**2011 HOUSE FINANCE AND TAXATION** 

HB 1047

#### 2011 HOUSE STANDING COMMITTEE MINUTES

### **House Finance and Taxation Committee**

Fort Totten Room, State Capitol

1047 January 10, 2011 12682

Conference Committee

Committee Clerk Signature Mary Brucher

#### Explanation or reason for introduction of bill/resolution:

A Bill relating to allocation of state funding to school districts for mill levy reduction grants and property tax levies of school districts; relating to certain excess levies of school districts; to provide an appropriation; to provide for transfers; and to provide an effective date.

#### Minutes:

Senator Cook: Introduced Bill. This Bill came out of the tax interim committee. It's out property tax relief bill, a continuation of what we passed last session. Because of the increased valuation of real estate in North Dakota you'll see that this bill requires another \$43-45 million. There is an appropriation to fund it into the next biennium. I think this tax policy was well received by the citizens of North Dakota. Session prior to that we had an income tax deduction equal to about 10% of the property value or the tax. We changed to this one. I think it's important to offer some consistency in our tax policy. I would hope to remind you that everyone who made financial decisions in the last two years; purchased property, purchased homes; they've got mortgages out there. A lot of the risk reward that they look at has a lot to do with what the tax policy is and I think it's important that we stay consistent. There are a lot of decisions that were made out there and we certainly don't want to do something drastically different that would have a negative impact on them. It's a good bill; the citizens like it. I would encourage favorable support of this property tax measure.

Mr. John Walstad, Legislative Council: I worked with the committee during the interim and last session. On page 4, definition of student unit is being removed because it's a definition of a term that isn't used in the chapter. The bottom of page 4, about taxable valuation, this provision pulls in some overlooked property types that had to be fixed last session. Certain kinds of property that aren't subject to traditional property taxes and yet produce revenue that goes to school districts. This fix costs \$5 or 6 million on top of the \$295 million that was appropriated directly. The price tag for property tax relief as provided last session was a little more \$300 million. On page 6, school districts can't levy over 110 mills. There's a list of things; section 57-15 for taxable year 2008 would allow a school district to have a levy exceeding the 2008 levy. That was not a possibility for the last two years. On line 18, authority for a higher levy under subdivision b of subsection 2 this relates to districts who have voter approval for a levy of more than 110 mills after property tax relief. Last session some language was put in to terminate unlimited levy authority for school districts. But then there was a question and it was supposed to be discussed in the

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bill but left it questionable. If a district with unlimited levy authority, after the expiration of time availability under current law, and the voters don't approve the extension of the unlimited levy authority does that district then get kicked back to 185 mills under the statutory provision or does that district stay at the levy authority it was at under 57-15-01? The answer is they stay where they were; they don't get pushed back to 185 mills. Then in section 5 of the draft there's language added if the high school tuition mill rate is reduced to zero then the relief goes against the transportation rate. Now, I think you'll see an amendment at some point dealing with reduction priority because it had an effect on some districts that was unforeseen. Districts with a much lower than average mill rate and much higher tuition and transportation levy. The appropriation amount on line 14 page 7, \$341 million plus and then there's some transfers made from property tax relief sustainability fund. \$295 million was set aside by the legislature last session in that property tax relief fund to fund this as an ongoing thing. Then some additional transfers are necessary to make available the \$341 million.

**Representative Dave Weiler**: There's a change at the bottom of page 2 and top of page 3; can you explain that please?

**Mr. Walstad**: This is an amendment in that section that allows any taxing district to levy the same number of dollars as in the highest of the last three years. This provision says that the normal reduction that occurs when an expired temporary mill levy expires, that gets subtracted out of the tax base so they can't continue to levy that in dollars. This provides that this does not happen with a school district general fund mill rate that exceeds 110 mills that has expired or has not received approval for extension. This means they get to keep that levy authority for that number of mills they're at before going to the voters or even if it expires by operation of law and they decided not even to offer it to the voters. If it doesn't get extended they stay at that levy level in dollars and don't get kicked back down to 185 mill limit.

**Representative Glen Froseth**: On the additional \$46,790,000, that's an increase in evaluations from the school districts two years ago and this runs through July 2012. Do we calculate that on the increase for the past year valuations and the projected increase next year? Or do you feel that that's going to adequately cover the increase in valuations?

**Mr. Walstad**: That is exactly what that is; it's attributable to valuation increases estimated at this time that will occur in those tax years. The tax department and department of public instruction ran the numbers for the formula for allocation and another through the tax department's analysis of growth and valuations. I feel that those are pretty solid estimates and that's the amount of money needed to continue funding the formula in its current state with these changes, that I don't think affect the fiscal note, I think they are clarifications that really didn't impact the funding.

Vice Chairman Craig Headland: On page 6 line 15 where you overstruck for taxable years 2008, does this bill allow for the property tax relief then to follow the direction of the mill levy for anyone who is currently under 110 mills? If there's a school district who all of a sudden has a wind farm located on it and has a whole bunch of property wealth and they choose to lower their levy, does this bill essentially lessen the amount of property tax relief that goes to that school districts property owners? Because they've already benefited from

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a lower levy because of the new property wealth so I think this bill needs to allow the property tax relief to either raise a levy or lower their mill levy.

**Mr. Walstad**: The language here, taxable year 2008, that is being overstruck; if you look at the lead in language of the three or four subdivisions, this applies for districts exceeding 110 mill levy. There is another provision on the bottom of page 4 lines 25-27 that grant you a district based on the 2008 combined education mill rate minus 100 mills and that's the limitation that will apply those kinds of districts you described after relief are under 110 mills. At 110 there is no authority to go higher without going to the voters. Under 110 the district has some room to increase its levy as otherwise allowed by law. 12% per year up to the 110 is the other provision that would apply. What this means is the district could increase its levy in that circumstance from 100 to 110. However, the property tax relief allocation to that district won't exceed what was allowed in 2008.

Vice Chairman Craig Headland: That's what I'm trying to get at. I think there's a fairness with the property tax payer here a question in that if they are in one school district that was below the 110 and your neighbor that was in a district that was at 110, that school district is essentially locked at that 2008 property level so they via a vote to their school board will be paying more property tax but they're not going to get any relief for that portion of the increase.

**Mr. Walstad**: That is correct and the legislative issue that needs to be addressed there is for districts in that situation where they could increase their levy by 3 mills, does the property tax relief provided by the state then pick up that 3 mill increase, which means the taxpayers in that district don't pay any of it, or that 3 mill increase is allowed but it is all on the backs of the property taxpayers and the state does not provide property tax relief to cover it? So that's where the legislature needs to decide what it wants to happen.

Vice Chairman Craig Headland: This is not a school funding bill; this is a property tax relief bill that I think the question is the school district was under the levy. If we're going to allow one property taxpayer the relief on a certain number of mills, everybody across the state should have that same luxury. I don't think we should reward any school district or property taxpayer within that school district that has that benefit of a huge increase in property value, such as a wind farm. When that levy goes down by a vote of their board their property tax goes down, they should not remain at a 2008 higher level and essentially benefit from the state buy down. So I think it should work both ways.

**Mr. Walstad**: You've stated what the issue is but it is a legislative decision.

**Representative Jerry Kelsh**: My purpose here is to support property tax reduction. It's a great bill and has been of great service to the people of North Dakota. There are some school districts, however, that were not treated equally in this situation. There are two superintendants here who would like to testify on the funding issue because they can't go over the 110 and they're getting less money from the state.

Mr. Mitch Carlson, LaMoure Superintendant; Support. See attached testimony (#1 and #2).

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Mr. Brant Dick, Hazelton, Maddock, Braddock Superintendant: Our situation is very similar; we were at 160 mills going into the last base year of 2008. In our situation in the year 2008, we had 144 students, next year we are expected to have 100 students so we are declining. We would like some way to push that back to the 185 mills. Overall, this has been a great bill. Our patrons loved it; they enjoyed not having to pay as much taxes. But this is just one area we'd like you to consider.

Josh Askvig, North Dakota Education Association: We wanted to thank the legislative assembly for the action they took last session. As many of you know we've had a long set after goal of achieving 70% education funding being provided by the state and this bill coupled with the education funding bill you passed last session reached that. We'd like to see that extended and continue. We think it's an important part of that effort and it should be continued.

Sandy Clark, North Dakota Farm Bureau: Provided written testimony in support of 1047 (#4).

Mr. Dustin Gawrylow, Executive Director of North Dakota Taxpayers Association: Oppose. See attached testimony (#3).

Representative Lonny B. Winrich: I know there are cities at least that have reduced their mill rates because I live in one. We've heard ample testimony in this committee and sections of the legislature about the tremendous infrastructure needs in some of the counties in the state. Is it not conceivable that there are actually local political subdivisions out there that need additional revenue and that that's why they're raising taxes?

**Mr. Gawrylow**: We're not advocating that they not do that we're just saying that when they want more money they should go on record and vote for that new revenue.

Representative Lonny B. Winrich: But part of that argument as I understand your testimony, is that some of that additional revenue comes without a vote because of increase in property values? That's essentially an economic situation. There are many situations where revenue increases simply because of economic activity. We happen to be enjoying one in North Dakota right now because of the boom in the western part of the state. Similarly, sales tax has increased because of economic activity and so on. Are you proposing also that the legislative should have to vote on any increase in revenue from those other tax sources?

**Mr. Gawrylow**: No, not in this because those issues have not been created into this crisis over the last decade. For the last ten years we've seen this debate snowball. And as such we need to put in provisions that tie into receiving these new funds from the state to having a proactive approach to trying to keep the rates down at local level. It doesn't do any good for the state to keep putting money into this program if the local are going to keep allowing the property taxes for the individual to keep going up.

**Representative Steven L. Zaiser**: Based on several anecdotal comments from constituents of mine, they've talked about extraordinarily low income tax and therefore, a high property tax. Do you feel that the extraordinarily low income tax of which the state

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establishes puts an undo amount of pressure on local political subdivisions to have a higher property tax to compensate with the low income tax?

**Mr. Gawrylow**: I think that that's the assumption that the state should be doing more. I think that if we're going to support a principal of local control its better for the folks who are spending the money to be in charge of collecting the money. So if your question is in that realm then I don't think these two taxes have anything to do with each other. The state can determine what its priority level is and locals have to determine what their priority levels are and I don't think there's a direct correlation of this of the local control issue.

Representative Steven L. Zaiser: It's just that from some people I've talked to they feel that there is a correlation because there's a certain amount of money needed to meet some basic infrastructure needs that local political subdivisions have that if the state's not going to do it they're going to have to and therefore, the only way they can do that is by raising property tax or sales tax, which they sometimes have no control over.

**Mr. Gawrylow**: I think that a lot of that gets down to the assumption that the state's always going to do some level. I think that local government would be wise to do their own budgeting in a way that doesn't make assumptions on what the state is going to do because that could change at any given time. This bill could go away someday. The 70% was goal it wasn't a mandate. There's nothing in the constitution that requires it. So I'd say it would be faulty budgeting to run on the premise that the states going to be doing more and more. They should budget on the idea, this is what we need and this is how we're going to pay for it and if the state compensates and buys down a portion of that then they should be happy with that.

**Representative Steven L. Zaiser**: Are you in support of the fact the state is now funding 70% of the education fund costs?

**Mr. Gawrylow**: I think that this is a slippery slope because that is a question of 70% of what comes into play. If the state is not controlling what that larger number is then funding 70% and making the commitment to fund 70% of that is a bottomless number, there's not a top on that because if the state isn't controlling what the total spending is then there's no way to control what that 70% is. And committing to a portion of the total spending is just opening up to problems later on down the line.

Chairman Wesley R. Belter: No further testimony on 1047. Hearing closed.

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Fort Totten Room, State Capitol

HB 1047 February 7, 2011 #14095

☐ Conference Committee

Committee Clerk Signature

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A Bill relating to allocation of state funding to school districts for mill levy reduction grants and property tax levies of school districts; relating to certain excess levies of school districts; to provide an appropriation; to provide for transfers; and to provide an effective date.

#### Minutes:

See attached amendments and mill chart #1, amendments #1, #2, #3

Representative J. Kelsh: Distributed and reviewed amendments. Please refer to attached amendments and mill chart #1. The reason for this amendment was there were a bunch of schools that were caught under the 175 mills and therefore, are getting quite a bit less money from the state of North Dakota. There is a list of about 70 some schools that ended up in that position one of them was LaMoure, North Dakota, who had taken on some land from a school closing in Verona and in being good stewards they lowered their mill levy to help their taxpayers and got caught with the 2008 limit on when the tax is sent back. This amendment inserts and adds 50% of the increased number of mills levied for the general fund by the school district for the budget year. They got the 58 ½ mill reduction and they are now at 109.9 mills and cannot levy another mill without going to the vote of the people. They are still getting between \$100-120,000 less from the state and will continue to get that unless this amendment is passed.

Vice Chairman Craig Headland: This chart reflects what your amendment is attempting to do.

**Representative Kelsh:** There is a chart that was passed out at the meeting. I know that there are a lot of school districts, Carrington being one of them. This is a list of school districts and the amount of mill reduction they got. I can leave that with you.

Chairman Wesley R. Belter: Is the fiscal note for one or two years?

**Representative Kelsh:** As far as I know it is for two years. I think it is kind of a fairness issue. These people got caught at the wrong time. They could have probably put their mill levy back up but they were good stewards and they kept their mill where it was needed. Over a period of years if they are at 109.9 mills now they would get just about 5 mills to

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build up to the 75 that the state would pay them back. I had asked earlier this morning that John Walstad be here in case there are real technical questions. I'm trying to get those school districts back on track with the amount of tax relief money received from the state and not be penalized because they were good stewards at the wrong time.

Representative Patrick Hatlestad: If you were in a school district that was levying less than 185 mills you were already getting a property tax relief compared to what the other districts who were levying 185 were already getting. Why do they feel they've lost something when they really weren't paying all that tax to being with?

Representative Kelsh: LaMoure school district at the time had a year or two before taken on part of the Verona school district because they closed. They got a few students and a fair chunk of the land which gave them enough valuation to where they could cut the mill levy some. They were at 158.5 when this bill passed so they only got 58 mills of tax reduction from the state of North Dakota. The law still says they cannot go above 110 mills without a vote of the people. They are at 109.9 now and even if they go to a vote of the people they will still not get any more tax relief dollars from the state. This would allow them to get up to the 75 mills of tax reduction over a period of years by using ½ of what they levy over 100 mills. They went down to 100 because any district that went under a 185 would go down to 100 mills. If you were 185 you went down to 110 and could not raise your taxes. Those under 110 can raise your taxes but only to 110 without going to a vote of the people. This is trying to rectify that. Hankinson has the same valuation or very close and they get \$120,000 more from the state in property tax reduction than does LaMoure. There is a fairness issue in my opinion.

Representative Patrick Hatlestad: May I ask why the difference the other district had levied more mills prior to that date.

Representative Kelsh: Yes, they were at enough mills to get the 75 mill reduction where LaMoure only got 58 ½.

Representative Patrick Hatlestad: So you have one tax district in which the taxpayer is paying the maximum and one in which the taxpayer is paying less so in a sense the less already had a tax reduction before the bill went into effect, am I wrong?

**Representative Kelsh:** No, you are not wrong but you have to take a look at the circumstances of why they only got that. If they wouldn't have just taken on the parts of another school district and the land that went with it they would have been there. Now they are trying to finance their school. They are going to have to go over the 110. There are 70 some school districts that are going to have to go to a vote of the people and not get any more tax reduction from the state.

Vice Chairman Craig Headland: Presented his amendments. Please refer to attached amendments #2. This allows property tax relief to be based on the prior year's levy. The current bill without any amendments refers to the levy in 2008 and that is where they were capped at their property tax relief. We allowed a 12% increase and they still have that so what my amendment would allow is to base property tax relief on that increase. If that's not correct I need Mr. Walstad to explain it because that was my intent.

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Chairman Wesley R. Belter: John, can you differentiate between the two amendments here?

John Walstad, Tax Department: Representative Kelsh's amendments does what the amendment Representative Headland does but the difference is in addition Representative Kelsh would allow the state to match 50% of the increase for those that are in that window that have some room for a levy increase. The state would provide property tax relief to match half of that. Representative Headland's amendment allows them to increase their property taxes but the state match would apply to that older levy level.

Chairman Wesley R. Belter: Can you explain that again?

John Walstad: For a district in that window in the example of levying 158 mills before that district was bought down to 100 mill levy; they got 58 mills of property tax relief. Representative Headland's amendment allows that district to go from where it is at 100 mills with the reduction to levy 12% more of an increase in a year. However, that district would continue to get 58 mills of relief from the state. Representative Kelsh's amendment would allow that district to increase its levy from 100 but the 58 mill property tax relief would be increased by ½ of the mills that were increased by the district. So if they went from 100 to 110 they would get 5 more mills of relief so they would get 63 mills of relief with the changes.

**Chairman Wesley R. Belter:** If I understand you correctly there would be no fiscal note to Representative Headland's because there would be no cost to the state.

**John Walstad:** There would be no cost to the state but the district would have the authority to increase its levy to generate more revenue for that district. You weren't intending to match any additional levy with additional relief money.

Vice Chairman Craig Headland: I think what I was trying to do was use the language based on the 2008 tax year and their relief is based on that. I think it was my intent. I think it was between '09 and 2010 and at some point they took that 12% increase then they should be able to use that as far as determining the amount of relief they were going to get. I think my intent was to allow them to capture the difference between the '08 and what the 12% increase would have been in '09.

**Representative Lonny B. Winrich:** The original bill that did this essentially bought every school district down to 110, is that correct?

**John Walstad:** If a district was at 185 or more they got 75 mills of relief. A lot of districts were right at 185 so it did buy them down to 110. There were a number of districts levying fewer than 185 mills so those districts received a buy down to 100. If they were at 175 or less they were bought down to 100. At 158 you got 58 mills that brought you down to 100. If you were at 185 you got 75 it brought you down to 110. From 100 to 110 that range is where the great majority of districts in the state ended up after the relief.

Representative Lonny B. Winrich: And they were capped at 110, is that correct?

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**John Walstad:** There were two different kinds of caps; one was they were capped at the 2008 levy amount and there was another limitation restricting their property tax relief levies in the future to qualify for relief. The school district was given the option, they didn't have to obey that levy limit but the penalty was you would lose the relief. This was something the voters would not have been happy about.

**Representative Shirley Meyer:** The schools that were caught in a consolidation effort in the middle of this process, were the levies averaged?

**John Walstad:** I'm afraid I can't. I'm not sure what happens to those mill rates when districts are combined. There is no special provision for districts being consolidated that I am aware of.

Please refer to attached Representative Dave Weiler: Reviewed amendments. amendments #3. In the 2009 session we approved a \$300 million property tax plan. This amendment keeps it at \$300 million. It does not increase it by \$46 million from what the Governor has proposed and many other legislators have talked about due to the valuation increases. I think the reasons for my proposed amendment are simply that I completely disagree with the property tax relief plan that we passed two years ago. I know everybody likes it because they are paying fewer property taxes and I don't dislike the fact that I pay fewer property tax dollars but this is simply a policy decision that we got into four years ago and we can't get out of it. This is a big mistake because someday it is going to bite us and bite us hard. We do not belong in the property tax game, we are the state of North Dakota and we collect income tax and sales tax and corporate income tax but we do not collect property taxes. We should not be involved in property taxes. It's a road we can't go down and we can't maintain in the future. People complain about property taxes because one time every year they are afraid to go to that mailbox and open up that letter that tells them how much they have to write a check for and they are high. It needs to be left up to the local entities that tax your property taxes. People complain about property taxes because they have to write a check every year because they see that statement. When people say we really don't hear any complaints about income taxes because most people don't write a check for income taxes. If you had to write a check every year to pay your income taxes it would be an issue and a big issue. It is simply how this process works. Two reasons; we don't belong in property taxes and we have to find a way to get out of this. To completely get out of it I would favor to completely eliminate this program and put this dollar amount into something else for tax relief.

Representative Lonny B. Winrich: I think it is disingenuous to be involved in property taxes and we should get out of it simply because we don't collect the property taxes. We set all the rules for property taxes. We have in state law the dates of when various commissions and appeals boards meet. We have caps on various levies that political subdivisions can or cannot levy. This morning we heard a bill that could change the system by quite a bit. We are constantly tinkering with the rules of property taxes; we are deeply involved. Furthermore, we have no choice. The constitution gives us the responsibility over public schools and public education. It also gives the state the responsibility for political subdivisions. We need to be involved in property taxes. Should we choose to set policy in such a way we could also collect the property taxes centrally through the tax



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commissioner. We have not chosen to take that step so we don't collect them. But to use that as a basis for saying the state should not be involved in property taxes I think is not correct. If we were truly going to get out of property taxes entirely all of those caps that are so dear to people who want to limit the ability of local subdivisions to levy property taxes would go away.

**Representative Dave Weiler:** You are correct; we are involved in a certain level. The level I am talking about is getting involved buying down the property taxes and paying the school districts money so that they lower their mills. Getting involved in property taxes to a point to where the state is actually paying for this, this part is a mistake.

Representative Shirley Meyer: Just for clarification, the extra monies in the bill draft, was that not to cover the unintended consequences when we drafted this piece of legislation in 2009 and not realizing at the time utility companies and things like that that were assessed differently and the impact that it had on the school districts. I'd like some clarification on that. It's not that we're kicking \$47 million more into this it was just to correct a consequence. I think that Mr. Walstad could comment on that. My question is this would eliminate the extra dollars?

**John Walstad:** The fix is on bottom of page 4 and top of page 5. The fix was for those kinds of properties that don't pay the garden variety property taxes. That fix is still here. Representative Weiler's amendment would not change that. The total cost from last session, the appropriation was \$295 million and about \$5 million had to be added to that to take care of those omitted kinds of property so it was about \$300 million total.

**Representative Shirley Meyer:** So Representative Weiler's amendment would not take away that fix?

John Walstad: Correct.

Vice Chairman Craig Headland: I believe that I've got the intent of my amendment. My intent was to give the property taxpayer the relief of the 12% valuation which we gave authority to and part of the big property tax bill. My amendment would give all 12% to them and Representative Kelsh's would only give ½ to them, is that correct?

John Walstad: Correct.

**Vice Chairman Craig Headland:** Then it would be safe to assume that the fiscal impact of mine would be \$3.2 million versus their \$1.6?

John Walstad: Rough numbers.

Vice Chairman Craig Headland: That being the case I believe this is the property tax relief bill that has nothing to do with school funding so if those property taxpayers that are below what we said was the cap and we gave them the ability to increase that by 12% I believe those property taxpayers within that district deserve that 12% relief. I'm going to move my amendment.



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Representative Bette Grande: Seconded.

Representative Steven L. Zaiser: In making this change in terms of how this is interpreted were there any language changes made in the bill?

Vice Chairman Craig Headland: What it does is overstrike the '08 and replaces it with the prior taxable year and that is all the language change that was needed. The intent is to give that property taxpayer the relief that everybody else got at a higher levy and they just got beneath the cap. I think it's a fairness issue. If you were in one school district and were capped you were getting the full relief. If you were in the other school district that was below the cap you were not getting the full relief but your taxes can go up by 12% and I think that you should be able to recoup that as long as your underneath the limit.

**Representative Lonny B. Winrich:** Does this allow the school district to increase taxes by 12 ½%?

Vice Chairman Craig Headland: In the property tax relief bill we allowed school districts that are below the levy cap to increase by 12%. Prior to that school districts that were below a cap could've increased 17 or 18%. We reduced the amount of increase that school districts could take in that bill and this simply says if you were beneath the cap and you took the 12% because you needed it the property taxpayer should get that relief because all the other property taxpayers in other school districts that is at the cap is getting it.

Representative Lonny B. Winrich: And that relief is going to come from the state?

Vice Chairman Craig Headland: Correct.

**Representative Dave Weiler:** Is there not a fiscal note to this bill then or is there one that we don't know about?

(Inaudible)

Chairman Wesley R. Belter: No further discussion. Voice vote taken: MOTION CARRIED.

Representative Dave Weiler: I would like to move the Weiler amendment and moving the amount to \$300 million.

Representative Bette Grande: Seconded.

Representative Scot Kelsh: I'm going to oppose this amendment because we promised the voters that they would receive property tax relief and this is a 13 mill property tax increase.

Chairman Wesley R. Belter: I'm going to oppose your amendment. I wholeheartedly agree with what you said and the dilemma we've gotten ourselves into but I think that when we make this move we need to have a full proposal in order to get us out of this thing. With

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this amendment it doesn't do it, it just freezes it. I think that the next legislature needs to deal with this and is probably something that should be studied during the interim.

Representative Dave Weiler: What I've heard so far from the two people who have spoken out to oppose this is that they wholeheartedly agree with me that we need to do something about this. This is a really tough decision to make. The voters will not like this but we are sent here to make tough decisions and if somebody wants to take this \$350 million and put it into foundation aid I would second that motion. We are sent here to make tough decisions. This is putting us further down a road that we cannot sustain and in two years you guys are going to come back here and you're going to say "Well its \$390 or 400 million now let's put it off two more years but let's do this." At some point we have got to make the tough decision and I think we have to do it today.

Representative Steven L. Zaiser: I'll be that third person that agrees with you but doesn't support your amendment. My feeling is that this should be a standalone bill rather than an amendment. I think this deserves a hearing. Granted there will be a lot of folks out here but I think you are correct and we have to stand up and make some of the tough decisions. But I think it should be in a bill where it's clearly indicated that this was the intent of the legislature and this is the bill and then vote up or down.

Representative Dwight Wrangham: As our retired US Senator once said "When you're in a hole stop digging."

**Representative Glen Froseth:** I just want to remind the committee that this is money that comes from the permanent oil and gas trust fund and is shared by the entire state.

Chairman Wesley R. Belter: No further discussion. Voice vote on Weiler's amendment—MOTION FAILED.

**Vice Chairman Craig Headland:** Something came to mind when I further looked at the bill, my amendment is going to increase the cost moving forward. Does the appropriation in section 7 have to be changed to make it fit?

Chairman Wesley R. Belter: Since we do not have a fiscal note on it I'd recommend we not change that until we get a fiscal note. This bill will have to go to appropriations and they can deal with it there.

Vice Chairman Craig Headland: That being said I will move a DO PASS AS AMENDED AND RE-REFER TO APPROPRIATIONS.

Representative Patrick Hatlestad: Seconded.

A roll call vote was taken: YES 12 NO 1 ABSENT 1
MOTION CARRIED—DO PASS AS AMENDED AND RE-REFERRED TO APPROPRIATIONS.
Chairman Wesley R. Belter will carry HB 1047.

#### 2011 HOUSE STANDING COMMITTEE MINUTES

#### **House Finance and Taxation Committee**

Fort Totten Room, State Capitol

HB 1047 February 14, 2011 #14524

Conference Committee

Committee Clerk Signature Mary Bruchen

#### Explanation or reason for introduction of bill/resolution:

A Bill relating to allocation of state funding to school districts for mill levy reduction grants and property tax levies of school districts; relating to certain excess levies of school districts; to provide an appropriation; to provide for transfers; and to provide an effective date.

#### Minutes:

See attached amendments.

Vice Chairman Craig Headland: Distributed amendment 11.0273.04005. Explained the amendment. The intent of the amendment is to allow a school district to have their property taxes based on their previous year's levy. When they have the ability to increase by that 12% the property taxpayer should be able to capture that relief. However, the way it was drafted last time after we looked at it then it didn't seem to imply that. Mr. Walstad has redrafted that same amendment and he is here to explain it now. I move to reconsider the actions of how we passed out HB 1047.

Representative Mark S. Owens: Seconded.

Voice vote was taken—MOTION CARRIED TO RECONSIDER ACTION ON THE DO PASS.

**Representative Lonny B. Winrich:** We had previously amended 1047 and we also need to reconsider the amendments also.

Chairman Wesley R. Belter: I think when we reconsider that strips all the old amendments off.

John Walstad: I would think so.

Representative Lonny B. Winrich: As I understand Representative Headland's motion was to reconsider our action whereby we passed 1047 with a do pass recommendation. I move we reconsider out action whereby we amended HB 1047.

Representative Mark S. Owens: Seconded.

House Finance and Taxation Committee -HB 1047 February 14, 2011 Page 2

**John Walstad, Legislative Counsel:** Explained amendments. Please refer to attached amendments.

**Representative Glen Froseth:** These will also then go back to the last biennium and pay them for those mills in retrospect?

John Walstad: No, it does not go back and dish out money from the first two years.

Representative Glen Froseth: I feel it is a misinterpretation of what this mill levy buy down program is, it's a property tax relief program and not a school funding program. I feel that school districts that were not levying 185 mills were already getting their property taxpayers a break in their property taxes compared to those districts that had the full complement of 185 mills. They weren't paying that property tax in the first place so I am going to oppose this amendment.

Vice Chairman Craig Headland: This doesn't even address that. What this does is address somebody who received only the property tax relief they were able to receive in 2008 but they had room to increase. We gave them that ability and we allowed each district that was capped to increase by 12% per year. All this new language does is allow the property taxpayer in those school districts to get the property tax relief on that 12% increase because they were below the cap. Am I correct in that, Mr. Walstad?

John Walstad: Good explanation.

Chairman Wesley R. Belter: In other words you won't get any additional property tax relief unless you have increased by the 12%?

**John Walstad:** You wouldn't have to go up 12%, that is the most you can do, or up to 110. But current law would not allow the state to match that increase with property tax relief and this would allow that state match for those increased levies.

**Chairman Wesley R. Belter:** So any school district levying under 185 with the way we've amended this bill would not be allowed to get any additional tax relief unless they increase their mill levy?

John Walstad: Yes, that is correct.

Vice Chairman Craig Headland: And they would only be eligible to receive up to the amount of the increase, so if they only went up 6% on their levy they will only get an additional 6% of relief.

Chairman Wesley R. Belter: And under current law, if we don't put this in they will never be able to get that.

John Walstad: They'd have to wait at least two years for more legislature.

Chairman Wesley R. Belter: They are capped at 2008 levels.

**John Walstad:** There's one thing to recognize with this. It talks about the previous taxable year that means there is a one year delay in the relief catching up with the levy. That is probably fair because if you don't do it that way and a district increases 6 mills the property taxpayers would pay none of that but the state would pay all six. With a one year delay at least it splits the cost with the taxpayers.

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**Representative Patrick Hatlestad:** I'm confused. If I was levying 165 so now I'm down to 100 so I can add 10 more?

**John Walstad:** Yes. That would be under the 12% increase.

**Representative Patrick Hatlestad:** So add 10 more mills and that pushed me up to 175 so now I get 75 mills of relief?

**John Walstad:** No, you started at 165 and added 10 you're at 175 and you get 75 mills. Under the formula at 175 you get 75 mills buys you down to 100.

Chairman Wesley R. Belter: Now I'm confused. In order to get the full 75 mill buy down you have to be at 110 mills?

**John Walstad:** No. Current law if your levy is 185 to 175 in that window you get a 75 mill buy down and it puts you in a window of 100-110. If you're at 175 you get 75 mills, if you're less than 175 you get whatever it is that takes you down to 100.

**Chairman Wesley R. Belter:** Now I'm lost. In order to get the 75 mills you had to be at 185 mills or more?

John Walstad: No, 175 mills or more.

**Representative Glen Froseth:** I think what this will do is encourage every school district to raise their mills to the 100 level so they get the full 75 mill buy down. The taxpayers weren't paying that gap between 100 and whatever it was.

Vice Chairman Craig Headland: Does it also address any school through some kind of a windfall of property tax, whether it would be a wind farm or anything like that and they lower their levy? How does this language work for them now? They aren't capped at the 2008 year. Now when they lower their levy their property tax relief is going to be lowered, is it not?

**John Walstad:** Flip over to page 5 in the middle of the page. The grant to a school district can't be less than it was the previous year. That was built in the 2009 legislation and it hasn't really come into play yet but in this upcoming biennium we are going to see that situation. What this says if you have a million dollars last year you are going to get a million dollars next year regardless how much money you have from other sources.

Vice Chairman Craig Headland: I'd like to fix that too.



House Finance and Taxation Committee:
HB 1047
February 14, 2011
Page 4

**John Walstad:** When I talked to Mr. Coleman I had him run a scenario with this language gone and he found quite a few school districts that had substantially less property tax relief in the upcoming year.

Vice Chairman Craig Headland: The point of this amendment was supposed to ensure that anybody who has had their property tax increased receives the benefit of a state buy down. I would like to see it work the opposite as well. I don't know if we have time to fix that as part of this amendment or not but I would certainly like to pursue that if it is possible. I don't want anybody getting tax relief that are not deserving of. When your levy goes down that means you're not paying the taxes so why should you be reimbursed by the state for it.

Representative Shirley Meyer: One of the circumstances in New Salem and Almont schools is they got caught right in the middle of this because they were in the middle of a consolidation. The way this came up and how they were with their mills it really hurt them. It cost their school a lot of money because they got caught in a special window. I think there are 10-15 school districts with the same thing and I thought your amendment was an attempt to help fix those schools. It was through no other circumstances other than the timing of when they got caught in a consolidation or it wouldn't have happened.

**Chairman Wesley R. Belter:** There are 57 schools that have been affected by this. We have two days. Representative Headland you can take a look at this.

Vice Chairman Craig Headland: This just shows how complicated and how this type of relief really isn't going to work.

Chairman Wesley R. Belter: No further discussion.

#### 2011 HOUSE STANDING COMMITTEE MINUTES

#### **House Finance and Taxation Committee**

Fort Totten Room, State Capitol

HB 1047 February 15, 2011 #14547

Conference Committee

Committee Clerk Signature

Mary Brucker

#### Explanation or reason for introduction of bill/resolution:

A Bill relating to allocation of state funding to school districts for mill levy reduction grants and property tax levies of school districts; relating to certain excess levies of school districts; to provide an appropriation; to provide for transfers; and to provide an effective date.

#### Minutes:

See attached amendments and testimony #1.



**Vice Chairman Craig Headland:** Distributed amendments 11.0273.04006. Please refer to attached amendments.

John Walstad, Legislative Counsel: Reviewed amendments.

Representative Lonny B. Winrich: On the upside if the school district is increasing taxes what this essentially allows them to do if they go up to the 110 levy, the current cap, is to actually get back to the equivalent of 185, the previous cap, is that correct?

**John Walstad:** Yes, that is correct. And to be able to get 75 mills of matching state funding.

**Representative Lonny B. Winrich:** What does it do on the downside? What if the school district reduces taxes what is the equivalent description of what is going on there?

**John Walstad:** For reductions in school district levies the state relief match will be reduced accordingly. If the districts mill rate is reduced from 110 to 70 the match will be based on a 70 mill levy of combined education mill rate which means the state relief will be that much smaller. Why a school district would reduce that rate that significantly, new valuation of taxable property or things like that.



Representative Lonny B. Winrich: Say the school district is at 100 mills because originally they were at 175 and got bought down to 100. Rather than going up they go down to 90 then they would get what?

 House Finance and Taxation Committee HB 1047
 February 15, 2011
 Page 2

**John Walstad:** Basically a 10 mill reduction in relief. To follow that a little bit into the future, a district that has reduced like that going forward would have authority to raise that levy 12% a year. With this amendment the state would match that as the district comes back up. This is not a luxury most districts have. Those districts that are at 110 their only option is to go to the voters.

**Vice Chairman Craig Headland:** The rationale is, if this is truly property tax relief, if new wealth has caused your levy to go down then you've gotten relief so why should the state continue to buy down your relief through the mechanism we have in place. That is the rationale and that is what it does.

**Representative Glen Froseth:** Will this change the appropriation as well? We have \$46,790,000 additional money appropriated to buy down the mills so will it change that number at all?

**John Walstad:** I did not address the number in the bill. From Mr. Coleman's run it does appear that appropriation could be reduced by almost \$2.6 million for the biennium. So we would end up almost \$2.6 million more than necessary with the appropriation amount that is in here now. That number could be reduced by that amount.

**Representative Patrick Hatlestad:** That to me seems a little strange because we are going to allow school districts to raise their mills and we're going to pay them for that yet the appropriation is going to be \$2 million less.

John Walstad: I don't think this run anticipates these districts will be taking those increases.

Jerry Coleman, Department of Public Instruction: The run doesn't deal with the valuations that were left out it is just for the valuations that we know so there might be 1 or 2% that aren't in these numbers. So the numbers aren't completely accurate but they are pretty close. The way this run is structured I sorted it on like a winners and losers so that last column so you can see the ones that will have their mill levy reduction grants go down over the current system. Langdon is number one on the top as they have a really strong tax base because of other revenue so they dropped their mill levy down to 60 mills so they are way below the 100. Their mill levy buy down rate is going to go down 40 mills for them. That would be a big shift in what they would have gotten. If the amendment is adopted they would see \$800,000 less in their mill levy reduction grant because they are levying so low due to local effort. The other ones on the other end which would be on the bottom end of the schedule those would be the ones that would gain. Those are the ones who had increased their mill levies somewhere between that 100-110 ranges so they would see the benefit of it. It is working both ways, if they are reducing their levies their grant goes down and if they increase their levies their grant goes up if they are below that 75 mill cap.

**Representative Glen Froseth:** There was a rule that schools had to levy a minimum of 140 mills and that was removed when we started this program, isn't that right?



House Finance and Taxation Committee HB 1047 February 15, 2011 Page 3

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**Jerry Coleman**: Yes there was a minimum and the way that worked is they were within the K-12 funding formula. If they didn't levy a minimum amount of levies there was a reduction in their state aid. That was repealed when the new K-12 formula came into play.

Representative Glen Froseth: How is it that Langdon has a 60 mill levy?

**Jerry Coleman:** I believe it is a wind farm. My understanding is that there is also a penalty in the K-12 formula for excess fund balances and so they needed to drop their levy to avoid having a reduction in their state aid. If they carry over more than 45% of their expenditures there is a dollar for dollar reduction in their state aid formula.

Vice Chairman Craig Headland: As we move forward they are going to be allowed a 12% increase per year and when they do that they will receive the difference of 12% in their grant, correct? So as their levy increases the state is going to pay that portion of the increase.

**Jerry Coleman:** That's how I understand it. As long as they are up to that 75 mills but if they are under that 75 mills if they increase their levies it is all based on the amount of mills they are levying and over 100 generates their grant up to 75.

Vice Chairman Craig Headland: But they would be in the same boat as every other school district that is beneath that cap that has the ability to increase their mills. Every school that is beneath the cap has the ability to increase by up to 12% per year, correct?

**Jerry Coleman:** Yes, in dollars the school districts can't increase more than 12% over the previous year.

**Vice Chairman Craig Headland:** As a matter of fairness they have the same opportunity as every other school district beneath the cap.

Jerry Coleman: That would be true.

Representative Glen Froseth: Is this an annual projection or biennial?

**Jerry Coleman:** It is a one year look. The left side of the schedule is the way it exists in law now and the right side of the schedule is how it would look with these amendments and it is the projection for next year.

Representative Glen Froseth: They will lose \$838,000 per year.

**Jerry Coleman:** They would see a reduction in their grant amount. So their grant would calculate to \$1.1 million under the existing system and under the amendment that would change to \$300,000.

Representative Glen Froseth: We can expect to get 29 nasty emails then.

Representative Lonny B. Winrich: If they did increase their mill levy for a few years at 12% or something they would try to get that grant back, do you know if the situation is likely

House Finance and Taxation Committee HB 1047 February 15, 2011 Page 4

that they would end up with the ending fund balance penalty again because of the revenue from the wind farm?

**Jerry Coleman:** It depends on their situation. If they carry over too much they may be forced to....on one side if they reduce their mill levies they'll receive less in their mill levy reduction grant but if they reduce them too much they could receive less state aid because they bump into another limitation on the other end.

Chairman Wesley R. Belter: What is the ending fund balance penalty?

**Jerry Coleman:** There is a test and it looks at their ending fund balance, their general fund ending balance, and their general fund expenditures. It's 45% of the general fund expenditures plus \$20,000, that's the benchmark and anything you carry over in that ending fund balance, is subtracted from their state aid dollar for dollar.

Representative Wayne Trottier: I just happened to be at the Cavalier county commission meeting and from what I understood the county commissioner or the county was running in the red but this looks like the school district was surviving and doing well. Either the county is not being run very well or the school district is running very conservative and very well. It just seems like \$800,000 would be a tremendous hit on them. The county was really suffering with their budget.

**Chairman Wesley R. Belter:** They are not taking a hit from the standpoint that they get the revenue from the wind farm. Probably their revenues will not change because of the influx of wind farm revenues, is that correct Jerry?

**Jerry Coleman:** Yes, but the county should also have the advantage of the extra valuation too. I'm not sure of their situation up there.

Vice Chairman Craig Headland: If there are no other questions I am just going to go ahead and move the amendment.

Representative Wayne Trottier: One of the things I did when I drove by the wind towers in the wind farm I commented to the commissioners that they must be doing really well with their wind towers. On the other hand I heard stories that Langdon built a track equal to UND's facility so it was sort of confusing that most of the wind farm dollars were generated for the school fund. That wouldn't be the case because the county was suffering but the school was doing very good. It's an issue it seems we should be addressing by taking away the \$800,000 from one school district. Some others are \$500,000.

Chairman Wesley R. Belter: In looking at this amendment do you see any pitfalls that we as a tax committee should be looking at as we don't have all the experience of going through this in the education arena?

Jerry Coleman: If you leave it the same then there is some inequity too. You've heard some of the arguments on those where they would like to get up to that 75 mills and you also see others that are experiencing significant jumps in taxable valuation and they're getting a windfall on it. Not allowing it to float from year to year causes problems and

House Finance and Taxation Committee HB 1047 February 15, 2011 Page 5

changing it also causes problems as the printout will show you. There is no ideal solution to make everybody happy.

Representative Patrick Hatlestad: This new bill will go into effect a year from now, is that correct? It starts in 2011? So Langdon is currently levying 60 mills and will get a check from the state for \$1.153 million and yet they are only levying 60 mills in 2010, is that correct? Under the current bill they won't lose any money, is that correct?

Vice Chairman Craig Headland: The way I understand it their grant is going to be reduced by \$838,000 and this will be for this year because this grant is based on your prior year's taxes.

Jerry Coleman: This projection is based on what their grants would be for the next school year so if you passed the amendment Langdon would receive \$300,000 but if you didn't make any changes it would \$1.1 million. It would be affected for the next school year because it always needs to look back one year to get its statistics. They wouldn't have an opportunity to make an adjustment in their mill levies for next year to affect their grant; it would take them at least one more year to do that. We are a year behind in our statistics.

Representative Shirley Meyer: The amendment is the right hand column, correct?

Jerry Coleman: Correct.

Representative Shirley Meyer: So what would happen to Langdon, they'd lose \$838,000

for the coming year?

**Jerry Coleman:** Their grant would be that much less.

**Representative Shirley Meyer:** So then the middle column they would get \$1.1 without the amendment on the bill?

**Jerry Coleman:** With no changes at all that is what their grant would look like.

**John Walstad:** In Landon's situation with the \$800,000 reduction would they have to increase their tax rate then to account for that revenue or is their tax revenue already in the stream that takes care of that? Do they lose money for their operating expenses in the year?

Jerry Coleman: The grant would certainly go down. They would know it was going to go down so they would have the ability within that 12% to get their levy back up. Whether or not that 12% is a restriction on them...because when they levy locally they are levying on their current year taxable valuation but their grant is going to lag one year behind.

John Walstad: Would that 12% help them stay even?

Jerry Coleman: I do not know that answer.

House Finance and Taxation Committee, HB 1047 February 15, 2011 Page 6

**Chairman Wesley R. Belter:** If it doesn't then their only alternative would be to go to a vote of the people to increase their mill rate?

**Jerry Coleman:** If they needed to do that, yes. The reason for the drop in their mill levy rate was to avoid a penalty on the other end so they have some carry over reserves they could rely on.

**Representative Steven L. Zaiser:** It just seems to me that Langdon is being penalized for generating renewable energy. It shouldn't be.

Chairman Wesley R. Belter: What are your wishes?

Vice Chairman Craig Headland: Made a motion to move the amendment.

Representative Bette Grande: Seconded.

**Representative Wayne Trottier:** By the vote of the people they could bring their taxes up to this level, is that right?

Chairman Wesley R. Belter: They can go above the 12%.

**Vice Chairman Craig Headland:** With that vote of the people if they are still below the cap the state is going to pick up the cost.

Representative Steven L. Zaiser: Would they end up with a too high of an ending fund balance if they were to levy additional taxes?

**Representative Patrick Hatlestad:** Can you tell me what size the check is that Langdon will get for 2010?

**Jerry Coleman:** Their revenue amount would be somewhere around the \$1.1 million. It would only be changes in property valuations that would affect the amount of their grant. Their current school year grant they are getting will be close to that \$1 million mark.

**Representative Patrick Hatlestad:** So their smaller grant would take place with the start of the next school year.

Chairman Wesley R. Belter: Voice vote taken to adopt amendments: MOTION CARRIED.

Vice Chairman Craig Headland: Made a motion for DO PASS AS AMENDED AND REREFER TO APPROPRIATIONS.

Representative Bette Grande: Seconded.

A roll call vote was taken: YES 11 NO 3 ABSENT 0 MOTION CARRIED---DO PASS AS AMENDED AND REREFER TO APPROPRIATIONS.

House Finance and Taxation Committee HB 1047 February 15, 2011 Page 7

Vice Chairman Craig Headland will carry HB 1047.

#### **FISCAL NOTE**

## Requested by Legislative Council 04/21/2011

Amendment to:

Engrossed

HB 1047

1A. State fiscal effect: Identify the state fiscal effect and the fiscal effect on agency appropriations compared to

funding levels and appropriations anticipated under current law.

	2009-2011 Biennium		2011-2013	Biennium	2013-2015	13-2015 Biennium	
	General Fund	Other Funds	General Fund	Other Funds	General Fund	Other Funds	
Revenues	-		(\$147,125,000)				
Expenditures			\$341,790,000				
Appropriations			\$341,790,000	_			

1B. County, city, and school district fiscal effect: Identify the fiscal effect on the appropriate political subdivision.

200	9-2011 Bienr	nium	2011-2013 Biennium 2013-2015 Biennium		nium			
Counties	Cities	School Districts	Counties	Cities	School Districts	Counties	Cities	School Districts

2A. Bill and fiscal impact summary: Provide a brief summary of the measure, including description of the provisions having fiscal impact (limited to 300 characters).

Engrossed HB 1047 with Conference Committee Amendments reduces individual, corporation, and financial institutions income tax rates and provides state funding to school districts for mill levy reduction grants.

B. Fiscal impact sections: Identify and provide a brief description of the sections of the measure which have fiscal impact. Include any assumptions and comments relevant to the analysis.

Section 2 of the bill reduces the financial institutions tax rate from 7% to 6.5%. Only the state general fund share of the tax revenue is impacted by this change, resulting in a reduction in state general fund revenues of approximately \$2.125 million for the 2011-13 biennium.

Section 6 of the bill reduces all existing corporation income tax rates by 19.5%. This rate reduction is expected to result in a reduction in state general fund revenues of approximately \$25 million for the 2011-13 biennium.

Section 7 of the bill reduces all individual income tax rates by 17.9%. This is expected to reduce state general fund revenues approximately \$120 million in the 2011-13 biennium.

Section 13 provides a general fund appropriation of \$341.790 million to the superintendent of public instruction for grants to school districts under the mill levy reduction program. The Department of Public Instruction concurs that this appropriation is adequate to make the required grants to school districts. Expenditures will increase by this amount.

Section 14 transfers \$295 million from the property tax sustainability fund to the general fund on July 1, 2011. This transfer is not reflected in the state general fund revenues shown above.

- 3. State fiscal effect detail: For information shown under state fiscal effect in 1A, please:
  - A. Revenues: Explain the revenue amounts. Provide detail, when appropriate, for each revenue type and fund affected and any amounts included in the executive budget.
  - B. Expenditures: Explain the expenditure amounts. Provide detail, when appropriate, for each agency, line

item, and fund affected and the number of FTE positions affected.

C. Appropriations: Explain the appropriation amounts. Provide detail, when appropriate, for each agency and fund affected. Explain the relationship between the amounts shown for expenditures and appropriations. Indicate whether the appropriation is also included in the executive budget or relates to a continuing appropriation.

There is an appropriation of \$341.790 million to the Department of Public Instruction.

Name:	Kathryn L. Strombeck	Agency:	Office of Tax Commissioner
Phone Number:	328-3402 .	Date Prepared:	04/21/2011



#### PROPOSED AMENDMENTS TO HOUSE BILL NO. 1047

Page 4, line 27, overstrike "for taxable year 2008"

Page 4, line 30, remove "For purposes of this section, "taxable valuation" means the valuation to which the mill"

Page 4, remove line 31

Page 5, remove lines 1 through 15

Page 5, line 16, remove "4."

Page 5, line 16, overstrike "The grant to a qualifying school district may not be less than the grant to that school"

Page 5, overstrike line 17 and insert immediately thereafter "For purposes of this section, "taxable valuation" means the valuation to which the mill rate is applied to determine the amount of ad valorem taxes or payments in lieu of taxes, and includes taxable valuation determined for agricultural, residential, and commercial property; gas company property, pipeline property, power company property, and railroad property assessed by the state board of equalization under chapter 57-06; mobile homes under chapter 57-55; land controlled by the game and fish department subject to valuation under chapter 57-02.1; land owned by the board of university and school lands or the state treasurer subject to valuation under chapter 57-02.3; national guard land subject to valuation under chapter 37-07.3; farmland or ranchland owned by nonprofit organizations for conservation purposes subject to valuation under section 10-06.1-10; land acquired by the state water commission for the Devils Lake project subject to valuation under chapter 61-02; a workforce safety and insurance building and associated real property subject to valuation under section 65-02-32; and carbon dioxide pipeline property subject to valuation under section 57-06-17.2. For purposes of this section, "taxable valuation" includes the taxable valuation of the homestead credit reimbursed by the state under section 57-02-08.2 and the disabled veterans' credit reimbursed by the state under section 57-02-08.8."

Page 5, line 18, remove the overstrike over "4."

Page 5, line 18, remove "5."

Page 5, line 21, remove the overstrike over "5."

Page 5, line 21, remove "6."

Page 5, line 25, remove the overstrike over "6."

Page 5, line 25, remove "7."

Page 5, line 27, remove the overstrike over "7-"

Page 5, line 27, remove "8."

Renumber accordingly

Date:	2-7-11	
Roll Ca	all Vote # <u> </u>	

### 2011 HOUSE STANDING COMMITTEE ROLL CALL VOTES BILL/RESOLUTION NO. 1047

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Committee

House Finance and Taxation				ommille	E
Check here for Conference Commi	ttee				
Legislative Council Amendment Number				+	
Action Taken: Do Pass Do	Not Pa	ss 🗌	Amended Adopt Ar	nendm	ent
Rerefer to Approp	oriation	s 🔲	Reconsider	<u> </u>	
Motion Made By Rep. Headle	J	Secon	ded By Rep. Gra	de_	
		<del>,</del>		Yes	No
Representatives	Yes	No	Representatives	res	NO
Chairman Wesley R. Belter			Scot Kelsh	<del> </del>	
Vice Chair. Craig Headland			Shirley Meyer Lonny B. Winrich	<del></del>	<del> </del>
Glen Froseth			Steven L. Zaiser	<del> </del>	-
Bette Grande		<del>                                     </del>	Steven L. Zarser	<del> </del>	<del> </del>
Patrick Hatlestad	<u> </u>	<del> </del>		-	
Mark S. Owens	<del> </del>	<del> </del>			<del>  -</del> -
Roscoe Streyle		<del> </del>			<del>                                     </del>
Wayne Trottier					1
Dave Weiler	<del>-  </del> -	-			-
Dwight Wrangham	<del> </del>	1			<del>                                     </del>
		1			
	+				
Total (Yes)		No			
Absent	· · · · · · · · · · · · · · · · · · ·				
Floor Assignment					
If the vote is on an amendment, briefly					

VOIEE VOTE
AGE
NAY
MOTION CARRIES



11.0273.04004 Title. Prepared by the Legislative Council staff for Representative Weiler

January 26, 2011

#### PROPOSED AMENDMENTS TO HOUSE BILL NO. 1047

Page 3, line 1, replace "ten" with "twenty-one and one-half"

Page 4, line 26, after "hundred" insert "eleven and one-half"

Page 4, line 27, after "for" insert "the previous"

Page 4, line 27, overstrike "2008"

Page 4, line 29, overstrike "seventy-five" and insert immediately thereafter "sixty-three and one-half"

Page 5, line 16, remove "4."

