF UNIVERSITY AND SCHOOL~~  
25 ~~LANDS -- OIL AND GAS IMPACT GRANT FUND. There is appropriated out of any moneys in~~  
26 ~~the oil and gas impact grant fund in the state treasury, not otherwise appropriated, the sum of~~  
27 ~~\$5,000,000, or so much of the sum as may be necessary, to the commissioner of university and~~  
28 ~~school lands for the purpose of providing distributions to eligible counties experiencing new oil~~  
29 ~~and gas development activities, for the biennium beginning July 1, 2013, and ending June 30,~~  
30 ~~2015. As determined by the director of the department of mineral resources, a county is eligible~~  
31 ~~for a distribution under this section if the county produced fewer than one hundred thousand~~

1 ~~barrels of oil for the month of November 2012 and after November 2012 the number of active oil~~  
2 ~~rigs operating in the county in any one month exceeds four rigs. Upon the determination by the~~  
3 ~~director of the department of mineral resources that a county is eligible for a distribution under~~  
4 ~~this section, the commissioner of university and school lands shall provide \$1,250,000 to the~~  
5 ~~county for defraying expenses associated with oil and gas development impacts in the county.~~  
6 ~~The county, in determining the use of the funds received, shall consider and, to the extent~~  
7 ~~possible, address the needs of other political subdivisions in the county resulting from the~~  
8 ~~impact of oil and gas development.~~

9 **SECTION 8. APPROPRIATION - DEPARTMENT OF COMMERCE - STRATEGIC**  
10 **INVESTMENT AND IMPROVEMENTS FUND - REPORT TO BUDGET SECTION.** There is

11 appropriated out of any moneys in the strategic investment and improvements fund in the state  
12 treasury, not otherwise appropriated, the sum of ~~\$6,000,000~~\$2,000,000, or so much of the sum  
13 as may be necessary, to the department of commerce for the purpose of administering a grant  
14 program for nursing homes, basic care facilities, and providers that serve individuals with  
15 developmental disabilities located in oil-producing counties to address the effects of oil and gas  
16 and related economic development activities, for the biennium beginning July 1, 2013, and  
17 ending June 30, 2015. The department of commerce shall allocate funding in January of each  
18 year of the biennium, based on the number of full-time equivalent positions of each nursing  
19 home, facility, or provider as determined by the department of human services. ~~The annual~~  
20 ~~allocation for each full-time equivalent position may not exceed \$90 per month.~~ When setting  
21 rates for the entities receiving grants under this section, the department of human services shall  
22 exclude grant income received under this section as an offset to costs. This funding is  
23 considered one-time funding for the 2013-15 biennium. The department of commerce shall  
24 report to the ~~legislative management during the 2013-14 interim~~budget section annually and to  
25 the appropriations committees of the sixty-fourth legislative assembly on the use of this  
26 one-time funding. For purposes of this section, an "oil-producing county" means a county that  
27 received an allocation of funding under section 57-51-15 for the preceding state fiscal year.

28 ~~SECTION 12. APPROPRIATION - DEPARTMENT OF HUMAN SERVICES - STRATEGIC~~  
29 ~~INVESTMENT AND IMPROVEMENTS FUND.~~ There is appropriated out of any moneys in the  
30 ~~strategic investment and improvements fund in the state treasury, not otherwise appropriated,~~  
31 ~~the sum of \$10,000,000, or so much of the sum as may be necessary, to the department of~~

~~human services for the purpose of administering a grant program for critical access hospitals in oil-producing counties and in counties contiguous to an oil-producing county to address the effects of oil and gas and related economic development activities, for the biennium beginning July 1, 2013, and ending June 30, 2015. The department of human services shall develop policies and procedures for the disbursement of the grant funding and may not award more than \$5,000,000 during each year of the biennium. The department of human services shall allocate funding in January of each year of the biennium. This funding is considered one-time funding for the 2013-15 biennium. The department of human services shall report to the legislative management during the 2013-14 interim and to the appropriations committees of the sixty-fourth legislative assembly on the use of this one-time funding. For the purposes of this section, an "oil-producing county" means a county that received an allocation of funding under section 57-51-15 of more than \$500,000 for the preceding state fiscal year.~~

~~— **SECTION 13. LEGISLATIVE INTENT.** It is the intent of the sixty-third legislative assembly that this Act is the initiation of a ten-year plan.~~

**SECTION 9. APPROPRIATION - OIL AND GAS IMPACT GRANT FUND - GRANT**

**RECOMMENDATIONS.** There is appropriated out of any moneys in the oil and gas impact grant fund in the state treasury, not otherwise appropriated, the sum of \$239,299,174, or so much of the sum as may be necessary, to the board of university and school lands for the purpose of oil and gas impact grants, for the biennium beginning July 1, 2013, and ending June 30, 2015.

