

**State Treasurer
Budget No. 120
House Bill Nos. 1005, 1015, 1395, and 1506**

	FTE Positions	General Fund	Other Funds	Total
2021-23 legislative appropriation	7.00	\$1,705,918	\$73,174,975 ¹	\$74,880,893
2019-21 legislative appropriation	<u>7.00</u>	<u>1,746,370</u>	<u>123,315,256²</u>	<u>125,061,626</u>
2021-23 appropriation increase (decrease) to 2019-21 appropriation	0.00	(\$40,452)	(\$50,140,281)	(\$50,180,733)

¹The amount shown includes \$73,174,975 of one-time funding, of which \$53,174,975 is from the federal Local Fiscal Recovery Fund for distributions to political subdivisions, \$11,800,000 is from the tax relief fund for distributions to non-oil-producing townships, and \$8,200,000 is from the state disaster relief fund for distributions to non-oil-producing townships.

²The amount shown includes \$35,000 of one-time funding from the strategic investment and improvements fund for information technology costs related to changes in the oil and gas tax revenue allocation formula and \$123,280,256 of one-time funding from federal coronavirus relief funds for distributions to political subdivisions.

Item Description

One-time funding - In House Bill No. 1015, the Legislative Assembly provided \$20 million of one-time funding from the state disaster relief fund (\$8.2 million) and the tax relief fund (\$11.8 million) for allocations to townships located in non-oil-producing counties. Of the \$20 million, \$10 million is for equal allocations to each township and \$10 million is for allocations based on township road miles.

In House Bill No. 1395, the Legislative Assembly appropriated \$50,160,000 of one-time funding from the Local Fiscal Recovery Fund for allocations to political subdivisions. In House Bill No. 1506, the Legislative Assembly during special session appropriated \$3,014,975 of one-time funding from the Local Fiscal Recovery Fund for additional allocations to political subdivisions. In total, \$53,174,975 from the Local Fiscal Recovery Fund is appropriated for allocations to political subdivisions.

Special road funding - In House Bill No. 1505, the Legislative Assembly in special session transferred \$92,347,571 of federal State Fiscal Recovery Fund appropriation authority from the Department of Transportation to the State Treasurer for allocations to counties for road and bridge projects (\$75,347,571) and for allocations to townships located in non-oil-producing counties for road and bridge projects (\$17,000,000). Of the \$17,000,000 for townships, \$8,500,000 is for equal allocations to each township, and \$8,500,000 is for allocations based on township road miles.

State aid distribution withholding - Soil survey data - North Dakota Century Code Section 57-02-27.2 requires the State Treasurer to withhold 5 percent of a county's allocation each quarter from the state aid distribution fund beginning with the 1st quarter of 2013 for any county that has not

Status/Result

In August 2021, the State Treasurer distributed \$19,999,901 for allocations to townships located in non-oil-producing counties. Due to the equal allocation requirement for a portion of the allocations, \$99 was not distributed and remained in the tax relief fund.

Through March 2022, the State Treasurer has distributed \$26,373,336 from the Local Fiscal Recovery Fund for allocations to political subdivisions. The remaining \$26,801,639 is anticipated to be distributed by the end of the 2021-23 biennium.

Pursuant to the requirements of House Bill No. 1505, the State Treasurer distributed \$75,347,571 for allocations to counties in January 2022 and \$16,999,748 for allocations to townships in January 2022. Due to the equal allocation requirement for a portion of the allocations to townships, \$252 was not distributed and remained in the State Fiscal Recovery Fund.

As of March 2022, all counties have implemented the use of soil type and soil classification data. No counties are subject to withholding, and the balance of the agricultural land valuation fund is \$0.

implemented the use of soil type and soil classification data from detailed or general soil surveys in assessing agricultural property. Allocations withheld from counties are to be deposited in the agricultural land valuation fund. After a county implements the use of soil type and soil classification data, the allocations withheld from the county are distributed by the State Treasurer from the agricultural land valuation fund to the county.