Page 5, line 16, overstrike "The grant to a qualifying school district may not be less than the grant to that school"

Page 5, overstrike line 17

Page 5, line 18, remove the overstrike over "4-"

Page 5, line 18, remove "5."

Page 5, line 21, remove the overstrike over "5."

Page 5, line 21, remove "6."

Page 5, line 25, remove the overstrike over "6."

Page 5, line 25, remove "7."

Page 5, line 27, remove the overstrike over "7-"

Page 5, line 27, remove "8."

Page 6, line 6, overstrike "ten" and insert immediately thereafter "twenty-one and one-half"

Page 6, line 9, overstrike "ten" and insert immediately thereafter "twenty-one and one-half"

Page 6, line 20, overstrike "one hundred ten mills" and insert immediately thereafter "the mill rate limitation that would otherwise apply under subsection 1"

Page 7, line 14, replace "\$341,790,000" with "\$300,000,000"

Page 7, line 22, replace "\$46,790,000" with "\$5,000,000"

Page 7, line 26, replace "\$341,790,000" with "\$300,000,000"

Renumber accordingly



Date: 2-7-11	
Roll Call Vote # _ a	

## 2011 HOUSE STANDING COMMITTEE ROLL CALL VOTES BILL/RESOLUTION NO. 1047

House Finance and Taxation			Com		
Check here for Conference Comm	iittee				
Legislative Council Amendment Number					
Action Taken: Do Pass Do	Not Pa	ss 🗌	Amended 🔀 Adopt	Amendme	ent 94
Rerefer to Appro	priation	is 🗌	Reconsider		
Motion Made By <u>Lep. Weiler</u>		Secon	ided By <u>Rep. Gran</u>	de_	
Representatives	Yes	No	Representatives	Yes	No
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# 2011 HOUSE STANDING COMMITTEE ROLL CALL VOTES BILL/RESOLUTION NO. 1047

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## 2011 HOUSE STANDING COMMITTEE ROLL CALL VOTES BILL/RESOLUTION NO. 1047

House Finance and Taxation			(	Committe	e
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## 2011 HOUSE STANDING COMMITTEE ROLL CALL VOTES BILL/RESOLUTION NO. 1047

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#### PROPOSED AMENDMENTS TO HOUSE BILL NO. 1047

- Page 4, line 27, after the first "the" insert "previous year"
- Page 4, line 27, overstrike "for taxable year 2008" and insert immediately thereafter "plus the previous year number of mills of property tax relief under this chapter"
- Page 4, line 30, remove "For purposes of this section, "taxable valuation" means the valuation to which the mill"
- Page 4, remove line 31
- Page 5, remove lines 1 through 15
- Page 5, line 16, remove "4."
- Page 5, line 16, overstrike "The grant to a qualifying school district may not be less than the grant to that school"
- Page 5, line 17, overstrike "district in the preceding school year." and insert immediately thereafter "For purposes of this section, "taxable valuation" means the valuation to which the mill rate is applied to determine the amount of ad valorem taxes or payments in lieu of taxes, and includes taxable valuation determined for agricultural, residential, and commercial property; gas company property, pipeline property, power company property, and railroad property assessed by the state board of equalization under chapter 57-06; mobile homes under chapter 57-55; land controlled by the game and fish department subject to valuation under chapter 57-02.1; land owned by the board of university and school lands or the state treasurer subject to valuation under chapter 57-02.3; national guard land subject to valuation under chapter 37-07.3; farmland or ranchland owned by nonprofit organizations for conservation purposes subject to valuation under section 10-06.1-10; land acquired by the state water commission for the Devils Lake project subject to valuation under chapter 61-02; a workforce safety and insurance building and associated real property subject to valuation under section 65-02-32; and carbon dioxide pipeline property subject to valuation under section 57-06-17.2. For purposes of this section, "taxable valuation" includes the taxable valuation of the homestead credit reimbursed by the state under section 57-02-08.2 and the disabled veterans' credit reimbursed by the state under section 57-02-08.8."
- Page 5, line 18, remove the overstrike over "4."
- Page 5, line 18, remove "5."
- Page 5, line 21, remove the overstrike over "5."
- Page 5, line 21, remove "6."
- Page 5, line 25, remove the overstrike over "6."
- Page 5, line 25, remove "7."
- Page 5, line 27, remove the overstrike over "7-"
- Page 5, line 27, remove "8."



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# 2011 HOUSE STANDING COMMITTEE ROLL CALL VOTES BILL/RESOLUTION NO. 1047

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# 2011 HOUSE STANDING COMMITTEE ROLL CALL VOTES BILL/RESOLUTION NO. 1047

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Insert LC: 11.0273.04002 Title: 05000



HB 1047: Finance and Taxation Committee (Rep. Belter, Chairman) recommends AMENDMENTS AS FOLLOWS and when so amended, recommends DO PASS and BE REREFERRED to the Appropriations Committee (12 YEAS, 1 NAYS, 1 ABSENT AND NOT VOTING). HB 1047 was placed on the Sixth order on the calendar.

Page 4, line 27, overstrike "for taxable year 2008"

Page 4, line 30, remove "For purposes of this section, "taxable valuation" means the valuation to which the mill"

Page 4, remove line 31

Page 5, remove lines 1 through 15

Page 5, line 16, remove "4."

Page 5, line 16, overstrike "The grant to a qualifying school district may not be less than the grant to that school"

Page 5, overstrike line 17 and insert immediately thereafter "For purposes of this section, "taxable valuation" means the valuation to which the mill rate is applied to determine the amount of ad valorem taxes or payments in lieu of taxes, and includes taxable valuation determined for agricultural, residential, and commercial property; gas company property, pipeline property, power company property, and railroad property assessed by the state board of equalization under chapter 57-06; mobile homes under chapter 57-55; land controlled by the game and fish department subject to valuation under chapter 57-02.1; land owned by the board of university and school lands or the state treasurer subject to valuation under chapter 57-02.3; national guard land subject to valuation under chapter 37-07.3; farmland or ranchland owned by nonprofit organizations for conservation purposes subject to valuation under section 10-06.1-10; land acquired by the state water commission for the Devils Lake project subject to valuation under chapter 61-02; a workforce safety and insurance building and associated real property subject to valuation under section 65-02-32; and carbon dioxide pipeline property subject to valuation under section 57-06-17.2. For purposes of this section, "taxable valuation" includes the taxable valuation of the homestead credit reimbursed by the state under section 57-02-08.2 and the disabled veterans' credit reimbursed by the state under section 57-02-08.8.1

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Page 5, line 18, remove "5."

Page 5, line 21, remove the overstrike over "5."

Page 5, line 21, remove "6."

Page 5, line 25, remove the overstrike over "6-"

Page 5, line 25, remove "7."

Page 5, line 27, remove the overstrike over "7-"

Page 5, line 27, remove "8."

Renumber accordingly

Module ID: h\_stcomrep<u>⊭</u>31\_009 Carrier: Headland

Insert LC: 11.0273.04006 Title: 06000

#### REPORT OF STANDING COMMITTEE

HB 1047: Finance and Taxation Committee (Rep. Belter, Chairman) recommends AMENDMENTS AS FOLLOWS and when so amended, recommends DO PASS and BE REREFERRED to the Appropriations Committee (11 YEAS, 3 NAYS, 0 ABSENT AND NOT VOTING). HB 1047 was placed on the Sixth order on the calendar.

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Page 5, line 25, remove "7."

Page 5, line 27, remove the overstrike over "7."

Page 5, line 27, remove "8."

Renumber accordingly

**2011 SENATE FINANCE AND TAXATION** 

HB 1047

## 2011 SENATE STANDING COMMITTEE MINUTES

## **Senate Finance and Taxation Committee**

Lewis and Clark Room, State Capitol

HB 1047 3/16/2011 Job Number 15504

	Conference	Committe	6
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A. Rithmiller	
Explanation or reason for introduction	n of bill/resolution:
	o school districts for mill levy reduction grants and ating to certain excess levies to school districts
Minutes:	Written Testimony Attached

Chairman Cook opened the hearing on HB 1047.

John Walstad, Legislative Council introduced the bill with an explanation of its content.

Pat Feist, Enderlin Area School – (See attached testimony A in support of HB 1047)

Chairman Cook - So you were at 166 mills when we passed this?

Pat Feist, Enderlin Area School - That's correct.

Chairman Cook - You got 66 mills of property tax reduction and that took you to 100?

Pat Feist, Enderlin Area School – Yes.

Chairman Cook – Now you are up to 110 but are still limited to 66 mills of mill levy reduction?

Pat Feist, Enderlin Area School – This school term that is correct.

**Chairman Cook** – And with the amendments that the House put on you'll get an extra 10 mills of property tax reduction.

Pat Feist, Enderlin Area School – Right. In effect we were not allowed to levy 185 mills this past year because we didn't get the entire tax relief.

Mitch Carlson, LaMoure School District — We do support tax relief for the citizens of North Dakota. We also support the current amendments that were made specifically in section 3 within subsection 2b. For the past 2 years the LaMoure School has been levying up to or near the maximum of 110 mills. Coupled with the 58 mill levy reduction that we get

from the state, the LaMoure School District has been capped or maxed out at 168 mills for the past 2 years. Preceding the mill levy reduction enactment all schools had a maximum mill levy of 185 mills to operate. Since that time the mill levy maximum varies from school to school across the state. We are one of many schools that have been caught in what I believe is sort of unintended circumstances. Our belief is that is not equitable to have a different mill levy cap for varying schools across the state of North Dakota. While our mill levy was below 175 in 2008 the situation for our school district has changed like many other schools across the state and it will continue to change in the future. With the change made on page 4 section 3 this amendment does allow schools to have the ability to eventually operate at a maximum of 185 mills if the school boards so desire. The current law as it stand now has changed so school districts have a maximum operating mill levy ranging from 165-185 mills across the state. The LaMoure School District does support the amendment made in HB 1047 which is located on page 4 lines 25-29.

**Chairman Cook** – You would effectively be able to raise your mill rate by 17 mills and 100% of that would be picked up by the state?

Mitch Carlson, LaMoure School District – Yes

**Senator Triplett** – On page 5 at the top of the page, the first 2 lines, I think I heard you say you would like us to put that language back in, is that what you said?

**Mitch Carlson, LaMoure School District** – That is my contention. I think that would solve a lot of problems if that line was put back in.

**Senator Dotzenrod** – It seems to me that under the provisions of this bill that if we adopted it as it is that your school district would be able to get more by raising the mills you have and have 100% of that increase covered by the property tax reduction then 100% of that increase would be covered by the state. Is that correct?

Mitch Carlson, LaMoure School District – Yes

**Senator Dotzenrod** – Would the property tax relief to the local patrons come in a following year? If you raised your mill levy up to 109 or 110 and then the state provides property tax relief you've still got the local patrons paying at least what they were before the state provided the increase.

**Mitch Carlson, LaMoure School District** – That would be for this school year but when we set our levy we usually set our levy in July so knowing what's coming we would be able to adjust our mill levy factor.

**Senator Dotzenrod** – Then in the year following when the state looked at your situation again and saw that you were no longer at 110 then your grant would be smaller from the state, is that correct?

Mitch Carlson, LaMoure School District – Not if you are between 100-110. The way this is written if you are below 100 mills, yes you would get less money from the state, but if you

reenact page 5 lines 1 and 2 then the amount stays constant, your basically frozen if you are below the 100 mills.

Marlyn Vatne, Ray Public School - (See attached testimony B in support of HB 1047)

Vice Chairman Miller – How many mills were you levying before the buy down?

Marlyn Vatne, Ray Public School - 172.8

Senator Triplett – What I think I hear you saying is you would like us to remove the 12%.

**Marlyn Vatne, Ray Public School** – We can do it several ways. One way would be to, if you have a certain amount of increase or impact in your district, put on a trigger that would trigger it in. I don't know that we ask that it become unlimited because I think that's not realistic either. I would say an increase to maybe 18% or something.

Senator Dotzenrod – The state did at one time have 18% didn't it?

**Marlyn Vatne, Ray Public School** – Yes, this has changed throughout the years in legislative sessions, that number has floated.

**Senator Dotzenrod** – If you get the valuation increases that by its self brings extra money without any percentage adjustment. For most schools they would be pretty happy to see a valuation increase that means more money so they've got more dollars without doing anything. The 12% becomes a problem because it's in the total dollar amount.

Marlyn Vatne, Ray Public School -Correct, we are always operating basically a year behind.

Nathan Green, Own Behalf – I just want to stand here today in support of HB 1047. Property tax relief is good for our citizens and I would encourage you to support this bill.

Bill Shalhoob, North Dakota Chamber of Commerce – We encourage your work on this bill.

Brandt Dick, Hazelton-Moffit-Braddock School – We went in to 2008 with 160 mills, we got 60 mills back at that time we had 144 students, and next year we are looking at 97 students so we have a great decrease. With the way the formula is for foundation aid we are looking at a great decrease in amount of money from the state. Also we are going to be hit with high property valuation per student so we are going to get deducted that way. With the amendment that was passed in the House, we had a board meeting last night and were able to not have to go through a reduction in force, we could keep our teachers because of the way the bill was put into place because we have the opportunity to get those mills back. We are in full support of the way the bill is now with the amendment that is put in to place.

**Sandy Clark, North Dakota Farm Bureau** was unable to attend but submitted written testimony. (Attachment C)

Chairman Cook asked for testimony opposed to HB 1047.

**Jason Kersten, Bottineau School** - (See attached testimony D opposed to HB 1047)

**Senator Hogue** – Couple questions, can you tell us how much do you have in your building fund and some of your other funds that aren't used for ongoing operations?

**Jason Kersten, Bottineau School** – We have a building fund that is at approximately 8 mills at this time and a technology fund.

**Senator Hogue** – How much money is in those accounts?

**Jason Kersten, Bottineau School** – Approximately \$50 some thousand in the technology that we levy for and approximately \$180,000 in the building.

Senator Hogue - \$180,000 that is all that is in the fund?

Jason Kersten, Bottineau School – Yes

**Senator Hogue** – Isn't that fund accumulating or are you spending that money?

**Jason Kersten, Bottineau School** – We are spending that on building projects or summer projects and that type of thing.

Brian Nelson, Lewis and Clark School District – I am opposed to part of this bill based I believe on a House amendment. Lewis and Clark is a reorganized school district of Berthold, North Shore, and Plaza. We stand to lose \$96,000 if this goes through. The only way to get that back is to raise property taxes. We do appreciate that we've got \$805,000 from the state in terms of property tax relief. I want to talk about dollars. We are so hung up on what everyone's mill levies and things are but let's talk about actual dollars of what school districts levy. Back in 2003-04 the Lewis and Clark School District had a levy of \$1,232,031.20 as of this year our mill levy is \$1,229,338.40. It is almost \$2,600 less, and the reason why it's less is because I believe we are reorganized, we do things efficiently; we also have the \$805,000 from the state. Without that it's a lot higher. I think North Dakota is in a slippery slope here I believe.

**Chairman Cook** – So your deal is with the amendments put on by the House?

Brian Nelson, Lewis and Clark School District – Yes

**Senator Dotzenrod** – You gave us numbers that were basically dollars and the dollars are significant and important but it doesn't really tell us, there are a lot of things that happen in a school district that we don't know about like enrollments could double, or half. The valuation could double or it could be half. There are a lot of other things that could change in a school district that will result in dollars going up or down which have an explanation that actually makes sense because of whatever. I am curious, has there been something in your district, have there been large increases in valuations or enrollments, and also what is the mill levy?



**Brian Nelson, Lewis and Clark School District** – According to the print out here it was 178.74 was the mill levy. What's been going on is our taxable valuation has increased substantially and it's going to continue.

Senator Dotzenrod – When the bill was passed, at our first shot at this 2 years ago the whole idea was that schools generally are going to get their money to operate through 2 sources, state foundation aid and they are going to have some local property contributions. This effort in this was not to affect that. This effort was to try to find a way to give people who own property some reduction in the taxes they pay. You could have done it through county mill levies or some other reductions, could have been a percentage of the total bill you pay, but we chose to look at delivering that tax relief through the mills that are paid to the school. So the whole idea was to hold the school neutral. That is this bill should not raise or reduce the amount of money that was available to any school, they should be kept the same. Does it appear to you that by adopting the changes in this bill, which you seem to be quite critical of, that if we adopted this as it came to us from the House that essentially would have created a state program of incentives to encourage schools to do whatever they can to spend more money? To raise their spending and to get their budgets raised as high as they can because the state is going to be providing all of that extra revenue at no cost to the school.

**Brian Nelson, Lewis and Clark School District** – In a nut shell, yes and I'll say the other thing that affected us this year was, we closed a school in our reorganization. Ryder school closed and they all go to Plaza now. I'also want to tell you that in terms of cost for education we rank 100<sup>th</sup> out of 151 as far as cheapest.

**Vice Chairman Miller** – I think the challenge here and why this bill's a force is because we've locked in at 2008 so everyone's valuations have been going up. How do we address that in some way that's equitable?

Brian Nelson, Lewis and Clark School District – You are going to have to hold the line on these taxes. You may have to cap it, I don't know.

**Senator Dotzenrod** – There was a suggestion earlier that we restore to the bill the language that said no school would receive less than they did in the prior year. If that were done would that solve the problem that you've got in your district?

Brian Nelson, Lewis and Clark School District – Yes, we didn't receive anything less.

**Senator Dotzenrod** – If that were done would that be something you would support?

Brian Nelson, Lewis and Clark School District – It would fix it, but we want to be treated good too. We don't want to be left behind if you will. Our taxpayers don't want to be left behind either. We want as much tax rebates as everyone else gets.

Rich Rogers, Langdon Area School District – (See attached testimony E opposed to HB 1047)

**Brad Rinas, Washburn School District** – (See attached testimony F opposed to HB 1047)

**Senator Dotzenrod** – It does appear to me that when the legislature did offer the property tax reduction 2 years ago that the general impression that most schools had is that they were quite happy to have those reductions and that they only began to see some problems and criticism when they found out what their neighboring school districts got.

**Brad Rinas, Washburn School District** – I can agree with the portion where you said schools were generally happy. In all honesty I didn't check what our neighboring school districts were receiving.

Jim Blomberg, Max School District – I'm not totally against the bill but against the one line that refers to the prior year funding. The Max School District is a school district that started this mill levy reduction grant business. We had 178 mills that we were levying. We took full advantage, we got the 75 mills that we were promised, we told our people it was coming, it did come, they were happy, life was good. We tried then to sandwich ourselves between that 100 and 110 mills which we did until 2009. In the fall of 2009 we benefitted from having about 47 wind towers in our school district. We knew it was going to have a significant impact on our taxable valuation. When we levied our taxes in October like many districts we didn't know exactly what our taxable valuation was going to be. At the board level we had discussions about this matter and we too are trying to be as efficient as possible, tax as little as we can, and we ended up levying 81.8 mills. We thought we were going to be a little more than that. Our district will lose \$92,000 we can regain about half of that using the 12% funding increase that's allowable. In all likelihood we are going to need to do that.

**Senator Triplett** – Would your fix be to increase the 12% limitation or to maintain a dollar amount from previous years? What is your idea of how we should fix this?

Jim Blomberg, Max School District – I think perhaps maybe in that line where it says the grant the qualifying school district may not be less than the grant to the school the preceding year. I'd like to see that stay where it is for now but I think that might need some tinkering, maybe a percentage in there or something like that. The long and short of it is if it continues that way we are kind of forcing school districts to get in that sweet spot 100-110.

**Senator Dotzenrod** – The problem in your school district is the wind towers so the valuations of your district went up. So you had more revenue because of that. Because of that there was a penalty of reduction of state support through this property tax measure. If we were to hold the amount you received to be no less than the years prior you essentially would be getting extra revenues from the wind towers and have the same dollars of property tax relief so you would essentially be in a pretty good position.

Jim Blomberg, Max School District — There is no question that is positive, tax wise for us. Maybe our bigger challenge is, we need to explain that, are we going to get in that sweet spot so to speak 100-110 or do we give up some state money and go down. I understand what you are saying. For now our intent would be that we need to fix the loss and then find where we can level out at in terms of dollars we need.

Mike Lautenschlager, President of the Lewis and Clark School Board – I'm kind of in the middle. I support what you are doing but I don't agree with certain parts of this bill. The mill levy cap Mr. Nelson pointed out; the mills don't necessarily say that we are not asking for more dollars or the same amount. Our taxable valuations are going to go through the roof. We have farm land turning into commercial land quarters at a time. My point is in all of this is, like Mr. Nelson said, don't make me the bad guy by having to make up locally.

Chairman Cook asked for neutral testimony for HB 1047. No one came forward.

Chairman Cook closed the hearing on HB 1047.

## 2011 SENATE STANDING COMMITTEE MINUTES

## **Senate Finance and Taxation Committee**

ń

Lewis and Clark Room, State Capitol

HB 1047 3/16/2011 Job Number 15528

Conference Committee

A. Rittmiller	
Explanation or reason for introduction of bill/re	esolution:
Relating to allocation of state funding to school of property tax levies of school districts; relating to ce	
Minutes	Committee Work

Chairman Cook opened discussion on HB 1047.

**Chairman Cook** – This bill starts out by amending chapter 57-15-01.1 which is one of the tools, one of the means that a school district can use to build their budget, is that correct?

Marcy Dickerson, Tax Department – It doesn't affect building their budget but it does affect calculating what their maximum mill levy is.

**Chairman Cook** – This is an election the school district can take, they don't have to do this, they could just say no thank you we aren't going to take the mill levy reductions, we are going to stay at 185 mill cap.

Marcy Dickerson, Tax Department - Yes, they can do that but that's not because of this.

**Chairman Cook** – There is another way they could put their budgets together and deal with the mill levy caps also right?

**Marcy Dickerson, Tax Department – I'll hand out this mill levy worksheet (attachment G).** 

Marcy Dickerson discussed the worksheet.

**Chairman Cook** – Would there be a financial advantage for a school district because of their unique circumstances to back away from being able to take the mill levy deduction, use calculation one for one budget year, get the mill levy up, and then come back and use calculation 2 to obtain a higher property tax reduction?

**Marcy Dickerson, Tax Department** – That might be possible but the taxpayers in a school district that do that would have a fit that they didn't get their property tax reduced.

**Vice Chairman Miller** – If a school district elects to not take the tax buy down or if for some reason we just didn't give it this year, what happens?

**Marcy Dickerson, Tax Department** – I guess they just go ahead and levy what they can otherwise levy and don't worry about the 110 mills. They are still limited to the 185 or 12% increase unless they have a mill levy that has been approved by the voters.

**Vice Chairman Miller** – I think some people seem to think that if we weren't getting this that they would be somehow stuck at the 110 or 100 mill levy or something like that.

Marcy Dickerson, Tax Department – The 12% increase is based on the taxes levied last year which will lower because of the mill levy reduction. In calculation two you can go back to the highest of the last three years. Only a couple of school districts have last year as their highest year of levying and they had to meet circumstances. Most everybody levied higher in the 2 or 3 years because of the mill levy reduction.

Jerry Coleman, Department of Public Instruction – This morning listening to testimony there were lots of questions, we increase our mills, where is that coming out of, my impression on that was that if you increase your mills, you get one and then you'll get another and your mill levy reduction grant and if you go the other way it will go down one and your mill levy reduction grant will also go down one. Well it turns out that is not the way that that works. It's not working at all as we had envisioned it. In order to prove this out I come up with an example. (Attachment H)

Jerry Coleman went on to explain the example sheet.

**Senator Triplett** – Is there anyone for whom the House amendments do work? If you were exactly at 100 and stayed exactly at 100 forever would it work then?

**Jerry Coleman, Department of Public Instruction** – If you didn't change anything it works just fine. Those that are capped I think it would work for; there is just no change for them.

**Vice Chairman Miller** – What happens if you have a 5 year average?

**Jerry Coleman, Department of Public Instruction** – If we did a 5 year average it would react the same it would just be a little more compressed.

**Chairman Cook** – One of our biggest challenges that we have here is we sit here with 2 bills that affect school districts. One is a property tax reduction bill and one is an educational funding bill and we seem to be getting funding issues in this committee and maybe some property tax issues in that committee, you work with both committees now, are any of these issues that surfaced here this morning being addressed in the funding bill?

Jerry Coleman, Department of Public Instruction - No, not to my knowledge.

Marcy Dickerson, Tax Department – One more thing, we have been looking in conjunction with Jerry at some really big valuation increases in oil country school districts and that might make a difference in the amount of money required to fund this, of course any changes you might make to the bill might make a difference too. Another issue is we are anticipating about an 18% increase in agricultural values for 2012. When I ran that just by itself not with any of the oil country business, just that ag increase, anticipating 18% increase in 2012 and then dropping back to about a 7% increase in 2013 apparently would increase the money needed to fund this by about 3% so it's something that any changes you make you may have to consider recalculating the cost.

Chairman Cook - These ag increases are not the same across the state are they?

**Marcy Dickerson, Tax Department** – The part that is based on production would definitely be different depending on the location and the soils and what have you but the cap rate alone is going to bring in about an 18% increase because you are dropping back to the regular formula cap rate instead of the artificial floor.

Chairman Cook – The cap rate will be the same for every county.

**Marcy Dickerson, Tax Department** – That is correct and that portion of the change would be the same but there will be other changes county by county too, there always are.

Chairman Cook closed discussion on HB 1047.

## 2011 SENATE STANDING COMMITTEE MINUTES

### **Senate Finance and Taxation Committee**

Lewis and Clark Room, State Capitol

HB 1047 3/28/2011 Job Number 16077

Conference	Committee

	Rithmiller	
Explanation or r	reason for introduction of bill/resolution:	
Relating to allocation of state funding to school districts for mill levy reduction grants and property tax levies of school districts; relating to certain excess levies to school districts		
Minutes:	Committee Work	

Chairman Cook opened discussion on HB 1047.

**John Walstad, Legislative Council** gave and explanation of the bill with the House amendments.

**Senator Triplett** – Are the issues of oil country and the oil boom in western North Dakota being taken in to consideration in the education funding bill adequately?

Bev Nelson, School Board Association – Just this morning the House Education Committee did adopt 2 amendments to SB 2150, one addressing property relief and allowing for districts whose valuations increase by more than 20% allowing them to increase their spending by the 18% which was the old number rather than the 12%, giving them the benefits of the extra 6%. Then for the rapid growth in those districts, for those who increase enrollment by more than 3% over the previous fall if it's 25 student or more would get an additional 30% of aid foundation payment for each of those students. If it was 7% it would go a 70% additional payment, if it was 13% it would go to 100%. Those are grant based not formula based.

Chairman Cook talked a little bit about the buy down chart, attachment I.

Senator Dotzenrod – I have a question on the amendment that says it can't exceed the percentage growth statewide in taxable valuation. I was thinking of the situation we had when we the bill was heard here. Some of these schools have a pipeline or a wind farm and they will get growth in their taxable valuation with no more students. In that case you would expect that the mill levy if they add 25% in valuation to their district, you would expect that the mill levy would drop. Under the provisions of this then it looks like they would take 75 mills times their new valuation and that would show a pretty big increase. They can't get that but they are limited to 7% or some number. Instead of having a decrease in the grant because their valuation went up they are actually going to get an

Senate Finance and Taxation Committee HB 1047 3/28/2011

Page 2

increase if I understand this right and I don't know if that is what we would normally intend. It does seem they are sort of getting a payment extra by having extra valuation and then getting a state grant to go with that so it's fairly good reward for a district to have a valuation increase with no additional students.

**Senator Burckhard** – We had many that were opposed to this bill originally would this soften it?

Chairman Cook – There is always winners and losers, I'm sorry. There are some that are opposed to this bill that wanted us to fix something that we aren't addressing. Those are the ones that didn't get the full 75 mill buy down and another school district did and they think they should. Our most difficult challenge is separating property tax relief from educational funding.

Senator Dotzenrod – I think the part that is pretty legitimate on the part of some of these schools is that the purpose of this property tax buy down was to leave those schools neutral, that is they wouldn't need any money, they wouldn't use any money and I think that one thing we did to some of these schools is before we passed this they had this 185 mill levy upper limit and now that we've passed this some schools don't have 185 mills upper limit. They have 160 or 165 or some smaller number. The problem with the bill that came over from the House is that any additional money that the schools could get would be 100% paid for by the state so it would make sense then, we've just created sort of, any time you offer people extra dollars and they don't have to do anything except ask, you'd think that they are going to be asking. I think we had to do something about that. I still think those schools that were left in sort of a situation where they don't have the grant working for them as much as their neighbor so now they have a situation where those mills, they are feeling that pressure to do something about it but they don't have available what they had available before we passed this.

Chairman Cook closed discussion on HB 1047.

Chairman Cook reopened discussion on HB 1047.

**Vice Chairman Miller** – I'll move the amendments .6003.

Seconded by Senator Triplett.

**Chairman Cook** – All in favor say yea. Opposed? (7-0-0)

**Vice Chairman Miller** – I'll move a Do Pass as Amended and rerefer to Appropriations.

Seconded by Senator Triplett.

**Chairman Cook** – Ask the clerk to take the roll. (7-0-0)

Carried by Chairman Cook.

## Prepared by the Legislative Council staff for Senator Cook

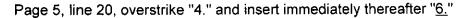
March 28, 2011



## PROPOSED AMENDMENTS TO ENGROSSED HOUSE BILL NO. 1047

- Page 4, line 27, remove "previous year"
- Page 4, line 27, remove the overstrike over "for taxable"
- Page 4, line 28, remove the overstrike over "year 2008"
- Page 4, line 28, remove "plus the previous year number of mills of property tax relief under this"
- Page 4, line 29, remove "chapter"
- Page 5, line 1, remove the overstrike over "The grant to a qualifying-school-district may not be less than the grant to that school"
- Page 5, line 2, remove the overstrike over "district in the preceding school year." and insert immediately thereafter:
  - "4. The grant to a qualifying school district may not exceed the grant to that school district in the preceding school year by a percentage that is more than the percentage increase in statewide taxable valuation from the previous taxable year to the current taxable year.

<u>5.</u>"



Page 5, line 23, overstrike "5." and insert immediately thereafter "7."

Page 5, line 27, overstrike "6." and insert immediately thereafter "8."

Page 5, line 29, overstrike "7." and insert immediately thereafter "9."

Renumber accordingly

Date:	3-28-11	
Roll C	all Vote #	

## 2011 SENATE STANDING COMMITTEE ROLL CALL VOTES BILL/RESOLUTION NO. /047

Senate Finan	ce	and	texation	Comn	nittee
Check here for Conference Co	mmitte	e			
Legislative Council Amendment Num	ber _				<del></del>
Action Taken: Do Pass 1	Do Not	Pass	☐ Amended ☐ Adop	t Amen	dment
Rerefer to App	propriat	tions	Reconsider		
Motion Made By Senator V	Mille	∑ Se	conded By Senator	Tripla	dt-
Senators	Yes	No	Senators	Yes	No
Dwight Cook – Chairman			Jim Dotzenrod		
Joe Miller – Vice Chairman	·		Connie Triplett		
Randy Burckhard					
David Hogue					
Dave Oehlke					
Total (Yes)		N	。 <u>O</u>	- <del></del>	<u></u>
Absent					
Floor Assignment		<del> </del>			

Verbel vote

If the vote is on an amendment, briefly indicate intent:

Date:	3-28	-11_
Roll Ca	all Vote#	2

## 2011 SENATE STANDING COMMITTEE ROLL CALL VOTES BILL/RESOLUTION NO. 2047

Senate Finance	٠٤ ٦	end	nstaxet	Comm	nittee
☐ Check here for Conference Co	mmitte	е			
Legislative Council Amendment Numb	oer _				<del> </del>
Action Taken: 🔀 Do Pass 🗌 [	o Not	Pass	☐ Amended ☐ Adopt	Amend	iment
📈 Rerefer to App	ropriat	ions	Reconsider	<del> </del>	
Motion Made By Sevator Mi	11/2	Se	conded By Senatur 7	riple	<u>,yt</u>
Senators	Yes	No	Senators	Yes	No
Dwight Cook – Chairman	X		Jim Dotzenrod	X	
Joe Miller – Vice Chairman	X		Connie Triplett	X	
Randy Burckhard	X				
David Hogue	X				
Dave Oehlke	X				
Total (Yes)		N	· <u> </u>		
Absent O					
Floor Assignment Senate	or C	OUK	<del>-</del>		
If the vote is on an amendment, brief	fly indic	ate inte	nt:		

Module ID: s\_stcomrep\_55\_023
Carrier: Cook

Insert LC: 11.0273.06003 Title: 07000

#### REPORT OF STANDING COMMITTEE

HB 1047, as engrossed: Finance and Taxation Committee (Sen. Cook, Chairman) recommends AMENDMENTS AS FOLLOWS and when so amended, recommends DO PASS and BE REREFERRED to the Appropriations Committee (7 YEAS, 0 NAYS, 0 ABSENT AND NOT VOTING). Engrossed HB 1047 was placed on the Sixth order on the calendar.

- Page 4, line 27, remove "previous year"
- Page 4, line 27, remove the overstrike over "for taxable"
- Page 4, line 28, remove the overstrike over "year 2008"
- Page 4, line 28, remove "plus the previous year number of mills of property tax relief under this"
- Page 4, line 29, remove "chapter"
- Page 5, line 1, remove the overstrike over "The grant-to-a-qualifying school district may not be less than the grant to that school"
- Page 5, line 2, remove the overstrike over "district in the preceding school year." and insert immediately thereafter:
  - "4. The grant to a qualifying school district may not exceed the grant to that school district in the preceding school year by a percentage that is more than the percentage increase in statewide taxable valuation from the previous taxable year to the current taxable year.

<u>5.</u>"

- Page 5, line 20, overstrike "4." and insert immediately thereafter "6."
- Page 5, line 23, overstrike "5." and insert immediately thereafter "7."
- Page 5, line 27, overstrike "6." and insert immediately thereafter "8."
- Page 5, line 29, overstrike "7." and insert immediately thereafter "9."

Renumber accordingly

**2011 SENATE APPROPRIATIONS** 

HB 1047

### 2011 SENATE STANDING COMMITTEE MINUTES

## **Senate Appropriations Committee**

Harvest Room, State Capitol

HB 1047 March 31, 2011 Job # 16254

☐ Conference Committee

Committee Clerk Signature In Jon Row Janing
Explanation or reason for introduction of bill/resolution:
A bill relating to allocation of state funding to school districts for mill levy reduction grants and property tax levies.

See attached testimony # 1-2.

Chairman Holmberg called the committee hearing to order on HB 1047.

Becky J. Keller - Legislative Council;

Joe Morrissette - OMB

**Dwight Cook, District 34, State Senator:** Introducing HB 1047 the amendment that we put on should have a fiscal note reduction of about 3.2 million. Mr. Coleman will give you the information and aware this bill has an appropriation. The double appropriation is out there twice. The Tax Commissioner would like to adjust the original fiscal note. You will have to get to the accurate number and would like to change the language in one sentence in the bill.

**Chairman Holmberg** The DPI ......do you have the appropriation is in the DPI budget 2013. What is the current status?

**Becky J. Keller**: It hasn't changed....same amount.

Minutes:

**Chairman Holmberg**: Before we pass it out, we will make certain we coordinate so we eliminate the double appropriation. We might hear some different numbers as to what we need.

**Senator Robinson:** Chairman of tax committee, we have several tax relief bills. Becoming concerned or uneasiness about the relief that is permanent. There are bills that at some time have ourselves in a complicated situation?

Senator Cook: There are others who share your concern, maybe justified. The amendment we put on will minimize some of that concern as it limits the growth in what a school district can get in their mill levy reduction to no more than the state wide average increase in property wealth....that is where you will see the reduction. We are sensitive to what increase in valuations cost now.....we are the main property tax payer ....that is wise

Senate Appropriations Committee HB 1047 March 31, 2011 Page 2

as we can look at how this affects tax payers. Another way to look at this is we are giving 7% more in property tax relief. We ought to be able to sustain....that is where the concern comes from.

Senator Robinson: That is a very popular package. People like it and growing use to it.

**Senator Cook**: I would hate to take it away without replacing it without something that creates many winners and losers.

**Senator Christmann**: Did we address anything with DOT or Game and Fish or anyone who pay in lieu of taxes?

**Senator Cook**: We did give that considerable consideration, we are not going to address it ....best left as it is. Taking money from one and giving to another....if we take Game and Fish out of there, it would create a burden as how local political subdivisions/local school districts would go through this process. The burden would probably not worth what we are trying to accomplish.

**Senator Christmann** Would it be reasonable to visit the idea instead of the general fund money, to have that amount of Game & Fish money be made up with Game & Fish funds and off set that from the General Fund?

Senator Cook: A reasonable item to consider. Marcy Dickerson resource for information.

**Senator Bowman** What exactly does this do? If there is a reduction of cost, who is the winner or the loser?

Senator Cook: Last session, we bought down 75 mills for school districts 185 or more. Since we did that there are school districts that didn't get 75 mills. They've tried to get it a fixed amount. (They would be able to raise their mill levy and the state would pick up 100% of the cost.) It is not a wise policy for us to put in place.....all would raise their mills and let the state pick up the fee. We worked on this and tried to find a fix for that.....there isn't a fix; it is a property tax relief. Some school districts are gaining a lot of wealth. New buildings going up, etc.....if we would leave that untouched, it is conceivable that 75 mill buy down could be paying the full cost for educating students in those school districts if they continue to grow in a rapid growth. The amendment that is on the bill .... Limits a mill levy buy down to the state wide average in growth....so that would never happen. Same plan that was put in place last session except for the one amendment that we passed earlier.

Jerry Coleman: Department of Public Instruction

MLRG Estimate 2 updated 2011-2013.xls (Attachment #1)

(Hand out) Property tax evaluations done throughout the state. The fiscal note, without any changes, would be \$349 M, Current school year is based on 9% (over the previous) going forward, the closest assumption is 7.4%. We have situation in SB 2023 (passed both Houses) and signed by speaker, waiting for the governor's signature, a deficiency appropriation to make up the payment. Suggest that we ask for some to make up that

Senate Appropriations Committee HB 1047 March 31, 2011 Page 3

payment out of this existing appropriation if we have enough to cover that. If an emergency measure on that particular bill and a small language adjustment. We want the language to be correct and match the period of the grant.

## John Walstad: Code Reviser, Legislative Council

Handed out amendment 11.0273.06004 – (Attachment #2)

Glitch in valuation and increase in payments to school districts. The situation that developed ....some districts valuation increases that we would not have thought.....but is happening now. It would have increase their funding and payments. The solution the committee agreed on was to limit the payment increase on relief payments to an increase percentage not greater than the statewide average growth in taxable valuation. Districts that are experiencing increases get an increase equal to the state wide experience. When this was written, the increase from the previous tax year to the current tax year. Mr. Coleman caught - instead of previous year and current year, you now say, we used 2 years ago versus last year.....difficulty how you say that. Interpretation of the language (read from the amendment)

Chairman Holmberg: None will have to carry this bill. Do you all understand this amendment?

**Senator Bowman:** I'm still trying to figure out who the winners and losers are. Someone made money or someone lost money in order/cause for this bill to come in. No discussion of data ....example... why this is needed?

**John Walstad:** That's a policy issue. Mr. Coleman can provide a print out so you can see which districts this "tweak" affects.

**Jerry Coleman**: Anyone who had without the change, a district that had 30 or 40% increase in taxable evaluation over the previous year, their mill levy grant would be allowed to increase 40% also, but with this amendment, it would be limited to the state average which would be about 7-8%

**Senator Bowman:** Are those school districts going to be short or long? If their mill levies increase, the same amount of mills generates more money.

Jerry Coleman: Their mill levy reduction grants will be less and to make up that short fall, if their increase in their regular taxable valuation wouldn't cover it, they are restricted to some limitation on that side......which is a 12% increase, which is one of the caps....they can only increase their local levy by 12%... The mill levy reduction grant would be limited to 7% .....if they couldn't live within those two increases, they'd have to go to their voters or have to make up within their existing budges.

**Chairman Holmberg:** When you look at it not as a school district, but of the property owner in that community, without this bill, they as a property owner would have received a larger property tax reduction. If this bill passes, those people in those districts that have the large increase will see less of a property tax reduction.....is this correct? I am looking at this through the Home Owners standpoint, not the school district side.

Jerry Coleman: Had one school district that levied a total of 155 mills before, so they got 55 mills state buy down and were leveling 100 mills locally, because their evaluation increased so dramatically they were in a position to lower their mills down to 60 mills, but their mill levy reduction grants stayed at 55. Rather than 100 mills or 55 mills it was 55 mills and 60 mills ....that case it allowed that school district to reduce their local levy more .....under that 100 mills.

Chairman Holmberg: The homeowner in that district was better off?

**Jerry Coleman**: Yes. If this passes, there would be that restriction and if the school district needed to recover, they would have the capacity to go back and get it from their local tax payers.

**Chairman Holmberg**: Is it a subtle shift, then back to the local tax payer for those districts who have high increase in valuations?

Jerry Coleman: Review on a case by case basis.

**Senator Robinson:** How difficult is it to run off print off school districts for a comparison in contrast.....get it to us soon?

Jerry Coleman: I can do that.

**Chairman Holmberg:** The committee is not going to take action on this bill today. Two questions to resolve. (Policy question) Do we want this a buy down the state \$349M to be in this bill which comes out of the General Fund or remain in SB 2013 which is in the House.....we have to do a coordination. We'll do it next week as that is the last date.

**Senator Wanzek**: In your scenario, in that school district they were able to lower the mill levies benefiting the lower property tax payer, but we came in with the mill buy down, and could nearly wipe their property taxes down to near zero?

Jerry Coleman: That could theoretically happen. The House put amendments on the bill which the Senate reversed where they tried to have the mill reduction grant vary with the changes in the General Fund levies with the school districts. However, the mechanics turned out to be not workable. The fiscal note on this was the numbers I gave you with reprojection were without any changes. This cap would save money .... about \$8M if we restrict the rate of growth in the mill reduction grants to state average.

Chairman Holmberg Your committee took position of some sort of bridle on runaway changes which the state will pick up the bag.....doesn't make any difference to a school district that hasn't had large increases in their valuation, but in those handful (whatever the handful is??)

Senator Christmann: How well does it correspond to district where there is this dramatic valuation increase with them in district with the cost increase.....maybe a school can go

Senate Appropriations Committee HB 1047 March 31, 2011 Page 5

from 20 students a year to 80. (New building, added classrooms) And now we say you can't grow....is this a concern?

**Jerry Coleman**: When you see large increases in tax low valuation (oil country), you see more students. That means they have to hire more teachers. Do they have to build or add classrooms, or teachers? They may be in school district with a lot of students. It depends on what kind of relevant range they are in currently with students.

Marcy Dickerson: Game & Fish State Supervisor of Assessments. To remove the Game and Fish property from this program when the mill levy reduction grant, it would not apply to that. There would have to be language put in that Game & Fish property would be subject to the full school district mill levy...not deducting the mill levy reduction grant. If you have a school district levying 110mill and get a 75 mill grant, they would have to levy 185 mills on that G & F property in order to get the same amount of money they would be getting under the present system......where they get the 75 from the state and 100 from the tax payer. The county auditor would have 2 separate mill rates. One for all other property in the school property and one for the G & F property. That would create a problem and additional work and be confusing. For the G&F property, they have to distribute on a separate percentage. In this case because there is a different levy on that land distribution, the school districts would have to have different percentage.....the school district having a higher percent and other having a lower......different rate for G & F and different distribution of the taxes. Seems burdensome

**Senator Christmann:** Their estimate was that they save \$200,000 (example) shift from G&F to general.

Marcy Dickerson: That would alleviate problems that I just described.

Chairman Holmberg: Closed meeting.

## **2011 SENATE STANDING COMMITTEE MINUTES**

## Senate Appropriations Committee Harvest Room, State Capitol

1

HB 1047 April 5, 2011 Job # 16361

П	Conference	Committee
1 1	Comerence	Commutee

Committee Clerk Signature Love Janing

## Explanation or reason for introduction of bill/resolution:

A bill relating to allocation of state funding to school districts for mill levy reduction grants and property tax levies.

Minutes:

You may make reference to "attached testimony."

**Chairman Holmberg** called the committee hearing to order on HB 1047 saying this bill was about mill levy reduction grants. We had amendments prepared by Mr. Walstad as he testified on this bill. Did we attach the amendments that were presented or have we done nothing to the bill?

**Senator Robinson:** Wasn't this an issue involving a handful of school districts that with the new finance plan for school districts, they fell through the cracks.

Chairman Holmberg: And would have the benefit that the state would be paying most of their school funding, but the Senate Finance & Tax put on amendment .06003 but Mr. Walstad came down and said there was a problem and we should look at .06004 which is another amendment that I believe you should have in your books. The first thing we might want to do, and that was a technical correction that was supported by Senator Cook, that we should attach the proper amendments and then look at the bill.

#### Vote #1-

Senator O'Connell moved amendment # 11.0273.06004. Senator Erbele seconded.

Chairman Holmberg: I'm trying to look at the difference. It's a minor thing. Oh, to the current tax year versus it should have been the previous tax year. Remember, he made that comment.

A Roll Call vote was taken. Yea: 13 Nay: 0 Absent: 0

Senate Appropriations Committee HB 1047 April 5, 2011 Page 2

Vote #2-

Senator Wardner moved Do Pass as Amended on HB 1047. Senator Robinson seconded the motion. A Roll Call vote was taken. Yea: 13 Nay: 0 Absent: 0

The bill goes back to Finance & Tax and Senator Cook will carry the bill.

**Senator Kilzer:** I have a note that this bill we just passed out doubles up with SB 2013. I'm assuming that Finance and Tax will be sure that is corrected.

Chairman Holmberg: 2013 is the budget for DPI and I don't know, has the House finalized their amendments? (Legislative Council said no.) It will be part of the process and what happens when we get into 2013, Council will raise the red flag that there is a conflict and it will get resolved. So if one is in Finance and Tax and one in Appropriations, that will be caught.

#### PROPOSED AMENDMENTS TO ENGROSSED HOUSE BILL NO. 1047

In lieu of the amendments adopted by the Senate as printed on pages 911 and 912 of the Senate Journal, Engrossed House Bill No. 1047 is amended as follows:

Page 4, line 27, remove "previous year"

Page 4, line 27, remove the overstrike over "for taxable"

Page 4, line 28, remove the overstrike over "year 2008"

Page 4, line 28, remove "plus the previous year number of mills of property tax relief under this"

Page 4, line 29, remove "chapter"

Page 5, line 1, remove the overstrike over "The grant to a qualifying school district may not be less than the grant to that school"

Page 5, line 2, remove the overstrike over "district in the preceding school year."

Page 5, line 2, after the overstruck period insert:

"4. The grant to a qualifying school district may not exceed the grant to that school district in the preceding school year by a percentage that is more than the percentage increase in statewide taxable valuation which was determined for the previous taxable year.

5."

Page 5, line 20, overstrike "4." and insert immediately thereafter "6."

Page 5, line 23, overstrike "5." and insert immediately thereafter "7."

Page 5, line 27, overstrike "6." and insert immediately thereafter "8."

Page 5, line 29, overstrike "7." and insert immediately thereafter "9."

Renumber accordingly

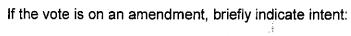
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## 2011 SENATE STANDING COMMITTEE ROLL CALL VOTES

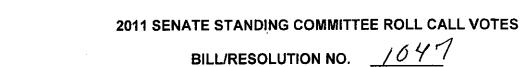
BILL/RESOLUTION NO. 1647

Senate	te APPROPRIATIONS			Com	mittee		
☐ Check here for Conference Committee							
Legislative Council Amendment Number 11, 0273.06094  Action Taken:   Do Pass   Do Not Pass   Amended   Adopt Amendment							
Action Taken:   Do Pass   Do Not Pass   Amended   Adopt Amendment							
	Rerefer to Ap	propriat	tions	Reconsider			
Motion Made By O'Consull Seconded By Exbels							
Se	enators	Yes	No	Senators	Yes	No	
Chairman Ho Senator Bow Senator Grin Senator Chri Senator War Senator Fisc Senator Fisc Senator Erbe Senator Wan	vman ndberg istmann dner er cher bsbach			Senator Warner Senator O'Connell Senator Robinson			
Total (Yes)							

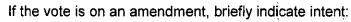




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BILL/RE	SOLUT	ION NO	$-\frac{164^{\circ}}{1}$					
Senate APPROPRIATIONS				Comr	nittee			
☐ Check here for Conference Committee								
Legislative Council Amendment Number								
Action Taken: Do Pass Do Not Pass Amended Do Adopt Amendment								
Rerefer to Ap	propria	tions	Reconsider					
Motion Made By Wardning Seconded By Robinson								
Senators	Yes	No	Senators	Yes	No			
Chairman Holmberg	V		Senator Warner	L				
Senator Bowman	V		Senator O'Connell	<u></u>				
Senator Grindberg	V		Senator Robinson	V				
Senator Christmann	V							
Senator Wardner	L							
Senator Kilzer								
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Senator Wanzek	-				<u>.</u>			
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#### REPORT OF STANDING COMMITTEE

HB 1047, as engrossed and amended: Appropriations Committee (Sen. Holmberg, Chairman) recommends AMENDMENTS AS FOLLOWS and when so amended, recommends DO PASS (13 YEAS, 0 NAYS, 0 ABSENT AND NOT VOTING). Engrossed HB 1047, as amended, was placed on the Sixth order on the calendar.

In lieu of the amendments adopted by the Senate as printed on pages 911 and 912 of the Senate Journal, Engrossed House Bill No. 1047 is amended as follows:

Page 4, line 27, remove "previous year"

Page 4, line 27, remove the overstrike over "for taxable"

Page 4, line 28, remove the overstrike over "year 2008"

Page 4, line 28, remove "plus the previous year number of mills of property tax relief under this"

Page 4, line 29, remove "chapter"

Page 5, line 1, remove the overstrike over "The grant to a qualifying school district may not be less than the grant to that school"

Page 5, line 2, remove the overstrike over "district in the preceding school year." and insert immediately thereafter:

"4. The grant to a qualifying school district may not exceed the grant to that school district in the preceding school year by a percentage that is more than the percentage increase in statewide taxable valuation which was determined for the previous taxable year.

<u>5.</u>"

Page 5, line 20, overstrike "4." and insert immediately thereafter "6."

Page 5, line 23, overstrike "5." and insert immediately thereafter "7."

Page 5, line 27, overstrike "6." and insert immediately thereafter "8."

Page 5, line 29, overstrike "7." and insert immediately thereafter "9."

Renumber accordingly

2011 HOUSE FINANCE AND TAXATION

**CONFERENCE COMMITTEE** 

HB 1047

## 2011 HOUSE STANDING COMMITTEE MINUTES

## **House Finance and Taxation Committee**

Fort Totten Room, State Capitol

HB 1047 April 14, 2011 Job 16590

Committee Clerk Signature

Explanation or reason for introduction of bill/resolution:

A Bill relating to allocation of state funding to school districts for mill levy reduction grants and property tax levies of school districts; relating to certain excess levies of school districts; to provide an appropriation; to provide for transfers; and to provide an effective date.

#### Minutes:

See attached bill and amendments.

programme and income

Chairman Wesley R. Belter: Distributed the marked up version of the bill and amendments .06006 and reviewed. On 1047 the biggest contention that we had on the House side was dealing with the school districts. There are two entities that we are concerned about. There is a group of schools that feel that they were short changed in the original disbursement of funds because of the various situations they fell into at the time that this was instituted. Then the other thing we discovered on the House side was that there are a number of schools that are in a sense getting a real free fall of property tax relief because their property evaluations have grown immensely. They are in situations that they are not having to levy very much and are getting substantial funds. Those are issues that we feel need to be resolved.