Grants awarded under this section are not subject to section 54-44.1-11. The funding provided in this section is considered a one-time funding item.

During the biennium beginning July 1, 2013, and ending June 30, 2015, the energy infrastructure and impact office director shall include in recommendations to the board of university and school lands on grants to eligible entities in oil and gas development impact areas:

1. \$5,000,000, or so much of the sum as may be necessary, for the purpose of providing distributions to eligible counties experiencing new oil and gas development activities.

As determined by the director of the department of mineral resources, a county is eligible for a distribution under this subsection if the county produced fewer than 100,000 barrels of oil for the month of November 2012 and after November 2012 the

1 number of active oil rigs operating in the county in any one month exceeds four rigs.  
2 Upon the determination by the director of the department of mineral resources that a  
3 county is eligible for a distribution under this section, the commissioner of university  
4 and school lands shall provide \$1,250,000 to the county for defraying expenses  
5 associated with oil and gas development impacts in the county. The county, in  
6 determining the use of the funds received, shall consider and, to the extent possible,  
7 address the needs of other political subdivisions in the county resulting from the  
8 impact of oil and gas development.

9 2. \$60,000,000, or so much of the sum as may be necessary, for grants to airports  
10 impacted by oil and gas development. The director of the energy infrastructure and  
11 impact office shall adopt grant procedures and requirements necessary for distribution  
12 of grants under this subsection, which must include cost-share requirements.  
13 Cost-share requirements must consider the availability of local funds to support the  
14 project. Grant funds must be distributed giving priority to projects that have been  
15 awarded or are eligible to receive federal funding.

16 3. \$4,000,000, or so much of the sum as may be necessary, for grants to public  
17 institutions of higher education impacted by oil and gas development. Notwithstanding  
18 the provisions of chapter 57-62, public institutions of higher education are eligible to  
19 receive oil and gas impact grants under this subsection. The director of the energy  
20 infrastructure and impact office may develop grant procedures and requirements  
21 necessary for distribution of grants under this subsection.

22 4. \$3,000,000, or so much of the sum as may be necessary, for grants of \$1,000,000  
23 each to three counties in oil-impacted areas for a pilot project for dust control. The  
24 county commission from each county awarded a grant shall file a report with the  
25 director of the energy infrastructure and impact office by January 1, 2014, regarding  
26 any product used to control dust and the success or failure of the product in controlling  
27 dust. The director of the energy infrastructure and impact office may develop grant  
28 procedures and requirements necessary for distribution of grants under this section.  
29 The director of the energy infrastructure and impact office shall consult with the state  
30 department of health and the industrial commission relating to the use of  
31 oilfield-produced saltwater and products previously tested for dust control.

1 5. \$7,000,000, or so much of the sum as may be necessary, to counties for the benefit of  
2 county sheriff's departments to offset oil and gas development impact causing a need  
3 for increased sheriff's department services, staff, funding, equipment, coverage, and  
4 personnel training.

5 6. \$7,000,000, or so much of the sum as may be necessary, for grants to emergency  
6 medical services providers for an extraordinary expenditure that would mitigate  
7 negative effects of oil development impact affecting emergency medical services  
8 providers providing service in oil-producing counties, including need for increased  
9 emergency medical services providers services, staff, funding, equipment, coverage,  
10 and personnel training. The director of the energy infrastructure and impact office may  
11 develop grant procedures and requirements necessary for distribution of grants under  
12 this subsection.

13 7. \$3,500,000, or so much of the sum as may be necessary, for grants to fire protection  
14 districts for an extraordinary expenditure that would mitigate negative effects of oil  
15 development impact affecting fire protection districts providing service in oil-producing  
16 counties, including need for increased fire protection districts services, staff, funding,  
17 equipment, coverage, and personnel training.

