

HOUSE BILL NO. 1426

Introduced by

Representatives Ruby, Becker, Bellew, Rohr, Thoreson

Senator Larsen

1 A BILL for an Act to amend and reenact section 57-51.1-07 of the North Dakota Century Code,
2 relating to allocation of the oil extraction tax development fund; and to provide an effective date.

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

4 **SECTION 1. AMENDMENT.** Section 57-51.1-07 of the North Dakota Century Code is
5 amended and reenacted as follows:

6 **57-51.1-07. Allocation of moneys in oil extraction tax development fund.**

7 Moneys deposited in the oil extraction tax development fund must be transferred monthly by
8 the state treasurer as follows:

9 1. ~~Twenty~~Thirty-five percent must be allocated and credited to ~~the~~a sinking fund
10 established for payment of the state of North Dakota water development bonds,
11 ~~southwest pipeline series~~, and any moneys in excess of the sum necessary to
12 maintain the accounts within the sinking fund and for the payment of principal and
13 interest on the bonds must be credited to a special trust fund, to be known as the
14 resources trust fund. The resources trust fund must be established in the state
15 treasury and the funds therein must be deposited and invested as are other state
16 funds to earn the maximum amount permitted by law which income must be deposited
17 in the resources trust fund. The principal and income of the resources trust fund may
18 be expended only pursuant to legislative appropriation ~~and are available to~~for the
19 purpose of:

20 a. ~~The state water commission for planning for and construction of water-related~~
21 ~~projects, including rural water systems. These water-related projects must be~~
22 ~~those which the state water commission has the authority to undertake and~~
23 ~~construct pursuant to chapter 61-02~~Making payments of principal and interest on
24 development bonds issued for funding of long-term public infrastructure; and

- 1 b. ~~The industrial commission for the funding of programs for development of energy-~~
2 ~~conservation and renewable energy sources; for studies for development of~~
3 ~~cogeneration systems that increase the capacity of a system to produce more-~~
4 ~~than one kind of energy from the same fuel; for studies for development of waste-~~
5 ~~products utilization; and for the making of grants and loans in connection-~~
6 ~~therewith~~ Issuance of bonds payable from funds in the resources trust fund, which
7 have not been committed to payments of principal and interest on bonds under
8 subdivision a, for long-term public infrastructure development bonds for North
9 Dakota; and
- 10 c. Any amount in the fund not obligated for payment of principal and interest under
11 subdivision a or b may be expended as directed by the legislative assembly.
- 12 2. Twenty percent must be allocated to the common schools trust fund and foundation
13 aid stabilization fund as provided in section 24 of article X of the Constitution of North
14 Dakota.
- 15 3. Thirty percent must be allocated to the legacy fund as provided in section 26 of
16 article X of the Constitution of North Dakota.
- 17 4. ~~Thirty~~ Fifteen percent must be allocated and credited to the state's general fund.
- 18 **SECTION 2. EFFECTIVE DATE.** This Act is effective for taxable events occurring after
19 July 31, 2013.