**Senator Cook**: I assume that this first engrossment .06006 is your bill with the amendments in it.

Chairman Wesley R. Belter: That is our proposed amendments for this conference committee.

Senator Cook: I know that when you had this bill in the house, you tried to find a fix for those two types of school districts. I think you had what you believed was the consequence of the fix that you put on there when that bill came to the Senate. I think the actual consequence of that was explained to us after more consideration by DPI. The actual consequence was a different consequence than you were of the belief that it was. That is why we took it off. We spent some time trying to find a fix for the school districts that you described as those who didn't feel like they got enough. We certainly could not find something that results in the state picking up 100% of any mill levy increases that they were going to make, as sound policy. I don't know what these amendments do and the

House Finance and Taxation Committee # HB 1047
April 14, 2011
Page 2

results of that. But, we ended up putting a fix on for the other school districts that are having increased valuation, and we capped it at the statewide growth, which is 7% this year. So, the greatest amount of new money that a school district could get in their mill levy buy down this year is 7%. Then it will depend on what the statewide average is here after. I think the most important thing as we move forward is what these do to the big picture? The person that I would like to analyze and explain these amendments is Mr. Coleman. I think that is most important. What do you think these amendments do to the school districts that we would first describe as those that feel like they didn't get enough relief?

Chairman Wesley R. Belter: I would like to have John Walstad walk us through these amendments. I talked to Jerry Coleman this morning, and he has not had an opportunity yet to make a run as far as what the financial impact would be. We will have to wait until we get those numbers from Jerry before we would want to do anything with this bill. But, I would like Mr. Walstad to walk us through these amendments, so we have an understanding of what we on the House side are attempting to do with the amendments.

**Senator Cook**: That would be fine with me. As far as the fiscal impact that these amendments have on the bill, we don't know yet, what that is?

**Chairman Wesley R. Belter**: That is correct. We won't know until Mr. Coleman runs the numbers.

**John Walstad, Legislative Council**: The amendment .06006 was prepared at the chairman's request and addresses the two issues you discussed. He reviewed the marked up bill.

**Senator Cook**: I think I'm following you, but let's walk through a scenario here. There is a school district, that prior to us implementing this law, was at 160 mills. They received 60 mills of buy down. They went to 100 mills, and they are capped at 110. Chances are, the increase that they are going to have is going to be less than ten?

John Walstad: Up to 10.

**Senator Cook**: Let's say they go up to 108 mills. Finish the math... you would figure out the percentage that 60 is of 160?

John Walstad: Yes, take that percentage times eight. They increase by eight, and the state is going to pick up the same percentage of that eight that it picked up originally from their entire 160. Whatever that percentage is, is the state mill increase. So, the taxpayers of the district will still have a responsibility for some of that increase, and the state won't pay all of it. It is in the same proportion as that district's relief payment is made now.

Senator Cook: Is there ever a chance for that district to get more than 75 mills buy down?

John Walstad: No, because of Subdivision C.

House Finance and Taxation Committee of HB 1047 April 14, 2011 Page 3

**Senator Cook**: So, with fix instead of the state picking up 100% of their increased mill levy, we are picking up a lesser percentage of it. That percentage that the state would pick up of any increases in the taxes that a school district imposed would vary amongst the school districts that did receive the full 75 mills.

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John Walstad: Exactly. There's one more important change here. In paragraph one, where I was talking about the declining mill rate because of valuation increases, where a 40 mill drop would mean a 40 mill drop in the relief. If we flip over to page 6, line 15, the new language added: If the districts combined education mill rate is fewer than 100 mills in the most recent year. So, these are the ones that were at 100 and have dropped below. The grant to that district may not be ... the decline may not be more than 12%. The relief cannot be more than 12% less than the previous year. In the instance of Langdon, say they are at 60 (not sure that is correct). They drop 40 mills. Under the change on page 5 they would get 40 mills less property tax relief, but with this provision, they would only go down 12% from where they were the previous year. In the year following that they could go down 12% more. The 12% look back is just last year. Eventually the decline could get down to about 40, but there is a parachute, if you will, so the fall is 12% a year not all at once.

**Representative Headland**: In prior language they still have the ability to increase that 12%. So, for budgeting purposes at least, it should be revenue neutral. I mean if they need the money.

**John Walstad**: Yes. They have authority to increase their levy under another provision of law by 12% in dollars each year. That is why the 12% was chosen here. There is another provision that hasn't been approved yet, called rapid growth school districts. They would be allowed to go up 18%. There is one additional breaking provision on page 6, line 19. That is the one that would limit the increase in the payment to a district in dollars to no more than whatever the statewide evaluation increase is for that year.

**Senator Cook**: That's the limit that we put on there.

**John Walstad**: Right. That's because there is another issue with those districts that have rapidly increasing valuation. If they keep their mill rate the same, they get a lot more money. Plus, they get a lot more property tax relief. This would limit that relief growth to whatever the statewide valuation increase would be.

**Senator Cook**: The issue that deals with school districts that are seeing rapid increase in their valuation, would this language here create less of an incentive for them to lower their mills? Because if they lower their mills, they would lower their state mill levy buy down, and therefore, wouldn't it just create some pressure for them not to do that and increase spending instead?

John Walstad: I am not sure that I am smart enough to figure out all of the variables that come into play. If it would be possible, to the extent that they could hold their mill levy up, I imagine that it would have to come down some with that much valuation increase. They are limited in how much money they can have on hand. I might be some incentive to hold that rate up, to the extent that they can.

**Senator Cook**: Let me ask the House, as we deal with the issues of the school districts with increasing valuation, is it your intent to somehow find language that would reduce the amount of money that they would get with a mill levy buy down more than what we did in the Senate? We put a cap on how much their mill rate buy down could actually grow. You are actually trying to put language in here that would **reduce** the amount of their mill rate buy down. Is that correct?

375

Chairman Wesley R. Belter: That is correct.

**Senator Cook**: You're limiting that reduction to 12%.

Chairman Wesley R. Belter: That's correct. We will wait to get information from Jerry to see what his run down will do to the fiscal note on this.

The conference committee on 1047 was closed.

# 2011 HOUSE STANDING COMMITTEE MINUTES

## **House Finance and Taxation Committee**

Fort Totten Room, State Capitol

HB 1047 April 15, 2011 Job # 16644

Committee Clerk Signature

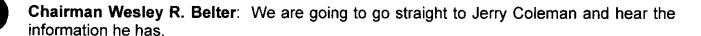
Explanation or reason for introduction of bill/resolution:

A Bill relating to allocation of state funding to school districts for mill levy reduction grants and property tax levies of school districts; relating to certain excess levies of school districts; to provide an appropriation; to provide for transfers; and to provide an effective date.

#### Minutes:

See attachments 1-3

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**Senator Miller**: The document I handed out, I thought was interesting and something that we should keep in the back of our minds as we examine any kind of education funding or pass through funding. If you look at the numbers, it seems incredible that similar sized school districts with similar situations can have a radically different amount of costs.

**Jerry Coleman**, **Department of Public Instruction** distributed attachments of Expenditure Calculation of Average Cost Per Pupil for 209-2010 and the Mill Levy Reduction Grant Projections and reviewed them. Please refer to attachments #1-3. He referred to attachment #2 first.

Jerry Coleman: I will start with the description of the mill levy reduction program as it works right now, and then I will talk about how the amendments affect that. The program that was put in place provides a grant to school districts for the number of mills that they were levying over 100 mills in the taxable year 2008. That established a mill levy reduction rate for each school district. That was what was going on at that time. So, the state would have paid the number of mills over 100 up to a cap of 75. Those that were levying less than 100 got no mill levy reduction grant. So, if you were levying at 160 mills that year, your buy down rate would have been 60 mills. This schedule in the column that says, "Maximum Levy Reduction", that is the mill levy buy down rate for school districts. That mill levy buy down rate is applied to their taxable evaluation and that generates the amount for their reduction grant. In column one there is a rate adjustment. That is what these amendments are doing. There are two parts to that. If a school district dropped below 100 mills; there is a reduction in their mill levy buy down rate, one mill for each mill they drop

down below 100. Then there is another adjustment for those over 100 mills. They will increase their mills but that will be increased by the number of mills they are levying over 100 in the current taxable year that we are using. If that is over 100, then the state would increase their mill levy reduction rate by the percentage of the ratio of their combined education mill rate in 2008. If you look at the first school district, Hettinger, which was levying 168.82, the state gave them a grant for 68.82. So, that mill levy ratio is .41. The number of mills that they are levying over 100 in the most recent taxable year was 110. So, it would be that 10 mills times the .41 ratio. It gives them an additional 4.1 mills to be added to their rate. That is how it works. The column that is called "Rate Adjustment", for those that are levying under 100 there is a negative adjustment, for those that are levying over 100 see an adjustment up. It is still all capped at 75 mills. That is one part of the test. If we move over to column #2, where we see the "Additional Grants Estimate", that is where there is an adjustment in the bill for taxable valuation that was not in ... (inaudible 11:14)... reported valuation. I just wanted to point that out. It is an additional amount that school districts will get.

The first step is to adjust their mill levy reduction rate. It is in the bill, called the Reduced Mill Rate by definition. Then there are two other adjustments that are made at the end. The first one is in column #3 where it says "Hold Harmless". It limits the amount of decrease that in mill levy reduction grant from the previous year that a school district can have. If they are levying under 100, and their mills dropped to 60 mills, for example, so we would reduce their mill levy reduction grant rate by 40 mills which is a significant amount of money. That rate of decrease is limited to 12%, which parallels to the amount that they can raise their local levies. The first part of the formula takes took it away, the Hold Harmless adds some of that money back for the school districts. There is also a Hold Harmless for those that are levying over 100 that their mill levy reduction grant can't go down. The reason for that would be if they are in a declining taxable valuation situation, their grants would actually go down for the previous year. The Hold Harmless was in the original bill as passed.

Senator Cook: We haven't had anybody benefit from the hold harmless, have we?

**Jerry Coleman**: We have, to maybe five school districts that saw slightly lower taxable valuation. Overall our taxable valuation increases statewide were close to 8% for this past school year.

So, in column 4 we have another limit. That is the limit – taking a look over the previous year – they can't go up more than the statewide increase in taxable valuation. So, that was what the Senate put on. Basically, we have a number of steps that we run through here.

**Chairman Wesley R. Belter**: In column 4 the Senate limitations, isn't that out of the bill with the amendments that we proposed?

**Jerry Coleman**: I don't think so. At least that is not how I did that. In the engrossed version it would be in subsection 4 on page 2. I believe it is also in your amendments. Are there any questions on that first schedule?

Let's move to the second one. See attachment #3. It will give us an idea of what the overall cost is going to be. That schedule will have the first two years of the mill levy reduction grant program. Then we have projected for the next two years, based on these amendments, the 11-13 mill levy reductions. I also put the status with the Senate amendments on the final two columns, so we can see what kind of a difference they make. Based on these projections the price tag is close to \$340 million. I think the money in the bill is about \$342 million.

**Senator Miller**: On the far column where it says the difference?

**Jerry Coleman**: That is the difference between the projection with the amendments versus the projection in the way it came over from the Senate.

**Senator Cook**: When this bill was in the Senate, the amendments we put on it were to deal with only those schools districts that were seeing an extreme increase in property valuation. That is why we limited it to the statewide average. The amendments that the House conferees offered in the conference committee, that are before us now, have another solution for those school districts where we reduced the buy down, one mill for each mill below one hundred. How does what they do and ours work together? I thought that ours had been taken off. What we have is two perceived fixes for the school districts that are seeing increased valuation. Wouldn't the amendments that the House is offering now completely remove any effect of the amendments that the Senate put on? Or, do they still have an effect on a school district?

Jerry Coleman: With the new amendments they are going to reduce the mill levy grants down by about 12%, and with the Senate amendments they are going forward from today. They would cap that at 7%. Effectively going forward, that would control the situations where they have tremendous increases in taxable valuation. With the proposed amendments they are actually going in and reducing the calculation. They are going to actually reduce the calculation of their mill levy grant. Then in the end, the projected amendments will adjust the mill levy buy down rate. The way the Senate put on their controls was only to the change in grant from year to year. The projected amendments are trying to deal with the calculation of the grant itself, rather than to just measure the changes between the increases in grants between school years.

**Senator Cook**: This print out that we have that shows the effect of these House amendments, are any of these numbers even affected by the cap that the Senate has? Is there a school district that is affected by both of them?

**Jerry Coleman**: If you look at Bottineau or Langdon, they will both be affected. Bottineau is 05001 and the cap on 7% growth versus adjusting their buy down rate makes that kind of difference for them.

Representative Headland: I think it was the intent of our amendment to pull the Senate provisions out. How would these numbers look different if we didn't allow them the 7% or whatever the statewide average is?

**Jerry Coleman**: That test is put on, if you go back to the first set in Subsection 4 – the growth limit, so, you can see that impact. In terms of dollars there should be a total at the bottom of that. About \$3 million dollars is what that does.

Chairman Wesley R. Belter: In Bottineau's case the Senate implication doesn't have any affect?

**Jerry Coleman**: That would be true, because their grant increase from last year to this year was no less than the 7%.

**Chairman Wesley R. Belter**: I think it was our intent to remove the Senate provision. I am not quite sure whether we have a conflict or not.

**Senator Triplett**: The only change I can find between the amendments 2006 and 2008 is in the second to the last line on page 1 where it replaces General Fund Mill Rate with Combined Education Mill Rate. Is that correct?

**Senator Cook**: I was just going to point out on this sheet column 4, and you can see the effect of the Senate amendments. They affect school districts that are seeing an increase in growth, but they are not lowering their mill rates. So, they affect school districts that your amendments do not affect, and your amendments are affecting school districts even more than what the Senate amendments affect. I haven't gotten all the way through it to see if there is a school district that is affected by both.

**Chairman Wesley R. Belter**: I will reschedule us for Monday. The conference committee on HB 1047 was adjourned..

# 2011 HOUSE STANDING COMMITTEE MINUTES

## **House Finance and Taxation Committee**

Fort Totten Room, State Capitol

HB 1047 April 18, 2011 #16719

Committee Clerk Signature - Mary Brucker

## Explanation or reason for introduction of bill/resolution:

A Bill relating to allocation of state funding to school districts for mill levy reduction grants and property tax levies of school districts; relating to certain excess levies of school districts; to provide an appropriation; to provide for transfers; and to provide an effective date.

#### Minutes:

See attached amendments.

**Chairman Wesley R. Belter:** Distributed the .06010 amendments and reviewed. Please refer to the attached amendments. Our intent was to remove the language the Senate put in that said no increase could be beyond the average increase in taxable valuation. Then we added a study on it. Jerry, did you do a new run with this language?

**Jerry Coleman, Department of Public Instruction:** I took a look at it. It removed the former subsection four. It changed the amount of the fiscal note from \$346.3 million and the Senate version was \$341.4 million. By removing that section it seemed it was about \$4 million additional. That's just at the top of my head.

Chairman Wesley R. Belter: Who's getting the increased money?

**Jerry Coleman:** On the handout I gave you on Friday in column 4 is where I would be getting those numbers.

**Senator Cook:** If you look at this handout from last Friday both column 3 and 4 deal with various amendments that touch on school districts that have increasing valuation in property. Section four is the Senate amendments that capped it at 7.77% and you can see the school districts that were affected. Column three is the consequence of the House amendments you offered in .06008. You can see that in the Senate amendments every school district affected by the Senate amendments are unique, none of them are included in subsection three. Your subsection three just reduces the amount of money that would go to these school districts by a greater amount than what we would and you deal with more school districts that we would not deal with. My question to you would be that I don't think we would want to take out the Senate amendments. My concern is that the degree you are reducing the mill levy buy down to some of these schools with your amendments.

**Senator Triplett:** I think I heard you say the difference in the House and Senate is about a \$4.9 million difference and you said that should match with column four but I see your total in column four is just over \$3 million.

**Jerry Coleman:** I don't have an answer on that as my printout is a bit incomplete. Can I get back to you on that?

**Representative Headland:** On the .06008 draft school districts that we were going to allow a percentage increase in their mills if they were between 101 or 110, was it the intent of this .06010 to only allow that increase only once or year after year like the school districts on the other end of the spectrum will be reduced by 12% year after year? I can't tell.

**John Walstad:** The adjustment there is annual. Each year a look is taken to see where the levy is and if it's more than 100 then the match applies to that amount each year going forward. It's not a one year match.

**Representative Headland:** If they're going to receive a 30% increase they are going to receive 30% and then the next year that 30% will be incorporated into their mill and they will get another 30% increase.

**John Walstad:** They will get the same 30%, not another 30%.

**Representative Headland:** I don't think that was the intent. I think the intent was to allow them another 30% until they got to the point where they were at 75 mills of relief if they were at 110. It was meant to allow them to move up towards 75 mills of relief.

John Walstad: That's not going to happen. It can't happen is the 110 mill limit stays there.

Senator Cook: I would argue that it could happen. With that mechanism in there we would continually increase their mill levy buy down and eventually they would be able to get themselves up to a 75 mill buy down. If we are worried about the sustainability of this property tax relief program then you really ought to start worrying if we add that amendment to it because that's just a mechanism that will continually allow school districts the ability to raise their spending and their mill levy rate with the mill rate buy down simply picking up a great portion of their increase. I do not think that is sound policy. The Senate struggled with those school districts to try and find a solution. We look at this as property tax relief and we set a time certain when we gave it and I know there are some who looking back wished they would have been at a higher mill rate at that time so they would've gotten more. It's not wise now just to let them raise it and we continue to give them more.

Representative Headland: I would argue that sound policy would attempt and treat everyone the same. The property taxpayer is really the one being mistreated in a district where they were below the cap at the time. I understand it's going to add cost to it and I think that's why the House believes that a district that has extreme growth in their property value shouldn't benefit from that and they should be reduced. We're trying to make this

thing fair on both sides of the spectrum. Whether or not we can come to the language that works I don't know but I think that's what we are trying to attempt to do in the House.

**Senator Cook:** I would argue that the property taxpayer that was being treated unfair when we passed this was the property taxpayer who was paying 175 mills to educate his children when across the road in another school district where that property taxpayer was only paying 150 mills. We can't have it both ways. That's the situation that we had when we first put this into place. We looked at the relationship when they were over 100 mills.

Chairman Wesley R. Belter: You're still looking at individual school districts with individual needs and decisions on what to provide for their schools. I don't know if we can make the assumption that because one school district had a lower mill levy it could have been because they have more property so they could do that but they also may have made some choices and said they weren't going to provide that type of curriculum. There are a lot of variables that go into it. It would be my position that we need equitable tax relief to both ends of the spectrum. It seems to me like the ones that were under the 185 are the ones being penalized and we're giving a bonus to the ones that are having the property tax increase. I would hope that we could come to some common ground that would give us some more equity between the two groups.

Representative Headland: Also what we've done if we don't allow these districts to get closer to the 75 mill levy buy down is we've taken away their ability to get to the cap. Before we provided this relief every school district had the ability to eventually get to the mill cap of 185. Today, these school districts we're talking about some of them are capped where they were and they will be capped at 165 or 170, wherever they fall into the spectrum. I think as an issue of fairness I don't know if that was the intent at the time but I certainly think they are being treated differently in this case because of that.

**Senator Cook:** The fact of the matter is we didn't take away the school district's ability to go to the 185 mill cap. That was something they agreed to when they took the amount of money that was put in the fund for them to buy down their mills. This isn't mandated. We put money in a fund to buy down mills and we told the school districts how much money was available for them and if they take the money then they subject themselves to the 110 mill cap. They all took the money. My guess is that they could all go back to the way it was by just refusing to take the money. What you're trying to do with your amendments now is to put more money in there for them to reach out and take simply by raising their mill rate. The 185 mill cap is still available for any school district that wants it.

**Representative Headland:** Would it be possible to have Jerry do another run with the proposed House amendments. It's really hard to tell exactly what we're doing unless we can see the numbers.

Chairman Wesley R. Belter: Jerry, could you put that together for us?

Jerry Coleman: Yes, I can. I just need a copy of the amendments.

Chairman Wesley R. Belter: How long do you think that would take you?

**Jerry Coleman:** I could have it for you this afternoon if all you did was remove that subsection four.

**Representative Headland:** Is that also going to put in the provision that I'm talking about to give them their increase be built in to their rate and allow them another percentage increase on top of that so they are able to work towards the 75 mills? That's what I'm asking for.

**John Walstad:** That was never expressed to me. In order for that to work the 110 mill limit has to be increased for those districts. A district that is getting 40 mills of relief now to work toward a 75 mills of relief they would have to increase their levy beyond the 110 unless it's all provided by state match.

**Jerry Coleman:** As it's drafted right now, that is correct. They can only increase by the number of mills over 100 times that percentage rate.

**Representative Headland:** I don't know if the 12% allows the school districts to get to 110. I would like to ask to allow them increases and a percentage associated with that all the way up to 110 and if it takes them more time to get there then so be it.

**Chairman Wesley R. Belter:** I'm not following you, John. If we want to attempt to allow these school districts to get to the 110 amount and you mentioned we needed to do away with the 110 rate and I'm not following you.

**John Walstad:** I think the problem that exists is if a district was bought down 50 mills to 100 mill levy they now get 50 mills of relief and 100 mills of property tax. They can add 10 more mills of property tax and that's still gives them a total of 160. They need 25 more mills and to get it they need to go beyond 110 unless the state is going to pay the entire additional 25 to kick it up. Do you see what I mean?

**Senator Cook:** You have a school district that was at 150 mills and they have 50 mills of buy down so they go to 100. The way this amendment is written is that they raise their mill rate to 110 the state is going to buy down the ratio of that 10 mill increase based on the ratio of 50 was to 100. The state is going to buy down part of those mills which will take them down let's say 106 and their mill rate buy down just went from 50 to 54. The next year they could go up to 110 again and the state is going to buy down a few more mills. They could continually raise their mills to 110 and the state would continually buy down a greater portion of their mill rate buy down until eventually they would get the 75 mills.

Jerry Coleman: I believe the way it is crafted if we have that percentage, let's use 30% as the state buy down percentage when this program was implemented so that's that ratio and they get their mill levy reduction grant figure then to that we add the number of mills they are levying over the 100 so say they go right to 110 so that's 10 mills so that would be 10 mills times that ratio and that would be the additional mills they get on top of the original mill levy reduction buy down. If they go right to 110 and it was 30% they would get the three mills would get added to their original and I don't see it going beyond that.

**John Walstad:** That's correct because they would still be at the 110. They buy down wouldn't buy down the 110 it would be added on. They would get a bigger match but it wouldn't bring the 110 down so they could go up again and again and again.

Senator Cook: Are you sure?

John Walstad: Pretty sure.

**Senator Cook:** I'd like you to be real sure.

**Jerry Coleman:** Maybe at your next meeting if it's this afternoon.

Chairman Wesley R. Belter: I would like to meet this afternoon but we need to make sure that we have some numbers put together so we know exactly what we're dealing with.

Jerry Coleman: I would like to meet with John to make sure we were responding correctly.

**Senator Triplett:** Could you make sure my request is on your list to locate that last \$1.9 million on column four?

Chairman Wesley R. Belter: We will adjourn until further notice.

### 2011 HOUSE STANDING COMMITTEE MINUTES

## **House Finance and Taxation Committee**

Fort Totten Room, State Capitol

HB 1047 April 19, 2011 Job #16764

Committee Clerk Signature

Explanation or reason for introduction of bill/resolution:

A Bill relating to allocation of state funding to school districts for mill levy reduction grants and property tax levies of school districts; relating to certain excess levies of school districts; to provide an appropriation; to provide for transfers; and to provide an effective date.

Minutes:

See attached handouts #1 and #2.

Chairman Wesley R. Belter: Called the conference committee to order on HB 1047. Roll call was taken and all members were present. Did you get a chance to look at the printouts from Jerry Coleman that was emailed to you? Jerry will be coming down and he will walk us through this. I also have a set of amendments that we will have to put on this bill at sometime that pulls the money out of this bill. They want the money to put into HB 1451.

**Senator Cook:** When Jerry gets here, I'd hope that our conversations focus on the wealthy school district's side of this amendment so we know the affect of the roughly 7.7% cap that the Senate had on there; versus the fix that you propose and how it affects each school district. We also need a conversation at some point about an amendment that is in SB 2150. That is an amendment that the same school districts that are seeing increase in evaluation as asked to be put on SB 2150 that probably should be addressed in this committee. It allows them (drops sentence). Certain school districts that are seeing rapidly increased taxable valuation are considering an amendment to change their 12% limit and what they can build their budgets and give them18%. It is important that we understand what is in SB 2150.

**Jerry Coleman:** From the Department of Public Instruction: Distributed handouts (#1 and #2) and reviewed.

Representative Headland: As we look through this there are a couple of schools that pop out; the Stanley school district, it looks like they've had a major increase in taxable value and because of that, they are seeing a major increase in their relief. Can you explain this?

**Jerry Coleman:** The Stanley school district was in a situation where they got a huge increase in taxable valuation. Ordinarily the limitation on the amount of dollars levied in the previous year for a school district is limited to 12%. However, there is a secondary test for

school districts that acquired a lot of new property. They can't go up more than 12% up to the old 185 mils. Then when they accept the levy reduction grant they can't go up more than 12% up to the new 110 mils. There is another test that still exists in law that takes a look at what the base year was (three years) and adjusted up or down for property going off or new property going on. So they are able to levy without restriction on that new property up to the amount of the dollars they levied the previous year and plus the amount of levy on that new property. So the secondary test allowed them to stay at 110 mils.

Representative Zaiser: Could you explain that second test again?

**Jerry Coleman:** They can look back three years and that will be their base year. This is adjusted for new property coming on and new property going off to determine what their limitation is. It is in dollars. If no new property was coming on, they could levy the same amount as they did the previous year and also can add the amount of levy on the new property coming on.

**Representative Headland:** In the case of a school district like Stanley there is a provision in the law where they can only bank so much money. If we were to move forward with this proposal would they be able to build new buildings and continue to levy at 110 by spending the money on construction like a new an Olympic size swimming pool if we allow this provision to go forward?

Jerry Coleman: There would be some limitations out there. If they were going to build they would need construction approval and if they were funding it with tax payer dollars they will have to get building approval from the voters. If they fund some of that out of the general fund resources, possibly then there would be some wiggle room. The early question about the limitation on their general fund balances, there is an offset in the state aid formula for situations where they carry over more than 45% of what their expenditures are. There is a \$1 for \$1 offset in there.

**Representative Headland:** Could you explain what is happening in Fort Totten? They were levying in 2008, 328 mills and today they don't have a levy.

**Jerry Coleman:** They just failed to ask for a levy this year. They have a new business manager and superintendent and they couldn't get their act together.

Senator Cook: How do they pay their teachers?

**Jerry Coleman:** The taxable property in the Ft. Totten school district doesn't generate very much money for that school district. They would have substantial federal money that would probably replace that.

**Senator Miller:** Wasn't Fort Totten receiving \$756,000?

**Jerry Coleman:** No. That \$756,000 is another test in the formula where (inaudible, talked at once) levy reduction grant, you can't get more than what you get in (inaudible) aid payments. It is a limitation that affects very few.

**Senator Cook:** The example you gave for Hettinger, their mill levy buy downs is going to go from 68 to 72.92; is that extra 4 mills value determine by subtracting \$518,000 from \$528,000? In other words, the affect of the House amendments for the school districts who have not received 75 mills is \$10,000 for Hettinger? I see it here in column 2.

**Jerry Coleman:** Column 2 is not correct. That is not the additional amount with the extra 4 mils added. The additional grants are for the property they had but isn't in the reported numbers. I get the figure from the Tax Department.

**Senator Cook**: How do we determine what the total fiscal note is of the House amendments that are trying to deal with the school districts that are not getting 75 mils?

Jerry Coleman: It would be those 4 additional mills times their property evaluation.

**Senator Cook:** I'd have to do that for every one of those school districts?

Jerry Coleman: I could do that for you.

**Representative Headland:** Would it be possible that we could look at the taxable valuation the year prior?

**Jerry Coleman:** I could run a report for valuations for the past few years for each of the school districts. I did one for the Senate committee, but do one for you too.

**Senator Cook:** The House amendments that deal with the poorer school districts and I'm looking at Hettinger. You show where they are going to go from 68 to 72.9. Is that a one-time adjustment or do we do this every year?

Jerry Coleman: This would be a yearly thing, but we always go back and adjust the original reduced mill levies.

**Senator Cook:** If they got voter approval then this will fit into this calculation also. Could they ultimately get over 75 mill buy down?

**Jerry Coleman:** They can't exceed the 75 mills. There is a 75 mill cap.

**Senator Cook:** The mechanism is here to allow just about any school district if they so desired the tools they need to get the 75 mills.

**Jerry Coleman:** If they wanted to get there they would have to put mills on locally to do that, but they could.

Representative Headland: It certainly would not be my intent to allow a school district to go to the voters and go over the 110 mill cap and then have the state reimburse them for those. I don't know how we would write it in there, but I think our property tax at least needs to stay focused on 110 mills in (inaudible). I would ask that you would put that kind of a provision in.



**Senator Triplett:** It seems to me what we are talking about in this bill is more about equity for the citizens of the state more than we are equity for the schools. This is about property tax relief and the sustainability of that tax relief. Since we have defined a 75 mill buy down as the standard for property tax relief that there is some argument that we should allow the school districts to get themselves in a place where their citizens can access the full 75 mill buy down. I don't know why we would put additional caps on there when we already have a cap.

**Representative Headland:** I think if the attempt was to get every property taxpayer 75 mills then there would be a lot easier way to do it then what we are looking at.

Chairman Wesley R. Belter: We've run out of time. I've scheduled a session again this afternoon. Senator Cook asked Jerry to get the costs of the House amendments on a school district basis.

**Senator Cook:** I want the costs for the amendment

Chairman Wesley R. Belter: Any other things you want Jerry or John to look at prior to our afternoon meeting? If not, we are adjourned.

### 2011 HOUSE STANDING COMMITTEE MINUTES

## **House Finance and Taxation Committee**

Fort Totten Room, State Capitol

HB 1047 April 19, 2011 16780

Committee Clerk Signature 1

# Explanation or reason for introduction of bill/resolution:

A Bill relating to allocation of state funding to school districts for mill levy reduction grants and property tax levies of school districts; relating to certain excess levies of school districts; to provide an appropriation; to provide for transfers; and to provide an effective date.

#### Minutes:

See attached handouts #1, #2, #3.

Chairman Wesley R. Belter: Jerry, can you give us your presentation?

Jerry Coleman, Department of Public Instruction: Distributed three handouts that were requested. Please refer to attached handouts #1, #2, and #3. I brought down some information that was requested earlier this morning. The handout that says Mill Levy Reduction Grants on the bottom, this is a list of the general fund levies and the taxable valuations and the mill levy reduction grants for school districts for the period of the last three years. We only have two years for the mill levy reduction grant. This is how the program's been going. It is sorted on that last column and that is the percentage increase in the grant from the previous year. Where it says MLRG, that's the mill levy reduction grant. There are amounts there and we do have the mill levy reduction grant rate; in the bill it is called the reduced mill rate.

Senator Miller: This is if we do what again?

Jerry Coleman: This is just history. This has been going on for the last three years for school districts.

Senator Cook: Looking at the history, if we had the Senate amendments that are on the bill right now, if we had put that on two years ago when we passed it, this last page would all be capped at some number, wouldn't they.

Jerry Coleman: Yes, that is what those caps would do; it would limit that rate of increase.

Sen. Cook: Two years late.

Jerry Coleman: Yes.

Chairman Wesley R. Belter: Any questions on this chart?

Jerry Coleman: The next one is the school district taxable valuation; that is just a five year and on the right hand side that is the percentage change annually in their taxable valuations. You can see how they react.

The second second second

Chairman Wesley R. Belter: Griggs County Central had a 27%, was there a consolidation there that took place that it would jump that much.

Jerry Coleman: I guess I'm not sure what they had going on there. They did not have a consolidation; they had consolidated over 10 years ago. Around the Valley City area, they did have a wind farm come in. I don't know if that was close enough to them to have an impact or not, but something happened.

Senator Cook: The Senate version caps all school districts at the statewide average as far as how much their mill rate buy down can go up, which is 7.7%. When we see some of these increases in taxable valuation that some of these school districts can have, have you come up with any ideas if we had a second means of reducing their mill rate if a school district's valuation went up, let's say a certain percentage above the statewide average, they could subject themselves to another deduction. When you see a school district's valuation goes up 60%, we're only capping their mill rate buy down by 7%. Could one make an argument that there should be another deduction at some point or are we getting into equity?

Jerry Coleman: I don't really have a good answer to address that. If we capped the rate of increase, they can't go over more than 7%, regardless of their taxable valuation situation increases.

Senator Cook: I'm talking about an actual deduction. The House amendments that they elect to offer look at the amount of mills that they lower and then because of that, of course, they are able to lower the mills because they've had considerable increase in valuation and if they lower a mill in property tax, then they lose a mill in their mill rate buy down. All we're doing is telling them to quit lowering your mills. On the other hand, a school district that has tremendous increase in valuation, that elects not to lower the tax rate that the taxpayers pay, they get another million dollars, we see here in the Stanley situation. I can't see that we want to go down that road, because we're giving them an awful big incentive not to try to lower their tax rates that the taxpayers pay.

Jerry Coleman: Some of that increase in taxable valuation for school districts probably comes with an increase in students; like the Stanley area, I think

somewhere between 40-60 kids that they gained from the previous year. They would probably need to take advantage of some of that in spending.

Senator Cook: I'm not saying it's not justified that they don't lower the mill rate, but if you look at this, it seems to offer an incentive not to when they can. If they are in an opportunity where they could lower the mill rate, they are going to realize a penalty in their mill rate buy down and that will just deter them from doing so.

Jerry Coleman: I fully agree that this is not going to encourage school districts to reduce their local taxes; it is going to encourage them to keep their rates up.

Representative Headland: That's what prompted this question this morning. What can they use that money for? If they can start building new buildings, swimming pools and state-of-the-art track and field, baseball parks, and just keep continually adding at the taxpayers' expense, we would have a problem. If there are limitations somewhere, that limits their ability on what they can spend that money on, I would like to know about it. I don't know about them. I'm just a tax guy.

Chairman Wesley R. Belter: Any other questions on this chart?

Jerry Coleman: At the request of Sen. Cook, this last handout takes a look at the proposed amendments that would look to add mills if school districts increased their levies over 100 by a certain percentage. So the effect is on the last two columns. I just did it in effect in total dollars and I also put it on a weighted per student unit basis to normalize that somewhat. There are about 70 districts that received less than the 75 mills and on this schedule, it would be about 45. The other ones that aren't on this schedule probably actually were able to reduce their mills. This would just be the effect of the additional mills that we would be adding to the mill levy buy down program.

Representative Headland: Could you explain the change in the effect that the weight of the student. What is happening here.

Jerry Coleman: That's basically just a dollars per student measure. I did it on weighted student units because that was easy to do, but that would be equivalent to what the formula generates for them in foundation aid payments. Weighted means let's say that you are a small school, you get a slight adjustment in your student account by 25%. It kind of normalizes it on a person student basis. The first one is in Barnes County, the effect of this would be that they would get an additional \$3.74 per weighted student unit. The second one on the list, the effect of that change, the added mills for Fessenden-Bowden would generate for them, \$13.52 a piece. The average for those added mills is at the bottom, \$7.50 per weighted student unit. These are annual numbers. The cost of adding those additional mills is \$813,000, just based on this projection.

Chairman Wesley R. Belter: Going back to the first handout, in reference to questions that Sen. Cook asked, if we really go to this chart, with the Senate amendments, you cut the line at 7%.

Senator Cook: A statewide average right now is 7.7%

Chairman Wesley R. Belter: So then anybody who had higher than that would've been frozen at that level.

Senator Cook: There wouldn't be any 8, 9, 10, 11, 16s.

Chairman Wesley R. Belter: Why do we give any increase? You cut it off at 7.7%, why not freeze it at a given level and give no increase. In a sense, is it not a windfall, especially if you gave everybody the 75 mills, or if you are at the 75 mills, it's a windfall, isn't it.

Senator Cook: You're saying that if 75 mills, instead of the statewide average, just guarantee your 75 mills.

Chairman Wesley R. Belter: Why do we give any increase? This is all based on 2008 numbers.

Senator Cook: If we didn't give anybody any increase, if we just capped their mill rate buy down at the number they are getting this year, then we're going to have to do something with the 110 mill cap because they are all going to start going over that again.

Representative Headland: You won't be buying down 75 mills.

Senator Cook: You won't be buying down 75 mills, we'll be buying down something less than that. We are with that cap at 7.7%, too; we're not buying down.

Chairman Wesley R. Belter: Are there any further questions of Jerry? Thank you. John, you prepared some amendments, didn't you.

Representative Headland: I made a request at some point that we want to make sure that if we move forward with our proposed House amendment, that we don't allow schools to capture property tax relief if they take a vote and go over 110 mills.

Chairman Wesley R. Belter: I'm not sure what direction we want to take here.

Representative Headland: I'd like answers to a couple of things. I'd like the question addressed whether we have any limitations of any kind on how the money can be spent. If that's the answer, then I would like to hear it from somebody and also like to find out how the 18% increase that Sen. Cook addressed this morning ties into this; that they are looking at in SB 2150.

Chairman Wesley R. Belter: Jerry, didn't you indicate here that the way you see it, there is probably not a limitation on the spending or for those schools that.

Jerry Coleman: There's no specific limitation, the only limitation is on the amount of money they can raise.

Chairman Wesley R. Belter: As long as they kept spending it away, they could keep their mills up and still get the full amount. They have a choice, if they don't spend the money they are probably going to run up against their carryover cap. So as long as they spend the money, they probably won't hit that cap and will also get the property tax relief, is that accurate.

Jerry Coleman: Correct.

Chairman Wesley R. Belter: It could be buildings, whatever. .

Jerry Coleman: That would be accurate. There is no spending limitation. I understand it to be that way.

Senator Cook: I want to just speak to half of your amendments, and that's the part of your amendments that deal with the school districts that don't get 75 mills buy down. I started meeting with those school districts long before the Session started. I listened to their arguments. The first time I met with them, I think they had 4 or 5 solutions. We've seen many solutions offered since then. We've had this bill in the Senate Finance and Tax Committee and we worked hard at trying to find a solution. Even when I look at the solution you have now, where they can gradually creep up to 75 mills, you'll see the effect per weighted student. The challenge with what you're trying to do when you find a solution in these areas, you're no longer talking about a property tax relief bill. In my mind, you're talking educational funding. The argument is all over the amount of funding that they are getting relative to a neighboring school district and that's not what this bill is about. This bill is about property tax relief. That's our challenge. I understand their argument. I understand that they certainly feel that they didn't get as much relief as a neighboring school district did. But my answer is always the same, this is a funding issue, not a property tax relief issue. It is an issue that they need to have vetted down in the Educational Committee, when they talked educational funding. If we go down this road, we are all of a sudden turning this bill into an educational funding bill also, and that's just going to create a nightmare for the future. We have worked hard in this state to solve any equity challenges we have. We just have to keep the two issues separate. I don't know where you are going to get something before us dealing with those particular school districts that are going to find Senate conferees or the Senate embracing them. We've only got 9 days left in the session, and we are willing to meet with you; but sooner or later I think we have to come to grips with this issue.

Chairman Wesley R. Belter: I appreciate your comments but I still have a real problem with the situation with those schools that have the tremendous increase in property valuation. So we have a tremendous inequity there. I just find it hard, with the way our proposals are now, we are over time going to make an attempt to correct that inequity. In that process of correcting it, these schools continue to get substantial aid, that under the formula, we never intended them to get. I have a problem allowing this one sector of the schools to have time, yet the other ones for various reasons to ask for some equity there because I think maybe we weren't fair with them in the initial property tax relief area.

Senator Cook: The other side of the equation that you're dealing with your amendments that you would like to offer is those school districts that are seeing increased wealth, and I'm perfectly open to discuss solutions that deal with that challenge. The Senate bill that we passed out has one solution; that's where we cap them at the average statewide growth. If there is a better solution, we're willing to look at that. We need to focus our attention on the school districts that have increasing wealth.

Chairman Wesley R. Belter: Any other comments directed towards Jerry or John to address for our meeting tomorrow morning. We'll adjourn the conference committee.

## 2011 HOUSE STANDING COMMITTEE MINUTES

### **House Finance and Taxation Committee**

Fort Totten Room, State Capitol

HB 1047 April 21, 2011 Job # 16820

Committee Clerk Signature

Explanation or reason for introduction of bill/resolution:

A Bill relating to allocation of state funding to school districts for mill levy reduction grants and property tax levies of school districts; relating to certain excess levies of school districts; to provide an appropriation; to provide for transfers; and to provide an effective date.

Minutes:

See attached amendments and colored marked up hill

**Senator Cook**: Distributed amendments 11.0273.06015 and reviewed them. Please refer to attached amendments. I hope that these will offer us the means to find a compromise that we need. It could bring forth a comprehensive tax policy for the people of North Dakota. I point out that at the very top it says, "The House accedes to the Senate amendments on HB 1047." I know that we have had a lot of discussion on those schools that felt that they were shorted, and those schools that seemed to have rapidly increased valuation. We haven't found a solution that works. The amendments simply leave the Senate version in place. I should point out that at the bottom of page 7 and the top of page 8 that you find language that deals with HB 1047. I believe that that is the amendments that we put on 1047 in the Senate bill. Being that the House is acceding to our amendments, this language should not be in the bill. I am crossing it out, it starts on page 4 (of the amendments), line 27 and goes to page 8, down to Section 15

Chairman Wesley R. Belter: Do you want Mr. Walstad to walk us through this?

**Senator Cook**: I think that would be wise. Mr. Walstad, my comments about the amendment language in here regarding the property tax bill, is that correct?

John Walstad, Legislative Council: That is correct.

Senator Cook: Are they in this Christmas tree bill?

John Walstad, Legislative Council: They are in here as they should be because that is now part of the package, so what is in here is what will become law. It includes those Senate amendments. But, what happened when I hit the "create amendment" button, it threw them all in here. I should have pulled them out. When we redo this for the committee's report, if adopted, those will be stricken because they are covered by the first

line that says House accedes to Senate amendments. (Distributed colored marked up bill 11.0273.06015)

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John Walstad reviewed the colored mark ups.

Page one is the provision that was included during the interim. It has been in the bill from the outset, and it relates to school districts with voter approval with a higher levy than 110 mills under the property tax relief formula. The change here is meant to cover the situation where that district either does not offer to the voters an opportunity to extend that enhanced levy, or does so and the voters do not approve it. What happens to that district? This is intended to make sure that that district gets to stay where they are. That voter disapproval or expiration does not kick them down to 110 mills from where they are at that point. It is a clean-up thing that was intended to be done last session, but a tweak was needed in that Section. (The stuff that is gray in this mark-up is being plugged in here.)

Section two is a bank tax.

**Section three, four, and five** are all bank tax changes, the reduction of ½ of a percentage point in bank tax rate. There are also some strange looking fractions that are involved there and making sure that the allocation is not changed because those taxes are allocated in a couple of different ways.

**In the corporate rate section** the high rate of 5.1% is a \$25 million fiscal note for the biennium.

**Section seven** is the individual rate chart. The rates here range from the low end rate at 1.51% to the high end rate at 3.99%. The fiscal note for that change is \$120 million for the biennium. As you can see by looking at those rates, it is a pretty significant rate reduction for individual income tax payers.

**Senator Cook**: We're reducing every rate by the same percentage?

John Walstad: It is an across the board percentage.

Senator Cook: 18%?

John Walstad: 17.7% or 17.9%

**Representative Headland**: Going back to the corporate rate. Is that an equal percentage reduction as well? Do you know what that percent is?

John Walstad: We will get that for you.

On page eleven of the mark-up we get back to the white paper, which means we are dealing what is in the bill. It is a chapter on property tax relief. The changes that you see on page twelve, the red stuff, those are changes that were made to the bill that are now being removed from the bill. The base here remains the same for considering the amount of relief a district will receive. The green language in line 19 is the Senate's change that limits grant increases for school districts to a percentage not exceeding the statewide

percentage increase in taxable valuation for the year. That caps the growth in the payment that a school district may receive.

Chairman Belter: At the current time, what is that projected to be?

Jerry Coleman, Department of Public Instruction: It is 7.7%

**Representative Headland**: A school district that the taxable value does not go up to the statewide average only receives what the taxable value increase really is, correct?

John Walstad: That is correct.

On page 14 there is not much change. There are some amendments there that have been in the bill from the outset.

On page 15 there a couple of provisions that are stricken. Section 15 and 16 transfer \$46 million from permanent oil to the general fund and a transfer of \$341 million from permanent oil to the property tax relief sustainability fund. Those have been covered from another bill. . .

Chairman Wesley R. Belter: 1451.

**Senator Cook**: I said earlier that the language on the front of the bill says that the House accedes to the Senate amendments on 2047, and that the amendments that you had there were not needed. But, now because we are taking this out of SB 2047, that is actually action that is taken in this conference committee that the Senate did not take, so I would think then that the bill has to be that the Senate recede from our amendments on 2047 and that we further amend. The further amend would be taking out these two sections, is that correct?

**John Walstad**: It is in the instruction on page eight of the amendment sheet; that page seven replace lines 23 – 29. That is these two sections that are being pulled out, and then we are plugging in those two study provisions.

**Senator Cook**: So, we are alright with the language?

John Walstad: Yes.

That gets us to the place where we are plugging in the **two study provisions**. Then the **effective date section**, and there is little change there because the first seven sections are taxable year provisions and the remaining sections are July 1 provisions. So, the effective date clause is adjusted to recognize that we have some income tax stuff in here now.

**Senator Miller**: To be clear we have about \$508 million in tax relief in this bill.

**John Walstad**: My math is about \$492 million. The appropriated amount for property tax relief is unchanged from introduced, \$341,790,000. The bank tax, corporate tax, and individual tax changes are a little short of \$150 million. That is \$489 million.

Chairman Belter: What's the exact amount for the bank tax again?

John Walstad: \$2.125 million.

**Senator Cook**: Mr. Coleman, the fiscal note on this bill, the appropriation of \$341 million, is that sufficient?

is that sufficient?

Jerry Coleman: We agreed on that.

**Senator Cook**: Okay, we agreed to that. We have come a long way. You will see that this is amendment .06015. We could see if we could build that number up, but I would just as soon we don't.

**Senator Cook** moved the amendments as presented in .06015.

Representative Headland seconded the motion.

**Senator Triplett**: I intend to vote no on these amendments for the reason that I don't think that there was any necessity shown in the description of the bill for combining these four separate topics into one bill. I know that there will be a number of members of my caucus who would have preferred to vote affirmatively for the property tax relief, but may have voted against one or more of the income tax portions. By combining the two of them together it makes it impossible to do that. I don't see any need for combining them.

**Representative Zaiser**: As we discussed about 15 minutes ago, I shared my feelings in regard to consolidating these various taxes into one bill. I don't think this is good public policy to do it this way. For the same reasons as Senator Triplett indicated, I will be voting no also. I may vote for this bill on the floor because some of them I support, and some of them I am not as supportive of.

**Senator Triplett**: Senator Cook mentioned as part of his presentation that the conference committee on SB 2320 had not been able to come to a resolution regarding the financial institutions tax. I serve on that subcommittee, so I know exactly what has gone on in there. The chair of that committee reported to us, day after day, that he was instructed not to move it along by leadership. We would meet for three minutes. I don't think there was any particular disagreement, but we were instructed apparently to hold that bill while other things were discussed. It is simply not true that we were no able to come to a decision. Representative Zaiser was also on that committee. We simply had no substantive discussions.

**Senator Cook**: That's correct and I hope that if I did indicate that, that the dialog that we did have was on the corporate income tax. We have always, from the beginning understood that we were bringing the financial institutions tax in there. If I in any way indicated that, I didn't mean to. She is correct in that statement.

Chairman Wesley R. Belter: Thank you. I appreciate all the comments made here. I think the overriding factor is that this legislature has a substantial reduction in taxes for the people of North Dakota. I think that is the key measure that we always want to keep in

mind. I would commend you, Senator Cook for putting this together. I think it is something the legislature should pass. I think it indicates the willingness of the legislature to continue to pass on much of the wealth that has been created through our tax system. I think it is only appropriate that we turn a proportion of that back to the people of North Dakota through these tax reductions.

Representative Headland: I intend on supporting the motion. I realize that in legislation sometimes compromise is needed. I want to be on the record stating that I would have liked to have seen more tax relief for business, but I think that the compromise that Senator Cook has come up with moves us forward as a state. It will provide some relief to those businesses. As far as the individuals I am very pleased with the amount of tax relief that they are going to get. I would also like to address the property tax provisions in this. I think that it is unfortunate that we haven't been able to come up with a viable solution for everybody in this bill. However, Senator Cook did a fine job of pointing out that the House provisions that we were fighting for didn't work as we intended. I wish there was a better solution for some of those schools, but I think this is fair and will help us move forward. In the end we have a good bill, and I intend to support it.

**Representative Zaiser**: I commend Senator Cook as well, given his objective of combining this. My only hope is that this large tax decrease is sustainable in the long run. I hope we don't have to come back in the future and ask for more money.

**Senator Cook**: We're not done with our work yet, as there are two chambers to go by, and there is a lot of work to do it. I hope that we are successful in that. In the last two sessions we have sat on committees dealing with the issue of property tax. It is tough work. We have had a heavy load this session with certainly our share of tax bills. The Senate and House Finance and Tax have managed to work through it in a manner of working together in a manner of compromise. I think this continues it. Mr. Chairman, I commend you for your leadership over there.

**Senator Miller**: I just hope this policy throws a little fuel on the fire that is burning out in North Dakota industry, and we can take our state to new levels of prosperity. I hope that this is a catalyst that does that.

A roll call vote was taken on the amendments as proposed by Senator Cook. (.06015)

Aye 4 Nay 2 Absent 0

The motion passed.

The meeting was adjourned.

April 20, 2011

#### PROPOSED AMENDMENTS TO ENGROSSED HOUSE BILL NO. 1047

That the House accede to the Senate amendments as printed on pages 1423 and 1424 of the House Journal and pages 911 and 912 of the Senate Journal and that Engrossed House Bill No. 1047 be further amended as follows:

- Page 1, line 1, after the first comma insert "57-35.3-03, 57-35.3-05, 57-35.3-07, 57-35.3-08, 57-38-30, subsection 1 of section 57-38-30.3,"
- Page 1, line 2, after "Code" insert "and section 13 of chapter 520 of the 2007 Session Laws"
- Page 1, line 2, after the first "to" insert "reduction of the rate of the financial institutions tax and adjustment of the allocation of the tax and a reduction in income tax rates for corporations, individuals, estates, and trusts and"
- Page 1, line 5, replace "transfers" with "a transfer"
- Page 1, line 5, after the third semicolon insert "to provide for legislative management studies;"
- Page 4, after line 3, insert:

"SECTION 2. AMENDMENT. Section 57-35.3-03 of the North Dakota Century Code is amended and reenacted as follows:

### 57-35.3-03. Imposition and basis of tax.

An annual tax is imposed upon each financial institution for the grant to it of the privilege of transacting, or for the actual transacting by it, of business within this state during any part of each tax year. The tax is based upon and measured by the taxable income of the financial institution for the calendar year. The rate of tax is sevensix and one-half percent of taxable income, but the amount of tax may not be less than fifty dollars.