18 8. \$14,000,000, or so much of the sum as may be necessary, for grants to hub cities. A  
19 hub city as defined in section 57-51-01 is eligible to receive grants from the oil and gas  
20 impact grant fund only to the extent provided for under this subsection. Of the funding  
21 allocation provided for in this subsection, \$2,000,000 is available for grants to the hub  
22 city receiving the greatest percentage of allocations to hub cities under subdivision a  
23 of subsection 1 of section 57-51-15, \$7,000,000 is available for grants to the hub city  
24 receiving the second greatest percentage of allocations to hub cities under  
25 subdivision a of subsection 1 of section 57-51-15, and \$5,000,000 is available for  
26 grants to the hub city receiving the third greatest percentage of allocations to hub  
27 cities under subdivision a of subsection 1 of section 57-51-15.

28 **SECTION 10. APPROPRIATION - DEPARTMENT OF HUMAN SERVICES - STRATEGIC**  
29 **INVESTMENT AND IMPROVEMENTS FUND - REPORT TO BUDGET SECTION.** There is  
30 appropriated out of any moneys in the strategic investment and improvements fund in the state  
31 treasury, not otherwise appropriated, the sum of \$9,600,000, or so much of the sum as may be

1 necessary, to the department of human services for the purpose of administering a grant  
2 program for critical access hospitals in oil-producing counties and in counties contiguous to an  
3 oil-producing county to address the effects of oil and gas and related economic development  
4 activities, for the biennium beginning July 1, 2013, and ending June 30, 2015. The department  
5 of human services shall develop policies and procedures for the disbursement of the grant  
6 funding and may not award more than \$4,800,000 during each year of the biennium. The  
7 department of human services shall allocate funding in January of each year of the biennium.  
8 This funding is considered one-time funding for the 2013-15 biennium. The department of  
9 human services shall report to the budget section annually and to the appropriations  
10 committees of the sixty-fourth legislative assembly on the use of this one-time funding. For the  
11 purposes of this section, an "oil-producing county" means a county that received an allocation  
12 of funding under section 57-51-15 of more than \$500,000 for the preceding state fiscal year.

13 **SECTION 11. APPROPRIATION - LAW ENFORCEMENT - ATTORNEY GENERAL'S**  
14 **OFFICE - STRATEGIC INVESTMENT AND IMPROVEMENTS FUND - REPORT TO BUDGET**

15 **SECTION.** There is appropriated out of any moneys in the strategic investment and  
16 improvements fund in the state treasury, not otherwise appropriated, the sum of \$9,600,000, or  
17 so much of the sum as may be necessary, to the attorney general's office for the purpose of  
18 awarding grants to law enforcement agencies, for crime-related needs of the attorney general's  
19 office, and for the development of a uniform law enforcement and custody manual, for the  
20 biennium beginning July 1, 2013, and ending June 30, 2015. The drug and violent crime policy  
21 board of the attorney general shall, with approval of the board of university and school lands,  
22 grant funds to law enforcement agencies in oil-impacted counties where crime-related activities  
23 have increased or in other counties if the crime-related activities in oil-impacted counties  
24 originated in any of those counties. The attorney general may spend up to ten percent of the  
25 funding provided under this section for defraying the expenses of additional staffing needs or  
26 other needs necessary to accomplish the role of the attorney general's office as an assisting  
27 agency in ensuring public safety in the affected areas. The funding provided in this section is  
28 considered a one-time funding item. The attorney general shall report to the budget section  
29 annually and to the appropriations committees of the sixty-fourth legislative assembly on the  
30 use of this one-time funding, including the impact the grant funding has had on crime-related  
31 activities.



1       **SECTION 12. HUB CITIES - REPORT TO BUDGET SECTION.** A representative of a hub  
2 city as defined in section 57-51-01 shall report to the budget section annually on the use of  
3 funding received from allocations under section 57-51-15.

4       **SECTION 13. EFFECTIVE DATE - EXPIRATION DATE.** Sections 1 and 2 ~~and 3~~ of this Act  
5 are effective for taxable events occurring after June 30, 2013, and before July 1, 2015, and are  
6 thereafter ineffective.

7       ~~**SECTION 15. EMERGENCY.** Sections 6, 7, and 8 of this Act are declared to be an~~  
8 ~~emergency measure.~~