**SECTION 3. AMENDMENT.** Section 57-35.3-05 of the North Dakota Century Code is amended and reenacted as follows:

#### 57-35.3-05. Credits.

- 1. a. There is allowed a credit against the tax imposed by sections 57-35.3-01 through 57-35.3-12 in an amount equal to fifty percent of the aggregate amount of charitable contributions made by the taxpayer during the taxable year to nonprofit private institutions of higher education located within the state or to the North Dakota independent college fund. The amount allowable as a credit under this subdivision for any taxable year may not exceed five and seven-tenths four and six-tenths percent of the tax before credits allowed under this section, or two thousand five hundred dollars, whichever is less.
  - b. There is allowed a credit against the tax imposed by sections 57-35.3-01 through 57-35.3-12 in an amount equal to fifty percent of the aggregate amount of charitable contributions made by the

taxpayer during the taxable year to nonprofit private institutions of secondary education located within the state. The amount allowable as a credit under this subdivision for any taxable year may not exceed five and seven tenthsfour and six-tenths percent of the tax before credits allowed under this section, or two thousand five hundred dollars, whichever is less.

- c. For the purposes of this subsection, the term "nonprofit private institution of higher education" means only a nonprofit private educational institution located in North Dakota which normally maintains a regular faculty and curriculum and which normally has a regularly organized body of students in attendance at the place where its educational activities are carried on, and which regularly offers education at a level above the twelfth grade. The term "nonprofit private institution of secondary education" means only a nonprofit private educational institution located in North Dakota which normally maintains a regular faculty and curriculum approved by the department of public instruction and which normally has a regularly organized body of students in attendance at the place where its educational activities are carried on, and which regularly offers education to students in the ninth through twelfth grades.
- d. For the purposes of this subsection, a taxpayer may elect to treat a contribution as made in the preceding taxable year if the contribution and election are made not later than the time prescribed for filing the return for the taxable year.
- 2. a. There is allowed a credit against the tax imposed by sections 57-35.3-01 through 57-35.3-12 in an amount equal to any overpayment of tax paid pursuant to chapter 57-35 or 57-35.1, for a taxable year beginning before January 1, 1997, to the extent that the overpayment would have been an allowable deduction from tax payable for the current taxable year, under section 57-35-12 or 57-35.1-07, if chapters 57-35 and 57-35.1 applied to the current taxable year. The amount allowable as a credit under this subsection for any taxable year may not exceed five-sevenths of the tax before credits allowed under this section.
  - b. For purposes of determining distributions to and from the counties under section 57-35.3-09:
    - (1) The balance in the financial institution tax distribution fund and the amount of the payment received by each county from the state shall be determined as if any credit allowed under subdivision a had not been claimed and the full amount of the tax otherwise due had been timely paid;
    - (2) The credited amount must be deducted from the distributions that would otherwise be made to and from the county that received the tax overpayment until the sum of the deductions equals the credit; and
    - (3) The deductions from distributions made by a county to each distributee must be proportionate to the overpayment of tax received by each distributee.

3. There is allowed a credit against the tax imposed by sections 57-35.3-01 through 57-35.3-12 in an amount equal to fifty percent of the aggregate amount of contributions made by the taxpayer during the taxable year for tuition scholarships for participation in rural leadership North Dakota conducted through the North Dakota state university extension service. Contributions by a taxpayer may be earmarked for use by a designated recipient. The amount allowable as a credit under this subsection for any taxable year may not exceed five and seven-tenths four and six-tenths percent of the tax before credits allowed under this section, or two thousand five hundred dollars, whichever is less.

**SECTION 4. AMENDMENT.** Section 57-35.3-07 of the North Dakota Century Code is amended and reenacted as follows:

### 57-35.3-07. Payment of tax.

Two sevenths Three-thirteenths of the tax before credits allowed under section 57-35.3-05, less the credit allowed under subsection 1 of section 57-35.3-05, must be paid to the commissioner on or before April fifteenth of the year in which the return is due, regardless of any extension of the time for filing the return granted under section 57-35.3-06. Five-sevenths Ten-thirteenths of the tax before credits allowed under section 57-35.3-05, less the credit allowed under subsection 2 of section 57-35.3-05, must be paid to the commissioner on or before January fifteenth of the year after the return is due. Payment must be made by check, draft, or money order, payable to the commissioner, or as prescribed by the commissioner under subsection 15 of section 57-01-02.

**SECTION 5. AMENDMENT.** Section 57-35.3-08 of the North Dakota Century Code is amended and reenacted as follows:

#### 57-35.3-08. Disposition of tax.

The commissioner shall deposit the portion of the tax payable in the year the return is due in the general fund of the state treasury and shall deposit the portion of the tax payable in the year after the return is due in the financial institution tax distribution fund of the state treasury, which is hereby created. Interest, penalty, and late tax payments attributable to each portion of the tax must be deposited in the appropriate fund.

**SECTION 6. AMENDMENT.** Section 57-38-30 of the North Dakota Century Code is amended and reenacted as follows:

# 57-38-30. Imposition and rate of tax on corporations.

A tax is hereby imposed upon the taxable income of every domestic and foreign corporation which must be levied, collected, and paid annually as in this chapter provided:

- 1. a. For the first twenty-five thousand dollars of taxable income, at the rate of two one and one-tenthsixty-eight hundredths percent.
  - b. On all taxable income exceeding twenty-five thousand dollars and not exceeding fifty thousand dollars, at the rate of fivefour and twenty-fivetwenty-three hundredths percent.

- c. On all taxable income exceeding fifty thousand dollars, at the rate of sixfive and four-tenthsfifteen hundredths percent.
- A corporation that has paid North Dakota alternative minimum tax in years beginning before January 1, 1991, may carry over any alternative minimum tax credit remaining to the extent of the regular income tax liability of the corporation for a period not to exceed four taxable years.

**SECTION 7. AMENDMENT.** Subsection 1 of section 57-38-30.3 of the North Dakota Century Code is amended and reenacted as follows:

- 1. A tax is hereby imposed for each taxable year upon income earned or received in that taxable year by every resident and nonresident individual, estate, and trust. A taxpayer computing the tax under this section is only eligible for those adjustments or credits that are specifically provided for in this section. Provided, that for purposes of this section, any person required to file a state income tax return under this chapter, but who has not computed a federal taxable income figure, shall compute a federal taxable income figure using a pro forma return in order to determine a federal taxable income figure to be used as a starting point in computing state income tax under this section. The tax for individuals is equal to North Dakota taxable income multiplied by the rates in the applicable rate schedule in subdivisions a through d corresponding to an individual's filing status used for federal income tax purposes. For an estate or trust, the schedule in subdivision e must be used for purposes of this subsection.
  - a. Single, other than head of household or surviving spouse.

If North Dakota taxable income is:

The tax is equal to:

Not over <del>\$33,950</del>\$34,500

<del>1.84%</del> <u>1.51%</u>

Over \$33,950\$34,500

<del>\$624.68</del><u>\$520.95</u> plus <del>3.44%</del><u>2.82%</u>

but not over \$82,250\$83,600

of amount over \$33,950<u>\$34,500</u>

Over \$82,250\$83,600

\$2,286.20\$1,950.57 plus

3.81%3.13%

but not over \$171,550\$174,400

of amount over \$82,250\$83,600

Over \$171,550\$174,400

\$5,688.53\$4,747.61 plus

<del>4.42%</del>3.63%

but not over \$372,950\$379,150

of amount over

<del>\$171,550</del>\$174,400

Over \$372,950\$379,150

\$14,590.41\$12,180.04 plus

4.86%3.99%

of amount over

<del>\$372,950</del>\$379,150

b. Married filing jointly and surviving spouse.

If North Dakota taxable income is: The tax is equal to: Not over \$56,750\$57,700 1.84% 1.51% Over \$56,750\$57,700 \$1,044.20\$871.27 plus 3.44%2.82% but not over \$137,050\$139,350 of amount over \$56,750\$57,700 Over \$137,050\$139,350 \$3,806.52\$3,173.80 plus 3.81%3.13% but not over \$208,850\$212,300 of amount over <del>\$137,050</del>\$135,350 Over \$208,850\$212,300 \$6,542.10\$5,457.14 plus 4.42%3.63% but not over \$372,950\$379,150 of amount over \$208,850\$212,300 Over \$372,950\$379,150 \$13,795.32\$11,513.79 plus 4.86%3.99% of amount over <del>\$372,950</del>\$379,150 Married filing separately. If North Dakota taxable income is: The tax is equal to: Not over \$28,375\$28,850 <del>1.84%</del> 1.51% Over <del>\$28,375</del>\$28,850 \$522.10\$424.10 plus 3.44%2.82% but not over \$68,525\$69,675 of amount over \$28,375\$28,850 Over \$68,525\$69,675 \$1,903.26\$1,586.90 plus <del>3.81%</del>3.13% but not over \$104,425\$106,150 of amount over \$68,525\$69,675 Over \$104,425\$106,150 \$3,271.05\$2,728.57 plus 4.42%3.63% but not over \$186,475\$189,575 of amount over <del>\$104,425</del>\$106,150 Over \$186,475\$189,575 \$6,897.66\$5,756.90 plus 4<del>.86%</del>3.99%

#### of amount over

## \$186,475\$189,575

d. Head of household.

If North Dakota taxable income is:

Not over \$45,500\$46,250

Over \$45,500\$46,250

but not over \$117,450\$119,400

Over \$117,450\$119,400

3.81%<u>3.13%</u>

but not over \$190,200\$193,350

<del>\$117,450</del>\$119,400

Over \$190,200\$193,350

4.42%3.63%

but not over \$372,950\$379,150

<del>\$190,200</del>\$193,350

Over \$372,950 \$379,150

<del>4.86%</del>3.99%

\$372,950\$379,<u>15</u>0

If North Dakota taxable income is:

Estates and trusts.

Not over \$2,300

Over \$2,300

but not over \$5,350\$5,450

Over \$5,350 \$5,450

but not over \$8,200\$8,300

Over \$8,200\$8,300

but not over \$11,150\$11,350

Over \$11,150\$11,350

The tax is equal to:

1.84% 1.51%

\$837.20\$698.38 plus 3.44% 2.82%

of amount over \$45,500\$46,250

\$3,312.28\$2,761.21 plus

of amount over

\$6,084.06\$5,075.84 plus

of amount over

\$14,161.61\$11,820.38 plus

of amount over

The tax is equal to:

<del>1.84%</del>1.51%

\$42.32\$34.73 plus 3.44%2.82%

of amount over \$2,300

\$147.24<u>\$123.56</u> plus 3.81%3.13%

of amount over \$5,350\$5,450

<del>\$255.83</del><u>\$212.77</u> plus <u>4.42%</u><u>3.63%</u>

of amount over \$8,200\$8,300

\$386.22\$323.48 plus 4.86%3.99%

of amount over \$11,150\$11,350

f. For an individual who is not a resident of this state for the entire year, or for a nonresident estate or trust, the tax is equal to the tax

otherwise computed under this subsection multiplied by a fraction in which:

- (1) The numerator is the federal adjusted gross income allocable and apportionable to this state; and
- (2) The denominator is the federal adjusted gross income from all sources reduced by the net income from the amounts specified in subdivisions a and b of subsection 2.

In the case of married individuals filing a joint return, if one spouse is a resident of this state for the entire year and the other spouse is a nonresident for part or all of the tax year, the tax on the joint return must be computed under this subdivision.

- g. For taxable years beginning after December 31, 2009, the The tax commissioner shall prescribe new rate schedules that apply in lieu of the schedules set forth in subdivisions a through e. The new schedules must be determined by increasing the minimum and maximum dollar amounts for each income bracket for which a tax is imposed by the cost-of-living adjustment for the taxable year as determined by the secretary of the United States treasury for purposes of section 1(f) of the United States Internal Revenue Code of 1954, as amended. For this purpose, the rate applicable to each income bracket may not be changed, and the manner of applying the cost-of-living adjustment must be the same as that used for adjusting the income brackets for federal income tax purposes.
- h. The tax commissioner shall prescribe an optional simplified method of computing tax under this section that may be used by an individual taxpayer who is not entitled to claim an adjustment under subsection 2 or credit against income tax liability under subsection 7."
- Page 4, line 27, remove "previous year"
- Page 4, line 27, remove the overstrike over "for taxable"
- Page 4, line 28, remove the overstrike over "year 2008"
- Page 4, line 28, remove "plus the previous year number of mills of property tax relief under this"
- Page 4, line 29, remove "chapter"
- Page 5, line 1, remove the overstrike over "The grant to a qualifying school district may-not be less than the grant to that school"
- Page 5, line 2, remove the overstrike over "district in the preceding-school-year." and insert immediately thereafter:
  - "4. The grant to a qualifying school district may not exceed the grant to that school district in the preceding school year by a percentage that is more than the percentage increase in statewide taxable valuation which was determined for the previous taxable year.

5."

- Page 5, line 20, overstrike "4." and insert immediately thereafter "6."
- Page 5, line 23, overstrike "5." and insert immediately thereafter "7."

Page 5, line 27, overstrike "6." and insert immediately thereafter "8."

Page 5, line 29, overstrike "7." and insert immediately thereafter "9."

Page 7, replace lines 23 through 29 with:

"SECTION 15. AMENDMENT. Section 13 of chapter 520 of the 2007 Session Laws is amended and reenacted as follows:

#### SECTION 13. LEGISLATIVE COUNCIL MANAGEMENT STUDY.

The legislative councilmanagement shall study in each interim through 2012 the feasibility and desirability of property tax reform and providing property tax relief to taxpayers of the state, with the goal of reduction of each taxpayer's annual property tax bill to an amount that is not more than one and one-half percent of the true and full value of property, and including examination of the proper measure of education funding from local taxation and state resources and the variability of funding resources among taxing districts and examination of improved collection and reporting of property tax information to identify residency of property owners with minimized administrative difficulty. The legislative management shall consider the sustainability of state-funded property tax relief in view of the compounding effect of ongoing property taxable valuation increases. The legislative council management shall report its findings and recommendations, together with any legislation necessary to implement the recommendations, to the legislative assembly subsequent to each interim

SECTION 16. LEGISLATIVE MANAGEMENT STUDY - FINANCIAL INSTITUTIONS TAXATION AND CORPORATE INCOME. During the 2011-12 interim, the legislative management shall consider studying the feasibility and desirability of revision of the financial institutions taxes, including the feasibility of taxing financial institutions under the state corporate income tax laws. The study under this section must include consideration of corporate income taxes, including corporate income apportionment factors and potential impact of federal legislation on state corporate income taxes. The legislative management shall report its findings and recommendations, together with any legislation required to implement the recommendations, to the sixty-third legislative assembly."

Page 7, line 30, replace "Section 1" with "Sections 1 through 7"

Page 7, line 30, replace "is" with "are"

Renumber accordingly

1

## Adopted by the Conference Committee

April 21, 2011



#### PROPOSED AMENDMENTS TO ENGROSSED HOUSE BILL NO. 1047

That the House accede to the Senate amendments as printed on pages 1423 and 1424 of the House Journal and page 1191 of the Senate Journal and that Engrossed House Bill No. 1047 be further amended as follows:

- Page 1, line 1, after the first comma insert "57-35.3-03, 57-35.3-05, 57-35.3-07, 57-35.3-08, and 57-38-30, subsection 1 of section 57-38-30.3, and sections"
- Page 1, line 2, after "Code" insert "and section 13 of chapter 520 of the 2007 Session Laws"
- Page 1, line 2, after the first "to" insert "reduction of the rate of the financial institutions tax and adjustment of the allocation of the tax, a reduction in income tax rates for corporations, individuals, estates, and trusts, and"
- Page 1, line 5, replace "transfers" with "a transfer"
- Page 1, line 5, after the third semicolon insert "to provide for legislative management studies;"
- Page 4, after line 3, insert:

"SECTION 2. AMENDMENT. Section 57-35.3-03 of the North Dakota Century Code is amended and reenacted as follows:

#### 57-35.3-03. Imposition and basis of tax.

An annual tax is imposed upon each financial institution for the grant to it of the privilege of transacting, or for the actual transacting by it, of business within this state during any part of each tax year. The tax is based upon and measured by the taxable income of the financial institution for the calendar year. The rate of tax is sevensix and one-half percent of taxable income, but the amount of tax may not be less than fifty dollars.

**SECTION 3. AMENDMENT.** Section 57-35.3-05 of the North Dakota Century Code is amended and reenacted as follows:

### 57-35.3-05. Credits.

- 1. a. There is allowed a credit against the tax imposed by sections 57-35.3-01 through 57-35.3-12 in an amount equal to fifty percent of the aggregate amount of charitable contributions made by the taxpayer during the taxable year to nonprofit private institutions of higher education located within the state or to the North Dakota independent college fund. The amount allowable as a credit under this subdivision for any taxable year may not exceed five and seven-tenthsfour and six-tenths percent of the tax before credits allowed under this section, or two thousand five hundred dollars, whichever is less.
  - b. There is allowed a credit against the tax imposed by sections 57-35.3-01 through 57-35.3-12 in an amount equal to fifty percent of the aggregate amount of charitable contributions made by the

taxpayer during the taxable year to nonprofit private institutions of secondary education located within the state. The amount allowable as a credit under this subdivision for any taxable year may not exceed five and seven-tenths four and six-tenths percent of the tax before credits allowed under this section, or two thousand five hundred dollars, whichever is less.

- c. For the purposes of this subsection, the term "nonprofit private institution of higher education" means only a nonprofit private educational institution located in North Dakota which normally maintains a regular faculty and curriculum and which normally has a regularly organized body of students in attendance at the place where its educational activities are carried on, and which regularly offers education at a level above the twelfth grade. The term "nonprofit private institution of secondary education" means only a nonprofit private educational institution located in North Dakota which normally maintains a regular faculty and curriculum approved by the department of public instruction and which normally has a regularly organized body of students in attendance at the place where its educational activities are carried on, and which regularly offers education to students in the ninth through twelfth grades.
- d. For the purposes of this subsection, a taxpayer may elect to treat a contribution as made in the preceding taxable year if the contribution and election are made not later than the time prescribed for filing the return for the taxable year.
- 2. a. There is allowed a credit against the tax imposed by sections 57-35.3-01 through 57-35.3-12 in an amount equal to any overpayment of tax paid pursuant to chapter 57-35 or 57-35.1, for a taxable year beginning before January 1, 1997, to the extent that the overpayment would have been an allowable deduction from tax payable for the current taxable year, under section 57-35-12 or 57-35.1-07, if chapters 57-35 and 57-35.1 applied to the current taxable year. The amount allowable as a credit under this subsection for any taxable year may not exceed five-sevenths of the tax before credits allowed under this section.
  - b. For purposes of determining distributions to and from the counties under section 57-35.3-09:
    - (1) The balance in the financial institution tax distribution fund and the amount of the payment received by each county from the state shall be determined as if any credit allowed under subdivision a had not been claimed and the full amount of the tax otherwise due had been timely paid;
    - (2) The credited amount must be deducted from the distributions that would otherwise be made to and from the county that received the tax overpayment until the sum of the deductions equals the credit; and
    - (3) The deductions from distributions made by a county to each distributee must be proportionate to the overpayment of tax received by each distributee.

3. There is allowed a credit against the tax imposed by sections 57-35.3-01 through 57-35.3-12 in an amount equal to fifty percent of the aggregate amount of contributions made by the taxpayer during the taxable year for tuition scholarships for participation in rural leadership North Dakota conducted through the North Dakota state university extension service. Contributions by a taxpayer may be earmarked for use by a designated recipient. The amount allowable as a credit under this subsection for any taxable year may not exceed five and seven-tenthsfour and six-tenths percent of the tax before credits allowed under this section, or two thousand five hundred dollars, whichever is less.

**SECTION 4. AMENDMENT.** Section 57-35.3-07 of the North Dakota Century Code is amended and reenacted as follows:

### 57-35.3-07. Payment of tax.

Two sevenths Three-thirteenths of the tax before credits allowed under section 57-35.3-05, less the credit allowed under subsection 1 of section 57-35.3-05, must be paid to the commissioner on or before April fifteenth of the year in which the return is due, regardless of any extension of the time for filing the return granted under section 57-35.3-06. Five-sevenths Ten-thirteenths of the tax before credits allowed under section 57-35.3-05, less the credit allowed under subsection 2 of section 57-35.3-05, must be paid to the commissioner on or before January fifteenth of the year after the return is due. Payment must be made by check, draft, or money order, payable to the commissioner, or as prescribed by the commissioner under subsection 15 of section 57-01-02.

**SECTION 5. AMENDMENT.** Section 57-35.3-08 of the North Dakota Century Code is amended and reenacted as follows:

### 57-35.3-08. Disposition of tax.

The commissioner shall deposit the portion of the tax payable in the year the return is due in the general fund of the state treasury and shall deposit the portion of the tax payable in the year after the return is due in the financial institution tax distribution fund of the state treasury, which is hereby created. Interest, penalty, and late tax payments attributable to each portion of the tax must be deposited in the appropriate fund.

**SECTION 6. AMENDMENT.** Section 57-38-30 of the North Dakota Century Code is amended and reenacted as follows:

### 57-38-30. Imposition and rate of tax on corporations.

A tax is hereby imposed upon the taxable income of every domestic and foreign corporation which must be levied, collected, and paid annually as in this chapter provided:

- 1. a. For the first twenty-five thousand dollars of taxable income, at the rate of twoone and one-tenthsixty-eight hundredths percent.
  - b. On all taxable income exceeding twenty-five thousand dollars and not exceeding fifty thousand dollars, at the rate of five four and twenty five twenty-three hundredths percent.

4 d8

- On all taxable income exceeding fifty thousand dollars, at the rate of sixfive and four-tenthsfifteen hundredths percent.
- A corporation that has paid North Dakota alternative minimum tax in years beginning before January 1, 1991, may carry over any alternative minimum tax credit remaining to the extent of the regular income tax liability of the corporation for a period not to exceed four taxable years.

**SECTION 7. AMENDMENT.** Subsection 1 of section 57-38-30.3 of the North Dakota Century Code is amended and reenacted as follows:

- 1. A tax is hereby imposed for each taxable year upon income earned or received in that taxable year by every resident and nonresident individual, estate, and trust. A taxpayer computing the tax under this section is only eligible for those adjustments or credits that are specifically provided for in this section. Provided, that for purposes of this section, any person required to file a state income tax return under this chapter, but who has not computed a federal taxable income figure, shall compute a federal taxable income figure using a pro forma return in order to determine a federal taxable income figure to be used as a starting point in computing state income tax under this section. The tax for individuals is equal to North Dakota taxable income multiplied by the rates in the applicable rate schedule in subdivisions a through d corresponding to an individual's filing status used for federal income tax purposes. For an estate or trust, the schedule in subdivision e must be used for purposes of this subsection.
  - a. Single, other than head of household or surviving spouse.

If North Dakota taxable income is:

The tax is equal to:

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1.84%1.51%

Over \$33,950\$34,500

<del>\$624.68</del>\$520.95 plus <del>3.44%</del>2.82%

but not over <del>\$82,250</del>\$83,600

of amount over \$33,950\$34,500

Over <del>\$82,250</del>\$83,600

\$2,286.20\$1,950.57 plus

<del>3.81%</del>3.13%

but not over <del>\$171,550</del>\$174,400

of amount over \$82,250\$83,600

Over \$171,550\$174,400

\$5,688.53\$4,747.61 plus

4.42%3.63%

but not over \$372,950\$379,150

of amount over

\$<del>171,550</del>\$174,400

Over \$372,950\$379,150

<del>\$14,590.41</del>\$12,180.04 plus

4.86%3.99%

of amount over

<del>\$372,950</del>\$379,150

b. Married filing jointly and surviving spouse.

If North Dakota taxable income is: The tax is equal to: <del>1.84%</del>1.51% Not over \$56,750\$57,700 \$1,044.20\$871.27 plus Over \$56,750\$57,700 <del>3.44%</del>2.82% but not over \$137,050\$139,350 of amount over \$56,750\$57,700 Over \$137,050\$139,350 \$3,806.52\$3,173.80 plus 3.81%3.13% but not over \$208,850\$212,300 of amount over <del>\$137,050</del>\$135,350 Over \$208,850\$212,300 <del>\$6,542.10</del>\$5,457.14 plus 4.42%3.63% but not over \$372,950\$379,150 of amount over <del>\$208,850</del>\$212,300 Over \$372,950\$379,150 \$13,795.32\$11,513.79 plus <del>4.86%</del>3.99% of amount over <del>\$372,95</del>0\$379,150 Married filing separately. C. If North Dakota taxable income is: The tax is equal to: Not over \$28,375\$28,850 <del>1.84%</del>1.51% Over \$28,375\$28,850 \$522.10\$424.10 plus 3.44%2.82% but not over \$68,525\$69,675 of amount over \$28,375\$28,850 Over <del>\$68,525</del>\$69,675 \$1,903.26\$1,586.90 plus <del>3.81%</del>3.13% of amount over \$68,525\$69,675 but not over \$104,425\$106,150 Over \$104,425\$106,150 <del>\$3,271.05</del>\$2,728.57 plus <del>4.42%</del>3.63% but not over \$186,475\$189,575 of amount over \$104,425\$106,150

Over \$186,475\$189,575

4.86%3.99%

\$6,897.66\$5,756.90 plus

#### of amount over

### <del>\$186,475</del>\$189,575

d. Head of household.

If North Dakota taxable income is:

Not over \$45,500\$46,250

Over \$45,500\$46,250

but not over \$117,450\$119,400

Over \$117,450\$119,400

<del>3.81%</del>3.13%

but not over \$190,200\$193,350

:

<del>\$117,450</del>\$119,400

Over \$190,200\$193,350

4.42%3.63%

but not over \$372,950\$379,150

\$190,200\$193,350

Over \$372,950 \$379,150

4.86%3.99%

\$372,950\$379,150

e. Estates and trusts.

If North Dakota taxable income is:

Not over \$2,300

Over \$2,300

but not over \$5,350\$5,450

Over \$5,350\$5,450

but not over \$8,200\$8,300

Over \$8,200\$8,300

but not over \$11,150\$11,350

Over \$11,150 \$11,350

The tax is equal to:

<del>1.84%</del>1.51%

\$837-20\$698.38 plus 3.44%2.82%

of amount over \$45,500\$46,250

\$3,312.28\$2,761.21 plus

of amount over

\$6,084.06\$5,075.84 plus

of amount over

<del>\$14,161.61</del><u>\$11,820.38</u> plus

of amount over

The tax is equal to:

<del>1.84%</del>1.51%

\$42.32\$34.73 plus 3.44%2.82%

of amount over \$2,300

\$147.24\$123.56 plus 3.81%3.13%

of amount over \$5,350\$5,450

\$255.83\$212.77 plus 4.42%3.63%

of amount over \$8,200\$8,300

\$386.22\$323.48 plus 4.86%3.99%

of amount over \$11,150\$11,350

f. For an individual who is not a resident of this state for the entire year, or for a nonresident estate or trust, the tax is equal to the tax

- (1) The numerator is the federal adjusted gross income allocable and apportionable to this state; and
- (2) The denominator is the federal adjusted gross income from all sources reduced by the net income from the amounts specified in subdivisions a and b of subsection 2.

In the case of married individuals filing a joint return, if one spouse is a resident of this state for the entire year and the other spouse is a nonresident for part or all of the tax year, the tax on the joint return must be computed under this subdivision.

- g. For taxable years beginning after December 31,-2009, the The tax commissioner shall prescribe new rate schedules that apply in lieu of the schedules set forth in subdivisions a through e. The new schedules must be determined by increasing the minimum and maximum dollar amounts for each income bracket for which a tax is imposed by the cost-of-living adjustment for the taxable year as determined by the secretary of the United States treasury for purposes of section 1(f) of the United States Internal Revenue Code of 1954, as amended. For this purpose, the rate applicable to each income bracket may not be changed, and the manner of applying the cost-of-living adjustment must be the same as that used for adjusting the income brackets for federal income tax purposes.
- h. The tax commissioner shall prescribe an optional simplified method of computing tax under this section that may be used by an individual taxpayer who is not entitled to claim an adjustment under subsection 2 or credit against income tax liability under subsection 7."

Page 7, replace lines 23 through 29 with:

"SECTION 15. AMENDMENT. Section 13 of chapter 520 of the 2007 Session Laws is amended and reenacted as follows:

#### SECTION 13. LEGISLATIVE COUNCILMANAGEMENT STUDY.

The legislative councilmanagement shall study in each interim through 2012 the feasibility and desirability of property tax reform and providing property tax relief to taxpayers of the state, with the goal of reduction of each taxpayer's annual property tax bill to an amount that is not more than one and one-half percent of the true and full value of property, and including examination of the proper measure of education funding from local taxation and state resources and the variability of funding resources among taxing districts and examination of improved collection and reporting of property tax information to identify residency of property owners with minimized administrative difficulty. The legislative management shall consider the sustainability of state-funded property tax relief in view of the compounding effect of ongoing property taxable valuation increases. The legislative eouncilmanagement shall report its findings and recommendations, together with any legislation necessary to implement the recommendations, to the legislative assembly subsequent to each interim.

SECTION 16. LEGISLATIVE MANAGEMENT STUDY - FINANCIAL INSTITUTIONS TAXATION AND CORPORATE INCOME. During the 2011-12 interim, the legislative management shall consider studying the feasibility and desirability of revision of the financial institutions taxes, including the feasibility of taxing financial institutions under the state corporate income tax laws. The study under this section must include consideration of corporate income taxes, including corporate income apportionment factors and potential impact of federal legislation on state corporate income taxes. The legislative management shall report its findings and recommendations, together with any legislation required to implement the recommendations, to the sixty-third legislative assembly."

Page 7, line 30, replace "Section 1" with "Sections 1 through 7"

Page 7, line 30, replace "is" with "are"

Renumber accordingly

# 2011 HOUSE CONFERENCE COMMITTEE ROLL CALL VOTES

Com	nmittee: <u>Ho</u>	rese En	rance +	Tax		
Bill/f	Resolution No.	HB 104	7a	s (re) engross	sed	
	Date	4-21-	11			
	Roll (	Call Vote #: _				
Action Taken	HOUSE acc	ede to Senate cede from Ser cede from Ser	e amendments e amendments nate amendmen nate amendmen	nts nts and amend . O	d as follows	
	House/Senate	Amendments	on HJ/SJ page	(s) <u>1423</u>	142	1
		gree, recomme ttee be appoin	ends that the coted	ommittee be d	lischarged a	ınd a
((Re) Engrossed)	HB 1	047		was placed on	the Seventh	order
of business on the	e calendar					
Motion Made by:	Senator	Cool	Seconded by: _	Rep. He	adland	ļ
Representa	atives 3	Yes No	Sen	ators	Ye	s No
Chairman Head Rep. Taries	Belter V		· · · · · · · · · · · · · · · · · · ·	riplet	<b>9</b> 3	7
Vote Count	Yes:	4	No: <u>2</u>	Abs	ent:	
House Carrier	Rep. He	idland	Senate Carrie	r <u>Sen.</u>	Cook	
LC Number _			•		of amendm	nent
LC Number _					of engross	ment
Emergency clau	use added or del	eted 〈				
Statement of pu	urpose of amend ${\cal N}$		N CAR	ZRIED.		

Insert LC: 11.0273.06016

#### REPORT OF CONFERENCE COMMITTEE

HB 1047, as engrossed: Your conference committee (Sens. Cook, Miller, Triplett and Reps. Belter, Headland, Zaiser) recommends that the HOUSE ACCEDE to the Senate amendments as printed on HJ pages 1423-1424, adopt further amendments as follows, and place HB 1047 on the Seventh order:

That the House accede to the Senate amendments as printed on pages 1423 and 1424 of the House Journal and page 1191 of the Senate Journal and that Engrossed House Bill No. 1047 be further amended as follows:

- Page 1, line 1, after the first comma insert "57-35.3-03, 57-35.3-05, 57-35.3-07, 57-35.3-08, and 57-38-30, subsection 1 of section 57-38-30.3, and sections"
- Page 1, line 2, after "Code" insert "and section 13 of chapter 520 of the 2007 Session Laws"
- Page 1, line 2, after the first "to" insert "reduction of the rate of the financial institutions tax and adjustment of the allocation of the tax, a reduction in income tax rates for corporations, individuals, estates, and trusts, and"
- Page 1, line 5, replace "transfers" with "a transfer"
- Page 1, line 5, after the third semicolon insert "to provide for legislative management studies;"
- Page 4, after line 3, insert:

"SECTION 2. AMENDMENT. Section 57-35.3-03 of the North Dakota Century Code is amended and reenacted as follows:

### 57-35.3-03. Imposition and basis of tax.

An annual tax is imposed upon each financial institution for the grant to it of the privilege of transacting, or for the actual transacting by it, of business within this state during any part of each tax year. The tax is based upon and measured by the taxable income of the financial institution for the calendar year. The rate of tax is sevensix and one-half percent of taxable income, but the amount of tax may not be less than fifty dollars.

**SECTION 3. AMENDMENT.** Section 57-35.3-05 of the North Dakota Century Code is amended and reenacted as follows:

#### 57-35.3-05. Credits.

- 1. a. There is allowed a credit against the tax imposed by sections 57-35.3-01 through 57-35.3-12 in an amount equal to fifty percent of the aggregate amount of charitable contributions made by the taxpayer during the taxable year to nonprofit private institutions of higher education located within the state or to the North Dakota independent college fund. The amount allowable as a credit under this subdivision for any taxable year may not exceed five and seven-tenthsfour and six-tenths percent of the tax before credits allowed under this section, or two thousand five hundred dollars, whichever is less.
  - b. There is allowed a credit against the tax imposed by sections 57-35.3-01 through 57-35.3-12 in an amount equal to fifty percent of the aggregate amount of charitable contributions made by the taxpayer during the taxable year to nonprofit private institutions of secondary education located within the state. The amount allowable as a credit under this subdivision for any taxable year may not exceed five and seven tenthsfour and six-tenths percent of the tax

Insert LC: 11.0273.06016

before credits allowed under this section, or two thousand five hundred dollars, whichever is less.

- c. For the purposes of this subsection, the term "nonprofit private institution of higher education" means only a nonprofit private educational institution located in North Dakota which normally maintains a regular faculty and curriculum and which normally has a regularly organized body of students in attendance at the place where its educational activities are carried on, and which regularly offers education at a level above the twelfth grade. The term "nonprofit private institution of secondary education" means only a nonprofit private educational institution located in North Dakota which normally maintains a regular faculty and curriculum approved by the department of public instruction and which normally has a regularly organized body of students in attendance at the place where its educational activities are carried on, and which regularly offers education to students in the ninth through twelfth grades.
- d. For the purposes of this subsection, a taxpayer may elect to treat a contribution as made in the preceding taxable year if the contribution and election are made not later than the time prescribed for filing the return for the taxable year.
- 2. a. There is allowed a credit against the tax imposed by sections 57-35.3-01 through 57-35.3-12 in an amount equal to any overpayment of tax paid pursuant to chapter 57-35 or 57-35.1, for a taxable year beginning before January 1, 1997, to the extent that the overpayment would have been an allowable deduction from tax payable for the current taxable year, under section 57-35-12 or 57-35.1-07, if chapters 57-35 and 57-35.1 applied to the current taxable year. The amount allowable as a credit under this subsection for any taxable year may not exceed five-sevenths of the tax before credits allowed under this section.
  - For purposes of determining distributions to and from the counties under section 57-35.3-09:
    - (1) The balance in the financial institution tax distribution fund and the amount of the payment received by each county from the state shall be determined as if any credit allowed under subdivision a had not been claimed and the full amount of the tax otherwise due had been timely paid;
    - (2) The credited amount must be deducted from the distributions that would otherwise be made to and from the county that received the tax overpayment until the sum of the deductions equals the credit; and
    - (3) The deductions from distributions made by a county to each distributee must be proportionate to the overpayment of tax received by each distributee.
- There is allowed a credit against the tax imposed by sections 57-35.3-01 through 57-35.3-12 in an amount equal to fifty percent of the aggregate amount of contributions made by the taxpayer during the taxable year for tuition scholarships for participation in rural leadership North Dakota conducted through the North Dakota state university extension service. Contributions by a taxpayer may be earmarked for use by a designated recipient. The amount allowable as a credit under this subsection for any taxable year may not exceed five and seven-tenthsfour and six-tenths

Insert LC: 11.0273.06016

percent of the tax before credits allowed under this section, or two thousand five hundred dollars, whichever is less.

**SECTION 4. AMENDMENT.** Section 57-35.3-07 of the North Dakota Century Code is amended and reenacted as follows:

#### 57-35.3-07. Payment of tax.

Two-sevenths Three-thirteenths of the tax before credits allowed under section 57-35.3-05, less the credit allowed under subsection 1 of section 57-35.3-05, must be paid to the commissioner on or before April fifteenth of the year in which the return is due, regardless of any extension of the time for filing the return granted under section 57-35.3-06. Five-sevenths Ten-thirteenths of the tax before credits allowed under section 57-35.3-05, less the credit allowed under subsection 2 of section 57-35.3-05, must be paid to the commissioner on or before January fifteenth of the year after the return is due. Payment must be made by check, draft, or money order, payable to the commissioner, or as prescribed by the commissioner under subsection 15 of section 57-01-02.

**SECTION 5. AMENDMENT.** Section 57-35.3-08 of the North Dakota Century Code is amended and reenacted as follows:

### 57-35.3-08. Disposition of tax.

The commissioner shall deposit the portion of the tax payable in the year the return is due in the general fund of the state treasury and shall deposit the portion of the tax payable in the year after the return is due in the financial institution tax distribution fund of the state treasury, which is hereby created. Interest, penalty, and late tax payments attributable to each portion of the tax must be deposited in the appropriate fund.

**SECTION 6. AMENDMENT.** Section 57-38-30 of the North Dakota Century Code is amended and reenacted as follows:

#### 57-38-30. Imposition and rate of tax on corporations.

A tax is hereby imposed upon the taxable income of every domestic and foreign corporation which must be levied, collected, and paid annually as in this chapter provided:

- 1. a. For the first twenty-five thousand dollars of taxable income, at the rate of twoone and one-tenthsixty-eight hundredths percent.
  - On all taxable income exceeding twenty-five thousand dollars and not exceeding fifty thousand dollars, at the rate of <u>fivefour</u> and <u>twenty fivetwenty-three</u> hundredths percent.
  - c. On all taxable income exceeding fifty thousand dollars, at the rate of sixfive and four-tenthsfifteen hundredths percent.
- 2. A corporation that has paid North Dakota alternative minimum tax in years beginning before January 1, 1991, may carry over any alternative minimum tax credit remaining to the extent of the regular income tax liability of the corporation for a period not to exceed four taxable years.

**SECTION 7. AMENDMENT.** Subsection 1 of section 57-38-30.3 of the North Dakota Century Code is amended and reenacted as follows:

 A tax is hereby imposed for each taxable year upon income earned or received in that taxable year by every resident and nonresident individual, estate, and trust. A taxpayer computing the tax under this

Insert LC: 11.0273.06016

section is only eligible for those adjustments or credits that are specifically provided for in this section. Provided, that for purposes of this section, any person required to file a state income tax return under this chapter, but who has not computed a federal taxable income figure, shall compute a federal taxable income figure using a pro forma return in order to determine a federal taxable income figure to be used as a starting point in computing state income tax under this section. The tax for individuals is equal to North Dakota taxable income multiplied by the rates in the applicable rate schedule in subdivisions a through d corresponding to an individual's filing status used for federal income tax purposes. For an estate or trust, the schedule in subdivision e must be used for purposes of this subsection.

a. Single, other than head of household or surviving spouse.

If North Dakota taxable income is:

The tax is equal to:

Not over \$33,950\$34,500

1.84%1.51%

Over \$33,950\$34,500

\$624.68<u>\$520.95</u> plus <del>3.44%</del><u>2.82%</u>

but not over \$82,250\$83,600

of amount over \$33,950 \$34,500

Over \$82,250\$83,600

\$2,286.20\$1,950.57 plus

3.81%3.13%

but not over \$171,550\$174,400

of amount over \$82,250\$83,600

Over \$171,550\$174,400

\$5:688.53\$4,747.61 plus

4.42%3.63%

but not over \$372,950\$379,150

of amount over

<del>\$171.550</del>\$174.400

Over \$372,950\$379,150

\$14,590.41\$12,180.04 plus

4.86%3.99%

\$372,950\$379,150

of amount over

b. Married filing jointly and surviving spouse.

If North Dakota taxable income is:

The tax is equal to:

Not over \$56,750\$57,700

<del>1.84%</del>1.51%

Over \$56,750\$57,700

\$1,044.20\$871.27 plus 3:44%2.82%

but not over \$137,050\$139,350

of amount over \$56,750\$57,700

Over \$137,050\$139,350

\$3,806.52\$3,173.80 plus

3.81%3.13%

but not over \$208,850\$212,300

of amount over

<del>\$137,050</del>\$135,350

Over \$208,850\$212,300

<del>\$6,542.10</del>\$5,457.14 plus

4:42%3.63%

but not over \$372,950\$379,150

of amount over

\$208,850\$212,300

# Com Conference Committee Report April 21, 2011 3:36pm

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Insert LC: 11.0273.06016

Over \$372,950\$379,150

\$13,795.32\$11,513.79 plus

4.86%3.99%

76

of amount over

\$372,950\$379,150

c. Married filing separately.

If North Dakota taxable income is:

The tax is equal to:

Not over \$28,375\$28,850

<del>1.84%</del>1.51%

Over \$28,375\$28,850

\$522.10\$424.10 plus 3.44%2.82%

but not over \$68,525\$69,675

of amount over \$28,375\$28,850

Over <del>\$68,525</del>\$69,675

\$1,903.26\$1,586.90 plus

3.81%3.13%

but not over \$104,425\$106,150

of amount over \$68,525\$69,675

Over \$104,425\$106,150

\$3,271.05\$2,728.57 plus

4:42%3.63%

but not over \$186,475\$189,575

of amount over

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4:86%3.99%

of amount over

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d. Head of household.

If North Dakota taxable income is:

The tax is equal to:

Not over \$45,500\$46,250

1.84%1.51%

Over \$45,500\$46,250

\$837.20\$698.38 plus 3.44%2.82%

but not over \$117,450\$119,400

of amount over \$45,500\$46,250

Over \$117,450\$119,400

<del>\$3,312.28</del><u>\$2,761.21</u> plus

3.81%3.13%

but not over <del>\$190,200</del>\$193,350

of amount over

<del>\$117,450</del>\$119,400

Over \$190,200\$193,350

<del>\$6,084.06</del>\$5,075.84 plus

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of amount over

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Insert LC: 11.0273.06016

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If North Dakota taxable income is:

The tax is equal to:

Not over \$2,300

1.84%1.51%

Over \$2,300

\$42-32\$34.73 plus 3.44%2.82%

but not over \$5,350\$5,450

of amount over \$2,300

Over <del>\$5,350</del>\$5,450

<del>\$147.24</del><u>\$123.56</u> plus <del>3.81%</del><u>3.13%</u>

but not over <del>\$8,200</del><u>\$8,300</u>

of amount over \$5,350\$5,450

Over \$8,200\$8,300

\$255.83\$212.77 plus 4.42%3.63%

but not over \$11,150\$11,350

of amount over \$8,200\$8,300

Over \$11,150\$11,350

\$386-22\$323.48 plus 4-86%3.99%

of amount over \$11,150\$11,350

- f. For an individual who is not a resident of this state for the entire year, or for a nonresident estate or trust, the tax is equal to the tax otherwise computed under this subsection multiplied by a fraction in which:
  - (1) The numerator is the federal adjusted gross income allocable and apportionable to this state; and
  - (2) The denominator is the federal adjusted gross income from all sources reduced by the net income from the amounts specified in subdivisions a and b of subsection 2.

In the case of married individuals filing a joint return, if one spouse is a resident of this state for the entire year and the other spouse is a nonresident for part or all of the tax year, the tax on the joint return must be computed under this subdivision.

- g. For taxable years beginning after December 31, 2009, the The tax commissioner shall prescribe new rate schedules that apply in lieu of the schedules set forth in subdivisions a through e. The new schedules must be determined by increasing the minimum and maximum dollar amounts for each income bracket for which a tax is imposed by the cost-of-living adjustment for the taxable year as determined by the secretary of the United States treasury for purposes of section 1(f) of the United States Internal Revenue Code of 1954, as amended. For this purpose, the rate applicable to each income bracket may not be changed, and the manner of applying the cost-of-living adjustment must be the same as that used for adjusting the income brackets for federal income tax purposes.
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Page 7, line 30, replace "Section 1" with "Sections 1 through 7"

Page 7, line 30, replace "is" with "are"

Renumber accordingly

Engrossed HB 1047 was placed on the Seventh order of business on the calendar.

2011 HOUSE APPROPRIATIONS

HB 1047

#### · 44 1

# 2011 HOUSE STANDING COMMITTEE MINUTES

# House Appropriations Committee Roughrider Room, State Capitol

HB 1047 2/18/11 14743

☐ Conference Committee

Committee Clerk Signature

# Explanation or reason for introduction of bill/resolution:

A BILL for an Act relating to allocation of state funding to school districts for mill levy reduction grants and property tax levies of school districts; relating to certain excess levies of school districts; to provide an appropriation; to provide for transfers; and to provide an effective date.

#### Minutes:

You may make reference to "attached testimony."

**Chairman Delzer**: Opened discussion on HB 1047. The title was read. We have to see this because there is an appropriation, I would hope we would put a Do Pass on it, approve the policy and send it to the floor. We're just here to talk about the money.

Representative Wesley Belter, District 22: This bill is our property tax relief bill which has an appropriation of \$341,790,000. It's just a huge amount of money.

**Chairman Delzer**: It appropriates the money, and transfers 295 from the property tax sustainability fund, and \$46,790,000 from permanent oil, and the transfer from the perm oil to the sustainability fund for next biennium. All three of those are in here. They're all done on July 1, 2011.

Representative Belter: Correct.

Chairman Delzer: Discussion? Questions?

Representative Bellew: Was there any discussion in your committee as to what we'll need to add to that if property values keep going up?

Representative Belter: We would have no way of knowing what property values are going to do. You might expect a rise.

Vice Chairman Kempenich: Was there any talk of capping it at a certain amount for next biennium?

Representative Belter: That was not discussed.

House Appropriations Committee
HB 1047
2/18/11
Page 2

**Chairman Delzer**: Further questions or comments? Committee members, we have the bill before us, what are your wishes?

Representative Bellew: I move Do Pass.

Representative Kreidt: Second.

**Chairman Delzer**: Discussion. We'll call the roll for a Do Pass. Motion carries 17-3-1. We'll put that back to Representative Headland as the carrier.

	÷	•	Date: Roll Call Vote #:	118	
2011 HOUSE STAN BILL/RESC			TTEE ROLL CALL VOTES		
House Appropriations				Comi	mittee
Legislative Council Amendment Num	ber _				
Action Taken: Do Pass	Do Not	t Pass	Amended Adop	t Amer	ıdment
Rerefer to Ap	propria	tions	Reconsider		
Motion Made By Ref. Beller	V	Se	econded By <u>Kep. Kirci</u> d		
Representatives	Yes	No	Representatives	Yes	No
Chairman Delzer	X		Representative Nelson	X	<del> </del>
Vice Chairman Kempenich	<del>X</del>		Representative Wieland		
Representative Pollert	X	1		<del>                                     </del>	1
Representative Skarphol			Representative Glassheim		┼──┤
Representative Thoreson Representative Bellew	\rac{1}{\rac{1}{2}}	<u> </u>	Representative Kaldor	<del>                                     </del>	
Representative Brandenburg	<del>\</del>		Representative Kroeber	X	
Representative Dahl	X	·	Representative Metcalf	X	
Representative Dosch	X.		Representative Williams	X	
Representative Hawken	Υ.				
Representative Klein	Ϋ́				
Representative Kreidt	X_				
Representative Martinson	X			ļ	1 1
Representative Monson	<u></u>	$\perp X$		<u></u>	<u>لـــــــــــ</u>
Total (Yes)		No	0		<del>-</del>
Absent					
Floor Assignment Lys.	Hear	lland			

If the vote is on an amendment, briefly indicate intent:

**Com Standing Committee Report** February 18, 2011 12:42pm

Module ID: h\_stcomrep\_33\_026 Carrier: Headland

REPORT OF STANDING COMMITTEE

HB 1047, as engrossed: Appropriations Committee (Rep. Delzer, Chairman) recommends DO PASS (17 YEAS, 3 NAYS, 1 ABSENT AND NOT VOTING). Engrossed HB 1047 was placed on the Eleventh order on the calendar.

**2011 TESTIMONY** 

HB 1047

Bill 1047



Mr. Mitch Carlson, Superintendent

2008-2009 School Year - Funding Cap was at 185 mills.

2009-2010 & 2010-2011 - Funding Cap is varied amongst school districts

School A

School B

60 Mill Reduction

75 Mill Reduction

110 Mill Maximum

110 Mill Maximum

170 Mills to Operate

185 Mills to Operate

# Points of Consideration

- 1. Mill Levy Cap has shrunk
- 2. Budgeting needs have changed from baseline of 2008 to 2013
- 3. Equity in Funding
- 4. Consolidations, Valuations, Board & Administration Change

#### **SAMPLE CHANGE**



# 57-64-02. Mill levy reduction allocation and grant.

Each qualifying school district in the state is entitled to a mill levy reduction allocation and grant as provided in this chapter, subject to legislative appropriation to the superintendent of public instruction.

- 1. The mill levy reduction allocation rate for each qualifying school district is equal to the payments to the school district based on the per student payment rate as determined for the school year under chapter 15.1-27.
- 2. The grant to a qualifying school district may not exceed the smallest of:
- a. The allocation determined under subsection 1;
- b. The taxable valuation of property in the school district in the previous taxable year times the number of mills determined by subtracting one hundred mills from the combined education mill rate of the school district for taxable year 2008. Plus the taxable valuation of property in the school district in the preceding year times the number of mills determined by subtracting one hundred mills from the combined education mill rate of the school district starting in taxable year 2010; or
- c. The taxable valuation of property in the school district in the previous taxable year times seventy-five mills.



# 10 47 1-10-11

a M. Mitch Carlson, Superintendant

Central Cass	Reduction			207 7007		Proposed	D.
Central Cass		Operating Mills		Valuation	Mills	Mill Reduction	tion
	56.33	166.33	109	\$16,026,079	σ	\$ 144.2	144 234 71
Bowman County	61.21	171.21	108	\$11.491.784	00		91.934.27
Garrison	63.00	173.00	109.6	\$9,474,705	9.6		90,957.17
Velva	63.69	173.69	110	\$8,747,622	10		87,476.22
Mott-Regent	65.00	175.00	110	\$7,665,170	10		76,651.70
Kindred	66.50	176.50	105.1	\$14,758,949	5.1	\$ 75,2	75,270.64
Central Valley	57.05	167.05	110	\$7,009,910	10		70,099.10
LaMoure	58.01	168.01	109	\$7,324,037	6		65,916.33
New Salem	54.55	164.55	110	\$6,316,688	10	-	63,166.88
	55.92	165.92	108.7	\$7,081,816	8.7		61,611.80
New Rockford - Sheyenne	65.00	175.00	108	\$7,503,468	8		60,027.74
McKenzie Co.	56.38	166.38	105	\$11,538,680	5	\$ 57,6	57,693.40
Edmore	20.00	160.00	110	\$5,222,381	10		52,223.81
Turtle Lake-Murcer	66.35	176.35	109.99	\$5,778,487	8.65		49,983.91
Munich	61.05	171.05	110	\$4,941,932	10	\$ 49,4	49,419.32
Carrington	59.69	169.69	103.11	\$13,939,183	3.11		43,350.86
Hettinger	68.82	178.82	110	\$6,949,297	6.18		42,946.66
Center-Stanton	70.04	180.04	109.92	\$7,387,477	4.96		36,641.89
TGU	71.96	181.96	109.98	\$11,547,101	3.04		35,103.19
Fordville-Lankin	. 66.03	176.03	110	\$3,733,903	8.97		33,493.11
Enderlin	66.07	176.07	103.71	\$8,489,756	3.71	\$ 31,4	31,496.99
Gackle-Streeter	57.05	167.05	105.6	\$5,425,653	5.6	\$ 30,3	30,383.66
Hazelton-Moffit-Braddock	60.41	170.41	106.98	\$4,278,208	6.98		29,861.89
Strasburg	66.54	176.54	108.8	\$3,336,518	8.46		28,226.94
Bowbells	57.57	167.57	108.12	\$3,223,260	8.12	\$ 26,1	26,172.87
Barnes County North	67.93	177.93	101.2	\$16,798,905	1.2	\$ 20,1	20,158.69
Hebron	65.97	175.97	104.84	\$4,056,340	4.84		19,632.69
Wing	80.08	170.08	108	\$2,329,591	80	\$ 18,6	18,636.73
Alexander	68.89	178.89	105	\$3,190,026	5		15,950.13
Maddock	71.74	181.74	110	\$4,646,027	3.26	\$ 15,1	15,146.05
Dunseith	62.53	172.53	108.47	\$1,646,698	8.47	1   	13,947.53
North Central	65.54	175.54	103.5	\$3,969,049	3.5	\$ 13,8	13,891.67
Westhope	65.14	175.14	103	\$4,122,517	ĸ		12,367.55
Page	66.72	176.72	102.67	\$4,230,138	2.67	\$ 11,2	11,294.47
Adams	69.84	179.84	110	\$2,066,592	5.16	İ	10,663.61
Linton	68.97	178.97	101	\$5,475,610	1.77	9'6 \$	9,691.83

Bill 1047 1-10-11 #2 M. 2

School [	Mill	Current Maximum	200	2009 - 2010	Amount of	Proposed
	Reduction	Operating Mills	MIIIIS	Valuation	Mills	Mill Reduction
Норе	73.17	183.17	104.98	\$5,086,458	1.83	\$ 9,308.22
Eight Mile	70.27	180.27	104.98	\$1,790,261	4.73	
Burke Central	71.41	181.41	102.21	\$3,815,570	2.21	\$ 8,432.41
Litchville-Marion	62.68	172.68	100.87	\$7,811,460	0.87	\$ 6,795.97
Montefiore	64.76	174.76	100.92	\$4,686,990	0.92	\$ 4,312.03
Ashley	74.25	184.25	110	\$4,388,505	0.75	\$ 3,291.38
South Heart	59.40	169.40	100.36	\$4,134,921	0.36	\$ 1,488.57
Naughton	66.13	176.13	103.91	\$324,982	3.91	
Bottineau	55.00	165.00	73.63	\$19,994,511	0	\$
Langdon	55.00	165.00	100	\$19,339,715	0	\$
Kidder County	55.00	165.00	100	\$10,472,328	0	\$
Tioga	53.37	163.37	94.96	\$7,982,688	0	\$
Fessenden-Bowdon	56.61	166.61	97.55	\$8,358,608	0	\$
North Star	27.66	167.66	91.55	\$8,174,723	0	\$
Killdeer	58.78	168.78	100	\$8,534,954	0	\$
Scranton	51.21	161.21	91.55	\$4,360,787	0	S
Beach	55.31	165.31	100	\$4,665,507	0	\$
New	67.94	177.94	73.13	\$12,798,685	0	\$
Mohall-Lansford-Sherwood	67.02	177.02	100	\$10,736,157	0	\$
Wyndmere	63.27	173.27	96.57	\$7,248,532	0	\$
S Prairie	61.82	171.82	63.34	\$6,110,191	0	\$
Leeds	66.52	176.52	95.35	\$5,401,042	0	\$
Newburg	68.26	178.26	94.69	\$5,256,418	0	\$
Glen Ullin	90.69	179.06	96.52	\$4,972,988	0	\$
Warwick	55.66	165.66	94.71	\$1,356,579	0	\$
Eureka	55.14	165.14	73.84	\$1,176,748	0	\$
Robinson	64.57	174.57	100	\$1,414,233	0	\$
Drake	71.68	181.68	95.97	\$4,063,935	0	\$
Nesson	72.83	182.83	92.4	\$5,638,270	0	\$
St. John	61.47	171.47	98.38	\$874,181	0	\$
Halliday	70.63	180.63	100	\$2,137,588	0	\$
Oberon	70.24	180.24	99.92	\$1,119,118	0	\$
						Ì
				-	total	\$ 1,639,093.20



Subject: Property Tax Reform

Bill: HB 1047

Testimony Provided By: Dustin Gawrylow

Lobbyist #160

Presented To: House Finance and Tax Committee

January 10<sup>th</sup>, 2011

Members of the House Finance and Tax Committee,

The issue of property tax reform and relief is one that will not go away.

Today, we are here to discuss House Bill 1047, which among other things extends the current state-funded property tax relief.

As we have seen over the last two years since this program was first enacted, there are many problems associated with ensuring that property tax owners see the full benefit of the states' intentions.

During the 2009 legislative session, I testified on Senate Bill 2199 to the effect that the proposed property tax relief, without considerable reforms included, would fail to address the root causes of the property tax problem.

### In 2009 I said:

- SB 2199 would fail to address the real problem which is a lack of mill levy reductions to counteract property valuation increases.
- SB 2199 would fail to address the issue of spending at the local level outside of education.
- SB 2199 would fail to prevent cities, counties, and parks from filling the property tax void left by the state-funded property tax relief.
- SB 2199 would fail to limit future spending increases as a condition of receiving this new state money, allowing the status quo that created this situation to continue.

The North Dakota Taxpayers' Association is a membership-funded advocacy group designed to get taxpayers a voice in legislative matters. NDTA is 100% in-state funded, and counts over 500 North Dakotans as current dues paying members, with an additional 5,000 North Dakota receiving regular email updates. NDTA is the only organization with a full time lobbyist dedicated to advocating on behalf of the taxpayer.

Since then we have seen these predictions come true.

In the May 19<sup>th</sup>, 2010 edition of the Dickinson Press, a letter written by State Representative George Nodland said:

Statewide, school taxes decreased 28.3 percent due to the property tax relief bill (SB2199) adopted in the 2009 legislative session.

City property taxes increased 4.3 percent and county property taxes increased 8 percent for an overall state property tax decrease of 12.6 percent.

(Note: These figures represent only the first year of the program)

As predicted, the gap created by additional state funding for school districts was partially filled by cities, counties, and park districts — thereby diminishing the effectiveness of the state's property tax program.

# No More Bailouts

The reason for this is simple: state-funded tax relief without reform is nothing more than a bailout of local government.

This legislature has two choices this year:

- 1. Continue to throw state tax dollars at local school districts while other local officials do nothing to curb the spending that creates high property taxes.
- 2. Create actual mechanisms to at least make it politically uncomfortable to allow this to keep happening.

This is the challenge the legislature now faces.

Currently, there is a group of North Dakotans unaffiliated with the Taxpayers' Association, collecting signatures to constitutionally eliminate the property tax in North Dakota.

# True Reform Is Needed

Just this last May, Chairman Belter and I participated in a property tax discussion forum. While we both took the position that the current property tax system can and should be fixed, we also both heard the anger that is brewing out there when it comes to the property tax situation.

lt's time to start looking at real reforms to the root cause of high property taxes.

The root cause of increasing property tax levels is caused by property values going up, while tax rates in the form of the

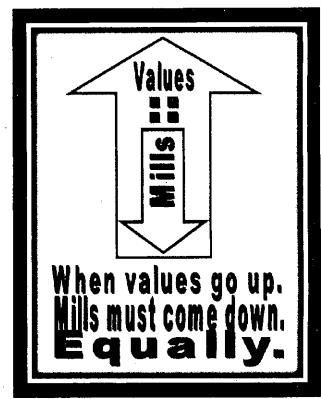
mill-levy stay constant.

When property values go up, local governments can ride on Automatic Tax Increases.

When taxes go up, elected officials should be on the record as voting for said increases.

When the legislature needs more revenue than is projected it must take a vote on both the spending and the tax increase. Local governments should be no different.

This basic reform will not limit local control in any way. It simply requires local officials to go on the record as supporting higher tax rates for property owners.



# How would such a reform work?

Each year, as part of the existing budget making process, the County Auditor would inform all tax levying entities of the mill rate they may levy without a vote to increase. This maximum rate would be determined by reducing the previous year's mill levy rate by the percentage that aggregate property values increased (including new construction).

This is just one suggested way to approach true reform. One thing is certain: the current program without real reform is not acceptable.

# Accounting and Budget Transparency

Another problem with this bill is the accounting of how it is being paid for.

In 2009, the legislature set aside \$600 million for the property tax stabilization fund with the purpose of covering the program for two budget cycles. The funding for this program was done thru the general fund and covered by a transfer from the Permanent Oil Trust Fund.

While this biennium's portion of the property tax program is mostly covered by what was already set aside, there is concern that by funding future budgets directly

from the Permanent Oil Trust Fund, there is an attempt to hide this spending to make the overall budget look better on paper.

In the name of budget transparency, the accounting for the property tax program should be handled the same as it was last session. This will allow for a proper apples-to-apples comparison of the budgets.

# Conclusion

Without real reform the property tax program simply is destined to cost more and more each session. The legislature must look into ways of creating more accountability by local government that simply does not seem to appreciate what the legislature is doing for it by shifting the burden of local government onto the state's books.

Local government must make a good faith effort to reduce its own demand on property taxes as part of the state's efforts to do the same.



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# 1047 |-10-11 |**# 4** 

### **House Finance & Taxation Committee**

January 10, 2011

# HB 1047 Testimony by North Dakota Farm Bureau

presented by Sandy Clark, public policy director

Good morning, Mr. Chairman and members of the committee. For the record, my name is Sandy Clark and I represent North Dakota Farm Bureau.

North Dakota Farm Bureau policy supports property tax relief and property tax reform. Therefore, we stand today in support of HB 1047 and support the property tax provisions.

In Section 4 on page 6, we support the right of voters to increase the local mill levy, but we do not have a position on the changes here regarding those school districts that previously had unlimited mill levies or the ten year limit.

This property tax relief plan, utilizing the school funding mechanism, seems to have worked well and we support its continuation at this time. However, last Session we questioned the ability to sustain these replacement dollars over time. We express those same concerns today.

This delivery method works well when the state is flush with budget surpluses, but we question what happens when the North Dakota economy declines and the oil industry takes a downturn.

We believe property tax relief through replacement dollars is not long term. What we really need is property tax reform. Property valuations are still increasing. The problem still exists. The problem is not escalating valuations. The dilemma is caused by political subdivisions not reducing mill levies at the same level in dollars as the increase in valuations. Farm Bureau encourages the Legislature to consider true property tax reform.

Farm Bureau also has concern that this property tax relief could be negated by other political subdivisions increasing mill levies or not reducing mill levies enough to compensate for the increase in valuations.

Some counties and cities have held the line with their mill levies and taxpayers appreciate

(over)

that. But we have also heard reports from other Farm Bureau members, who have reported that their property tax bills have actually gone up due to actions by other political subdivisions.

We all have a responsibility to resolve the property tax dilemma. Legislators have a responsibility to establish the parameters and the structure for levying and collecting property taxes. Local political subdivisions must have the discipline to exercise fiscal responsibility and conservative spending to keep property taxes in check. And finally, if taxpayers really want lower property taxes, we must be willing to accept less government services. Taxpayers must accept the responsibility to show up at local budget hearings, express our concerns, and then elect local government officials who will follow through.

Property tax relief and property tax reform must work in tandem to create a climate that will truly reduce property taxes over the long term.

Again, we support HB 1047 and we hope you will give it a "do pass" recommendation. Thank you for your consideration. I will stand for any questions you might have.

School	Current Reduction Mills	2010 - 2011 Mills	Maximum Mills To Operate	(	Current Taxable Valuation		Mill Levy Reduction Amount
Central Cass  Bowman County	56.33 61.31	108.90	166.33 171.21	\$ \$	17,390,625.00	\$ \$	154,776.56
New Rockford - Sheyenne	61.21 65.00	109.13 110.00	171.21 175.00	\$	12,734,882.00 8,047,689.00	\$	116,269.47 80,476.89
LaMoure	58.01	109.98	168.01	\$	7,990,045.00	\$	79,740.65
Enderlin	66.07	109.84	176.07	\$	8,875,149.00	\$	79,255.08
Kindred	66.50	104.97	176.50	\$	15,405,566.00	\$	76,565.66
Central Valley	57.05	110.00	167.05	\$	7,572,635.00	\$	75,726.35
Carrington	5 <b>9</b> .69	105.00	169.69	\$	14,757,590.00	\$	73,787.95
New Salem	54.55	110.00	164.55	\$	6,526,446.00	\$	65,264.46
Mott-Regent	65.00	108.00	175.00	\$	7,994,914.00	\$	63,959.31
Velva	63.69	105.13	173.69	\$	11,342,107.00	\$	58,185.01
Edmore	50.00	110.00	160.00	\$	5,525,628.00	\$	55,256.28
Turtle Lake-Murcer	66.35	110.00	176.35	\$	6,273,013.00	\$	54,261.56
Munich	61.05	110.00	171.05	\$	5,245,308.00	\$	52,453.08
Garrison	63.00	104.64 110.00	173.00 175.14	\$ \$	10,182,581.00 4,651,964.00	\$	47,247.18 45,868.37
Westhope	65.14 68.82	110.00	178.82	\$	7,115,817.00	\$	43,975.75
Hettinger TGU	71.96	110.00	181.96	Š	12,915,107.00	\$	39,261.93
Fordville-Lankin	66.03	110.00	176.03	\$	4,310,738.00	Š	38,667.32
Hazelton-Moffit-Braddock	60.41	108.00	170.41	\$	4,748,436.00	\$	37,987.49
Center-Stanton	70.04	109.99	180.04	\$	7,515,074.00	\$	37,274.77
Hebron	65.97	110.00	175.97	\$	4,082,864.00	\$	36,868.26
Litchville-Marion	62.68	104.14	172.68	\$	8,641,821.00	\$	35,777.14
Wyndmere	63.27	103.56	173.27	\$	7,532,019.00	\$	26,813.99
Alexander	68.89	109.07	178.89	\$	3,439,590.00	\$	21,015.89
Wing	80.08	108.10	170.08	\$	2,458,791.00	\$	19,916.21
South Heart	59.40	103.95	169.40	\$	4,471,352.00	\$	17,661.84
Maddock	71.74	110.00	181.74	\$	5,089,970.00	\$ \$	16,593.30 16,349.49
Page	66.72	103.58	176.72	\$ \$	4,566,896.00 12,625,353.00	\$	9,595.27
McKenzie Co.	56.38	100.76 107.39	166.38 180.27	\$ \$	1,946,135.00	Ś	9,205.22
Eight Mile	70.27 73.17	107.35	183.17	\$	8,128,576.00	\$	7,153.15
ope ssenden-Bowdon	56.61	100.73	166.61	\$	9,128,135.00	\$	6,663.54
. strasburg	66.54	101.53	176.54	\$	3,614,520.00	\$	5,530.22
Monteflore	64.76	100.87	174.76	\$	5,700,132.00	\$	4,959.11
Gackle-Streeter	57.05	100.74	167.05	\$	5,846,544.00	\$	4,326.44
Barnes County North	67.93	100.21	177.93	\$	17,939,529.00	\$	3,767.30
Ashley	74.25	101.39	184.25	\$	4,931,435.00	\$	3,698.58
Dunseith	62.53	100.85	172.53	\$	1,771,109.00	\$	1,505.44 1,096.68
Adams	69.84	110.00	179.84	\$ \$	212,535.00 7,441,952.00	\$	1,050.00
Washburn	55.92	72.56	165.92 165.66	\$	1,465,993.00	\$	•
Warwick —	55.66	84.92 74.19	163.37	\$	11,442,057.00	\$	_
Tioga	53.37 61.47	85.99	171.47	\$	1,000,116.00	Š	-
St. John Scranton	51.21	99.95	161.21	\$	4,472,447.00	\$	-
S Prairie	61.82	40.00	171.82	\$	7,705,808.00	\$	-
Robinson	64.57	95.00	174.57	\$	1,448,469.00	\$	•
Oberon	70.24	90.03	180.24	\$	1,243,049.00	\$	•
North Star	\$7.66	83.63	167.66	\$	8,948,785.00	\$	-
North Central	65.54	94.38	175.54	\$	4,450,099.00	\$	-
Newburg	<b>68</b> .26	89.90	178.26	\$	5,814,890.00	\$	_
New	67.94	74.54	177.94	\$	14,570,368.00	\$	_
Nesson	72.83	93.55	182.83	\$ \$	6,257,813.00 344,346.00	\$	-
Naughton	66.13	74.77	176.13 177.02	\$	12,318,896.00	\$	_
Mohall-Lansford-Sherwood	67.02	97.61 97.82	177.02	\$	5,727,483.00	\$	-
Linton	68.97 66.52	85.94	176.52	\$	5,992,226.00	\$	-
Leeds	55.00	60.00	165.00	\$	20,970,619.00	\$	
Langdon Killdeer	58.78	100.00	168.78	\$	9,334,585.00	\$	-
Kidder County	55.00	100.00	165.00	\$	11,197,571.00	\$	•
Halliday	70.63	100.00	180.63	\$	2,262,824.00	\$	-
Glen Ullin	69.06	100.00	179.06	\$	5,356,463.00	\$	-
Drake	71.68	97.24	181.68	\$	4,411,823.00	\$	-
Burke Central	71.41	93.66	181.41	\$	4,324,199.00	\$	-
owbells	57.57	95.98	167.57	\$	3,692,821.00	\$	-
ttineau	55.00 55.31	72.25	165.00 165.31	\$ \$	20,946,814.00 4,972,312.00	\$	-
éach	55.31	100.00	103.31	Þ	-,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,	ب	

Total \$ 1,624,758.18

mill

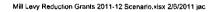
108 General Fund, Tuition and Transportation Levies. i allocation ... district wsu \* \$3,879. mum l

Minimum GF Levv3 Requirement Maximum GF Levy3 Reduction

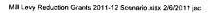
100 75 3.879

100 mills to qualify for any reduction 5 mills.

2011-2012 MLRG Calculation 2011-12 MLRG if reset to current levies Marinun Levy (Max Total uction 75 GFLevv3 Adlusted Weighted Mill Levy milis. Min Total Ramt 100 MIII Levy GFLevy3 in Tax Relief wau Reduction Student Units Maximum Tax Rellef wsu Buydown in Effective Maximum tv Name (2011 02 wsu) in 2008 mills) Relief Allowe allocation Reduction Gran 2010 2008 Mills Rate Relief Allowed allocation Grant Difference 1,153.384 20,970,619 1,153,384.05 gdon Area 23 115.00 15.00 314,559 1,681,585 314.559 (838,825) 1.152.074 77 676.75 20.946.814 155.00 55.00 1.152.075 2,625,113 72.25 55.00 127.25 27.25 570,801 2,625,113 570,801 (581,274) 11 442 057 153.37 53.37 B10 663 1.326 463 610.662.58 1a 15 341 96 74 19 53.37 127 56 27.58 315 343 1 326 463 315 343 (295 319) 348,60 7,441,952 155.92 55.92 416,154 1,352,219 416,153.96 72.56 211,947 1,352,219 211,947 (204,207) 55.92 128.48 28.48 shburn 4 de County 314.95 9.848.030 122.95 22.95 226.012 1,221,691 226.012.29 84.09 22.95 107.04 7.04 69,330 1,221,691 69,330 (156,682) th Star 10 337.72 8 948 785 157.66 57.66 515.987 1.310.016 515,986,94 86 24 57.66 143.90 43.90 397.852 1 310 016 392 R52 (123,135) 13,260,041 178,74 75.00 994,503 1,645,705 994,503.08 92.71 75.00 ris and Clark 161 424.26 167,71 67.71 897,837 1,645,705 897,837 (96,666) ر 50 217.68 5,081,171 178 46 75.00 381 088 844,381 381.087.83 81.80 75.00 156.80 56.80 288,611 844,381 288,611 (92,477) 398.603 799,889 398,602.87 206.21 5.992.226 166.52 66.52 de A 85.94 66 52 152 46 52.48 314 352 799 889 314 352 (84 251) 7,705,808 476,373 653,805 476,373.05 168.55 91,91 61.82 153.73 414,033 653,805 414,033 (62,340) raine 70 53.73 vburg-United 54 106.60 5 814 890 168.26 68 26 396 924 414,277 396.924.39 90.78 68.26 159.04 59.04 343.311 414.277 343,311 (53.613) 9,728,064 75.00 729,805 867,694 729,604.80 223.69 191.97 95.29 75.00 867.694 irose 4 170.29 70.29 683.786 683.786 (45.819) 6,257,813 172.83 72.83 455,757 1,000.510 455,756,52 415,394 son 2 72.83 166.38 1,000,510 415.394 (40, 363)ota Prairie 1 353 98 14.579.220 185.00 75.00 1.093.442 1.373.088 1.093.441.50 97 47 75 00 172 47 72.47 1.056.556 1,373,088 1.056.556 (36.885) 75.00 5,791,140 184.51 75.00 434,336 1,246,090 434,335.50 94.85 321.24 169.85 69.85 404.511 1.246.090 (29.824) nbum 26 404.511 97.61 (29,442) 409.67 12,318,896 167.02 67.02 825,612 1,589,110 825,612.41 67.02 796,170 nall-Lansford-Sherwood 796,170 ke Central 36 125 14 4 324 199 171 41 71.41 308.791 485 418 308,791.05 93.66 71 41 165.07 65.07 281 376 485 418 281.376 (27.415) 81,597,17 (22,107) 289.13 1,121,535 84.92 55.66 140.58 40.58 59,490 1,121,535 59,490 rwick 29 359.68 9.219.287 181.47 75.00 691 447 1,395,199 691 446 53 97.62 75.00 172.62 72.62 669,505 1,395,199 669,505 (21,942) 57.57 212,596 345,968 212,595.70 3,692,821 157.57 57.57 vhells 14 89.19 95.98 153 55 53.55 197 751 345,968 197.751 (14.845) 408.53 1,000,116 161.47 61,47 61,477 1,584,688 61,477.13 147.46 47,466 47,466 (14,012) iohn 3 189,540,38 vers Lake 27 125.71 2.527.205 185.00 75.00 189.540 487.629 94.97 75.00 169 97 69.97 176 829 487 629 176.829 (12.712) 367.85 5,727,483 168.97 68.97 395,025 1,426,890 395.024.50 97.82 68.97 166.79 66.79 382.539 1.426.890 382.539 (12.486) on 36 75.00 75.00 otten 30 194.90 127,250 328 05 9.544 756 017 9.543.75 75.00 75.00 756,017 (9,544 2,395,593 1,080,555.45 1.080.555 aby 5 617.58 14.407.406 185.00 99.36 75.00 174.36 74.36 1.071,335 2,395,593 1 071 335 (9.221) ughton 25 166.13 66.13 25,330 22,771.60 74.77 140.90 40.90 (8,688) 66.13 14.084 25,330 14.084 inson 14 24 00 1 448 469 184 57 64.57 93 528 93 096 93 096 00 95.00 64.57 159.57 59.57 86,285 93,096 86,285 (6,811) 40.03 232.18 75.00 140,371 155,276 ю Тгее 6 1.871.611 140,370.83 98.04 75.00 173.04 73.04 136,702 155,276 136,702 (3.668) 4,472,447 229,034 700,004 229,034.01 151,16 228,810 700,004 (224) 51.16 228,810 enton 33



	2011-2012 MLR	G Calculation						2011-12 ML	RG if reset to	current levi	23				
	Total		·	Maximum Levy Reduction (Max		,									
	Weighted			reduction 75 milis, Min					GFLevy3	Total	Adjusted			Mill Levy	
	Student Units	Taxable	GFLavy3	Ramt 100	Maximum	Tax Relief wsu	Mill Levy	GFLevy3 in	Buydown in		Buydown	Maximum	Tax Relief wsu	Reduction	
ity Name	(2011 02 wsu)	Valuation	in 2008	milis)	Relief Allowed	allocation	Reduction Grant	2010	2008	Mills	Rate	Relief Allowed	allocation	Grant	Difference
in Buttes 37	58.71	109,965				227,736	-	-	-	-	-	-	227,736	•	-
court 7	1,719,50	471,793	-	٠ .	-	6,669,941	•	-	-	•		-	6.669,941	-	-
ndaree 36	243.04	452,012	76.19		-	942,752		15.49	•	15.49		•	942,752	-	•
1 18	7.95	608,169	19.48	· ·	-	30,838	•	16.94	-	16.94	1 -	-	30,838	-	-
ntral Elementary 32	5.36	1,544,929	27.98		-	20,791	-	25.89	-	25.89	-	-	20,791	-	-
ings Co 1	56.66	6,763,589	34.10	-	-	219,784	-	29.57	-	29.57	-	-	219,784	-	-
rse Creek 32	4.70	2,207,032	58.16		•	18,231	-	40.78	-	40.78	1 -	-	18,231	-	-
rmarth 12	25.65	2.294,707	49.04	l		99,496		43.93	-	43.93	i -	-	99,496	-	-
nning 45	8.06 7.38	323,390 1,365,330	274.97 126.46	75.00	24,254	31,265	24,254.25	228.83	75.00		75.00			24,254	-
cker 10				26.46	36,127	28,627	28,627.02		26.46		61.71	84,255		28,627	-
ite Shield 85	171.23	403,758 577,863	185.00 185.00	75.00	30,282	664,201	30,281.85		75.00		75.00			30,282	
Yates 4	284.69	858:327	195.70	75.00	43,340	1,104,313	43,339.73		75.00		75.00		.,,	43,340	
le Heart 4	12.56 16.14	1,057,584	218.23	75.00	64,375	48,720	48,720.24		75.00		75.00				-
dwin 29		1,329,860	186.66	75.00	79,319	62,607	62,607.06	165.47	75.00		75.00			62,607	-
asant Valley 3	16.59 29.23	2,504,337	244.15	75.00	99,740	64,353	64,352.61	117.06	75.00		75.00			64,353	-
irling 35 en 3		1,512,689	185.00	75.00	195,325	113,383	113,383,17	142.51	75.00		75.00			113,383	-
	233.13 31.26	1,600,633		75.00	113,452 120,047	904,311	113,451.68		75.00		75.00			113,452	-
noken 33	107.09	1,631,893		75.00 75.00	120,047	121,258	120,047,48				75.00	,,- ,,		120,047	-
ifridge 8 fiiday 19	34.16	2,262,824	170.63	70.63	159,823	415,402	122,391.98	1	75.00		75.00			122,392	-
Ransom 6	34.10	2,761,908		75.00	207,143	132,507 135,416	132,506.64	100.00	70.63		70.63	159,823		132,507	-
odrich 16	39.78	1,897,510		75.00			135,415.89		75.00		64.99	179,496		135,416	
newaukan 5	288.74	1,907,504		75.00	142,313 143,063	154,307	142,313.25 143,062.80		75.00		75.00			142,313	
Mord 1	76.71	1,939,370		75.00	145,453	1,120,022 297,558	143,052.80		75.00		75.00				
llowstone 14	110.59	2,057,119		75.00	154,284	428,979			75.00		,			145,453	-
amoose 14	108.13	2,344,117	201.51	75.00	175,809	420.979	154,283.93 175,808.78				75.00			154,284	-
Ifield 13	277.82	2,486.347	185.00	75.00	186,476	1.077.664	185,476.03		75.00		75.00				
ierado 127	110.95	2,518,386		75.00	188.879	430,375	188,878,95		75.00					186,476	
osavelt 18	143.99	2,723,346		75.00	204,251	558, <b>537</b>	204,250.95		75.00						=
eland 4	75.51	2,762,515		75.00	207,189	292,903	204,250.95		75.00		75.00			204,251	-
nsal 19	75.18	2,974,749		75.00	223,106	292,903	207,188.63		75.00					207,189	
ntpelier 14	131.56	3,138,710		75.00	235,106	510,321	235,403.25		75.00		75.00				
Clusky 19	131.28	3,197,372		75.00	239,803	509,235	239,802,90	-				,		235,403	
irkweather 44	122.59	3,284,513		75.00	246,338	475,527	246,338.48								
rth Central 28	65.80	4,450,099			291,659	475,527 255,238	255,238.20							246,338	
(U) Collinal 20	1 00.00	4,400,033	100.54	1 03.34	251,035	233,230	200,230.20	94.38	65.54	159.92	59.92	266,650	255,238	255.238	-





	2011-2012 MLR	G Calculation	•					2011-12 MLI	RG if reset to	current tevi	es				
<del></del>				Maximuni				1		our cir iu ii	Ĩ				
				Levy											
				Reduction											
				(Max											
	Total			reduction 75											
	Weighted			milis, Min				1	GFLevy3	Total	Adjusted			Mill Levy	
	Student Units	Taxable	GFLevy3		Maximum	Tax Relief wsu	Mill Levy	GFLevy3 in			Buydown	Maximum	Tax Relief wsu	Reduction	
tity Name	(2011 02 wsu)	Valuation	in 2008	milis)	Relief Allowed	allocation	Reduction Grant	2010	2008	Mills	Rate	Relief Allowed	allocation	Grant	Difference
largent 3	307.88	3,335,987	177.82	75.00	250,199	1,194,267	250,199.03	106.04			75.00	250,199	1,194,267	250,199	-
lette 29	179.29	3,366,769	192.43	75.00	252,508	69 <b>5,466</b>	252,507,68	116.00	75.00	191.00	75.00	252,508	695,466	252,508	-
ple Creek 39	74.43	3,496,623	214.99	75.00	262,247	288,714	262,246.73	213.60	75.00	288.60	75.00	262,247	288,714	262,247	
Thomas 43	106.01	3,561,653	209.34	75.00	267,124	411,213	267,123.98	131.05	75.00		75.00	267,124	411,213	267,124	-
sher 39	270.32	3,637,234	185.19	75.00	272,793	1,048,571	272,792.55	110.00	75.00	185.00	75.00	272,793	1,048,571	272,793	-
ach 3	365.07	4,972,312	155.31	55.31	275,019	1,416,107	275,018.58	100.00	55.31	155.31	55.31	275,019	1,416,107	275,019	-
wyer 16	178.95	3,831,888	185.00	75.00	287,392	694,147	287,391.60	103.23	75.00	178.23	75.00	287,392	694,147	287,392	-
gree-Buchanan	179.51	4,049,257	177.00	75.00	303,694	696,319	303,694,28	102.00	75.00	177.00	75,00	303,694	696,319	303,694	
nor 2	309.65	4,058,743	188.22	75.00	304,406	1,201,132	304,405.73	113.12	75.00	188.12	75.00	304,406	1,201,132	304,406	-
dina 3	208.74	4,308,394	185.00	75.00	323,130	809,702	323,129.55	110.00			75.00	323,130	809,702	323,130	-
rmount 18	161.70	4,387,703	188.06	75.00	329,078	627,234	329,077.73	110.00				329,078	627,234	329,078	_
gerwood 28	235,88	4,388,439	190.61	75.00	329,133	914,979	329,132.83	116.38				329,133	914,979	329,133	-
nto 20	270.80	4,473,715	189.01	75.00	335,529	1,050,433	335,528.63	115.36			75.00	335,529	1,050,433	335,529	-
pleton 7	107.91	4,481,994	227.48	75.00	336,150	418,583	336,149.55	148.71	75.00		75.00	336,150	418,583	336,150	-
nvel 125	201.91	4,672,353	190.42	75.00	350,426	783,209	350,426.48	120.10			75.00	350,426	783,209	350,426	
Pleasant 4	303.43	4,758,658	180.03	75.00	356,899	1,177,005	356,899.35	109.27	75.00	184.27	75.00	356,899	1,177,005	356,899	-
in-New Leipzig 49	192.18	4,859,092	206.50	75.00	364,432	745, <b>46</b> 6	364,431.90	130.00			75.00	364,432	745,466	364,432	-
ın Ullin 48	203.75	5,356,463	169.06	69.06	369,917	790,346	369,917.33	100.00				369,917	790,346	369,917	-
anora 99	127.21	5,031,435	185.00	75.00	377,358	493,448	377,357.63	109.31	75.00		75.00	377,358	493,448	377,358	-
shek 19	268.49	5,118,741	176.02	75.00	383,906	1,041,473	383,905.58	106.86	75.00	181.86	75.00	383,906	1,041,473	383,906	-
poleon 2	323.39	5,162,173	176.84	75.00	387,163	1,254,430	387,162.98	100.86	75.00	175.86	75.00	387,163	1,254,430	387,163	-
tton 7	257.96	5,195,066	203.50	75.00	389,630	1,000,627	389,629.95	110.00		185.00	75.00	389,630	1,000,627	389,630	
rrey 41	405.50	5,317,652	197.71	75.00	398,824	1,572,935	398,823.90	102.07	75.00	177.07	75.00	398,824	1,572,935	398,824	_
w England 9	195.48	5,604,167	185.00	75.00	420,313	758.267	420,312.53	110.00		185.00	75.00	420,313	758,267	420,313	_
cota 66	264.65	6,049,987	185.00	75.00	453,749	1,026,577	453,749.03	105.95	75.00	180.95	75.00	453,749	1,026,577	453,749	_
:hardton-Taylor 34	315.94	6,283,588	185.00	75.00	471,269	1,225,531	471,268.95	110.00	75.00	185.00	75.00	471,269	1,225,531	471,269	-
rthwood 129	308.14	6,696,197	184.06	75.00	502,215	1,195,275	502,214.78	110.00	75.00	185.00	75.00	502,215	1,195,275		
lm 7	138.64	6,719,479	178.77	75.00	503,961	537,785	503,960.93	100.02	75.00	175.02	75.00	503,961	537,785	503,961	_
₃yton 19	175.48	6,766,531	208.44	75.00	507,490	680,687	507,489,83	138.08	75.00	213.08	75.00	507,490	680,687	507,490	_
:hland 44	362.88	6,918,979	185.00	75.00	518,923	1,407,612	518,923.43	109.94	75.00		75.00	518,923	1,407,612	518,923	-
zen 3	648.31	6,971,051	185.00	75.00	522,8 <b>2</b> 9	2,514,794	522,828.83	110.00		185.00	75.00	522,829	2,514,794	522,829	
derwood 8	240.26	7.186,273	176.01	75.00	538,970	931,969	538,970.48	109.23	75.00	184.23	75.00	538,970	931,969	538,970	
geley 3	288.59	7,242,783	180.71	75.00	543,209	1,119,441	543,208.73	107.56	75.00	182.56	75.00	543,209	1,119,441	543,209	
ikota 7	146.54	7,243,587	185.00	75.00	543,268	568,429	543,267.53	118.29	75.00	193.29	75.00	543,268	568,429	543,268	
tway 128	270.30	7,250,493	191.36	75.00	543,787	1,048,494	543,786.98	119.83	75.00	194.83	75.00	543,787	1,048,494	543,787	
				•				•				,	.,.,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,	2.0,00	

Mill Levy Reduction Grants 2011-12 Scenario.xlsx 2/6/2011 jac

	2011-2012 MLR	G Calculation						12011-12 ML	RG if reset to	current levi	es				
				Maximum				1			ĩ				
				Levy				1							
				Reduction											
				(Max				i							
\ \ \ \ \ \ \ \ \ \ \ \ \ \ \ \ \ \ \	Total			reduction 75				ļ							
	Weighted			mills, Min					GFLevy3	Total	Adjusted			Mill Levy	
	Student Units	Taxable	GFLevy3		Maximum	Tax Renel wsu	Mill Levy	GFLevy3 in			Buydown	Maximum	Tax Relief wsu	Reduction	
tity Name	(2011 02 wsu)	Valuation	in 2008	milis)	Relief Allowed	allocation	Reduction Grant	-	2008	Mills	Rate	Relief Allowed	allocation	Grant	Difference
nkinson 8	357.05	7,260,965	180.87	75.00	544,572	1,384,997	544,572,38	110.00			75.00	544,572	1,384,997	544,572	
ley-Sharon 19	211,28	7,298,203	185.00	75.00	547,365	819,555	547,365.23	103.13			75.00	547,365	819,555	547,365	
rk River 78	448.33	7,302,453	188.08	75.00	547,684	1,739,072	547,683.98	112.92			75.00	547,684	1,739,072	547,684	-
deer 16	422.48	9,334,585	158.78	58,78	548,687	1,638,800	548,686.91	100.00			58,78	548,687	1,638,800	548,687	-
pe 10	145,56	8,128,576	173.17	73.17	594,768	564,627	584,627.24	100.88		174.05	74.05	601,921	564,627	564,627	-
rshall 3	349.78	7,974,612	179.70	75,00	598,096	1,356,797	598,095.90				75.00	598,096	1,356,797	598,096	
w Town 1	807.87	8,016,433	180.97	75.00	601,232	3,133,728	601,232.48	106.57	75.00	181.57	75.00	601,232	3,133,728	601,232	-
ompson 61	451.83	8,071,338	184.81	75.00	605,350	1,752,649	605,350.35	109.70	75.00	184.70	75.00	605,350	1,752,649	605,350	
Ider County 10	484.90	11,197,571	155.00	55.00	615,866	1,880,927	615,866.41	100.00	55.00	155.00	55.00	615,866	1,880,927	615,866	-
ggs County Central 18	347.01	8,796,890	190.00	75.00	659,767	1,346,052	659,766.75	130.95	75.00	205.95	75.00	659,767	1,346,052	659,787	
imore 44	500.72	9,067,257	185.00	75.00	680,044	1,942,293	680,044.28	110.00		185.00	75.00	680,044	1,942,293	680,044	-
lley-Edinburg 118	323.65	9.206,001	194.61	75.00	690,450	1,255,438	690,450.08	122.00	75.00	197,00	75.00	690,450	1,255,438	690,450	
valler 6	435.12	9,789,355	185.96	75.00	734,202	1,687,630	734,201.63	110.00	75.00	185.00	75.00	734,202	1,687,830	734,202	- '
rvey 38	448.69	10,115,533	182.17	75.00	758,665	1,740,469	758,664,98	104.45	75.00	179.45	75.00	758,665	1,740,469	758,665	
rgent Central 6	303.17	10,201,767	189.01	75.00	785,133	1,175,996	765,132.53	106.78	75.00	181.78	75.00	765,133	1,175,996	765,133	-
andale 40	380.15	10,872,687	179.45	75.00	815,452	1,474,602	815,451.53	104.22	75.00	179.22	75.00	815,452	1,474,602	815,452	
bon 19	590.82	10,961,807	185.00	75.00	622,136	2,679,691	822,135.53	108.98	75.00	183.98	75.00	822,136	2,679,691		
ited 7	604.84	10,980,766	178.63	75.00	823,557	2,346,174	823,557.45	103.61	75.00	178.61	75.00	823,557	2,346,174		-
w 8	227.33	14,570,368	167,94	67.94	989,911	881,813	881,813.07	113.88	67.94	181.82	75.00	1,092,778	881.813	881,813	
afton 3	955.86	11,474,301	185.92	75.00	860,573	3,707,005	860,572.58	110.00	75.00	185.00	75.00	860,573	3,707,005		-
sboro 9	445.17	12,069,486	185.00	75.00	905,211	1,726,814	905,211.45	110.00	75.00	185.00	75.00	905,211	1,726,814	905,211	
kes 41	525.12	12,303,564	185.00	75.00	922,767	2,036,940	922,767.30	110.00	75.00	185.00	75.00	922,767	2.036.940		_
ulah 27	741.94	12,477,564	185.00	75.00	935,817	2,877,985	935,817.30	109.96	75.00	184.96	75.00	935,817	2,877,985	935,817	_
y-Port CG 14	578.57	12961076		75.00	972,081	2,244,273	972,080.70	110.00	75.00	185.00	75.00	972,081	2,244,273	972,081	_
rthern Cass	596.62	13,450,418	183.85	75.00	1,008,781	2,315,065	1,008,781.35	106.80	75.00	181.80	75.00	1,008,781	2,315,065		_
ple Valley 4	323.64	13,542,181	177.54	75.00	1,015,664	1,255,400	1,015,663.58	100.00	75.00	175.00	75.00	1,015,664	1,255,400	1,015,664	-
inley 2	451.80	15,977,648	185.00	75.00	1,198,324	1,752,532	1,198,323.60	110.00	75.00	185.00	75.00	1,198,324	1,752,532	1,198,324	_
nth Border 100	545.56	17,615,985	185.00	75.00	1,321,199	2,116,227	1,321,198.88	110.00	75.00	185.00	75.00	1,321,199			
vils Lake 1	1,819.04	23,273,574	188.00	75.00	1,745,518	7,056,056	1,745,518.05	110.00	75.00	185.00	75.00	1,745,518	7.056,056	1,745,518	
ihpetan 37	1,331.25	23,699,437	186.65	75.00	1,777,458	5,163,919	1,777,457.78	111.65	75.00	186.65	75.00	1,777,458	5,183,919		
ley City 2	1,193.48	25,116,099	186.32	75.00	1,883,707	4,629,509	1,883,707.43	111.91	75.00	186.91	75.00	1,883,707	4,629,509	1,883,707	_
liston 1	2,483.33	34,070,448	188.33	75.00	2,555,284	9,632,837	2,555,283.60	110.00	75.00	185.00	75.00	2,555,284	9,632,837		
nestown 1	2,377.77	39,621,322	192,03	75.00	2,971,599	9,223,370	2,971,599.15	117.02	75.00	192.02	75.00	2,971,599	9,223,370		_
:kinson 1	2,885.83	54,133,507	185.00	75.00	4,060,013	11,194,135	4,060,013.03	109.99	75.00	184.99	75.00	4,060,013	11,194,135		-
ndan 1	3,536.48	62,283,248	185.00	75.00	4,671,244	13,718,006	4,671,243.60	109.18	75.00	184.18	75.00	4,671,244	13,718,006		_
								•			•				

Mill Levy Reduction Grants 2011-12 Scenario.xisx 2/5/2011 jac



	2011-2012 MLR	G Calculation						2011-12 ML	RG if reset to	current levie	98				
				Maximum				1			Ī				
_				Levy											
				Reduction											
				(Max							1				
	Total			reduction 75				ļ.			i				
	Weighted			milis, Min					GFLevy3	Total	Adjusted			Mili Levy	
	Student Units	Taxable	GFLevy3		Maximum	Tax Relief wsu	Mill Lavy			Effective	Buydown	Maximum	Tax Relief wsu	Reduction	
ity Name	(2011 02 wsu)	Valuation	in 2008	milis)	Relief Allowed	allocation		2010	2008	Milis	Rate	Relief Allowed	allocation	Grant	Difference
not 1	7,389.50	127,362,513	191.69	75.00	9,552,188	28,659,992	9,552,189.48	116.03	75.00	191.03	75.00	9,552,188	28,659,992	9,552,188	
and Forks 1	7,695.20	153,540,567	198.96	75.00	11,515,543	29,849,681	11,515,542.53	123.96	75.00	198.96	75.00	11,515,543	29,849,681	11,515,543	•
st Fargo 6	7,649.21	169,182,271	188.26	75.00	12,688,670	29,671,286	12,688,670.33	114.28	75.00	189.28	75.00	12,688,670	29,671,286	12,688,670	-
marck 1	11,883.54	250,882,766	205.71	75.00	18,816,207	46,096,252	18,816,207.45	124.86	75.00	199.86	75.00	18,816,207	46,096,252	18,816,207	
90 1	11.430.56	255,562,235	266.31	75.00	19,167,168	44,339,142	19,167,187.63	191.18	75.00	266.18	75.00	19,167,168	44,339,142	19,167,188	
nley 9	178.68	4,931,435	174.25	74.25	366,159	693,100	366,159.05	106.67	74.25	180.92	75.00	369,858	693,100	369,858	3,699
mes County North 7	402.54	17,939,529	167.93	67.93	1,218,632	1,561,453	1,218,632.20	100.21	67.93	168.14	68.14	1,222,400	1,561,453	1,222,400	3,767
ckle-Streeter 56	127.39	5,846,544	157.05	57.05	333,545	494,146	333,545.34	100.74	57.05	157.79	57.79		494,146	337,872	
eet Snar 17	12.81	577, <b>35</b> 2	136.20	36.20	20,900	49,690	20,900.14	107.98	36.20	144.1B	44.18	25,507	49,690	25.507	4,607
ike 57	104.60	4,411,823	171.68	71.68	316,239	405,743	316,239.47	101.09	71.68	172.77	72.77	321,048	405,743	321,048	4,809
ntefiore 1	281.77	5,700,132	164.76	64.76	369,141	1,092,986	369,140.55	100.87	64.76	165.63	65.63		1,092,986	374,100	4,959
asburg 15	189.46	3,614,520	166.54	66.54	240,510	734,915	240,510.16	101.53	66.54	168.07	68.07	246,040	734,915		
eron 18	63.53	1,243,049	170.24	70.24	87,312	246,433	87,311.76	137.33	70.24	207.57	75.00		246,433	93,229	
ssenden-Bowdon 25	177.41	9,128,135	156.61	56.61	516,744	688,173	516,743.72	100.73	56.61	157.34	57.34	523,407	688,173	523,407	6.664
ht Mile 6	247.88	1,946,135	170.27	70.27	136,755	961,527	135,754.91	107.39	70.27	177.66	75.00		961,527	145,960	
Kenzie Co 1	599.33	12,625,353	156.38	56.38	711,817	2,324,801	711,817.40	100.76	56.38	157.14	57.14		2,324,801	721,413	
ams 128	64.61	2,212,535	169.84	69.84	154,523	250,622	154,523.44	110.00	69.84	179,84	75.00		250,622	165,940	
nseith 1	642.10	1,771,109	162.53	62.53	110,747	2,490,706	110,747.45	107.76	62.53	170.29	70.29		2,490,706	124,491	13,744
je 80	99.50	4,566,896	166.72	86.72	304,703	385,961	304,703.30	103.58	66.72		70.30	321,053	385,961	321,053	
ddock 9	231,16	5,089,970	171.74	71.74	365,154	896,670	365,154.45	110.00	71.74		75.00		896,670	381,748	16,593
Jth Heart 9	268.42	4,471,352	159.40	59.40	265,598	1,041,201	265,598.31	103.95	59,40	163.35	63,35	283,260	1,041,201	283,260	17,662
ng 28	136.04	2.458,791	160.08	60.08	147,724	527,699	147,724,16	108.10	60.08		68.18	167,640	527,699	167,640	
xander 2	115,74	3,439,590	188.89	68.89	236,953	448,955	236,953.36	109.07	68.89		75.00		448,955	257,969	21,016
ndmere 42	278.89	7,532,019	163.27	63.27	476,551	1,081,814	476,550.84	103.56	63.27	166.83	66.83	503,365	1,081,814	503,365	
:hville-Marion 46	180.19	8,641,821	162.68	62.68	541,669	698,957	541,669.34	104.14	62.68		68.82	577,446	698,957	577,446	35,777
bron 13	227,38	4,082,864	165.97	65.97	269,347	882,007	269,346.54	110.00	65.97	175.97	75.00	, ,	882.007	306,215	36,868
nter-Stanton 1	260.33	7,515,074	170.04	70.04	526,356	1,009,820	526,355.78	109,99	70.04	180.03	75.00	563,631	1,009,820	563,631	37,275
zelton-Molfit-Braddock 6	176.01	4,748,438	180.41	60.41	286,853	682,743	286,853.02	108.00	60.41	168.41	68.41	324,841	682,743	324,841	37,987
dville-Lankin 5	88.89	4,310,738	186.03	66.03	284,638	344,804	284,638.03	110.00	66.03		75.00	323,305	344,804	323,305	
U 60	393.69	12,915,107	171.96	71.96	929,371	1,527,124	929,371.10	110,00	71.96		75.00	968.633	1,527,124	968,633	39,262
ttinger 13	349.69	7,115.817	168.82	68.82	489,711	1,356,448	489,710.53	110.00	68.82		75.00	533,686	1,356,448	533,686	43.976
sthope 17	153.21	4,651,964	165.14	65,14	303,029	594,302	303,028.93	110.00	65.14	175.14	75.00	348,897	594,302	348.897	45,976 45,868
rrison 51	381.62	10,182,5B1	163.00	63.00	641,503	1,480,304	641,502,60	104.64	63.00		67.64	688,750	1,480,304	688,750	47,247
nich 19	136.63	5,245,308	161.05		320,226	529,988	320,226.05	110.00	61.05	171.05	71.05	372.679	529,988	372,679	47,247 52,453
tie Lake-Mercer 72	216.45	6,273,013	166.35	66.35	416,214	839,610	416,214.41	110.00				470,476	839,610		
	•			•			,	1 .,0,00	00.00	110.50	1 73.00	4/0,4/6	010,610	470,476	54,262

Mill Levy Reduction Grants 2011-12 Scenario.xlsx 2/6/2011 jac



	2011-2012 MLF	G Calculation						2011-12 ML	RG if reset to	current levi	es				
	Total Weighted Student Units	T		Maximum Levy Reduction (Max reduction 75 mills, Min					GFLevy3	Total	Adjusted			Mill Levy	
tity Name	(2011 02 wsu)	Taxable Valuation	GFLevy3		Maximum	Tax Relief wsu		GFLevy3 in			Buydown	Maximum	Tax Relie! wsu		
	<del></del>		in 2008	mills)	Relief Allowed	allocation	Reduction Grant		2008		Rate	Relief Allowed	allocation	Grant	Difference
more 2	93.55	5,525,628	150.00	50.00	276,281	362,880	276,281.40		50.00	160.00	60.00	331,538	362,880	331,538	55,256
Iva 1	431.88	11,342,107	163.69	63,69	<b>72</b> 2,379	1,675,263	722,378.79	105.13	63.69	168.82	68.82	780,564	1,675,263	780,564	58,185
itt-Regent 1	299.61	7,994,914	165.00	65.00	519,669	1,162,187	519,669.41	108.00	65.00	173.00	73.00	583.629	1,162,187	583,629	63,959
w Salem - Almont 49	j 371.76	6,526,446	154,55	54.55	356,018	1,442,057	356,017.63	110.00	54.55	164.55	64.55	421,282		421,282	65,264
imington 49	592.95	14,757,590	159.69	59,69	880,881	2,300,053	880,880.55	105.00	59.69	164.69	64.69			954,669	73,788
ntrel Valley 3	283.79	7,572,635	157.05	57.05	432,019	1,100,821	432,018.83	110.00					-,	507,745	75,726
idred 2	733.28	15,405,566	166.50	66.50	1,024,470	2,844,393	1,024,470.14			171.47	71.47			1,101,036	
derlin Area 24	377.81	8,875,149	166.07	66.07	586,381	1,465,525	586,381.09			175.91	75.00	.,			
Moure 8	373.47	7,990,045	158.01	58.01	463,503	1,448,690	463,502,51	109.98		167.99	67.99				
w Rockford-Shevenne 2	386.05	8,047,689	165.00	65,00	523,100	1.497.488	523,099,79							., .	79,741
wman County 1	468.28	12,734,882	161.21	61.21	779,502	1.816.458	779,502.13			170.34	70.34		1,497,488		80,477
ntral Cass 17	881.05	17,390,625	156.33		979,614	3,417,593	979,613.91	108.13				,			
stewide Total	108,292.51	2.289.035.490	192.58	71.58	163,853,768	420,068,646	163,422,438.03		36.33	165.23					.154,777
		2,202,430	.72.70		100,000,100	720,000,040	100,752,430.03	1			71.07	162,679,526	420,066,646	162,143,137	(1.279.301)



# lamenament

11.0273.04001 Title. Prepared by the Legislative Council staff for Representative J. Kelsh January 24, 2011

# PROPOSED AMENDMENTS TO HOUSE BILL NO. 1047

Page 4, line 27, after "for" insert "the previous"

Page 4, line 27, overstrike "2008" and insert immediately thereafter "and adding fifty percent of the increased number of mills levied for the general fund by the school district for the budget year"

Renumber accordingly

### PROPOSED AMENDMENTS TO HOUSE BILL NO. 1047

Page 4, line 27, overstrike "for taxable year 2008"

Page 5, line 16, remove "4." and overstrike "The grant to a qualifying school district may not be less than the grant to that school"

Page 5, overstrike line 17

Page 5, line 18, remove the overstrike over "4." and remove "5."

Page 5, line 21, remove the overstrike over "5-" and remove "6."

Page 5, line 25, remove the overstrike over "6." and remove "7."

Page 5, line 27, remove the overstrike over "7-" and remove "8."

Renumber accordingly

### PROPOSED AMENDMENTS TO HOUSE BILL NO. 1047

Page 4, line 27, after the first "the" insert "previous year"

Page 4, line 27, overstrike "for taxable year 2008" and insert immediately thereafter "plus the previous year number of mills of property tax relief under this chapter"

Renumber accordingly

11.0273.04006 Title. Prepared by the Legislative Council staff for Representative Headland February 14, 2011

### PROPOSED AMENDMENTS TO HOUSE BILL NO. 1047

Page 4, line 27, after the first "the" insert "previous year"

Page 4, line 27, overstrike "for taxable year 2008" and insert immediately thereafter "plus the previous year number of mills of property tax relief under this chapter"

Page 5, line 16, remove "4."

Page 5, line 16, overstrike "The grant to a qualifying school district may not be less than the grant to that school"

Page 5, overstrike line 17

Page 5, line 18, remove the overstrike over "4."

Page 5, line 18, remove "5."

Page 5, line 21, remove the overstrike over "5."

Page 5, line 21, remove "6."

Page 5, line 25, remove the overstrike over "6-"

Page 5, line 25, remove "7."

Page 5, line 27, remove the overstrike over "7."

Page 5, line 27, remove "8."

Renumber accordingly





### **TAX RELIEF IN SUPPORT OF HB1047**

By Pat Feist, Enderlin Area School

**Tax Relief** – Before the North Dakota Legislature convened, I, representing the Enderlin Area School, brought a concern relating to the current tax relief bill to the attention of legislators in Districts 20, 22, 24, and 26.

Through the reorganization process between Sheldon School District No. 2 and Enderlin Schools District No. 22 which went into effect July 1, 2007, the current Enderlin Area School District decided that the new district would only need to levy 205 mills instead of the 255 mills which was levied in the Sheldon School District No. 2 and the 233 mills levied at the Enderlin School District No. 22. The Enderlin Area School board decided to levy 166.07 mills for the general fund, 10 mills for the building fund, and the remaining mills for the sinking and interest fund in 2008. With this information at hand, the school board felt the mill levy was adequate to provide an excellent education for our students. The 166.07 general fund mills were levied to take care of the general operations of the school including instruction, administration, operation and maintenance, transportations, co-curricular activities, etc. The building fund of 10 mills was established by the patrons of the new school district to maintain the school complex. During the 2009 legislative session, the North Dakota legislators decided to provide real-estate tax relief to North Dakota real-estate owners by providing up to 75 mills of tax relief for the school districts who levied at least 175 general fund mills. Legislators chose not to include the building fund levy in the 175 minimum mill levy total even though the dollars in the building fund may only be used to maintain the school complexes and schools which do not have a building fund use general fund levied dollars to maintain their school district buildings.

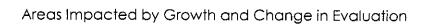
How does this affect our school district? The patrons of Enderlin Area School did not receive approximately 9 mills in tax relief because of the definition of "local effort". As mentioned above, in my opinion the definition of local effort should have included the Building Fund Tax Levy as well as the Technology levy even though the Enderlin Area does not have a Technology levy. School Districts which do not have Building Fund levies or Technology levies use General Funds to pay for technology and building maintenance and remolding.

How much does this affect our School District? With the current formula, the Enderlin Area School District patrons loose \$75,814 per year in state tax relief dollars because the building fund levy was not included in the formula. The Enderlin Area School District has had to increase the current General fund mill levy to 109.89 mills.

With this information at hand, I ask you as legislators to support HB1047 since the bill provide 75 mills of tax relief for schools who levy at least 100 General Fund mills.

Thank you for your work as North Dakota Legislators and caring about our students.





Thank you for your time.

Added bus routes, the problem of hiring drivers in competition with the oil industry, and the condition of roads have a negative impact on a school's budget. Ray added one route for a large bus and one route for a suburban. The district will receive no compensation for these added expenses until next year.

Cost of housing and maintenance is determined by the oil industry. Teachers can find no affordable housing; therefore districts are forced to purchase mobile homes or build to provide the needed staff. One example of inflated cost is the price of an oil change going from \$177 to \$377. Increasing numbers of students also have the district scrambling for space. Some districts are considering capital projects in the near future.

The increase of student population produces an increase in "new" money from the State. The new money is good! However, 70% of new money must be used on teacher salaries leaving 30% of the funds to cover all the other costs of providing for the new students. For example, 30 new students in a small school would bring in approximately \$120,000. Seventy percent would need to go to teacher salaries. The Ray district would need expend \$84,000 for 18 teachers' salary during the biennium. This assumes no new teachers were needed with the student increase. \$45,000 would then be left for all other expenses: superintendent, principals, counselors, books, desks.... The above amount would add \$1555 to the base salary. However, what if the school gains another 30 students in the second year. You would now have the \$1555 plus the 70% of this new money. The district would reach an point at which the salaries could not be sustained.

Schools are required to submit a preliminary budget by August 15 and the final budget by October. The district does not know the districts taxable value until in December. During the transition to the mil levy reduction, schools were to levy no more than 110 mils. In our case, Ray, the budget was set at a dollar amount that would be approximately 110 mils. However, the evaluation increased by 17%. The result was the mils coming in at 92.4. I had asked the county auditory several times what the evaluation might be, but got the response, "I don't know, but it will increase." Budgeting needed to be done with too many unknowns..number of new students, evaluation increase, and cost of increased busing. As are result, the district did not receive the \$100,000 that would be needed. The following year, 2010, I increased the budget by the limit allowed, 1.129 times the previous year. Again the evaluation increased by 11% and the mil levy went up to 93.5 mils. Over the two years, the district did not realize \$200,000 of needed money and made very little progress in reaching the targeted 110 mils.



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### **Senate Finance & Taxation Committee**

March 16, 2011

### HB 1047 Testimony by North Dakota Farm Bureau

presented by Sandy Clark, public policy director

Good morning, Mr. Chairman and members of the committee. For the record, my name is Sandy Clark and I represent North Dakota Farm Bureau.

North Dakota Farm Bureau policy supports property tax relief and property tax reform. Therefore, we stand today in support of HB 1047 and support the property tax provisions.

This property tax relief plan, utilizing the school funding mechanism, seems to have worked well and we support its continuation at this time. However, last Session we questioned the ability to sustain these replacement dollars over time. We express those same concerns today.

This delivery method works well when the state is flush with budget surpluses, but we question what happens when the North Dakota economy declines and the oil industry takes a downturn.

We believe property tax relief through replacement dollars is not long term. What we really need is property tax reform. Property valuations are still increasing. The problem still exists. The problem is not escalating valuations. The dilemma is caused by political subdivisions not reducing mill levies at the same level in dollars as the increase in valuations. Farm Bureau encourages the Legislature to consider true property tax reform.

We support a property tax reform bill that you will be hearing in your committee at a later date.

Farm Bureau also has concern that this property tax relief in HB 1047 could be negated by other political subdivisions increasing mill levies or not reducing mill levies enough to compensate for the increase in valuations.

Some counties and cities have held the line with their mill levies and taxpayers and Farm Bureau members appreciate that. But we have also heard reports from other Farm Bureau members, who have reported that their property tax bills have actually gone up due to actions by other political subdivisions.

We all have a responsibility to resolve the property tax dilemma. Legislators have a responsibility to establish the parameters and the structure for levying and collecting property taxes. Local political subdivisions must have the discipline to exercise fiscal responsibility and conservative spending to keep property taxes in check. And finally, if taxpayers really want lower property taxes, we must be willing to accept less government services. Taxpayers must accept the responsibility to show up at local budget hearings, express our concerns, and then elect local government officials who will follow through.

Property tax relief and property tax reform must work in tandem to create a climate that will truly reduce property taxes over the long term.

Again, we support HB 1047 and we hope you will give it a "do pass" recommendation. Thank you for your consideration. I will stand for any questions you might have.

March 9, 2011

Senator Cook and Members of the Senate Finance and Tax Committee:

My name is Jason Kersten and I am the Superintendent of the Bottineau Public and Newburg United Public Schools. I am writing this requesting your assistance and support in making changes to HB 1047.

The way this bill is currently written, the two districts I represent would be penalized severely monetarily in the upcoming biennium. The Bottineau District would lose \$581,274 and Newburg United would lose \$53,613 in Mill Levy Reduction money. This is a substantial amount of money in both budgets. These are dollars my districts will not be able to get back next year or years to come.

In Bottineau, our current Taxable Valuation (2010) is \$20,946,814. This means one mill will generate \$20,946. If our valuation remains the same next year, the district would have to increase our mills to 27.75 mills to generate the \$581,274 lost in Mill Levy Reduction. Under the current system, school districts are only able to levy 12% more than what was levied the previous year without going to the vote of the people. A 12% increase would generate \$181,602. This is an 8.67 increase in our mills if the Taxable Valuation stays the same. This would mean our district would still see a decrease of \$399,672 from the previous year. At this type of rate, it would be just a matter of time before our interim fund would be depleted.

I have visited with both Representative Bob Hunskor and Representative Glen Forseth from my district regarding HB 1047. I have also e-mailed Senator David O'Connell. All three individuals represent District 6. I believe Representative Hunskor may have spoken to some of you regarding the impact of my two districts.

I would like to thank each of you for your time and consideration regarding HB 1047. I realize each of you represent your districts and this bill affects everyone differently. I ask for consideration in changing language in this bill so it doesn't have such a severe impact to the districts of Bottineau and Newburg as well as some of the other schools adversely affected.

I would be happy to discuss HB 1047 with you and the committee. I can be reached at (701)228-2266. Again, thank you for your time and consideration regarding my request.

Senator Cook and Members of the Senate Finance and Tax Committee. For the record, my name is Jason Kersten and I am the Superintendent of the Bottineau Public and Newburg United Public Schools. I am here today to testify against a HB 1047. I am not against the whole bill. I am just concerned with some wording struck from the original bill and some wording added. I would like everyone to please turn to Page 4 of this bill and look at lines 27-30. As you can see, the words previous year was added in line 27, for taxable year 2008 was struck from lines 27-28 and plus the previous year number of mills of property tax relief under this chapter was added to 28-29. On page 5 lines 1-2, The grant to qualifying school district may not be less than the grant to the school district in the preceding school year was struck and lines 2-20 were added. This doesn't seem like much of a change. But, this change will cost the Bottineau School District \$581,274 and the Newburg United School District \$53,613. This is a substantial amount in our budgets.

As mentioned in an e-mail I sent on March 9, I will not be able to levy enough dollars at the 12% cap to replace the \$581,274 lost with how this bill currently reads. The Bottineau District can generate \$181,602 in tax dollars with the 12% increase allowed by school districts without going to the vote of the people. This would mean our district would still see a decrease of \$399,672 from the previous year. Yes, our interim fund would be able to handle this for next year. But, it would be just a matter of time before the interim fund would be depleted.

The Bottineau Taxable Valuation has increased from \$8,066,484 in 2002 to \$20,946,814 in 2010. This is an increase of 38.5% over this time. The reason for this increase has come predominately from reassessment at Lake Metigoshe. This

type of increase was not expected and caused local taxes to go up.

I think we need to take a step back and look at what this bill was originally supposed to do. In my opinion, this bill was to provide property tax relief to the people of North Dakota. Did this bill accomplish that over the past few years? The answer would be YES. Did everyone receive the same amount of relief? The answer would be NO. In 2008, a majority of the school districts received a 55 to 75 mill levy reduction. If my calculations are correct, I believe there were 7 schools receiving less than 55 mills. If this wording remains, 15 schools will be receiving less than 55 mills. The Bottineau District would go from getting 55 mills of relief to 27.25. In my opinion, there becomes an equity issue across the state. I believe this bill originated to give the people of North Dakota property tax relief and not as a source for school funding or income. With the current changes, is HB 1047 accomplishing what it set out to do in 2008? In my opinion, NO. This is no longer giving the patrons of North Dakota the property tax relief promised in 2008. Under its current wording, this bill does become a source of school funding. The reason being there are schools who gain and lose funding under this bill. The Bottineau School District will decrease by \$399,672 in Mill Levy Reduction dollars. The lost dollars can only be generated by going to the vote of the people.

In closing, I would like to thank you Senator Cook and the Members of the Committee for your time and consideration in making changes to HB 1047 that will decrease the penalty my school districts will receive if this bill is passed as written. I would answer any questions you may have at this time.

March 16, 2011

Senator Cook and Members of the Senate Tax and Finance Committee

my name is Rich Rogers and I am the superintendent of the Langdon Area School District. I am here to express my district's concerns with House Bill 1047.

As currently written this bill will have a very severe and negative effect on the finances of our school district along with other schools like us that have a local mill levy below 100 mills.

According to information provided by the Department of Public Instruction, the bill reduces the amount of property tax relief to our district by a whopping 838,000 dollars. That amount is approximately 19% of our school's total revenue in this year's budget. I doubt there has ever been a bill passed with that kind of negative effect on a ND school.

Without approval by a vote of our local taxpayers we will only be able to increase our local levy by 12% for the next school year. That would generate about 144,000 dollars leaving us with a net loss of 694,000 dollars. Those are dollars that will be very difficult to replace, if we can at all.

Our district has a tax base that has more than doubled in the past ten years. Its value has gone from 9 million dollars to now almost 21 million dollars. That is a result of reorganization with other districts, increased land values and the recent construction of the Langdon Wind Farm. Last year our district's taxable valuation saw an increase of 7%. With that type of increase in our valuation it makes it impossible for us to increase our local mills without going to a vote of the people. Without being able to increase our mills we will be faced with this large decrease in state revenue each year. Even with no increase in valuation a 12% increase in our local levy would only mean 6 additional mills. That places us in a very difficult financial situation and in just a few years our once healthy interim fund will be at zero.

past two years Langdon has received local tax relief paid by the state at 55 mills. That compares to mills for many other districts. Because of our large tax base and declining enrollment our taxable value er student is very high. This means we have a large amount of high value offset in the states funding formula which results in Langdon receiving the minimum number of dollars offered by the state in foundation aid. Even with our low mill levy this year we still collected 32% of our total revenue locally and 61% from the state which is well below the 70% goal. The remaining 7% of our revenue came from Federal dollars.

Because of our ability to raise revenue locally we have been able to keep our mills low, receive the minimum in state aid and still have the funds available to pay our staff well, upgrade our facilities and purchase the supplies and equipment we need to provide our students with the best education we can. The wording in this bill will change that and greatly damage our school's ability to provide the opportunities our students need. I am here this morning to request your support and assistance in making the necessary changes to this bill that will result in a significant decrease in the penalty our school district receives in property tax relief.

I understand a hold harmless clause and using a five year average for local mills have been discussed as possible solutions to our problem. I would respectfully ask that you explore these options and any other changes that would eliminate such a severe penalty.

I would like to thank the committee for the opportunity to speak today and for the time and effort you put into considering changes in HB 1047. I would be happy to try and answer any questions.





To: Senate Finance & Taxation Committee Senator Dwight Cook, Chairman

Re: HB 1047 Hearing

March 16, 2011 - 9:00 AM

From: Brad Rinas

Superintendent of Schools
Washburn Public School District

### Position – In opposition to HB 1047

- This bill unfairly penalizes school districts which have lowered their mill levy as a result of one or more of the following:
  - o increasing taxable valuation
  - o local economic development
  - o conservative spending
  - o the impact of the energy industry
  - o the availability of federal stimulus dollars for facility improvement
- The mill levy reduction law passed in 2009 was intended to lower property taxes for property owners. It was not intended to be an education funding bill. From a school district perspective, it is easy to cry foul when districts receive different levels of relief, but equity is not the issue. The simple truth is that the 2009 law accomplished the purpose of lowering property taxes.
- HB 1047 as presented will reduce state revenues for many districts so significantly that school boards will have no other choice but to immediately begin raising property taxes. Washburn's current level of relief would be cut by 49%, or \$204,000.00. Washburn has demonstrated responsibility to local property owners by reducing the general fund mill levy. As a result of our planning process, and assuming the 2009 law remains unchanged, we are positioned to negotiate a fair increase in teacher compensation, to address facility improvement concerns, to address the rising cost of operations, and to meet students' academic needs without increasing our local mill levy. However, HB 1047 would require us to immediately begin raising local property taxes at the maximum rate in order to recapture lost revenue.
- Legislators have assured school boards and administrators that the level of property tax relief
  created by the the 2009 mill levy reduction law would be in place through the 2011-13
  biennium. School districts have built their current budgets, carried out improvements, and
  hired staff with that in mind. This bill would pull the rug out from under us with respect to our
  patrons' property tax burden.
- It is reasonable to expect that at some point in the foreseeable future the 2009 mill levy
  reduction law will be subject to changes. However, any changes that would occur this year must
  include language guaranteeing that school districts will receive no less in property tax relief than
  they received the previous year, and that it remain through the 2011-13 biennium.









### MAXIMUM LEVY WORKSHEET - For Tax Years Beginning With 2009 SCHOOL DISTRICT GENERAL FUND OFFICE OF STATE TAX COMMISSIONER SFN 24754 (7-09)

School District			Tax Year	-
Calculation 1 (Nort	h Dakota Cent	tury Code § 57-15-14)		
Taxes levied last year		Current year taxable value	3. Levy at 185 mills (No. 2 times 0.	.185)
4. 12 percent increase (No.	1 times 0.12)	5. Intentionally left blank	6. Levy with 12% increase (No. 1 +	No. 4)
		7. Levy with 12% increase, maximum 185 mills (		<u> </u>
			(10. 5 of (10. 0, wineficeel is less)	
		8. Specified mill rate approved by voters	9. Levy at specified mills (No. 2 ti	mes No. 8)
Calculation 2 (N.D.	C.C. § 57-15-0	1.1)		
10. Taxes levied last year (Sar	ne as No. 1)	11. Taxes levied two years ago	12. Taxes levied three years ago	
13. Base year (Largest of 10,	11 or 12)	14. Expired temporary levies (See instr.)	15. Base year taxes (No. 13 minus N	No. 14)
Base year taxable value of property.	taxable and exempt			
7. Calculated mill rate for taxes levied in the base—year (No-15 ÷ No-16)	18. Taxable value o	of taxable and exempt property removed since the base year	19. Adjustment for property no long district (No. 17 times No. 18)	er in the tax
, ( ,				
	20. Taxable value o	f taxable and exempt property added since the base year	21. Adjustment for property added to district. (No. 17 times No. 20)	o the taxing
22. New or increased mills aut	horized by legislature	e or electors	23. New mills increase (No. 2 times	No. 22)
24. A mount househish also but				
4. Amount by witten the budg	get year mill levy red	uction grant under § 57-64-02 exceeds the amount of the ba	se year mill levy reduction grant	
	<u></u>	25. Adjusted base year taxes (No. 15 minus No. 19	+ No. 21 + No. 23 minus No. 24)	<del></del>
Maximum Levy Calc	ulation (N.D.C	C.C. § 57-15-01.1)		
6. Max levy (Greatest of No.		27. School district certified general fund levy	28. Final levy (Lesser of No. 26 or N	No. 27)
			29. General fund mill rate (No. 28 ÷	No. 2)
ATTENTION COUNTY AUI	DITOR: In accorda	nce with N.D.C.C. § 57-64-03, if the general fund rate sl	nown in No. 20 is greater than 110	lka Alice O - 2
istrict snould authorize the	County Auditor to p	perform one of the following actions:		us, the Scho
		levy shown in No. 27, which does not exceed the maximum	m levy approved by voters.	
		amount that represents 110,00 mills;		
		o more than the dollar amount shown in No. 9, which has b		
Set the final levy at the dollar compliance with ch. 15.1-12	ar amount shown in N ;	No. 27, because the higher levy is the result of a school reorg	ganization in	
Approve the final levy calcu	lated in No. 28 becau	ise the higher levy does not produce an amount in dollars ex		
		reduced by the amount of the school d	_	
reduction grant under § 57-6				
	υ,			

### Instructions For Maximum Levy Worksheet For Tax Years Beginning With 2009

### School District General Fund

This worksheet can be used to calculate the maximum dollars that may be levied for the general fund in a given school district. One worksheet should be completed for the general fund of each school district.

Following are instructions for specific line numbers:

- 1, 11& 12: Enter the dollar amount of taxes actually levied for the general fund as shown as the Final Levy on the Maximum Levy Worksheet for each of the years shown.
  - 13: The "base year" is the tax year with the highest amount levied in dollars in property taxes, of the three tax years immediately preceding.
  - 14. Enter the dollar amount of any temporary increased or excess levy that was in effect for the base year but is not in effect for the current year. Start with the dollar amount of the increased or excess levy as approved by the voters and apply any percentage increases that were added as authorized by the legislature.
  - 17. The calculated mill rate for the base year is the dollars of taxes levied divided by the sum of the taxable value of the property subject to tax plus the taxable value of exempt\* property.
  - 18. Enter the taxable value of taxable and exempt\* property that was existing in the based year but is no longer existing in the taxing district in the current year. Examples of reasons why the property no longer exists in the taxing district include the following: destruction of property, demolition, removal of structures or improvements, loss by annexation to another district. Do not include any change in value caused by reassessment, change in classification, change in value made by any board of equalization, or loss in value caused by taxable property becoming exempt\*.
  - 20. Enter the taxable value of taxable and exempt\* property that has been added to the taxing district since the base year. Examples of property added include: new construction and property added by annexation. Do not include any changes in value caused by reassessment, change in classification, change in value made by any board of equalization, or increase in value caused by exempt\* property becoming taxable.
  - 22. Enter any increased, additional, or excess mill levy authorized by the legislature or the voters that was not in effect in the base year.
  - 24. Enter the amount by which the Mill Levy Reduction Grant for the budget year exceeds the amount of the base year Mill Levy Reduction Grant. For 2009, this is the total amount of the 2009 Mill Levy Reduction Grant. The base year Mill Levy Reduction Grant cannot exceed the budget year Mill Levy Reduction Grant.
  - 27. The Mill Levy Reduction Grant received for the budget year must be deducted from the general fund property tax levy before the Certified General Fund Levy is entered.

Exempt\* property means property exempted from taxation as new or expanding businesses under North Dakota Century Code ch. 40-57.1; improvements to property under N.D.C.C. ch. 57-02.2; or buildings belonging to institutions of public charity (subsection 8), new single-family residential or townhouse or condominium property (subsection 35), property used for early childhood services (subsection 36), or pollution abatement improvements (subsection 37) under N.D.C.C. § 57-02-08.



### School District General Fund Maximum Levy

School districts are permitted the following alternatives to calculate the maximum levy for the general fund:

- 1. The amount levied in dollars for the last school year plus 12 percent but not to exceed 185 mills. See North Dakota Century Code § 57-15-14. No. 7 on the worksheet.
- 2. The amount raised by voter-approved unlimited levy (through taxable year 2015) or specified number of mills applied to the current year taxable value. See N.D.C.C. §§ 57-15-14(1) and 57-15-14(2). No. 9 on the worksheet.
- 3. The number of dollars levied in the base year (adjusted for expired temporary levies and property added to or removed from the assessment rolls), plus any new mill levies authorized by the legislature or the electors that were not in effect in the base year, and reduced by the amount by which the Mill Levy Reduction Grant for the budget year exceeds the amount of the Mill Levy Reduction Grant for the base year.
- 4. To be eligible to receive a Mill Levy Reduction Grant under ch. 57-64, a qualifying school district must establish a spending level that does not result in a general fund mill rate exceeding 110 mills. Exceptions:
  - a. The district has approval of a majority of the electors of the school district for a higher levy;
  - b. The higher levy is the result of a school district reorganization in compliance with ch. 15.1-12; or
  - c. The higher levy does not produce an amount in dollars exceeding the amount allowed under § 57-15-01.1 for taxable year 2008 reduced by the amount of the school district's mill levy reduction grant under § 57-64-02 for the budget year.
- 5. If the Mill Levy Reduction Grant for the budget year reduces the school district general fund levy to zero, the excess Mill Levy Reduction Grant must be applied first to reduce the high school tuition levy and then to reduce the high school transportation levy. See the special Maximum Levy Worksheet and instructions for those two funds.

### HB 1047 Senate Finance and Taxation

### Impact of dropping below 100 mills

	Year 1	Year 2	Year 3	Year 4	Year 5	Year 6	Year 7	Year 8	Year 9	Year 10
State Prior	65	65	55	45	35	25	15	5	0	0
Local	100	90	90	90	90	90	90	90	90	90
Total for Reset	165	155	145	135	125	115	105	95	90	90
	100	100	100	100	100	100	100	100	100	100
State Reset	65	55	45	35	25	15	5	0	0	0
Total Mills	165	145	135	125	115	105	95	90	90	90

	Year 1	Year 2	Year 3	Year 4	Year 5	Year 6	Year 7	Year 8	Year 9	Year 10
State Prior	65	65	67	68	69	70	71	72	73	74
Local	100	102	101	101	101	101	101	101	101	101
Total for Reset	165	167	168	169	170	171	172	173	174	175
	100	100	100	100	100	100	100	100	100	100
State Reset	65	67	68	69	70	71	72	73	74	75
Total Mills	165	169	169	170	171	172	173	174	175	176

### Impact of staying above 100

	Year 1	Year 2	Year 3	Year 4	Year 5	Year 6	Year 7	Year 8	Year 9	Year 10
State Prior	65	66	67	68	69	70	71	72	73	74
Local	101	101	101	101	101	101	101	101	101	101
Total for Reset	166	167	168	169	170	171	172	173	174	175
	100	100	100	100	100	100	100	100	100	100
State Reset	66	67	68	69	70	71	72	73	74	75
Total Mills	167	168	169	170	171	172	173	174	175	176

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110.00	110.00	115.61	108.90	110.00	季99:36	138.08	110:00	106.67	104.45	110.00	110.00	106.94	106.86	110.00	110:00	123.96	100.003	109.31	到108.10	120.10	<b>2191118</b>	110.00	142.51	110.00	¥111:65	103.56	104.97	100.73	108.00	135.00	116.38	2011 GFLevy3	
4,99	3,319,195	2,058,677	15,352,871	6,717,488	211/143/781	5,642,471	7,204,749	4,218,219	9,246,383	5,285,474	8,024,193	2,448,244	4,491,552		6,426,102	144,094,077	F 4/519/532	4,165,165	2,256,431	4,338,706	241/961/324	8,935,791	2,248,672	11,755,737	* 22/803/037	. 7,043,705	14,375,882	8,153,792	4 176 781	1,726,343	4:102,014	2009Taxvalue 2	
5,222,381	3,466;3323	2,146,274	= <u>1</u> 6,026,079	7,009,910	11,618,978	5,879,190	7,503,468	4,388,505	9,605;210	5,488,630	8,334,989	2,541,550	4,663,081	- 6,316,688	6,655,915	149,239,508	4,665,5074	4,303,982	2,329,591	4,481,364	249,466,881	- 9,205,019	2,396,133	12,106,889	23,472,371	7,248,532	14,758,949	8,358,608	4,278,208	1,766,143	4,192,501	010Taxvalue	
5,525,628	3,637,234	2,344,117	17,390,625 56.33	· 7,572,635	978 14,407,406 75.00]	6,766,531	8:047/689 65:00		10/115/533} 75(00)	5,604,167 75.00	9,067,257 75:00	2,723,346	5,118,741 75.00	6,526,446	****:6,97/1;051\{\;\;\;\;\;\;\;\;\;\;\;\;\;\;\;\;\;\;\	153,540,567	507	5,031,435	2,458,791 60.08	4,672,353	881 255 562 235 75 00 128 239 963	9,789,355	2.604.3374 75:00		23,699,437 75.00		15,405,566, 66:50	-	4.748,436		4,388,4391 75:00	MLRG 2011 Taxvalue rate	
50.00	75.00	75.00	56.33	57:05	75.00	75.00	65:00	74.25	75:00	75.00	75:00	75.00	75:00	54:55	75:00	75.00	55319	75.00	60.08	75.00	75:00	75.00	75.00	75.00	75.00	63.27	66:50	56.61	60.41	75.00	75:00	MLRG	
253,738	249,186	166,178	877,559	387,948	848,904	428,249	475,959	319,141	722,844	410,760	614,621	187,380	342,365	336,964	493,575	1	254,384	320,329	142,664	302 . 46 . 6		682,492	128,092	890,503	1,750,843	449,871	1973,3714E	467,432	258,118	130,741	311,343	2010 MLRG = 2	
124	260,237	173,543	916,341	404,948	885,429	446,345	÷ 495,892	332,185	>=751,738	426,965	638,796	194,632	355,601	349,714	511,595 <sub>36-</sub> 3-4%	11,27,4,888	263,111	331,277	147,539	345,184	18,809,149	703,515	132,009	917,435	1,803,785	463,115	1,000,018	479,421	264,637	133,811	318,379 - 2%	2011 MLRG	
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ND Department of Public Instruction

30-001	07,5027	20-007	03-009	24-002	48-010	08-025	13,016	07-014	37,024	03-029	49-007	18-061	47-014	18-129	07:036:30	38-001	40-004	32-066	36-001	16-049	09-097	18-127	36-044	09-006	24:056	42-019	39-044	05-054	02-007	12-001	25-057	Statelssu edID
Marian 1	Powers Lak	Midkota 7	Maddock 9	Napoleon 2	North Star 10	Naughton 25	Killdeer 16	Bowbells 14	Enderlin/Area	Warwick 29	Hatton 7.	Thompson 61	Montpelier 14	Northwood 129	Burke Central 3	Mohall-Lansford	Mt/Pleasant/4	Lakota 66	Devils Lake 1	Carrington 49	Northern Case	Emerado 127	Starkweather 4	West Fargo 6	Gackle-Streete	McClusky 19	Richland 44	Newburg-United 54	Barnes County No	Divide County 1	Drake 57	EntityName
	e 27/2 ***				10-83-01	5			ea 24			61	14	129	al 36 李子李	sford-Sherw	M .			49	ass 97, 🚼	77	er/44	6	eter/56	9		nited 54	nty North 7	ny 1		
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109.98	109.76	114.22	110.00	109.98	94.41	103.91	100.00	108.12	103 71	94.71	128 19	109:40	110.00	110.00	102:21	100.00	109:75	110.00	110:00	103.11	107/91	223.08	102 00	113.26	105:06	109.41	109.65	95.66	101-20	95.74	95:97	)10 Levy3
109.18	94.97	118.29	110.00	100.86	86.24	74.77	100.00X	95.98	109.84	84.92	110.00	109.70	110.00	110.00	93.66	97.61	109:27	105.95	110.00	105:00	106.80	212.24	100:00	114.28	100/74	109:46	109:94	90.78	100 21	84.09	101 09	2011 GFLevy3
55,46	2,062,671	6,079,789	4,384,537	4,467,212	7,717,636	306,997	8,067,281	3,046,340	8,034,946	1,284,880	* 4,617,774	7,299,030	<u> </u>	5,867,561	3;616;969	10,178,719	4,193,814	4,943,046	21,383,826	13,272,805	_12,001,095	2,295,855	2,939,109	154,815,661	5,183,046	2,848,157	·= 36;345;864	5,028,475	16,078,048	8,281,915	3,891,002	2009Taxv
	671	789	537	212		997	281	340	916	880	777.4	030	909]	561	9691			046			095]	855	109	· · · · · · · · · · · · · · · · · · ·	046	157	864	475		915	002	value 20:
58,806,685	2,186,601	6,442,721	4,646,027	4,733,386	8)1/74/7/23	324,982	8,534,954	3,223,260	8,489,756	1,356,579	4;875,793	7,704,277	2,878,095	6,191,529	3,815,570	10,736,157	4,419,128	5,202,675	22,457,948	13,939,183	12,587,681	2,407,346	3,082,993	62,305,976	5/425/653	2,979,604	6,635,992	5,256,418	16,798,905	8,649,999	4,063,935	10Taxvalue
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3,248	2,527;205	7,243,567	5,089,970	5,162,173	8,948,785	344,346	9,334,585	3,692,821	8,875,149 66:07	1,465,993	5,195,066 7,75:00	8,071,338	8 7101	6,696,197	4 199	2,318,896	4,758,658  75:00	6,049,987	23,273,574	14,757,590	13,450,418	2,518,386	4)513	2,271	~5,846,544   57.05	3,197,372	6918979	5,814,890	17,939,529	9,848,030	24,411,823, 71:68	Le .
75.00	75.00	75.00	71.74	75,00	57:66	66.13	58:78	57.57	66:07	ं55.66	75:00	75.00	3,138,710] 75.00]	75.00	4,324,199	67.02	75:00	75.00	75:00	59.69	75:00	75.00	3,284,513 75:00	75.00	57.05	75.00	75:00	68.26	67.93	22.95	71:68	MLRG > 2
4,232,324	159,185	466,887	319,664	339,577	449)925	21,644	498,745	177,915	550,939	76,321	350,445	552,136	207,533	445,662	- 262,234]	692,822	317,945	378,813	1,629,425	802,089	919,859	178,561	222,673	11,746,546	301,373	221,605	485,636	348,845	1,109,946	196,490	288/116][	MLRG Tate 2010 MLRG
		. 7 .							a a	5%		े शहा *				****				1 TH				် 12		* ¥*:				,		
692	168,782	494,843	338,769	359,846	476,613	22,924	527,892	188,272	582,343	80,636	370,074	582,848	219,075	470,337	276 682	730,900	335)074	398,831	1,711,715	842,529	965,188	187,353	233,616	12,317,457	315,596	232,002	#508,050 ·	364,782	1,160,112	205,370	301,133	G 2011 MLRG
6%	6%	6%	- 6%	9.	⇒ 6%	6%	<b>36%</b>	6%	6%	6%	- 6%	6%	6%	6%	6%	5%	5%	5%	-5%	5%	-5%	5%	- 5%	5%	5%	5%	-5%	5%	5%	5%	5%	Grant Grant

ND Department of Laure Instruction

22-001	45-013	03-005	38-026	20-018	10-023									-		51-016 a	51 161	23-008	37-019	23-003	49-009	48-028	47-010	27-014	23:007	47-001	27,001	43-004	08-001	29-027	25-001	edID 🐑	
County 1	Bellield 13	Minnewaukan 5	Glenburn'26	Griggs County Central 18	Langdon Area 23	Medina 3	South Prairie 70	Park River 78	Max 50	Kenmare 28	Oberon 16 💨 🕌	South Heart 9	Selfridge 8	Page 80	t i otten 30	Sawyer 16	Lewisiand Glark 161	LaMoure 8	Lisbon 19	Edgeley 3	Hillsboro 9	North Central 28	Pingree-Buchanan 10	Yellowstone 14	Kulm7	Jamestown 1	McKenzie/Co/1	Ft Yates 4	Bismarck 1	Beulah 27	Veľva 1	EntityName	
155.00	185.00	180.17	<b>3185:00</b>		155:00	185.00	161:82	188.00	178:46 kg	181.47	170:24	159.40	184:27	1166.72	(328:05)	185:00	17,877	158.01	1 185100	180.71	185(00)		0	181.79	17.8777 17.8777 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1		4.2   4156:38]	185.00	20571		163:69	GFLevy3 (	
100.00	110.00	101.66	110 00	120.57 130.95	100.00	110.00	120.62	112.90	106:70	1. 15	107:25	100.36	109.72	102:67	102 98	110.00	119:54	109.00	109.86	109.50	110.003	103.05	101.79	132:15	101.68	117.00	105:00	109.65	124:60	110.00	110.00	GFLevy3 C	
· 100.00	110.00	100.47	94.85	130.95	60'00	110.00	91.91	112.92	81.80	97.62	197.33	103:95	109.08	103.58	4	103:23	92.71	109.98	108.98	107.56	110.00	ું 94 <sup>:</sup> 38	102:00	126.72	100.02	117.02	100.76	109.69	124.86	109.96	105:13	GFLevy3 2	
9,6	2;085;528	1,634,934	4,194,620	6,411,861	17,999,232	3,731,709	# 5/67/7/741s	6,221,449	3,241,502	7,549,644	1,043,938	3,866,433	1,415,902	3,958,798	115,549	-3,007,666	10,168,412	6,866,714	4,9:846;535	≥ 6,242,210	10/417/739	3,727,308	3,492,566	1,795,798	5,901,489	36,217,958	10,874,714	<b>511,545</b>	229,643,662	11,262,227	8,247,340	009Taxvalue	
10,472,328	2,263,314	1,769,616	4 458 536	6,926,621	19/339/715	4,007,616	6,110,191	6,728,670	3,478,064	8,094,634	1,119,118	4,134,921	1,512,947	4,230,138	123,424	3,210,768	10,850,048	7,324,037	10,494,825	6,649,546	¥ 11;095;647	3,969,049	3,718,763	1,911,759	6,220,123	38,452,496	11,538,680	542,643	243 653 423	11,947,833	8,747,622	2010Taxvalue	
11,197,571		100	5791,140 75.00	8,796,890	× 20/970/619	4,308,394	7,705,808	7,302,453	5,081,17.1 (275:00)	9,219,287	1,243,049 70.24	4,471,352	<b>1,631,893</b> 75,00 kg	4,566,896	127,250 75:00 B	3,831,888	* <u>13,260,041</u> ¶ <i>\$7</i> 5.001	7,990,045	10:961;807, 75:00	7,242,783	12,069,486] 75:00	4,450,099	4,049,257	2,057,119	<b>16719,479</b> 75.00	39,621,322	<u> </u>	1,7	250,882,766	75	11,342,107 63.69	2011Taxvalue	
55.00	75.00	75:00	75.00	75.00	55:00	75.00	61.82	75.00	75.00	75.00	7024	59.40	75:00	66.72	75:00	75.00	<b>375:00</b>	58.01	<b>75:00</b>	75.00	75:00	65.54	75:00	75.00	75.00	75.00	56.38	75.00	75.00	75.00	63.69	<b>建筑</b>	
541,332	161/7341		325,410	490,231	图1,001,245] 图1,075,733] 編	284,447	485,652	477,414	248,485	579,899	75,944	236,525	<u>*</u> 108,402	273,928	9,326	234,227	参示785,631	410,030	757,807	474,019		247,589	265,069	139,736	445,696	2,754,899	<u>= 663,017   = 703,820</u>	41,240	17,505,961 118,575,774	875,574	536,911	2010 MLRG 21	
. 617	2175,4274 R	,	351,7493	529,468	1,075;733	305,449	521,475		<u>~</u> 266,590}	621,696	81,401	252,936	115,829	292,694	9,962	250,044	<b>838</b> 306	437,349	3807,733g	504,964	841,816		282,246	148,774	473,580	2,925,092	703,820	43,766	18,575,774	929,080	3 569,559	2011 MLRG	
9%	8%	ž	8%		<b>1</b> 7%	7%	[E]\\7%]		7%		7%		T-7%		<b>17%</b>	7%	7%	7%	7%	;	15.27%	6%	<b>1</b> € 26%	6%	6%	6%	6%	6%	* 26%	6%	-6%	Incr %	

ND Department of Public Instruction

Book2.xlsx 3/25/2011 jac	Book2.xlsx i					Page 5 of 6				ND Department of Puone Instruction	Department of
18%	678		75.00	323,390	296,418		258.06 228.83	: 51X	274.97	ng:45	08-045 M
17%	420,290 - 17%	360,421	72.83	638/270 6/257/813	5,638,270	4,824,620	93:55	92.40	172183	Nesson 2	53-002-11Ne
16%			75.00	5,317,652	4,464,858	3,842,024	102.07	108.54	197.71	Surrey 41	51-041 Su
16%	894,324	77/1/313	75.00	12,303,564	11,785 346	_10/153/983	110.00	111.00	上 185:00	Oakes 41	11-041   Oa
16%	101,682	88,005	75.00	1,600,633	1,490,128	<b>1,395,381</b>	138.54	141.93	200.21	Menoken 33	08-033. M
15%	448,415)	<u>[117,442)057]</u>	5337	11,442,057	*7,982,688 <b>3</b>	¥ 26,890,074	74:19	94:94	153 37	Tioga 15 Table 2018	53÷015 √¶πi
15%	620,214	540,196	75.00	9,728,064	8,099,190	7,043,056	95.29	114.46	191.97	Nedrose 4	51-004 Ne
14%	401,046	353;241	55:92	7,441/952	7,081,816	6,232,630	72:56	108:70	155.92	Washburn 4	28-004 <b>≣.√</b> W
13%	1,107,617	983,721	75.00	17,615,985	14,548;522	12,910,468	110.00	1743	185:00	North Border 100	杨
13%	511,574	454,414	-75.00	<u>5</u> ;47,186,273 <b>[</b> 275:00]	3:6,615;742	5,866,586	109:23	113:02	5   176:01	Underwood 8	28-008 JUI
12%	610,559	544,240	63.00	*10,182,581	9,474,705	8,435,732	104:64	109.60	163:00	Garrison 51	28-051 Ga
- 12%	350,157	312,663	69.063	5,356,463	<b>3</b> 4,972,988∄	4,436,229	100:00	96.52	169,06	Glen Ullin 48	30:048   [GI
12%	364,998	326,937	66.52	<b>5,992,226</b>	5,401,042	4,834,312	85.94	95:35	166:52	Leeds 6	
12%	25,054	22,451	36 20	577,352	537,4761	475341	107.98	106:71	<u> </u>	Sweet Briar 11/	30-0178   Sw
11%	727,278	654,474	75.00	10,980,766 75.00	9,264,257	8,493,014	103.61	109.65	179.08	United 7.	51-007 Ur
11%		**4,472,447.  • 151 214 - 208,066   E	51:211	<b>3 4</b> 472,447.	4,360,787	3920,379	99:95	91.55	《明》。151521	Scranton 33 🕶 🐑	06:033 Sc
11%	1280	7,846,730	75.00	127,362,513	113,430,597	103,001,261	116.03	118.86	191.99	Minot 1	1 3
10%	31,042	28,205	75:00	403;758	3687/14	333/746	110:00	110,00	4 185 OO	Whiteishield:85	28:085 W
10%	274,670	249,916	65.14	4,651,964 65.14	4,122,517	3,748,449	110.00	103.00	165:14	Westhope 17	<b>基</b>
※210%	503,476	458;223	62.68	8,641,821	7,811,460	<b>27,103,467</b>	104.14	100.87	162,68	Litchville-Marion 46	02-046   Lit
10%	252,724	230,033	75.00	3,496,623	3,317,268	3,018,037	213.60	178.80	214.99	Apple Greek 39	
10%	394,282	359,197,	66.35	- 6,273,013 66:35	5,7/8,487	<u>5;260,069</u>	110,00	109:99	166:35	Turtle liake Mercer 72	28:072: Tu
10%	165,268		70.63	2,262,824	2,137,588	1,995,491	100:00	100.00	170.63	Halliday19	13-019 На
10%	665,288	606,778	75.00	10,201,767, 75:00	8,755,884	7,982,999	106.78	113:31	189.01	Sargent central 6 🔏 🚽	41:006   Sa
	733,914		61.21	12,734,882	11,491,784	10,486,620	109:13	108.00	161.21	Bowman Coil	06-001 Ва
. 9%	459,300	419,610	75.00	6,283,586	5,995,859	5,474,759	110:00	110000	185:00	Richardton Taylor 34	45′034   Ric
9%	304,074		61.05	5,245,308	4,941,932	4,533,167	110.00	110.00	161.05	Munich19	10-019 M
**· • 9%	62,441	57:304	75:00	71,329,860 7,5:00	1,197,066	1,141,084	117:06	120:11	186,66	Pleasant Valley 135	52:035 Ple
9%	3,843,731	3,528,621	75.00	54,133,507	50,487,354	46,334,099	109.99	110.00	185.00	Dickinson 1	45-001 Di
9%	94,021	. 86;330 k	64.57	1,448,469 64.57	1,414,233	<b>*</b> 1,297,7774	95:00	100.00	164.57	Robinson 14	22 014 Ro
9%	314,128	288,482	75.00	4,481,994	4,162,056	3,821,770	148.71	156.57	227.48	Mapleton 7	09-007 M
- 9%	313,448	287,972	64.76	5:700,132	¥4,686,990]	4,303,270,	100:87	10092	量量16476	Wilton 1	8:0015 W
Grant: Incr %	2011 MLRG	2010 MLRG 2	MLRG	2011Taxvalue	010Taxvalue	2009Taxvalue 2	2011 📜 GFLévy3	2010 . GFLevy3	2009 GFLevy3	ıtityName.	tatelssu 💍 dID 🔧 En
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51160	50-051	44-032	44-012	40:007	34-118	30-008	30-007	27:036	27-032	27-018	18-140	13-037	04-001	30-004	37-006	33-001	46-019	46-010	05-001	53,008	02-002	31:002	11-040	50-005	09-004	32,001	53-001	31:003	edID	Statelssu
Minot AFB	Nash 51	Central Elem 32	Marmarth 12	Belcourt 7.	Valley-Edinburg 118	Sims8	New Salem	Mandaree 36	Horse Creek 32	Earl 18	Grand Forks AFB 140	Twin Buttes 3	Billings Co 1	Little Heart 4	Ft Ransom 6	Center-Stanton	Finley-Sharon 19	]Hope 10	Bottineau 1	lNew8‱	Valley City 2	Stanley 2	Ellendale 40	Fordville Banki	Maple Valley 4	Dakota Prairi	Williston 1	Parshall 3	EntityName	
160 15		n 32 🛬 🛶	12		ourg 118		7	36	(32		s AFB 140	137/4/		4 2 3		ton i 💉 🐍	on 19				200			nkin 5	<b>3.4</b>	rie 1	Commercial			
	199.47	27.98	49.04			*;  = <u>1</u> 35:05	161.19	76.19	- 58:16	19:48			34:10	195:70	238.16	3 3 370.04	185.00	173:17	155.00	167.94	> 186.32	185 00	179.45	<u>- ₹</u> 3 =166.03	177.54	185.00	188.33	17970	GFLevy3	2009
	7	8 🚽 25.94	i4 <b>* 4</b> 3.93			5	9	9] 371.21	6 39.45	8 7917			0 32.75	0] = 174:36	6 155.67	4 4109.92	0 110.00	74 三泊04:98	0 73.63	4 3 2 1 1 9 9 3	M. A.	00.01	5 104.95	3 110.00	4 100.00	0. 110:00	3 109.08	<b>国初</b>	0.3	2010
		25:89	43.93		122.00			15.49	× 40.78	16.94			29:57	17/1:75	89:99	109:99	103.13	100:88	72.25	2113.88	111:91	00.01	104.22	110.00	100.00	97:47	110.00	104:70 3100:00	GFLevy3	2011
	932,971	1/429/548	2,055,512	428 221		1,547,586	4,541,332	91,876	1,719,231	528;503	21,160	100,961	5,865,200	873 <i>77</i> 0	1,065,539	5;622;443	4,696,042	3,926,803	15,522,763	9,997,395	18,926,056	=6,876,284	8,358,767	3,054,044	9,763,214	9)865,083,	26,520,142	3,787,565	2009Taxvalue	
		(1,541,729)	2,294,640	436,210				98,297	2,408,432	537,195	20,743	101,547	6,107,775	863,274	1,602,385	<b>387,387,477</b>	6,108,611	5,086,458	19,994,511	12,798,685	23,514,378	8;542,304	10,224,408	E= 3,733,903	11,950,345	11,780,191	31,558,091	4,506,833	2010Taxvalue	
		1,544,929		471,793	9,206,001			452,012	2,	608,169		109)965	. 4				7,298,203	5,086;458] 医38,128,576] 墨73:17]	20,946,814	14,570,368 67,94	557 3 1 13 2		S.						alue 2011Taxvalue	
	(\$.12 }		7 -		1 75.00				\. \}`∳				377	75.00	3 <b>75.00</b>	7,515,074	3 75.00	3 273.17	55.00	67.94	75.00	15,977,648 75.00	75.00	4,310,738 66.03	1 75.00	14,579,220 - 75.00	3 75.00	7,974,612 75.00	rate	MIRG
													1. 不是不是他	858,327 75:00 39,450	82,544	406,113	``			701,768	1,447,122	<b>参</b> 529;226		205,157	754,275	757,682		294,463	rate 2010 MLRG	
	de la compa				508,509							1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1			122,986	<b>多</b> 多30,568	464,078	293,553	1,115,054	881,711	1,793,114	655,089	11.	250,284	919,797	902,517		349,110	2011 MLRG	
· 0%	0%	0%	0%	% × 0%		<b>20%</b>	0%	%	0%	- 0%	0%	0%	. 0%	62,1114 57%	49%	31%	30%	29%	28%	26%	24%	24%		22%	22%	19%	19%	19%	Incr %	Gran

Note: The Mill Levy Reduction grants are subject to the excess fund balance offset provision.







MLRG Estimate 2 updated 2011-2013.xls

3/30/11 MD

Excludes PILOTs, Forestry Tax, and Electric Generation, Transmission, and Distribution Taxes. They will be handled by the special distribution required in section 57-64-02(7).

Anticipated Appropriation needed for 2011-2013 Biennium equals:

\$349,000,000

Additional amounts required to make up the MLRG shortfall for the 2009-2011 biennium are not included here.

	•				Estimated	
			% Increase	(used for 2012 pmt.)	2011	(used for 2013 pmt.)
	2009 Txbl. Value	% of total	2009-2010	2010 Txbl Value	<u>Increase</u>	2011 Txbl Value
Agland	586,158,479	27.22%	8.81%	637,789,085	5.68%	674,030,095
Residential	915,973,110	42.54%	6.03%	971,218,103	6.50%	1,034,347,280
Commercial	491,415,201	22.82%	8.73%	534,302,298	11.00%	593,075,551
Centrally Assd.	131,756,496	6.12%	30,49%	171,930,467	7.65%	185,075,938
Homestead Credit (1)	7,730,479	0.36%	20.00%	9,276,575	20.00%	11,131,890
Veterans Credit (1)	4,682,592	0.22%	20.00%	5,619,110	20.00%	6,742,932
Mobile Homes (1)	9,533,447	0.44%	10.00%	10,486,792	14.00%	11,954,943
In-lieu Property (2)	4,573,751	0.21%	8.81%	4,976,621	5.68%	5,259,293
CO2 Pipeline (3)	<u>1,615,500</u>	0.08%	34.05%	<u>2,165,600</u>	10.00%	<u>2,382,160</u>
	2,153,439,055	99.92%	9.02%	2,347,764,651	7.41%	2,521,617,921

(1) Estimate increases including number of applicants and property values...

(2) 2009 Calculation

TV of In-lieu, HC, Vets 26,520,269
Minus HC, Vets, MH 4,573,751

Same % increases as ag land

(3) Taxable year 2010 is the last year this property qualifies for in-lieu payments. It will be assessed for 2011.

Used for MLRG payment in 2012

 2010 Estimated Txbl. Value
 2,347,764,651

 Avg. MLRG mill rate
 0.07163

Estimated 2012 payment \$168,170,381.93

Used for MLRG payment in 2013

2011 Estimated Txbl. Value 2,521,617,921 Avg. MLRG mill rate 0.07163

Estimated 2013 payment \$180,623,491.69

Edition 2010 paymont

2011-2013 Appropriation Needed \$348,793,873.62 Say \$349,000,000

Plus 2009-2011 Shortfall: 200,000

Total Appropriation Needed \$349,200,000

# EXPENDITURE CALCULATION OF AVERAGE COST PER PUPIL FOR 2009-2010

The cost of education (instruction) is calculated by adding the general and special fund expenditures for regular instructional programs for pre-kindergarten through grade 12, and plant operation and maintenance. The total expenditures including cooperative special education programs, vocational programs, federal programs, administration, then divided by the average daily membership to determine the average cost per pupil special education and vocational education expenditures for the above functions are

RANK ORDER OF HIGH SCHOOL DISTRICTS BY 2009-2010 AVERAGE COST PER PUPIL

RANK

The average cost for 2009-2010 was as follows: Kindergarten, \$7,517.48; Elementary 1-6, \$10,005.09; Elementary 7-8, \$9,637.27; Elementary 1-8, \$9,910.19; Elementary of school districts by average cost per pupil is presented in the following tables. K-8, \$9,629.92; Secondary 9-12, \$10,113.27; and all pupils \$9,812.28. The rank order

						2111	20111177	TOTAL	PISTRICT	AVERAGE DAILY	AVERAGE
^	COUNTY	NUMBER	NAME	AVERAGE DAILY	COST	NAMA.	NUMBER	NUMBER	NAME	MEMBERSHIP	COST
-	13	019	Haliiday 19	25	28,504	36	19	049	Elgin-New Leipzig 49	142	12,225
Ν.	27	036	Mandaree 36	181	27,223	37	07	027	Powers Lake 27	93	12,185
ω	48	028	North Central 28	34	25,577	38	34	019	Drayton 19	132	12,176
4	22 2	030	Ft Totten 30	129	22,957	39	40	007	Belcourt 7	1,589	12,058
Ln .	42	016	Goodrich 16	28	21,125	40	08	028	Wing 28	95	11,795
י פ	03	029	Warwick 29	219	19,433	41	18	128	Midway 128	201	11,789
~	43	003	Solen 3	170	18,638	42	36	044	Starkweather 44	81	11,703
00	43	800	Selfridge 8	67	18,628	43	28	072	Turtle Lake-Mercer 72	162	11,617
9	05	054	Newburg-United 54	66	16,701	4	28	800	Underwood 8	180	11,411
	35	001	Wolford 1	4	16,049	45	42	019	McClusky 19	98	11,315
	07	036	Burke Central 36	77	15,556	46	25	060	TGU 60	333	11,212
N	26	004	Zeeland 4	49	15,542	47	53	900	Eight Mile 6	186	11,104
ω	34	043	St Thomas 43	81	15,057	48	38	001	Mohal-Lansford-Sherwood 1	341	11,050
4	23	007	Kulm 7	92	14,959	49	30	048	Glen Ullin 48	151	11,033
Ü	. 36	002	Edmore 2	70	14,834	50	96	033	Scranton 33	152	10,960
o	25	057	Drake 57	80	14,742	51	90	924	Maple Valley 4	243	10,906
7	52	025	Fessenden-Bowdon 25	133	14,548	52	51	016	Sawyer 16	133	10,852
œ	24	056	Gackle-Streeter 56	87	14,532	53	40	029	Rolette 29	134	10,840
9	40	001	Dunseith 1	421	14,410	54	28	085	White Shield 85	25	10,762
Ö	07	014	Bowbells 14	66	14,284	55	15	006	Hazefton-Mothit-Braddock 5	132	10,716
<u> </u>	47	019	Kensal 19	46	14,187	56	50	106	Edinburg 106	98	10,687
2	27	002	Alexander 2	63	14,132	57	30	013	Hebron 13	167	10,649
ü	03	005	Minnewaukan 5	220	14,094	58	03	900	Leeds 6	152	10,619
4.	20	007	Midkota 7	108	14,006	59	03	900	Maddock 9	173	10,606
ξĭ	33	801	Center-Stanton 1	195	13,765	60	46	019	Finley-Sharon 19	156	10,595
6	<del>1</del> 0	019	Munich 19	84	13,675	61	17	003	Beach 3	295	10,582
27	53	015	Tioga 15	284	13,507	62	32	<b>001</b>	Dakota Prairie 1	282	10,555
œ	02	007	Barnes County North 7	299	13,388	63	39	018	Fairmount 18	121	10,532
6	12	001	Divide County 1	239	13,074	64	18	129	Northwood 129	235	10,425
ŏ	21	009	New England 9	140	13,020	65	31	801	New Town 1	754	10,381
~	53	660	Grenora 99	87	12,844	66	45	009	South Heart 9	203	10,275
22	50	005	Fordville-Lankin 5	65	12,802	67	46	003	St John 3	353	10,218
డు	02	046	Litchville-Marion 46	134	12,592	68	38	026	Glenburn 26	253	10,213
Ť	ti ti	016	Killdeer 16	371	12,286	69	46	010	Hope 10	100	16,187
	05	017	Westhope 17	121	12,233	70	47	010	Pingree-Buchanan 10	135	
				•	4						

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12 13 15 15

### RANK ORDER OF HIGH SCHOOL DISTRICTS BY 2009-2010 AVERAGE COST PER PUPIL

RANK ORDER OF HIGH SCHOOL DISTRICTS BY 2009-2010 AVERAGE COST PER PUPIL

					N						
)						8,759	200	Lakota 66	980	32	1
					ŗ <sup>*</sup>	8,764	543	McKenzie Co 1	001	27	112
						8,771	410	Stanley 2	002	31	111
						8,772	404	Hillsbaro 9	009	49	110
						8,832	310	Enderlin Area 24	024	37	109
	c	FI Yates 4	004	43	151	8,835	2,238	Jamestown 1	001	47	108
o 6	784	Oakes 41	041	; <del></del>	150	8,863	7,330	Grand Forks 1	001	<del>1</del> 8	107
6 198	492	Kindred 2	002	. 09	149	8,953	323	Garrison 51	051	28	106
6.560	667	Central Cass 1/	017	9 9	148	8,957	201	Wishek 19	019	26	105
6 620	904	Lisbon 19	019	37	147	8,973	2,275	Williston 1	001	53	104
n -	500	I hompson 61	061	i <del>c</del>	146	9,068	216	Wilton 1	001	28	103
7 284	A08.	Northern Cass 97	097	. 09	145	9,174	380	Cavalier 6	006	34	102
7 496	542	Richland 44	044	39	4	9,178	277	Parshall 3	003	31	101
7.515	29.8	LaMoure 8	800	23	143	9,222	374	Lewis and Clark 161	161	51	100
7.586	3 -	Larimore 44	044	18	142	9,305	193	Nesson 2	002	53	99
7 580	AE1	Washburn 4	004	28	141	9,333	198	Minto 20	020	50	98
7 654	2,834	Dickinson 1	2 03	3 25	140	9,339	213	Central Valley 3	003	49	97
7 778	3 BEA	May-Pon CG 14	014	40	139	9,363	640	Bottineau 1	001	05	96
7 781	520	Marvey 38	038	: 5	138	9,377	284	Hettinger 13	013	2	95
8 094	ر. 410	Mandan 1	001	3	137	9,403	271	Griggs County Central 18	018	20	94
2 o o	3 343	West Fargo 6	006	. 09	136	9,454	1,682	Devils Lake 1	89.	36	93
8 141 S	7,000	Surrey 41	2	51	135	9,492	232	Mt Pleasant 4	004	40	92
0 1 1	242	Napoleon 2	002	24	134	9,518	176	Lidgerwood 28	028	39	91
0,200	323	New Rockford-Sheyenne 2	002	4	133	9,625	402	Bowman Co 1	<u>8</u>	8	90
0,2,0	7,259	Wahpeton 37	037	39	132	9,656	388	Langdon Area 23	023	5	89
0,272	561	Rugby 5	005	35	131	9,689	195	Hatton 7	007	49	02 00
8,29/	587	Hazen 3	003	29	130	9,704	211	Wyndmere 42	042	39	87
8,328	231	North Sargent 3	003	4.	129	9,709	865	Grafton 3	003	50	a .
8,331	310	Linton 36	036	15	128	9,758	141	Strasburg 15	015	15	00 t
8,348	11,347	Bismarck 1	001	08	127	9,765	235	Milnor 2	002	41	œ :
8,350	228	Mott-Regent 1	001	21	126	9,785	162	Max 50	050	28	<b>8</b> 8
8 404	277	Hankinson 8	800	39	125	9,797	209	Belfield 13	013	45	e :
8,446	1,104	Valley City 2	002	02	124	9,848	233	Sargent Central 6	006	4 :	œ (
8,450	310	New Salem-Almont 49	049	30	123	9,939	96	Montpelier 14	014	. 47	<b>3</b> 5
8,457	546	United 7	007	51	122	9,939	293	Kenmare 28	028	<u> 51</u>	79
8,524	202	Flasher 39	039	30	121	9,969	459	North Border 100	<del>1</del> 00	34	78
0,530	529	Carrington 49	049	16	120	10,006	244	Richardton-Taylor 34	034	45	77
0,030	667	Beulah 27	027	29	119	10,028	. 375	Kidder County 1	001	22	76
a a,556	318	Ellendale 40	040	11	118	10,073	156	Medina 3	003	47	75
8,614	6,863	Minot 1	001	51	117	10,115	252	North Star 10	010	48	74
8,640	400	Park River 78	078	50	. 116	10,139	141	Valley 12	012	34	73
0,000	242	Edgeley 3	003	23	115	10,146	134	Ashley 9	009	26	72
8,581	376	Velva 1	001	25	114	10,149	10,468	Fargo 1	001	90	71
COST	MEMBERSHIP	NAME	NUMBER	NUMBER	7,42	COST	AVERAGE DAILY	DISTRICT NAME	DISTRICT	COUNTY	RANK
AVERAGE	AVERAGE DAILY	DISTRICT	MSTRICT	ALIVINOS	7335	1000					
		!	!				TOTIF	BY 2009-2010 AVERAGE COST PER PUPIL	BY 2009-		

### RANK ORDER OF GRADED ELEMENTARY DISTRICTS BY 2009-2010 AVERAGE COST PER PUPIL

### RANK ORDER OF RURAL DISTRICTS BY 2009-2010 AVERAGE COST PER PUPIL

RANK	<b>-</b>	2	(J)	4	տ	6	7	8	9	10	<del></del>	12	13	14	<b>1</b> 5	16	17	18	19	20	21	22	23	24	25	26	27
COUNTY NUMBER	04	22	44	51	30	52	15	08	50	17	53	90	08	44	27	25	03	60	18	19	37	80	51	80	51	18	13
DISTRICT NUMBER	001	014	032	019	004	035	010	035	128	900	800	080	029	012	014	014	016	007	127	018	900	033	070	039	004	125	037
DISTRICT NAME	Billings Co 1	Robinson 14	Central Elem 32	Eureka 19	Little Heart 4	Pleasant Valley 35	Bakker 10	Sterling 35	Adams 128	Lane Tree 6	New 8	Page 80	Baldwin 29	Marmarth 12	Yellowstone 14	Anamoose 14	Oberon 16	Mapleton 7	Emerado 127	Roosevelt 18	Ft Ransom 6	Menoken 33	South Prairie 70	Apple Creek 39	Nedrose 4	Manvel 125	Twin Buttes 37
AVERAGE DAILY MEMBERSHIP	41	თ	4	, Cn	9	12	σı	22	48	30	176	74	12	16	45	80	47	80	80	107	26	23	133	58	205	162	0
AVERAGE COST	37,627	36,224	36,005	21,105	19,091	18,668	17,240	16,923	15,301	14,266	14,052	14,032	13,862	13.622	13,288	12,519	12,287	11,808	11,637	11,432	10,257	10,056	9,924	8,397	7,856	7,112	0
RANK	_	2	ω	4	5													-									
COUNTY	08	27	80	30	27																						
DISTRICT NUMBER	025	. 032	045	017	018																						
DISTRICT NAME	Naughton 25	Horse Creek 32	Manning 45		Ead 18																						
AVERAGE DAILY MEMBERSHIP	55	4	G:	10	0																	,					
COST	26,566	18,256	12,257	9,241	0																	ŝ t	•				

TOOL

### Mill Levy Reduction Grant Projections

GF tevy3 = 2008 General Fund, Tuition and Transportation tevies,
Tax Relief visu allocation = district visu \* \$3,879.
Limits: Minimum levy effort of 100 mills to qualify for any reduction.
Wax mill reduction of 75 mills.

Minimum GF Levy3 Requirement 100
Maximum GF Levy3 Reduction 75
Per wsu rate 3,879
Inflator 1.09

09-002	09-001	08-045	08-039	08-035	08-033	08-029	08-028	08-025	08-001	07-036	07-027	07-014	06-033	06-001	05-054	05-017	05-001	04-001	03-030	03-029	03-016	03-009	03-006	03-005	02-046	02-007	02-002	01-013	CoDist			-						Í
Kindred 2	Fargo 1	Manning 45	Apple Creek 39	Sterling 35	Menoken 33	Baldwin 29	Wing 28	Naughton 25	Bismarck 1	Burke Central 36	Powers Lake 27	Bowbells 14	Scranton 33	Bowman County 1	Newburg-United 54	Westhope 17	Bottineau 1	Billings Co 1	Ft Totten 30	Warwick 29	Oberon 16	Maddock 9	Leeds 6	Minnewaukan 5	Litchville-Marion 46	Barnes County North 7	Valley City 2	Hettinger 13	Entity Name									
733.28	11,330.68	8.06	74.43	29.23	31.26	16.14	136.04	6.53	11,883.54	125.14	125.25	88.60	180,46	468.28	106.80	153.21	668,87	56,66	194.90	289.13	63.53	231.16	206,21	288.74	179.53	402.54	1,193.46	349.69	(wsu)	Student Units	Weighted	Total					2011-2012 MLRG Projection	
15,405,566	255,562,235	323,390	3,496,623	2,604,337	1,600,633	1,057,584	2,458,791	344,346	250,882,766	4,324,199	2,527,205	3,692,821	4,472,447	12,734,882	5,814,890	4,651,964	20,946,814	6,763,589	127,250	1,465,993	1,243,049	5,089,970	5,992,226	1,907,504	8,641,821	17,939,529	25,116,099	7,115,817	Valuation	Taxable							3 Projection	
166.50	266.31	274.97	214.99	244.15	200.21	218.23	160.08	166.13	205.71	171.41	185.00	157.57	151.21	161.21	168.26	165.14	155.00	34.10	328,05	155,66	170.24	171.74	166.52	180.17	162.68	167.93	186.32	168.82		GFLevy3	,							
104.97	191,18	228.83	213.60	142.51	138,54	165.47	108.10	74 77	124.86	93,66	94.97	95.98	99.95	109.13	90.78	110.00	72.25	29.57	-	84.92	137.33	110,00	85.94	100.47	2 1 1	100.21	111.91	110.00	_	GFLevy3								
66.50	75.00	75.00	75.00	75.00	75.00	75.00	60.08	66.13	75.00	71.41	75.00	57.57	51.21	61.21	68.26	65,14	55.00		75,00	55.66	70.24	71.74	66.52	75.00	62.68	67.93	75.00	68.82	t00 mills)	Min Remt	75 mills	reduction	(Max	Reduction	Lew	Maximum		
0.40	0.28	0.27	0.35	0.31	0.37	0.34	0.38	0.40	0.36	0.42	0.41	0.37	0.34	0,38	0.41	0.39	0.35		0,23	0.36	0.41	0.42	0.40	0.42	0.39	0.40	0.40	0.41		MLRG a								
1,98	25.53	34.78	39.76	13.18	14.26	22.26	3.08	(25.23)	8.95	(6.34)	(5.03)	(4.02)	(0.05)	3,47	(9.22)	3.90	(27.75)	ا «خاند	(75.00)	(15.08)	15.31	4.20	(14.06)	0.20	1.61	0.08	4.76	4.10	2	djustme R	Rate							
68.49	75.00	75.00	75.00	75.00	75.00	75.00	63.16	40.90	75.00	65.07	69.97	53.55	51.16	64.68	59.04	69.04	27 25	,		40.58	75.00	75.00	52.46	75.00	64.29	68.01	75,00	72.92	Rate	adjustme Reduced Mill	Adjusted		•					
1,055,096	19,167,168	24,254	262,247	195,325	120,047	79,319	155,292	14,084	18,816,207	281,376	176,829	197,751	228,810	823,685	343,311	321,172	570,801		•	59,490	93,229	381,748	314,352	143,063	555,622	1,220,139	1,883,707	518,885	Z.	Maximum								
2,844,393	43,951,708	31,265	288,714	113,383	121,258	62,607	527,699	25,330	46,096,252	485,418	485,845	343,679	700,004	1,816,458	414,277	594,302	2,594,547	219,784	756,017	1,121,535	246,433	896,670	799,889	1,120,022	696,397	1,561,453	4,629,509	1,356,448	allocation	Tax Relief wsu								
1,055,096	19,167,168	24,254	262,247	113,383	120,047	62,607	155,292	14,084	18,816,207	281,376	176,829	197,751	228,810	823,685	343,311	321,172	570,801		•	59,490	93,229	381,748	314,352	143,063	555,622	1,220,139	1,883,707	518,885		_	Mill Levy							
14,274	194,017	3,433	3,062	4,959	2,460	3,128	6,967	939	384,675	3,095	3,700	1,866	4.164	30,209	5,310	2,336	15,730	•	,	3,910	2,272	6,516	3,938	4,620	7,900	13,599	30,249	9,761		Addtl Grants	2011-12							2
1,069,370	19,361,185	21,681	265,309	118,342	122,507	65,735	162,259	15,023	19,200,882	284,471	180,529	199,617	232,974	853,894	348,621	323,508	586,531		ı	63,400	95,501	388,264	318,290	147,683	563,522	1,233,738	1,913,956	528,646	2011-12 Total									
•	•			8,103	( ) · · · · · · · · · · · · · · · · · ·	10,615		4 199					の職員の場合		がはないではなく		393,903		8,207	6,203			1,053			1		The second second	j.	.2 .	٠.,	Subsection				,		Ç.
		(22)			्र ( <b>16</b> ,110)		(2.734)						が表	(56,966)		· (28,463)	dig	:	( ) ( )		(7.548)	(18,444)			·: (21,934)	· ·	1	•	₹		Subsection 4				•		7.77%	4
1,069,570	19,301,100	27,000	205,309	126,445	106,397	76,350	159,526	19 222	19,200,882	284 471	180,529	199,617	232,974		Ŷ.		ı,i-		8,207	69,603	87,953	369,820	319,343	147,683	. 541 588	1,233,738	1,913,956	528,646	(adjusted)	2011-12 Total								J

ND Department of Public Instruction

Mill Levy Reduction Grants 2011-13 Projection 4.xlsx 4/14/2011 jac

	2011-2012 MLRG Projection	Projection			!										7.77%	1 [
			<del></del> -		Maximum											
				23)	Reduction			ř.								
					(Max											
	Total				reduction	_						3041		Subsection		
	weighted		_				Tate A	Adjusted				21-17		3 Decrease	Subsection 4	
Collist Entity Name	Student Units	Taxable (	GFLevy3   G	GFLevy3 N	Min Rqmt N	MLRG adj	adjustme Reduced Mill	-	Maximum Delief Allowed	Tax Relief wsu	Reduction	Addt Grants	2011-12 Total	Hamles	Overall	
-1	323 64	13.542 181	+	4	7		1	ㅣ	1.015.664	1.255.400	1.015.664	14.582	1,030,246	,	(36,723)	- 1
	7,649.21	169, 182, 271		114.28	75.00	0.40	5.71	75.00	12,688,670	29,671,286	12,688,670	194,361	12,883,031		',	
	107.91	4.481.994		148.71		-	16.07	75.00	336,150	418,583	336,150	2,747	338,897			
•	881.05	17,390,625		108.90			3.20	59.53	1,035,333	3,417,593	1,035,333	11,333	1,046,666		(51,337)	
_	99.50	4,566,896		103.58	66.72	0.40	1, <b>4</b> 3	68,15	311,243	385,961	311,243	5,853	317,096		(3,607)	
	596.82	13,450,418		106.80	75.00	0.41	2.79	75.00	1,008,781	2,315,065	1,008,781	13,465	1,022,246			
_	136.63	5,245,308		110.00	61.05	0.38		64.85	340,158	529,988	340,158	2,393	342,551	ı	(11,300)	
-	433.51	20,970,619		60.00			_	15.00	314,559	1,681,585	314,559	6,296	320,855	620,270		
_	380.15	10,872,687		104.22			1.77	75.00	815,452	1,474,602	815,452	10,443	825,895	1	•	
11-041 Oakes 41	517.65	12,303,564	185.00	110.00	75.00	0.41		75.00	922,767	2,007,964	922,767	16,609	939,376	٠.	•	
12-001 Divide County 1	314,95	9,848,030	122.95	84.09	22.95	0.19 (	(15.91)	7.04	69,330	1,221,691	69,330	5,896	75,226	104,229		
-	422.48	9,334,585	158.78	100.00	58.78	0.37	٠	58.78	548,687	1,638,800	548,687	25,343	574,030	,	(1,851)	
	34.16	2,262,824		100.00	70.63	0.41	•	70.63	159,823	132,507	132,507	11,947	144,454	16,645		
	58.71	109,965	•			•	•			227,736		,		•		
14-002 New Rockford-Sheyenne	386.05	8,047,689	165.00	110.00	65.00	0.39	3.90	68.90	554,486	1,497,488	554,486	7,584	562,070		(22,865)	
15-006 Hazelton-Moffit-Braddock	176.01	4,748,436	160.41	108.00	60.41	0.38		63.45	301,288	682,743	301,288	4,838	306,126	•	(19,581)	
15-010 Bakker 10	7.38	1,365,330	126.46	135.25	26.46	0.21	7.40	33.86	46,233	28,627	28,627	780	29,407	·•	(2,262)	
	189.46	3,614,520		101.53		0.40		67.15	242,722	734,915	242,722	4,198	246,920	.'	(729)	
	367.85	5,727,483	168.97	97.82	68.97	0.41	(2.18)	66,79	382,539	1,426,890	382,539	10,061	392,600	Ĺ		
	592.95	14,757,590	159.69	105.00	59.69	0.37	.85 28	61.54	908,182	2,300,053	908,182	12,629	920,811		(1,269)	
	365.07	4,972,312	155.31	100.00 	55.31	0.36	•	55.31	275,019	1,416,107	275,019	5,053	280,072	, •		
	40.03	1,871,611	232.18	98.04	75.00	0.32	(1.96)	73.04	136,702	155,276	136,702	687	137,389		(14,346)	
	7,695.20	153,540,567	198.96	123.96	75.00	0.38	9.10	75.00	11,515,543	29,849,681	11,515,543	148,793	11,664,336			
_	500.72	9,067,257	_	110.00		0.41	4.10	75.00	680,044	1,942,293	680,044	17,950	697,994		•	
	451.83	8,071,338	184.81	109.70		0.41	3.98	75.00	605,350	1,752,649	605,350	6,405	611,755	•		
•	201.91	4,672,353	_	120.10		0.39	7.84	75.00	350,426	783,209	350,426	8,124	358,550			
	110,95	2,518,386		212.24			30.30	75.00	188,879	430,375	188,879	8,447	197,326	ı		
••	270.30	7,250,493		119.83			7.73	75.00	543,787	1,048,494	543,787	12,040	555,827		. ys.	
	308.14	6,696,197		110.00	_	0.41	4.10	75.00	502,215	1,195,275	502,215	6,718	508,933	•		
	143.99	2,723,346	177 62	106.94	_	0.42	291	75.00	204,251	558,537	204,251	2,823	207,074	•		
	192.18	4,859,092	206.50	130.00	_	0.36	10.80	75.00	364,432	745,466	364,432	8,900	373,332	١,	, ,	
	146.54	7,243,567	185.00	118.29	_	0.41	7.50	75.00	543,268	568,429	543,268	10,374	553,642		(16,576)	
	347 01	0 706 000	8	130.95	_		12.07	75.00	659,767		659,767	7,731	667,498		(93,516)	
		0,100,000		2		_				1,346,052		3	552 610		1577	
	298.39	7,994,914	165,00	0.00	65.00	0.39	3.12	68.12	544,614	1,346,052 1,157,455	544,614	0,000	0010	,	(1,001)	

Mill Levy Reduction Grants 2011-13 Projection 4.xtsx 4/14/2011 jac

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	# :	373,351	3,434	369,917	790,346	369,917	69.06				_		5,356,463	203.75	Glen Utlin 48	30-048
91	ùŏ '	278,291	5,498	272,793	1.048.571	272 793	75.00						3.637.234	270.32	Flasher 39	3000
		286,143	403	285,678 22 1 <b>44</b>	49 590	285,678 22 144	3 5 5 5 5 5 5 5 5 5 5 5 5 5 5 5 5 5 5 5	) 4 5	0.40	8 36 36	107 98	136.97	4,082,864	227.38	Hebron 13	30-013
10,71	າດີ	50,275	1,555	48,720	48,720	64,375	75.00		_		_		858,327	12.56	Little Heart 4	30-004
•	ð	4,788,420	117,176	4,671,244	13,718,006	4,671,244	75.00	3,76	0 0,41		109,18	в 185.00	62,283,248	3,536,48	Mandan 1	30-001
,	=	1,034,711	98,894	935,817	2,862,508	935,817	75.00	4.08	_			_	12,477,564	737.95	Beufah 27	29-027
,	ĸ		13,565	522,829	2,514,794	522,829	75.00					_	6,971,05	648.31	Hazen 3	29-003
	86		3,206	30,282	664,201	30,282	75.00		_			_	403,758	171.23	White Shield 85	28-085
	ಸ		10,096	441,306	839,610	441,306	70.35		-			ω	6,273,013	216,45	Turde Lake-Mercer 72	28-072
,	σĭ		14,966	659,929	1,480,304	659,929	64.81		_		_	_	10,182,58	381.62	Garrison 51	28-051
,	ζ'n		6,074	288,611	844,381	288,611	56.80	_	_		_		5,081,171	217.68	Max 50	28-050
	Z.		19,684	538,970	931,969	538,970	75.00		_	3 75.00	)1 109.23	3 176.01	7,186,273	240.26	Underwood 8	28-008
134,412	ទ	223,025	11,078	211,947	1,352,219	211,947	28.48	(27,44)	12 0.36	6 55.92	32 72.56	2 155.92	7,441,952	348.60	Washburn 4	28-004
c	4	380,124	9,049	371,075	1,092,986	371,075	65.10	0.34	76 0.39	64.76	76 100.87	2 164.76	5,700,132	281,77	Montefiore 1	28-001
	•	,	ı	1	942,752	,		,	,	9	19 15.49	2 76.19	452,012	243.04	Mandaree 36	27-036
			,	1	18,231	•		,			16 40.78	2 58.16	2,207,032	4.70	Horse Creek 32	27-032
	•		•		30,838			1	•	- <b>4</b> -	18 16.94	9 19.48	608,169	7.95	Earl 18	27-018
	ద	158,283	. 3,999	154,284	428,979	154,284	75,00	10.96	00 0,41	2 75.00	79 126.72	9 181.79	2,057,119	110.59	Yellowstone 14	27-014
	ž	263,262	13,518	249,744	448,955	249,744	. 72.61	3.72	39 0.41	7 68.89	109.07	0 168.89	3,439,590	115.74	Alexander 2	27-002
,	ĸ		38,832	715,272	2,324,801	715,272	56,65	0.27	-				12,625,353	599.33	McKenzie Co 1	27-001
ı	5		6,534	383,906	1,041,473	383,906	75.00					1 176.02	5,118,74	268.49	Wishek 19	26-019
	130	377,529	7,671	369,858	693, 100	369,858	75.00	2.87		74.25	25 106.67	5 174.25	4,931,436	178.68	Ashley 9	26-009
23	ፚ		909	207,189	292,903	207,189	75.00					٠.	2,762,515	75.51	Zeeland 4	26-004
	ප්		20,447	968,633	1,527,124	968,633	75.00				_		12,915,107	393.69	TGU 60	25-060
	ĸ		6,493	318,259	402,951	318,259	72,14	0,46	58 0.42	71.68	58 101.09	3 171.68	4,411,823	103.88	Drake 57	25-057
,	5	`	11,946	175,809	419,436	175,809	75.00	5.78	_	75,00	51 115.61	7 201.51	2,344,117	108.13	Anamoose 14	25-014
·	37	758,437	13,366	745,071	1,675,263	745,071	65,69	2.00	59 0.39	3 63.69	59 105.13	7 163.69	11,342,10	431.88	Velva 1	25-001
•	ð		5,337	335,103	494,146	335,103	57.32	0.27			05 100.74	4 157.05	5,846,544	127.39	Gackle-Streeter 56	24-056
,	8	393,635	6,472	387,163	1,254,430	387, 163	75,00	2 0.36	_	75.00	94 100.86	3 176.84	5,162,173	323.39	Napoleon 2	24-002
ı	¥		12,997	493,007	1,448,690	493,007	61.70				_	•	7,990,045	373,47	LaMoure 8	23-008
ı	쪼		5,720	503,961	537,785	503,961	75,00		_			9 178.77	6,719,479	138.64	Kulm 7	23-007
	24	549,124		543,209	1,119,441	543,209	75.00		_		_	3 180.71	7,242,783	288.59	Edgeley 3	23-003
,	51	89,861	3,576	86,285	93,096	86,285	59.57	(5.00)	57 0.39	64.57	57   95.00	9 164.57	1,448,469	24.00	Robinson 14	22-014
	-	633,008	17,142	615,866	1,880,927	615,866	55,00		0.35		00.00	1 155.00	11,197,571	484.90	Kidder County 10	22-001
nes.	tal Harmless	2011-12 Total	Est.	Grant	aflocation	Relief Allowed	Rate	2	ls) Ratio		2010	2008	Valuation	(wsu)	Entity Name	CoDist
DIG T	I	41	Addtl Grants	Reduction	Tax Relief wsu	Maximum	adjustme Reduced Mill		nt MLRG	_	y3 GFLevy3	GFLevy3	Taxable	Student Units		
řea	3 Decrease		2011-12	Mill Levy			Adjusted	Rate	,u	75 mills,				Weighted		
ěć.	Subsection								3	reduction				Total		
										(Max						
									9	Reduction						•
									;	lew	-					
									3	Maximum						

Mill Levy Reduction Grant Projections

Total	MLRG adju Ratio	Rate Adjusted adjustme Reduced Mill Rate nt Rate 58.05	, –	′	Tax Relief wsu allocation	Mill Levy Reduction Grant	2011-12 Addil Grants Est.	2011-12 Total	Subsection 3 Decrease Hold	_	
Total  Total  Weighted  Student Units  Taxable  (wsu)  Taxable  (wsu)  Taxable  (wsu)  Taxable  Taxabl		ate Adjus stme Reduce t Rate 1.50 58		- <b> </b> -	ax Relief wsu allocation 1,442,057	9	2011-12 Addit Grants Est.	2011-12 Total	Subsection 3 Decrease Hold		
Total  Total  Weighted  Total  Weighted  Total  Weighted  Total  Freduction  Total  Fredu		ate Adjus stme Reduce t Rate 1.50 58			ax Relief wsu aflocation 1,442,057	9	2011-12 Addit Grants Est.	2011-12 Total	Subsection 3 Decrease Hold Harmless		
Total  Total  Weighted Weighted  Valuation  75 mills,  Student Units Taxable GFLevy3 GFLevy3 GFLevy3 Min Rqmt 100 100 mills)  75 mills,  75 mills,  76 mills,  77 mills,  78 mil		stme Reduce t Rate 3.50 58	1 -		ax Relief wsu allocation 1,442,057	9	2011-12 Addit Grants Est.	2011-12 Total	Subsection 3 Decrease Hold Harmless		
Total Weighted Weighted Weighted Weighted Weighted Weighted Flevy3 GFLevy3 GFLevy3 Min Rqmtl Tre (vssu) Walluation Tre (vssu) Walluation Tre Valuation Walluation Wal		ate Adjus stme Reduces t Rate 3.50 58	, –	_l_	ax Relief wsu allocation 1,442,057	ᅴ	2011-12 Addil Grants Est.	2011-12 Total	Subsection 3 Decrease Hold Harmless		
Weighted         75 mills.           Student Units         Tavable         GFLevy3         GFLevy3         Min Rgmit Negret           re         (wsu)         Valuation         2008         2010         100 milts)           m - Almont 49         371.76         6,526,446         154.55         110.00         454.55           n 1         807.87         8,016,433         180.97         106.57         75.00           451.80         15,977,648         185.00         110.00         75.00		stre Adjus strne Reduces tt Rate 3.50 58			ax Relief wsu attocation 1,442,057	기	2011-12 Addil Grants Est.	2011-12 Total	3 Decrease Hold Harmless		
Student Units   Taxable   GFLewy3   Min Rqmt   Representation   2008   2010   100 mills   Representation   2008   2010   100 mills   Representation   2008   2010		tme Reduces t Rate 3.50 58 2.69 78		-	ax Relief wsu allocation 1,442,057	ુ	Addtl Grants Est.	2011-12 Total	Hold Harmless		
m- Almont 49 (71.76 (8.526,446 (54.55 110.00 n.1 1.00 n.1		8 50 20	3 6	ef Allowed 378.860	aflocation 1,442,057	٦	Est.	2011-12 Total	Harmless		2011-12 Total
n 1 807.87 8,016.433 (80.97 106.57 451.80 15,977.648 185.00 110.00			5 25	574,000	1 CU, 544, 1	200		20% 077		CHOWELL TRAIN	(adjusted)
807.87 8,016,433 180.97 106.57 451.80 15,977,648 185.00 110.00					1	200	27.036	535 507	•	(3,2/3)	361,363
00.00   00.00   00.00				1 100 234	3,133,728	501,232	24,276	625,508	i	(233,949)	391,559
3 3 3 3 3 3 3 3 3 3 3 3 3 3 3 3 3 3 3 3		.4. 5		1, 198,324	1,752,532	1,198,324	70,940	1,215,270	,	(499,991)	/15,2/9
349.78 7,974,612 179.70 100.00	0.42		75.00	598,096	1,356,797	598,096	13,000	611,096	ı	(229,662)	381,434
Dakota Prairie 1 353.98 14,579,220 185.00 97.47 75.00	0.41	ت	72,47	1,056,556	1,373,088	1,056,556	14,621	1.071,177		(93,525)	977,652
Lakota 66 264.65 6,049,987 185,00 105,95 75,00	0.41		75.00	453,749	1,026,577	453,749	6,376	460,125	,	(28,430)	431,694
anton 1 260.33 7,515,074 170.04 109.99			74.14	557,137	1,009,820	557,137	11,321	568,458	,	1	568,458
435.12 9,789,355 185.96	0.40		75.00	734,202	1,687,830	734,202	11,904	746,106	,	,	746,106
,	١	•	٠	ı	•		•		,	•	
Drayton 19 175.48 6,766,531 208.44 138.08 75.00	0.36 1:	13.71 75	75.00	507,490	580,687	507,490	4,719	512,209		(26,866)	485,342
43 105.71 3,561,653 209.34 131.05			75.00	267,124	410,049	267,124	2,534	269,658	ı	•	269,658
North Border 100 545.56 17,615,985 185.00 110.00 75.00	0.41	4.10 75	75.00	1,321,199	2,116,227	1,321,199	27,780	1,348,979	,	(131,857)	1,217,122
Valley-Edinburg 118 323.65 9,206,001 194.61 122,00 75.00	0.39	8.58 75	75.00	690,450	1,255,438	690,450	7,173	697,623		(146,038)	551,586
	0.36 12	12.60 75	75.00	145,453	297,558	145,453	883	146,336		(1,071)	145,266
Rugby 5 617.58 14,407,406 185.00 99.36 75.00	0.41 (0	(0.64) 74	74.36	1,071,335	2,395,593	1,071,335	15,764	1.087,099	,	(121,484)	965,615
Devils Lake 1 1,819.04 23,273,574 188.00 110.00 75.00	0.40	4.00 75	75.00	1,745,518	7,056,056	1,745,518	36,711	1,782,229			1,782,229
Edmore 2 93.55 5,525,628 150.00 110.00 50.00	0.33	3.30 53	53.30	294,516	362,880	294,516	2,361	296,877	•	(9,896)	286,980
her 4.4	0.43	- 75	75.00	246,338	475,527	246,338	1,382	247,720	1		247,720
34.91 2,761,908 238.16 89.99	0.31 (10	(10.01)	64.99	179,496	135,416	135,416	2,494	137,910	,	(4,421)	133,489
690.82 1	0.41		75.00	822,136	2,679,691	822,136	15,278	837,414	•	ı	837,414
Enderlin Area 24 377.81 8,875,149 166.07 109.84 66.07	0.40		70.01	621,314	1,465,525	621,314	12,846	634,160		(9.913)	624,246
Sherwood	0.40 (2	(2.39) 64	64,63	796,170	1,589,110	796,170	8,885	805,055	,	(11.874)	793,181
320.48 5,791,140 184,51 94.85		_	69,85	404,511	1 243 142	404,511	10,733	415,244	1	(33,854)	381,389
357.05 7,260,965 180.87 110.00			75.00	544,572	1,384,997	544,572	8,701	553,273	1		553,273
161.70 4,387,703 188.06 110.00	_		75.00	329,078	627,234	329,078	3,523	332,601			332,601
B 235.88 4,388,439 190.61 116.38			75.00	329, 133	914,979	329,133	6,889	336,022	,		336,022
1,331,25 23,699,437 186.65 111.65				1 777 458	5,163,919	1,777,458	63,292	1,840,750	,	1	1,840,750
2 278.89 7,532,019 163.27 103.56				487,008	1,081,814	487,008	3,092	490,100			490,100
362.88 6,918,979 185.00 109.94			75.00	518,923	1,407,612	518,923	8,243	527,166			527,166
642.10 1,771,109 162.53 107.76		٠.	65.48	115,970	2,490,706	115,970	4,854	120,824	Ū	(3,735)	117,089
408.53 1,000,116 161.47 85.99		<u> </u>	47.46	47,466	1,584,668	47,466	6,561	54,027	•	•	54,027
nt 4 303.43 4,758,658 180.03 109.27			75.00	356,899	1,177,005	356,899	4,641	361,540	,	,	361,540
1,699.26			٠	•	6,591,430			,	1		
179.29 3	0.39	6.24 75	75.00	252 508	695,466	252,508	4,900	257,408	,	(295)	}
309.65 4,058,743 188.22 113.12			3			304,406	7,417	311,823	,	1	257,113

ND Department of Public Instruction

Mill Levy Reduction Grants 2011-13 Projection 4.xlsx 4/14/2011 jac

Mill Levy Reduction Grant Projections

	2011-2012 MLRG Projection	G Projection													1 1	7.77%
			<u></u>		Maximum Lew											
					Reduction											
				_	(Max											
	Total				reduction									Subsection		
	Weighted			_	75 mills.		Rate	Adjusted			Mill Levy	2011-12		3 Decrease	Subsection 4	tion 4
	Student Units	Taxable	GFLewy3 (	GFLevy3		MLRG a	adjustme Reduced Mill	educed Mill	Maximum	Tax Relief wsu		Addlt Grants		돲	Overall	2
CoDist Entity Name	(MSII)	Valuation		-	_	Ratio	쿄	Rate	Relief Allowed	allocation	1	Est	2011-12 Total	Hamiless	Growth Limit	Į.
41-003 N Sargent 3	307.88	3,335,987	177.82	106.04	75.00	0.42	2.54	75.00	250,199	1.194,267	250, 199	4,840	255,039	-		•
	303.17	10,201,767	189.01	106.78	75.00	0.40	2.71	75.00	765,133	1,175,996	765,133	9,905	775,038		(49,339)	339
	39.78	1.897.510	189.26	112.64	75.00	0.40	5.06	75.00	142,313	154,307	142,313	7,674	149,987	1		۲
	131.28	3, 197, 372	186.11	109,46	75.00	0.40	3.78	75.00	239,803	509,235	239,803	7,418	247,221			1
	233.13	1,512,689	185.00	110.00	75.00	0.41	4.10	75.00	113,452	904,311	113,452	3,854	117,306	7,036		1
	291.83	577,863	185.00	109.69	75.00	0.41	3.97	75.00	43,340	1,132,009	43,340	3,404	46,744			•
	107.09	1,631,893	184.27	109,08	75.00	0.41	3.72	75.00	122,392	415,402	122,392	1,027	123,419	,		,
	25.65	2,294,707	49.04	43,93	•	,	,	,		99,496	ı	•				1
	5.36	1,544,929	27.98	25,89	1	1	ı	ı	ì	20,791		į	ı			•
	2,885.83	54, 133,507	185.00	109.99	75.00	0.41	4.10	75.00	4,060,013	11,194,135	4.060.013	97,884	4,157,897	ı		•
_	268.42	4,471,352	159.40	103.95	59.40	0.37	1.46	60.86	272,133	1,041,201	272,133	5,977	278,110	1	(4,413)	프
45-013 Belfield 13	277.82	2,486,347	185.00	110.00	75.00	0.41	4.10	75.00	186,476	1,077,664	186,476	7,028	193,504		(1,450)	<u>5</u>
45-034 Richardton-Taylor 34	315.94	6,283,586	185.00	110,00	75.00	0.41	4.10	75.00	471,269	1,225,531	471,269	13,823	485,092	,		٠
	145.56	8,128,576	173.17	100,88	73.17	0.42	0.37	73.54	597,772	564,627	564,627	5,612	570,239	1	(158,955)	જી
	211.28	7,298,203	185.00	103.13	75.00	0.41	1.28	75.00	547,365	819,555	547,365	4,877	552,242	•	(47,986)	8
47-001 Jamestown 1	2,377.77	39,621,322	192.03	117.02	75.00	0.39	6.64	75.00	2,971,599	9,223,370	2,971,599	64,652	3,036,251	,		•
47-003 Medina 3	208.15	4,308,394	185.00	110.00	75.00	0.41	4.10	75.00	323,130	807,414	323,130	6,315	329,445	1		٠
	178,59	4,049,257	177.00	102.00	75.00	0.42	0.84	75.00	303,694	692,751	303,694	3,627	307,321	1		1
	131.56	3,138,710	185.00	110.00	75.00	0.41	4.10	75,00	235,403	510,321	235,403	2,983	238,386		_	(119)
_	75.18	2,974,749	185.00	110,00	75.00	0,41	4.10	75.00	223,106	291,623	223,106	1,149	224,255			•
	337.72	8,948,785	157.66	86.24	57.66	0.37	(13.76)	43.90	392,852	1,310,016	392,852	5,369	398,221	20,906		•
	65.80	4,450,099	165.54	94.38	65.54	0.40	(5.62)	59.92	266,650	255,238	255,238	2,568	257,806			٠,
	283.79	7,572,635	157.05	110.00	57.05	0.36	3,60	60,65	459,280	1,100,821	459,280	5,584	464,864		(23,372)	72)
	257.96	5,195,066	203.50	110.00	75.00	0.37	3.70	75.00	389,630	1,000,627	389,630	6,211	395,841		٠.	,° (
	445.17	12,069,486	185.00	110,00	75.00	0.41	4.10	75.00	905,211	1,726,814	905,211	13,094	918,305	,		١.
	578.57	12,961,076	185.00	110.00	75.00	0.41	4.10	75.00	972,081	2,244,273	972,081	9,260	981,341			•
-	955.66	11,474,301	185.92	110,00	75.00	0.40	4.00	75.00	860,573	3,707,005	860,573	15,866	876,439	•		
	88.63	4,310,738	166.03	110.00	66.03	0.40	4.00	70.03	301,881	343,796	301,881	2,981	304,862	ı	(33, 142)	5
_	270.80	4,473,715	189.01	15.36	75.00	0.40	6.14	75.00	335,529	1,050,433	335,529	5,484	341,013	,		!
	448.33	7,302,453	188.08	112.92	75.00	0.40	5.17	75.00	547,684	1,739,072	547,684	7,546	555,230			٠
•		,	,		,	•			1		ı		,			,
	64.51	2,212,535	169.84	110,00	69.84	0.41	4. 10	73.94	163,595	250,622	163,595	2,096	165,691		(4,952)	2)
		27 200 540	191.69	116.03	75.00				9,552,188	28 650 002	9,552,188	212,975	9,765,163	,	(203,870)	9
	7.388.50	27.302.513				0.39	6.25	75.00		1000000					1	3
	7,388.50 223.69	9,728,064	191.97	95.29	75.00	0.39	6.25	70.29	683,786	867,694	683,786	16,646	700,432	1	(27,677)	

ND Department of Public Instruction

Mill Levy Reduction Grants 2011-13 Projection 4.xlsx 4/14/2011 jac

				53-099	53-015	53-008	53-006	53-002	53-00 t	52-038	52-035	52-025	51-161	51-070	51-041	51-028	51-019	51-016	CoDist								
Percentage change	Increase in Taxable Valuation	Taxable Valuation 2010-201	Statewide Total	Grenora 99	Tioga 15	New 8	Eight Mile 6	Nesson 2	Williston 1	Harvey 38	Pleasant Valley 3	Fessenden-Bowdon 25	Lewis and Clark 161	S Prairie 70	Surrey 41	Kenmare 28	Eureka 19	Sawyer 16	Entity Name								
	tion	110	108, 152,86	127.21	341.96	227.33	247,88	257.93	2,483.33	448.69	16.59	177.41	424.26	168.55	405.50	358.83		178.95	(wsu)	Student Units	Weighted	Total					2011-2012 MLRG Projection
7.77%	165,081,102	2,123,954,388	2,289,035,490	5,031,435	11,442,057	14,570,368	1,946,135	6,257,813	34,070,448	10,115,533	1,329,860	9,128,135	13,260,041	7,705,808	5,317,652	9,219,287	,	3,831,888	Valuation	Taxable							G Projection
			192.58	185.00	153.37	167.94	170.27	172.83	188.33	182.17	186.66	156.61	178.74	161,82	197.71	181.47	ı	185.00	2008	GFLew/3							
				109.31	74.19	113.88	107.39	93.55	110.00	104.45	117.06	100.73	92.71	91,91	102.07	97.62	,	103.23	2010	GFLevy3		_					
			71.58	75,00	53.37	67.94	70.27	72.83	75.00	75.00	75.00	56.61	75,00	61.82	75.00	75.00	1	75,00	100 mills)	Min Ramt	75 mills,	reduction	(Max	Reduction	Lewy	Maximum	
			0.37	0.41	0.35	0.40	0.41	0.42	0.40	0.41	0.40	0.36	0.42	0.38	0.38	0.41		0.41	Ratio	MLRG a							
				3.82	(25.81)	5.55	3.03	(6,45)	4.00	1.82	6.82	0.26	(7.29)	(8.09)	0.79	(2.38)		1.32	ᄅ	djustme R	Rate						
		•	70.63	75,00	27.56	73,49	73.30	66.38	75.00	75.00	75.00	56.87	67.71	53.73	75.00	72.62	,	75.00	Rate	adjustme Reduced Mill	Adjusted						
			161,678,913	377,358	315,343	1,070,805	142,652	415,394	2,555,284	758,665	99,740	519,143	897,837	414,033	398,824	669,505	•	287,392	Relief Allowed	Maximum							
			419,524,951	493,448	1,326,463	881,813	961,527	1,000,510	9,632,837	1.740,469	64,353	688,173	1,645,705	653,805	1,572,935	1,391,902	,	694 147	allocation	Tax Relief wsu							
			161,206,666	377,358	315,343	881,813	142,652	415,394	2,555,284	758,665	64,353	519,143	897,837	414,033	398,824	669,505		287,392	Grant	Reduction	Mill Levy						
			3,086,175	4,774	31,799	22,536	4,039	7,721	75,839	29,224	1,599	4,906	19,959	20,891	7,804	8,397		8,466	Est	Addil Grants	2011-12						
			164,292,841	382,132	347,142	904,349	146,691	423,115	2,631,123	787 889	65,952	524,049	917,796	434,924	406,628	677,902		295,858	2011-12 Total								
			1,402,265		53,442					•	,	•	•		,	,	,		Hamless	Hold	3 Decrease	Subsection					
			(3,071,928)	(25,507)	,	•	,		,	,	(5)	(3,376)	(10,846)	,	(33,822)	(7,769)		(24,912)	Growth Limit	Overall	Subsection 4						7.77%
	,		162,623,177	356,624	400,585	904,349	146,691	423,115	2,631,123	787,889	65,947	520,673	906,951	434,924	372,806	670,133		2/0,946	(adjusted)	2011-12   otal	i i						

#30047
Hill Levy Reduction Grant Projections

GF Levy3 = 2008 General Fund, Tuition and Transportation Levies.

Tax Relief wsu allocation ≈ district wsu \* \$3,879.

Limits: Minimum levy effort of 100 mills to qualify for any reduction.

Max mill reduction of 75 mills.

2009-11 MRLG grants

2011-13 MRLG projection

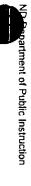
09-002	2001	08-045	08-039	08-035	08-033	08-029	08-028	08-025	08-001	07-036	07-027	07-014	06-033	06-001	05-054	05-017	05-001	04-001	03-030	03-029	03-016	03-009	03-006	03-005	02-046	02-007	02-002	01-013	CoDist	
Kindred 2	Farmo 1	Manning 45	Apple Creek 39	Sterling 35	Menoken 33	Baldwin 29	Wing 28	Naughton 25	Bismarck 1	Burke Central 36	Powers Lake 27	Bowbells 14	Scranton 33	Bowman County 1	Newburg-United 54	Westhope 17	Bottineau 1	Billings Co 1	Ft Totten 30	Warwick 29	Oberon 16	Maddock 9	Leeds 6	Minnewaukan 5	Litchville-Marion 46	Barnes County North 7	Valley City 2	Hettinger 13	Entity Name	
973,371	18 239 963	21,842	230,033	128,092	88,005	76,350	142,664	21,644	17,505,961	262,234	159,185	177,915	208,066	670,459	348,845	249,916	868,137	1	9,326	76,321	75,944	319,664	326,937	125,305	458,223	1,109,946	1,447,122	488,689	2009-10 Total	
994,566	18 888 013	25,380	251,605	126,445	97,612	76,350	146,354	21,843	18,626,920	275,310	167,389	187,275	227,136	731,127	363,675	270,684	1,114,129		9,326	79,094	80,691	339,284	362,890	136,960	496,870	1,153,625	1,791,329	488,689	(adjusted)	2010-11 Total
1,069,370	10 361 185	27,665	265,309	126,445	106,397	76,350	159,526	19,222	19,200,882	284,471	180,529	199,617	232,974	796,929	348,621	295,045	980,434	1	8,207	69,603	87,953	369,820	319,343	147,683	541,588	1,233,738	1,913,956	528,646	Estimate	2011-12
1,165,613	21 103 601	30,155	289,187	137,825	115,972	83,221	173,883	20,951	20,928,961	310,074	196,776	217,582	253,942	868,652	379,997	321,599	1,068,673	1	8,946	75,867	95,869	403,104	348,084	160,974	590,331	1,344,774	2,086,212	576,224	Estimate	
1,038,744	10 361 185	27,665	265,309	126,445	106,397	76,350	154,691	23,711	19,200,882	300,087	182,454	204,130	233,198	796,929	396,405	295,045	1,167,805		9,544	85,507	87,953	369,820	395,550	147,683	541,588	1,232,231	1,913,956	499,472	12	Senate 2011-
1,132,231	21 103 691	30,155	289,187	137,825	115,972	83,221	168,614	25,845	20,928,961	327,095	198,875	222,501	254,186	868,652	432,082	321,599	1,272,907	1	10,403	93,202	95,869	403,104	431,150	160,974	590,331	1,343,131	2,086,212	544,424	13	Senate 2012-
64,008	5	0	0	0	0	(0)	10,104	(9,383)	(0)	(32,638)	(4,025)	(9,432)	(468)	(D)	(99,869)	(0)	(391,606)		(2,794)	(33,239)	(0)	0	(159,273)	(0)	0	3,150	0	60,974	Difference	

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(0)	467,374	428,784	467,374	428,784	419,419	410,760	New England 9	21-009
48,923	575,165	527,674	600,680	551,082	505,580	501,196	Mott-Regent 1	21-001
(0)	625,640	573,982	625,640	573,982	526,589	490,231	Griggs County Central 18	20-018
0	585,402	537,066	585,402	537,066	492,721	466,887	Midkota 7	20-007
(0)	406,932	373,332	406,932	373,332	345,526	345,526	Elgin-New Leipzig 49	19-049
0	225,711	207,074	225,711	207,074	193,206	187,380	Roosevelt 18	19-018
0	554,737	508,933	554,737	508,933	470,528	445,662	Northwood 129	18-129
0	605,851	555,827	605,851	555,827	520,219	506,471	Midway 128	18-128
(0)	215,085	197,326	215,085	197,326	188,300	178,561	Emerado 127	18-127
(0)	390,820	358,550	390,820	358,550	343,556	333,911	Manvel 125	18-125
(0)	666,813	611,755	666,813	611,755	583,697	552,136	Thompson 61	18-061
0	760,813	697,994	760,813	697,994	641,592	614,621	Larimore 44	18-044
0	12,714,127	11,664,336	12,714,127	11,664,336	11,329,471	10,883,801	Grand Forks 1	18-001
(0)	134,116	123,042	134,116	123,042	112,883	112,883	Lone Tree 6	17-006
(0)	305,278	280,072	305,278	280,072	262,685	254,384	Beach 3	17-003
54,406	973,926	893,510	1,002,300	919,542	843,616	802,089	Carrington 49	16-049
(26,096)	441,544	405,086	427,934	392,600	390,423	390,423	Linton 36	15-036
3,099	266,732	244,708	268,348	246,191	225,863	223,253	Strasburg 15	15-015
0	29,588	27,145	29,588	27,145	24,904	19,189	Bakker 10	15-010
0	312,333	286,544	312,333	286,544	262,885	258,118	Hazelton-Moffit-Braddock	15-006
17,808	578,445	530,684	587,733	539,204	494,683	475,959	New Rockford-Sheyenne	14-002
	•	•	,	ı	1	1	Twin Buttes 37	13-037
(0)	175,598	161,099	175,598	161,099	161,099	150,635	Halliday 19	13-019
(0)	623,675	572,179	623,675	572,179	524,935	498,745	Killdeer 16	13-016
(89,504)	242,286	222,280	195,607	179,456	203,927	196,490	Divide County 1	12-001
0	1,023,920	939,376	1,023,920	939,376	899,139	771,313	Oakes 41	11-041
(0)	900,225	825,895	900,225	825,895	776,411	634,390	Ellendale 40	11-040
(456,779)	1,264,051	1,159,680	1,025,826	941,125	1,069,460	1,001,245	Langdon Area 23	10-023
18,042	351,655	322,619	361,064	331,252	303,901	278,969	Munich 19	10-019
(0)	1,114,249	1,022,246	1,114,249	1,022,246	956,430	919,859	Northern Cass	09-097
6,130	338,506	310,556	341,703	313,489	287,605	273,928	Page 80	09-080
9,159	1,080,133	990,947	1,084,909	995,330	913,147	877,559	Central Cass 17	09-017
(0)	369,398	338,897	369,398	338,897	314,674	288,482	Mapleton 7	09-007
(0)	14,042,503	12,883,031	14,042,503	12,883,031	12,351,261	11,746,546	West Fargo 6	09-006
(0)	1,080,760	991,523	1,080,760	991,523	909,654	754,275	Maple Valley 4	09-004
Difference	13	12	Estimate	Estimate	(adjusted)	2009-10 Total	Entity Name	CoDist
	Senate 2012-	Senate 2011-	2012-13	2011-12	2010-11 Total			
		,				1000		
			miertion	2011-12 MBI G n		2009-11 MRI G grants		

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(0)	406,953	373,351	406,953	373,351	346,585	312,663	Glen Ullin 48	30-048
(0)	303,338	278,291	303,338	278,291	265,019	249,186	Flasher 39	30-039
201	24,471	22,451	24,576	22,547	22,451	22,451	Sweet Briar 17	30-017
34,132	296,277	271,814	314,078	288,145	271,233	271,233	Hebron 13	30-013
(0)	66,482	60,993	66,482	60,993	60,993	36,821	Little Heart 4	30-004
(D)	5,219,378	4,788,420	5,219,378	4,788,420	4,518,002	4,232,324	Mandan 1	30-001
(0)	1,127,835	1,034,711	1,127,835	1,034,711	986,816	875,574	Beulah 27	29-027
0	584,670	536,394	584,670	536,394	511,639	493,575	Hazen 3	29-003
(0)	36,350	33,348	36,350	33,348	30,595	28,205	White Shield 85	28-085
3,542	464,678	426,310	466,525	428,005	392,665	359,197	Turtle Lake-Mercer 72	28-072
19,071	715,551	656,469	725,498	665,594	610,637	544,240	Garrison 51	28-051
(0)	316,542	290,406	316,542	290,406	266,427	248,485	Max 50	28-050
(0)	608,933	558,654	608,933	558,654	514,239	454,414	Underwood 8	28-008
(145,871)	465,683	427,232	389,606	357,437	406,178	353,241	Washburn 4	28-004
(O)	370,486	339,896	370,486	339,896	311,831	287,972	Montefiore 1	28-001
	•	1	'		1		Mandaree 36	27-036
	1		ı		,	•	Horse Creek 32	27-032
	•	1	ı		1		Earl 18	27-018
(0)	172,529	158,283	172,529	158,283	147,051	139,736	Yellowstone 14	27-014
5,406	273,013	250,471	275,832	253,057	232,162	231,030	Alexander 2	27-002
0	815,246	747,932	815,246	747,932	686,177	663,017	McKenzie Co 1	27-001
(0)	422,637	387,740	422,637	387,740	355,725	342,365	Wishek 19	26-019
0	395,500	362,844	395,500	362,844	332,884	319,141	Ashley 9	26-009
0	229,359	210,421	229,359	210,421	210,421	209,351	Zeeland 4	26-004
0	1,009,515	926,160	1,009,515	926,160	849,688	838,438	TGU 60	25-060
2,678	351,778	322,732	353,174	324,013	297,260	288,116	Drake 57	25-057
(0)	204,270	187,403	204,270	187,403	171,930	166,178	Anamoose 14	25-014
(0)	676,502	620,644	676,502	620,644	569,398	536,911	Velva 1	25-001
3,256	369,381	338,882	371,079	340,440	314,430	301,373	Gackle-Streeter 56	24-056
0	428,834	393,426	428,834	393,426	360,941	339,577	Napoleon 2	24-002
0	518,952	476,103	518,952	476,103	436,791	410,030	LaMoure 8	23-008
(0)	555,553	509,681	555,553	509,681	471,757	445,696	Kulm 7	23-007
(0)	598,546	549,124	598,546	549,124	504,143	474,019	Edgeley 3	23-003
(15,138)	105,844	97,104	97,949	89,861	94,598	86,330	Robinson 14	22-014
0	689,979	633,008	689,979	633,008	591,705	541,332	Kidder County 10	22-001
Difference	13		Estimate	Estimate	(adjusted)	2009-10 Total	Entity Name	CoDist
	Senate 2012-	Senate 2011-	2012-13	2011-12	2010-11 Total			
			or of control	בסיון - וס אוויגרט	y can			
		1	waiantion	2011-13 MDI C projection	arants.	2009-11 MRI G grants		7





o ()	280,253 339,887	257,113 311,823	280,253 339,887	257,113 311,823	235,883 301,542	233,026 298,142	Rolette 29 Milnor 2	40-029 41-002
	,	•	1	1	1	ı	Belcourt 7	40-007
(O)	394,078	361,540	394,078	361,540	335,692	317,945	Mt Pleasant 4	40-004
(23,212)	70,995	65,133	58,890	54,027	59,755	58,880	St John 3	40-003
3,110	126,005	115,601	127,627	117,089	107,421	106,007	Dunseith 1	40-001
0	574,611	527,166	574,611	527,166	505,262	485,636	Richland 44	39-044
21,855	522,811	479,643	534,209	490,100	461,451	449,871	Wyndmere 42	39-042
(0)	2,006,417	1 840 750	2,006,417	1,840,750	1,818,494	1,750,843	Wahpeton 37	39-037
0	366,264	336,022	366,264	336,022	320,758	311,343	Lidgerwood 28	39-028
0	362,535	332,601	362,535	332,601	328,687	324,595	Fairmount 18	39-018
0	603,067	553,273	603,067	553,273	538,938	532,487	Hankinson 8	39-008
(0)	415,714	381,389	415,714	381,389	349,899	327,951	Glenburn 26	38-026
(0)	864,567	793,181	864,567	793,181	727,689	692,822	Mohall-Lansford-Sherwood	38-001
52,291	653,157	599,227	680,429	624,246	572,703	550,939	Enderlin Area 24	37-024
(0)	912,781	837,414	912,781	837,414	801,128	757,807	Lisbon 19	37-019
. 0	145,503	133,489	145,503	133,489	122,467	82,544	Ft Ransom 6	37-006
0	270,015	247,720	270,015	247,720	232,493	222,673	Starkweather 44	36-044
17,428	303,719	278,642	312,809	286,980	263,285	253,738	Edmore 2	36-002
0	1,942,629	1,782,229	1,942,629	1,782,229	1,718,026	1,629,425	Devils Lake 1	36-001
0	1,052,520	965,615	1,052,520	965,615	885,885	848,904	Rugby 5	35-005
0	158,339	145,266	158,339	145,266	133,271	130,741	Wolford 1	35-001
(0)	601,228	551,586	601,228	551,586	506,042	466,163	Valley-Edinburg 118	34-118
(0)	1,326,663	1,217,122	1,326,663	1,217,122	1,116,626	983,721	North Border 100	34-100
(0)	293,927	269,658	293,927	269,658	250,377	247,562	St Thomas 43	34-043
(0)	529,023	485,342	529,023	485,342	445,268	428,249	Drayton 19	34-019
	,	•	•			1	Valley 12	34-012
(0)	813,255	746,106	813,255	746,106	701,297	682,492	Cavalier 6	34-006
64,332	586,068	537,677	619,619	568,458	527,805	406,113	Center-Stanton 1	33-001
(0)	470,547	431,694	470,547	431,694	396,050	378,813	Lakota 66	32-066
(0)	1,065,640	977,652	1,065,640	977,652	896,928	757,682	Dakota Prairie 1	32-001
(0)	415,763	381,434	415,763	381,434	349,939	294,463	Parshall 3	31-003
0	779,654	715,279	779,654	715,279	656,220	529,226	Stanley 2	31-002
0	426,799	391,559	426,799	391,559	359,228	302,213	New Town 1	31-001
40,899	394,575	361,995	415,905	381,565	350,059	336,964	New Salem - Almont 49	30-049
Difference	13	12	Estimate	Estimate	(adjusted)	2009-10 Total	Entity Name	CoDist
	Senate 2012-	Senate 2011-	2012-13	2011-12	2010-11 Total			
	,							
			Jojecaon	2011-13 MKLG projection	granis	2009-11 MIREG BIRIS		
		_		22.1		2200 11 110 0		]



ç	000,501	700,400	000,001	708,430	1002,527	009,810		01.00
o 0	739,842	678,754	739,842	678,754	622,710	540,196	Nedrose 4	51-004
(O)	10,421,809	9,561,293	10,421,809	9,561,293	8,771,828	7,875,042	Minot 1	51-001
8,610	170,715	156,619	175,205	160,739	147,467	147,467	Adams 128	50-128
	ı	r	ŧ		•	•	Edinburg 106	50-106
(0)	605,201	555,230	605,201	555,230	511,573	477,414	Park River 78	50-078
(0)	371,704	341,013	371,704	341,013	319,537	317,526	Minto 20	50-020
0	296,174	271,720	296,174	271,720	249,284	205,157	Fordville-Lankin 5	50-005
0	955,318	876,439	955,318	876,439	841,958	835,632	Grafton 3	50-003
0	1,069,661	981,341	1,069,661	981,341	916,512	890,503	May-Port CG 14	49-014
(0)	1,000,953	918,305	1,000,953	918,305	844,187	790,363	Hillsboro 9	49-009
0	431,467	395,841	431,467	395,841	371,383	350,445	Hatton 7	49-007
8,127	476,987	437,603	481,226	441,492	405,038	387,948	Central Valley 3	49-003
(9,784)	286,111	262,487	281,008	257,806	262,487	247,589	North Central 28	48-028
(209,039)	565,869	519,146	456,848	419,127	476,280	449,925	North Star 10	48-010
0	244,437	224,255	244,437	224,255	211,090	207,356	Kensal 19	47-019
(D)	259,711	238,267	259,711	238,267	218,594	207,533	Montpelier 14	47-014
0	334,979	307,321	334,979	307,321	282,234	265,069	Pingree-Buchanan	47-010
(0)	359,095	329,445	359,095	329,445	306,365	284,447	Medina 3	47-003
0	3,309,514	3,036,251	3,309,514	3,036,251	2,943,251	2,754,899	Jamestown 1	47-001
(0)	549,639	504,256	549,639	504,256	462,620	357,760	Finley-Sharon 19	46-019
(O)	448,299	411,284	448,299	411,284	377,324	293,553	Hope 10	46-010
(0)	528,751	485,092	528,751	485,092	462,371	419,610	Richardton-Taylor 34	45-034
(0)	209,339	192,054	209,339	192,054	176,197	161,734	Belfield 13	45-013
4,434	296,016	271,575	298,329	273,696	251,097	236,525	South Heart 9	45-009
(D)	4,532,108	4,157,897	4,532,108	4,157,897	3,876,354	3,528,621	Dickinson 1	45-001
	ı	,	ı	į	•	ı	Central Elementary 32	44-032
	,	•		į	,		Marmarth 12	44-012
(0)	134,527	123,419	134,527	123,419	114,413	108,402	Selfridge 8	43-008
0	50,951	46,744	50,951	46,744	43,821	41,240	Ft Yates 4	43-004
(D)	135,533	124,343	135,533	124,343	124,343	122,223	Solen 3	43-003
0	269,470	247,221	269,470	247,221	230,275	221,605	McClusky 19	42-019
(0)	163,486	149,987	163,486	149,987	139,172	138,340	Goodrich 16	42-016
(D)	791,011	725,699	791,011	725,699	665,779	606,778	Sargent Central 6	41-006
(0)	277,993	255,039	277,993	255,039	248,227	248,227	N Sargent 3	<b>41-003</b>
Difference	13	12	Estimate	Estimate	(adjusted)	2009-10 Total	Entity Name	CoDist
	Senate 2012-	Senate 2011-	2012-13	2011-12	2010-11 Total			
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		-						
			y ojection	2011-13 MIKEO Projection	grants	Single State Control	!	
		_		2011 21 110		2000 44 1101 0		



# Mill Levy Reduction Grant Projections

						ation	Increase in Taxable Valuation	
1,528,002	341,410,442		339,882,440		299,826,749	Giennium Totals	Taxable Valuation 2010-20iennium Totals	
1,528,002	178,056,163	163,354,278	177,259,263	162,623,177	154,935,881	144,890,868	Statewide Total	
0	388,720	356,624	388,720	356,624	327,178	320,329	Grenora 99	53-099
(199,792)	540,835	496,179	436,637	400,585	455,210	388,687	Tioga 15	53-015
(9,978)	990,944	909,123	985,740	904,349	857,644	701,768	New 8	53-008
12,325	153,465	140,794	159,893	146,691	135,662	135,662	Eight Mile 6	53-006
(67,295)	496,291	455,313	461,195	423,115	417,719	360,421	Nesson 2	53-002
(0)	2,867,924	2,631,123	2,867,924	2,631,123	2,436,434	2,039,939	Williston 1	53-001
(0)	858,799	787,889	858,799	787,889	747,202	722,844	Harvey 38	52-038
(0)	71,882	65,947	71,882	65,947	60,502	57,304	Pleasant Valley 3	52-035
0	567,533	520,673	567,533	520,673	477,681	467,432	Fessenden-Bowdon 25	52-025
0	988,576	906,951	988,576	906,951	832,065	785,631	Lewis and Clark 161	51-161
(130,291)	542,018	497,264	474,067	434,924	485,652	485,652	S Prairie 70	51-070
0	406,358	372,806	406,358	372,806	342,024	293,788	Surrey 41	51-041
(0)	730,445	670,133	730,445	670,133	614,801	579,899	Kenmare 28	51-028
			ı	1	ı	ı	Eureka 19	51-019
(0)	295,331	270,946	295,331	270,946	248,574	234,227	Sawyer 16	51-016
Difference	13	12	Estimate	Estimate	(adjusted)	2009-10 Total	Entity Name	CoDist
	Senate 2012-	Senate 2011-	2012-13	2011-12	2010-11 Total			
			projection	2011-13 MRLG projection		2009-11 MRLG grants		

Increase in Taxable Valuation
Percentage change



artment of Public Instruction

11.0273,				53-099	53-015	53-008	53-006	53-002	53-001	950-25	52-035	52-025	31-161	51-070	51-041	51-028	51-019	51-016	SICOCI								T
11.0273.05006 version	Increase in Taxable Valuation Percentage change	l axable Valuation 2010-201	Statewide Total	Grenora 99	Tioga 15	New 8	Eight Mile 6	Nesson 2	Williston 1	Harvey 38	Pleasant Valley 3	Fessenden-Bowdon 25	Lewis and Clark 161	S Praine 70	Surrey 41	Kenmare 28	Eureka 19	Sawyer 16	Enlity Name								
108152.86	Öπ		108, 152,86	127.21	341.96	227,33	247.88	257.93	2,483,33	448.59	16.59	177 41	424.26	168.55	405.50	358.83	•	178.95	(wsu)	Student Units	Weighted	Total	1				2011-2012 MLRG Projection
2289035490 192,5789	165,081,102 7.77%	2,123,954,388	2,289,035,490	5,031,435	11,442,057	14.570,368	1,946,135	6,257,813	34,070,448	10,115,533	1,329,860	9,128,135	13,260,041	7,705,808	5,317,652	9,219,287		3.831.888	Valuation	Taxable							G Projection
192,5789			192.58	185,00	153,37	167.94	170.27	172,83	188.33	182.17	186,66	156,61	178.74	161,82	197.71	181.47		185.00	2008	GFLevy3							
				109.31	74.19	113.68	107.39	93.55	110.00	104.45	117.06	100.73	92,71	91.91	102.07	97.62	' '	103 23	2010	GFLew3							
72			71 58	75.00	53.37	67.94	70.27	72 83	75.00	75.00	75.00	56.61	75.00	61.82	75.00	75.00		75.00	100 mils	Min Ramt	75 mills	reduction	(Max	Reduction	Lew	Maximum	
0.37		9,01	77	0.41	0.35	0.40	0 0	0 4 5	0 1	0 :	0.40	D.36	0.42	0.38	ء ي ي	0.41	4			MIRG:							
				3.82	(25.81)	Jn (	יין ה היים היים היים	(a) (d)	3 5	1 82	6.87	0 26	(7.29)	(8,70)	) (1.00)	(2.38)	76.1	3	2	diestrie R	D P						
70.63		70.00	70.00	75.00	27 ss	77.50	77.00	20,07	7 70 70	76.00	75.00	л с 27 -	67.71	£2.50	75.02	72.62	75.00	77.010	Data	adiustme Reduced Mill	Adimeted						
161,678,913		101,010,1313	404 677,000	377 359	C08,070.1	1 070 905	410,394	2,335,284	2 551 202	768 665	09 740	540 143	807.033	212,020	300,000	880 50¢	265,787	Velici Miowed									
419,524,951		419,524,951	844,084	1,320,403	881.813	961.527	1,000,510	9.632,837	1,740,469	04,333	54373	1,045,705	608,600	1,5/2,935	1,391,902		694,147	anocation	Tax retter wsu	Tay Dated							
161,205,666 3,086,175		161,206,666	3/1.358	315,343	881,813	142.652	415.394	2,555,284	758,665	64,353	519,143	897,837	414,033	398,824	669,505	}	287,392	Grant	Keduction	Mill Cevy							
		3,086,175	4,774	31 799	22,536	4,039	7,721	75,839	29,224	1,599	4,906	19,959	20,891	7.804	8.397		8,466	Est.	Addli Grants	2011-12							
164,292,841		164,292,841	382 132	347,142	904,349	146.691	423,115	2,631,123	787,889	65,952	524,049	917,796	434,924	406,628	677,902	•	295,858	2011-12 Total									
1,403,911		1,403,911		53,442		•	!					,		•		1	ı	Harmiess	Hold	3 Decrease	Subsection						
(3,071,928) 162,624,823		1																<b>#</b> .	Overall	Subsection 4							
162,624,823		165,696,752	382,132	400.585	904,349	146,691	423,115	2,631,123	787,889	65,952	524,049	917,796	434,924	406,628	677,902		295,858	(adjusted)	2011-12 Total								

	•	51-007	51-004	51-003	50-128	20-100	20-070	020-020	200	20.00	50.003	49-014	49-009	49-007	49-003	48-028	48-010	47-019	47-014	47-010	47-003	47-001	46-019	46-010	45-034	40-013	600-ch	200	72.007	71077	44.013	43 000	200-003	42.0.2	42-016	41-006	4 -003	SIGN S	2						 ]
ND Department of Public Instruction		United 7	Nedrose 4	Minot 1	Adams 128	Edinourg 106	Park Kiver 78	WILLIA CO	Condenie-Fabrita 2	Grandin a	Graffic CG #4	Man Bot CC 14	Hillshoro a	Hatton 7	Central Valley 3	North Central 28	North Star 10	Xensal 19	Montpelier 14	Pingree-Buchanan	Medina 3	Jamestown 1	Finley-Sharon 19	Hope 10	Richardton-Taylor 34	Bellield 13	South Heart 9	DICKINSON 1	Central Elementary 32	Marmann 12	Selininge 8	Calles 4	Solen 3	McClusky 19	Gaodrich 16	Sargent Central 6	N Sargent 3	chity Name	1						
nstruction	:	604 94	223,69	7,388.50	64.61		448.33	270.80	88.63	955.66	5/8,57	445.17	25.75	283,75	202,00	55 an	11772	75 18	131.56	178.59	208.15	2.377.77	211.28	145.56	315.94	277.82	268,42	2,885,83	5.36	25.65	107.09	291.83	233,13	131.28	39.78	303.17	307.88	(wsu)	Student Units	Weighted	Total				2011-2012 MLRG Projection
		10 980 766	9.728.064	127,362,513	2,212,535		7.302.453	4,473,715	4.310.738	11,474,301	12,961,076	12,069,486	5,195,066	7,572,635	4,450,009	4.50.700	207.07.0	2 974 740	3 138 710	4.049.257	4,308,394	39,621,322	7,298,203	8.128,576	6,283,586	2,486,347	4,471,352	54,133,507	1,544,929	2,294,707	1,631,893	577,863	1.512.689	3,197,372	1,897,510	10,201,767	3,335,987	Valuation	Taxable						G Projection
	100.00	179.67	191 97	191.69	169.84	(	188.08	189.01	166,03	185.92	185.00	185.00	203.50	157.05	165,54	10/.00	00.00	100	195.00	177 00	185.00	192.03	185,00	173.17	185.00	185.00	159.40	185,00	27,98	49.04	184.27	185,00	185.00	186.11	189.26	189.01	177.82	2008	GFLevy3						
	10.01	20.00	95.70	116.03	110.00		112.92	115.36	110.00	110.08	110,00	110.00	110.00	110.00	94.38	86.24	20.00	3 6	200	100 00	1000	17 07	103 13	100.88	110.00	110.00	103.95	109.99	25.89	43.93	109.08	109.69	110,00	109.46	112.64	106.78	106.04	2010	GFLew3						
	75,00	71.00	75.00	75 00	69.84		75,00	75.00	66,03	75.00	75.00	75.00	75.00	57,05	65.54	57,66	/5,00	70.00	7 7 7 7 7 7 7 7 7 7 7 7 7 7 7 7 7 7 7 7	7.00	75.00	75.00	75.00	73 17	75.00	75.00	59.40	75.00	,		75.00	75.00	75.00	75.00	75.00	75.00	75.00	180 mills)	Min Rame	75 milk	reduction	(Max	Declesy	Maximum	
	0.42	0,0	9 6	9 .	4.		0.40	0.40	0.40	0,40	0,41	0.41	0,37	0.36	0.40	0.37	0.41	0.41	2.42	3 -	2 C	20 1	2 4	<b>3</b> 43	0 4	0.41	0.37	0.41			0.41	0.41	0.4	0.40	0.40	0.40	0.42		<b>₹</b>					_	
	1.52	(4./	0.20	n :	6		5.17	6.14	4.00	4.00	4.10	4.10	3.70	3.60	(5.62)	(13.76)	4.10	10	0.04	2 .		D -	30.0	0 37	4 10	4 5	1.46	10			3.72	3,97	4 10	3.78	5.06	271	2.54	71	adiustrue i	D					
	75.00	/0.29	70.00	7 6	77 0/	,	75 00	75 00	70.03	75.00	75.00	75.00	75.00	60.65	59.92	43.90	75.00	75.00	75.00	73,00	75.00	75.00	75.04	73.00	7	75.00	60.86	75 00			75.00	75.00	75.00	75.00	75.00	75.00	75.00	Rate	adjustme Reduced Mill	Dairetted					
	823,557	683,786	9,552,188	100,000	101 505	017,004	547 694	064 52E	301.881	860 573	972.081	905.211	389,630	459,280	266,650	392,852	223,106	235,403	303,694	323,130	2,971,599	547,365	277.760	607,174	171 750	100 476	7,000,013	4 060 013			122 392	43,340	113.455	278 050	140313	766 172	250 199	Relief Allowed							
	2,346,174	867,694	28,659,992	770,067	2	710,861.1	1 730 073	1 050 433	343 706	3 707 005	2.244.273	1.726.814	1,000,627	1.100.821	255.238	1,310,016	291,623	510,321	692,751	807,414	9,223,370	819,555	564.627	1,225,531	1,077,664	103,140,1	1041701	11 104 135	20,450	10,402	415 402	1 132 000	003.233	500.307	154 307	1.194,201	1 104 267	allocation	1						
	823,557	683,786	9,552,188	163,595		900,1PC	517.024	325,500	201 991	960 571	972 081	905.211	389.630	459.280	255 238	392,852	223,106	235,403	303,694	323,130	2,971,599	547,365	564,627	471,269	186,476	2/2.133	4,060,013		,	122,382	133.340	13,432	239,803	142,313	/65,133	661,062	Grani	2							
	17,436	16,646	212,975	2,096	·   ,	7,546	1,484	106,2	10.000	- 0,500 - 0,500	0.00	13.004	6.211	5 584	2 568	5.369	1.149	2,983	3,627	6,315	64,652	4,877	5,612	13,823	7,028	5,9//	97,884	} } •		1,027	3.404	J . B . B . B . B . B . B . B . B . B .	7,418	7.6/4	9.905	4,840	ESI	Addtl Grants	2011-12						
	840,993	700,432	9,765,163	165,691		555,230	341,013	304,862	0/6,439	970.341	910,303	140,060	305,804	464 864	357 BAG	398 271	224 255	238,386	307,321	329,445	3,036,251	552,242	570.239	485,092	193,504	278,110	4,157,897		•	123,419	45,/44	117,306	247,221	149,987	775.038	255,039	2011-12 (otal								
				,		•		,					,	,	20,500	30 006				,								,				7,036	•			,	Harmless	Hold	3 Decrease	Subsection				.	
																																					Growth Limit	Overall	Subsection 4						
	840,993	700 432	9.765.163	165,691	•	555.230	341,013	304,862	876,439	981,341	918,305	395,841	464,864	257,806	419,127	24,233	200,000	238.385	307 321	329.445	3,036,251	552,242	570,239	485,092	193,504	278,110	4,157,897			123,419	46,744	124,343	247 221	149,987	775.038	255,039	(adjusted)	2011-12 Total							

Maximum   Levy   Reduction   Constitution   Const	4 j f j	311 833	7.417	304.406	1,201,132	304,406	75.00	5.25	/5.00 0.40	113.12	1 22.00	4,030,743	509.00	-	
Calify Name	, , ,	257,408	4,900	252,508	695,486	252,508	75.00	_				3,300,709	300.65	Milnor 2	41-002
Cabby Name	. ,			ij	6,591,430							3 355 700	170 20	Rolette 29	40-029
Calify Name	,	361,540	4,641	356,899	1 177 005	356,899	75.00		Ī			471 703	1 600 75	Belcourt 7	40-007
Carilly Name		54.027	6,561	47,466	1,584,688	47,466	47.46					- '	303.63	Mt Pleasant 4	40-004
Cambrid State   Cambrid Stat	•	120.824	4,854	115.970	2,490,706	115,970	53.46		•				408.53	St John 3	40-003
Comparison   Com		527,166	8.243	518,923	1,407,612	115,923	75.00		- '		_	1 771 109	642.10	Dunseith 1	40-001
Enily Name	į	490,100	3,092	487,008	1,081,814	#07,000	75 00				_	6.918.979	362.88	Richland 44	39-044
Englity Name	,	1,840,750	262'59	1,777,438	0,100,010	497 000	n in				_	7.532,019	278.89	Wyndmere 42	39-042
Cathly Name   Verbighted   Ve	,	336,022	5,889	329.133	5 157 010	1 777 458	75.00		_	_		23,699,437	1,331,25	Wahpeton 37	39-037
Total   Verighted   Total   Verighted	,	332,601	2,22,5	329.078	017.234	320,133	75.00		_			4,388,439	235,88	Lidgerwood 28	39-028
Total   Veripher   Ver	,	333.273	3.701	220.079	627 234	329.078	75.00	_	_			4,387,703	161,70	Fairmount 18	39-018
Total   Weighted   Total   Weighted   Total   Weighted   Weighted   Total   Weighted   Total   Weighted   Weighted   Weighted   Weighted   Total	•	413,244	9 701	544.07.	1 384 997	544 579	75.00		_			7,260,965	357.05	Hankinson 8	39-008
Total   Vergipted   Total   Vergipted   Total   Vergipted   Province   Prov	,	415 744	10 711	404 511	1 243 142	404.511	69,85		_			5.791,140	320.48	Glenburn 26	920-026
Total	,	805 D55	8 885	796 170	1,589,110	796,170	64.63	_		_	-	12,318,896	409.67	Wouldi-Lansidid-Sherwood	3 6
Total	•	634,160	12.846	621,314	1,465,525	621,314	70.01		_			8,875,149	377,81	Mohall pareford Sharing	19.001
Total	•	837,414	15,278	822,136	2 679 691	822,136	75.00		_	_		0.35 440	27.04	Endedin Area 24	37-074
Total	•	137,910	2,494	135,416	135,416	179,496	64.99					10 061 907	69.093	Lisban 19	37-019
Total   Weighted   Total   Taxable   CFLevy3   GFLevy3   GFLevy3   Total   Hold   Total   Total   Total   Total   Total   Total   Hold   Total   Total   Total   Hold   Hold   Total   Total   Total   Hold   Total   Total   Hold   Total   Total   Total   Hold   Total   Total   Hold   Total   Total   Total   Hold   Total   Total   Total   Total   Hold   Total   Total   Total   Hold   Total   Tot		247,720	1,382	246,338	475,527	245,338	10.00			_		2 761 QOR	34 91	Ft Ransom 6	37-006
Maximum		296,877	2,361	294,516	362,880	245,316	75.00				_	3.284.513	122,59	Starkweather 44	36-044
Camping   Total   Camping   Total   Camping		1,782,229	36,711	1,745,518	7,056,056	1,740,010	7 2 2 2 2 2 2 2 2 2 2 2 2 2 2 2 2 2 2 2					5.525.628	93,55	Edmore 2	36-002
Total	,	1,087,099	15,/64	.077,335	7,000,000	1 747 740	75.00					23,273,574	1,819.04	Devils Lake 1	36-001
Maximum		146,336	285	107403	2 200, 200	1071335	74.36					14.407.406	617.58	Rugby 5	35-005
Total	•	097.023		445,050	207.550	145 453	75.00		_	_		1,939,370	76.71	Walford 1	35-001
Total	1	507.000	7 .730	600 450	1 255 438	690 450	75.00					9,206,001	323.65	Valley-Edinburg 118	34-1-8
Total  Total  Total  Veighted  Feduction   1	249,636	27.554	1 721 100	2 116 227	1 321 199	75.00			_		17,615,985	545,56	North Border 100	14100	
Maximum   Clear   Cl	•	312,203	2 1	267 124	410 049	267.124	75,00					3,561,653	105.71	or inomas 43	3 040
Maximum   Levy	•	£ 13 300	4 710	507 400	680 687	507.490	75.00				_	6,766,531	175.48	Didyton 19	240
Total   Tota	•			, ;			·	•		_	•		١,	varey 12	24 0 12
Total   Taxable   GFLevy3   Min Rqmt   MLRG adjustime Reduced Mill   Maximum   Tax Relief wsu   Reduction   Addit Grants   Hold	•	746 106	11 904	734 202	1,687,830	734,202	75,00		_		_	9,789,355	435.12	Covered o	2 0 0 0
Total   Taxable   GFLevy3   GFLevy	1	588 458	11 371	557,137	1,009,820	557,137	74 14		_			1,515,0/4	480.33	Caralian	34.006
Total	. ,	460 125	6.376	453,749	1,026,577	453,749	75.00			_		0,049,987	269.65	Center-Stanfon 1	33-001
Color   Colo		1071 177	14.621	1.056.556	1,373,088	1,056,556	72,47					14,578,220	200.00	ukota na	32.5
Continual Cont	• 1	611.096	13,000	598,096	1,356,797	598,096	75.00	42 -		_	_	/ 9/4,612	349.78	Dakota Prairio 1	32.001
Maximum   Levy		1 2 1 5 2 7 0	16,946	1,198,324	1,752,532	1,198,324	75.00					10,977,040	367.00	Parchall	31,007
Maximum   Levy	,	625,508	24,276	601,232	3,133,728	601,232	75,00	-			_	6,010,433	007.07	Stanley 2	31-002
Maximum  Levy  Total  Total  Veighted  Student Units Taxable GFLevy3 GFLevy3 GFLevy3 Min Rqmt MLRG adjustme Reduced Mill Maximum Tax Relief wsu Reduction Addtl Grants  Entity Name (wsu) Valuation 2008 2010 100 mills) Ratio nt Rate Relief Allowed allocation Grant Est. 2011-12 Total Hamless	1	П	5.977	378,860	1,442,057	378,860	58.05			•	_	6.526,446	3/1./6	New Town 1	31-001
Levy Levy  Reduction  (Max  Total  Total  Weighted  Student Units Taxable GFLevy3 GFLevy3 Min Romt MLRG adjustme Reduced Mill Maximum Tax Relief wsu Reduction Addit Grants  Maximum  Reduction  Addit Grants  Load  Maximum  Tax Relief wsu Reduction Addit Grants  Load  Maximum  Tax Relief wsu Reduction Addit Grants  Load  Load  Maximum  Tax Relief wsu Reduction Addit Grants  Load  Load  Load  Load  Load  Texture Waximum  Tax Relief wsu Reduction Addit Grants  Load  Load  Load  Load  Tax Relief wsu Reduction Addit Grants  Load  Load  Load  Load  Tax Relief wsu Reduction Addit Grants  Load  Load  Load  Tax Relief wsu Reduction Addit Grants  Load  Tax Relief wsu Reduction Addit Grants			Est.	Grant	allocation	Relief Allowed	Rate			_	$\vdash$		(WSu)	Nam Salam Al-	30,00
Maximum  Levy Reduction  (Max reduction  75 mills, Rate Adjusted  Mill Levy 2011-12  Therefore			Addtl Grante	Rection	Tax Relief wsu	Maximum	Reduced Mill			_			Stildent Onits	nash Mara	2
Maximum Levy Reduction (Max reduction		. د	2011-12	Mill∶Lew			Adjusted	Rate	nills,	75.			VVeighted		
									ction	redu			lotal		
Meximum  Levy  Reduction									łax	 >			1		
Levy —									uction	Red					
- Maximum									Š	_	_				
									imum mum	Max	-				

Mill Levy Reduction Grant Projections - Calculation

			30-017	30-013	30-004	30-001	29-027	29-003	28-085	28-072	28-051	28-050	28-008	28-004	28-001	27-036	27-032	27-018	27.014	27-002	27-001	26-019	26-009	26-004	25-060	25-057	25-014	25-001	24-056	24-002	23-008	23-007	23-003	22-014	22-001	CoDiet						
0	Glan Hillin 48	Flasher 39	Sweet Briar 17	Hebron 13	title Heart 4	Mandan 1	Beulah 27	Hazen 3	White Shield 85	Turtle Lake-Mercer 72	Garrison 51	Max 50	Underwood 8	Washburn 4	Monteflore 1	Mandaree 36	Horse Creek 32	Earl 18	Yellowstone 14	Alexander 2	McKenzie Co 1	Wishek 19	Ashley 9	Zeeland 4	TGU 60	Drake 57	Anamoose 14	Velva t	Gackle-Streeter 56	Napoleon 2	LaMoure 8	Kulm 7	Edgeley 3	Robinson 14	Kidder County 10	Residual Name						
21.502	37.0.0	270.32	12.00	227 38	13.55	3 536 40	777.05	648.31	171.23	216.45	381.62	217.68	240.26	348 60	281 77	243.04	4.70	7.95	110,59	115.74	599.33	268.49	178.68	75.51	393.69	103.88	108,13	431.88	127,39	323.39	373.47	38.64	288.59	24.00	(wsu)	Student Units	Weighted	Total	l			
0,306,463	n 0,000 h04	3 637 734	1,002,000	4 D82 864	042,662,20	97. 11.21	12 477 564	6 971 051	403.758	6 273 013	10 182 581	5 081 171	7 186 273	7 441 952	5 700 132	452 012	2,207,032	608,169	2,057,119	3,439,590	12,625,353	5,118.741	4,931,435	2,762,515	12,915,107	4.411.823	2,344,117	11,342,107	5,846,544	5,162.173	7,990,045	6 710 470	7 242 783	1 448 460	1							
169.06	100,10	195 10	100.97	165.70	00.00	20.00	1 2 2	185.00	185.00	166.35	163.00	179.46	176.01	155.00	164.76	76 10	58 56	19.48	181.79	168.89	156.38	176,02	174.25	176.98	171.96	171.68	201.51	163.69	157.05	176.B4	158.01	179.77	180.71	155.00	2008	GFLevy3						
100.00	00.00	100.98	10.00	171.75	109.18	96.601	5 0.90	110.00	110.00	1100	2 2	2 2 2 2 2 2 2 2 2 2 2 2 2 2 2 2 2 2 2 2	100.32	73.55	100 27	15.40	40.78	16.94	126.72	109.07	100.76	106.86	106.67	110.00	110.00	101.09	115.61	105.13	100.74	100.86	109.98	100.00	107 56	00.00	Г	GFLevy3						
69.06	/5,00	35.20	65,97	75.00	75.00	/5.00	1 75,00	7 7 7 7 7 7 7 7 7 7 7 7 7 7 7 7 7 7 7 7	75.00	00.00	5 00.00	75.00	75.00	55,70	64.76				75 00	5 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0	56.38	75.00	74.25	75.00	71,96	71.68	75.00	63.69	57.05	75.00	5801	7 2.00	54.57	55.00	100 mills)	Min Rqmt	75 mills	reduction	(Max	Reduction	Maximum	
0.41	0.40	0.27	0.40	0.38	0.41	0.41	0,41		2 6	2 6	2.42	2 4	0.00	2 2	3 '	,			0 4	2 6	ے د	0 43	0.43			0.42	0.37	0.39	0.36	0 42	0.42			0.35	Ratio					~	,	
	4.00	2.15	4,00	27.27	3.76	4.08	4.10		5 5	3 -	(07.84)	76.0	27.44	0.34	2 ,				10 pg. 72	3 6	0 27	9 5	2.87	4 20	4.20	0.46	5.78	200	0.27	⊃ (. 3. (. 3. (.	10,0	2.72	(5.00)		⊒	adjustme	Rate					
69.06	75.00	38.35	69.97	75,00	75.00	75.00	75,00	2.00	75.00	1 2	2 20	1 60	28.48	85.10	; •			, , , , , ,	75.00	70,00	7 TO . CO	75.00	75.00	75 000	75 00	77 14	75.00	55.50	57.32	75.00	75.00	/5.00	59.57	55.00	Rate	MLRG adjustme Reduced Mill	Adjusted					
369,917	272,793	22,144	285,678	64,375	4.671,244	935,817	522,829	30,282	441,306	659,929	288,611	538,970	211,947	371,075	,	,		104,204	167,744	212.212	715 777	303,000	878 byl.	207,480	652,010	118 750	175 RAG	745 071	335 103	187 162	503,961	543,209	86,285	615,866	ZD.	# Maximum						
790,346	1,048,571	49,690	882,007	48,720	13,718,006	2,862,508	2.514,794	664,201	839,610	1,480,304	844,381	931,969	1.352,219	1,092,986	942,752	18,231	30,838	6/6,875	448,955	2,324,801	3,041,473	693,100	692,503	1,027,124	1 627 134	403.051	1.079.203	4 675 767	707.146	1,445,590	537,785	1,119,441	93.096	1,880.927	allocation	Tax Relief wsu						
369,917	272,793	22,144	285,678	48,720	4,671,244	935,817	522,829	30,282	441,306	659,929	288,611	538.970	211,947	371,075		•		154,284	249.744	715,272	383,906	369,838	207,189	207,000	607'9'5	718.750	175 800	335,103	387,163	493,007	503,961	543,209	86,285	615,866	Grant	Reduction	Mill Levy					
3,434	5,498	403	2,467	1,555	117,176	98,894	13,565	3,206	10.096	14,966	6,074	19,684	11,078	9,049		•		3,999	13,518	38,832	6,534	7,671	909	20,44	6,493	11,946	13,366	5.33/	6,4/2	12,997	5,720	5,915	3,576	17,142	Est.	Addil Grants	2011-12					
373,351	278,291	22,547	288,145	50,275	4,788,420	1,034,711	536,394	33,488	451,402	674.895	294,685	558,654	223,025	380,124	•			158,283	263,262	754 104	390,440	377,529	208,098	080,686	324,752	187,755	758,437	340,440	393,635	506,004	509,681	549,124	89,861	633,008	201 1-12 Total			,				
•				10,718	,			•		1.			134,412				,	The state of the same			•		2,323					٠,			•		1		Harmless	o Decrease	Consection	9				
									•									4					,												Growth Limit	Subsection 4						
373,351	278 291	22,547	288,145	60,993	4,788,420	1.034.711	536,394	33,488	451,402	674,895	294,685	558,654	357,437	380,124				158,283	263,262	754,104	390,440	377,529	210,421	989,080	324,752	187,755	758,437	340,440	393,635	506,004	509.681	549,124	89,861	633.098	(adjusted)							

Mill Levy Reduction Grant Projections - Calculation

	41.000	71_000	21,001	20-018	70-007	9-049	B 0-61	18-129	18-128	18-127	18-125	18-061	18-044	18-001	17-006	17-003	16-049	15-036	15-015	15-010	15-005	14-002	13-037	13-019	13-016	12-001	11-04	11-040	10-023	10-019	09-097	09-080	09-017	09-007	900-60	09-004	CoDist							_	Ī
NO Description of the second	New Cityland 9	Now Resident o	Most Becont :	Gridge County Control 18	Midbota 7	Elicin-New Leinzin 40	Roosevell 18	Northwood 129	Midway 128	Emerado 127	Manvel 125	Thompson 61	Larimore 44	Grand Forks 1	Lone Tree 6	Beach 3	Carrington 49	Linton 36	Strasburg 15	Bakker 10	Hazelton-Moffit-Braddock	New Rockford-Sheyenne	Twin Buttes 37	Halliday 19	Killdeer 16	Divide County 1	Oakes 41	Ellendale 40	Langdon Area 23	Munich 19	Northern Cass	Page 80	Central Cass 17	Mapleton 7			Entity Name								
•	195.48	298.39	397,01	145.54	192.10	100.10	1000	308 14	270 30	110.95	201.91	451.83	500.72	7,695.20	40.03	365,07	592.95	367.85	189,46	7.38	176,01	386.05	58,71	34.16	422,48	314.95	517.65	380.15	433,51	136.63	596.82	99.50	881.05	107.91	7 649 21	323.64	(week)	Student Units	Weighted	Total					SOLUTION DE MICHOLINA
	5,604,167	7.994,914	8,796,890	7,243,567	4,039,092	2,723,346	3 7 3 3 3 4 6	6 606 107	7 250 493	2.518.386	4.672.353	8.071.338	9,067,257	153,540,567	1.871.611	4,972,312	14,757,590	5,727,483	3,614,520	1,365,330	4.748.436	8.047,689	109,965	2.262,824	9,334,585	9,848,030	12,303,564	10.872,687	20,970,619	5,245,308	13,450,418	4,566,896	17 390 625	4 481 994	169 182 271	13.542 181	Valuation	Taxable							2 Claffell
	185.00	165.00	00.00	185,00	206,50	177.62	1 04.00	10.00	101 36	275 13	190.43	08 09 09	185.00	198.96	232 18	155 31	159.69	168.97	166.54	126,46	160,41	165.00		170.63	158.78	122.95	185.00	179,45	155.00	161.05	183.85	166.72	150.10	227 48	100	177 54	2009	GE 1973							
	110.00	108.00	130.95	118.29	130.00	105.94	10.00	1 0 0	11002	212 24	120.10	109 70	110.00	123.96	98.04	00 00	105.00	97 80	101.53	135.25	108,00	110.00		100.00	100.00	84.09	110.00	104.22	60.00	110.00	106.80	103.58	100 00	14.20	1 0	100 00	Crevy								
	75.00	65.00	75.00	75.00	75.00	75.00	10.00	75.00	75.00	75.00	75.00	75.00	75.00	75.00	75.00	55.31	59.65	58 97	66.54	26.46	60.41	65.00	. :	70.63	58.78	22.95	75.00	75.00	55.00	61.05	75.00	SE 77	50.00	75.00	10.00	100 mills)	_		reduction	(Max	Reduction	Lew	Maximum		
	0.41	0.39	0.39	0.41	0.36	0.42	0.41	20,04	3 6	0.00	2 4	) )	) i	0,32	2 6	٠ رو د رو	0.47	)    -	0 40	0.21	0.38	0.39	. :	0.4	75.0	0 :	0 4	0.42	0.35	038	0 G	0,30	0.33	0.40	. 4.	Ratio	-	1						}	
	4.10	3.12	12.07	7.50	70,80	2.91	4.10	1.13	10.00	, oc.	7.00	. i	4 5	10.90	,		1 2 (6.10)	3 40	) )	7 40	ر 100	3 90				(15.91)	4 :	1 77	(40.00)	3 80	3 -	3.20	16.07	5.71		⊋	adjustme	Rate	I						
	75.00	68.12	75.00	75.00	75,00	75.00	75.00	00.67	75.00	75.00	75.00	75.00	75.00	75.04	33.31	n 0 - U	00.79	66.10	24,00	38 25	63.45	52 GO	0.00	70.63	70 7D	704	75.00	75.00	1 2 3	64.85	75.00	59.53	75.00	75.00	/5.00	Rate	adjustme Reduced Mill	Adjusted							
	420,313	544,614	659,767	543,268	364,432	204,251	502,215	543,787	628,881	350,426	025,350	680,044	686,543	136,702	2/5,019	281,606	382,539	242.722	70.703	002,100	301,100	An. 400	139,623	150 833	648.897	ULE 09	204,010	815,757	317.660	340 168	311,243	1,035,333	336,150	12,688,670	1,015,664	Relief Allowed	Maximum								
	758.267	1,157,455	1,346,052	568,429	745,466	558,537	1,195,275	1.048,494	430,375	783,209	1.752,649	1,942,293	29 849 681	155,276	1,416,107	2,300,053	1,426,890	734,915	/79.87	20,743	1,457,400	227.736	100.707	103 561	1 20.000	2,007,954	1,474,502	1,681,585	286,820	2,315,065	385,961	3,417,593	418,583	29.671.286	1.255.400	affocation	Tax Relief wsu								
Í	420 313	544.614	659,767	543,268	364,432	204,251	502,215	543,787	188,879	350,426	605,350	680,044	11,515,543	136,702	275,019	908,182	382,539	242,722	. 28,627	301,288	224,486	;	132,507	548.587	98,330	922,767	815,452	314,559	340,158	1,008,781	311.243	1,035,333	336,150	12,686,670	1,015,664		_	Mill Levy							
673	8 471	8 005	7.731	10.374	8.900	2.823	6,718	12,040	8,447	8.124	6,405	17,950	148,793	687	5,053	12,629	10,061	4.198	780	4,838	7,584	· ·	11,947	25,343	5,896	16,609	10,443	6,296	2,393	13,465	5,853	11,333	2.747	194,361	14,582	Est.	Addtl Grants	2011-12							
120,104	438 784	552 610	667 498	553.542	373 332	207.074	508,933	555,827	197,326	358,550	611,755	697,994	11.664,336	137,389	280,072	920,811	392,600	246,920	29,407	306,126	562,070		144,454	574,030	75,226	939,376	825,895	320,855	342.551	1,022,246	317.096	1,046,666	338,897	12,883,031	1,030,246	2011-12 Total									
,	,	,				•		•		,	•		1	,	,								16,645	•	104.229			620,270				,	,	•		Harmless	r S	3 Decrease	Subsection						
																																				Growth Limit	Overall	Subsection 4							
428,/84	A19'7CC	557,498	567 408	563,532	777 777	207,074	508 933	555.827	197,326	358,550	611,755	697,994	11,664,336	137,389	280,072	920,811	392,600	246,920	29,407	306,126	562,070		161,099	574,030	179,456	939,376	825,895	941,125	342.551	1.022.246	317,096	1,046,666	338,897	12,883,031	1.030.246	(adjusted)	2011-13 Tatal								

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# Mill Levy Reduction Grant Projections - Calculation

Max milt reduction of 75 mills.	Limits: Minimum levy effort of 100 mills to qualify for any reduction.	iax Relief wsu affocation ≈ district wsu * \$3,879.	GF Levy3 = 2008 General Fund, Tuition and Transportation Levies.
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Inflator	Per wsu rate	Maximum GF Levy3 Reduction	Minimum GF Levy3 Requirement	
1.09	ste 3,879	ction 7.5	nent 100	

	09-002	09-001	08-045	08-039	08-035	08-03-3	670-00	2000	02029	08-025	08-001	07-036	07-027	07-014	06-033	06-001	U5-U54	0-01		2 4	04-001	03-030	03-029	03-016	03-009	03-006	03-005	02-046	02-007	02-002	01-013	CoDis		_			-				Confere			
	Kindred 2	Fargo 1	Manning 45	Apple Creek 39	Sterling 35	Menoken 33	Baldwin 29	VALID 20	Management 25	Nauchton 25	Bismarck 1	Burke Central 36	Powers Lake 27	Bowbells 14	Scranton 33	Bowman County 1	Newburg-United 54	Westhope 17	DOWNEAU	Bottings Co 1	Billions Co.	Et Totten 30	Wanwick 29	Oberon 15	Maddock 6	ende 6	Minnewallkan S	Litchville-Marion 46	Barnes County North 7	Valley City 2	Heltinger 13	Entity Name								1901 2001 Annual on or grant increases to the state average taxable	nce Committee : 11.0273 (	THE STATE OF THE S	Max mill reduction of 75 mile.	Minimum levy effort of 10
	733 28	11,330.68	8.06	74,43	29.23	31.26	16.14	136.04	5.53	11,000,04	11 883 54	125 14	125 25	88.60	180.46	468.28	106.80	153.21	668.87	56,66	194.90	204.13	780 12	63.16	206.21	200./4	100 7	170 53	402.40	1 101 1	(DEAL)	CHILD Manny	Shirtheat Loss	Old	1				2011-2012 MLRG Projection	2014 1011046	06010 remove	THIS.	or mails to qualify	5 1 He 5 11 alik
	15 406 566	255,562,235	323,390	3,496,623	2,604,337	1,600,633	1,057,584	2,458,791	344,346	200,000,700	250 892 766	4 324 100	2 527 205	3.692.821	4,472,447	12,734,882	5,814,890	4,651,964	20,946,814	6,763,589	127,250	1,465,993	1,243,049	0/6/680'G	5,992,226	1,907,504	0,641,821	825,525	17 979 579	7,135,817	Valuation	Valuation	1						C Projection	the inhibition on c	the limitation on a		for any reduction.	for a section and the section of
20.00	188.55	266.31	274,97	214.99	244.15	200.21	218.23	160.08	166,13	705,71	205 74	171.41	25.00	157.57	151 21	161.21	168,26	165.14	155.00	34.10	328.05	155.66	170.24	171.74	166,52	180.17	162.68	167.93	186,32	168.82	8002	GFLevy3	!							rant increa				
104.57	104.07	101	228.83	213.60	142.51	138.54	165.47	108,10	74.77	124,86	90.00	20.00	0 4 5	95.00	90	109 13	90,78	110.00	72.25	29.57	•	84.92	137.33	110.00	85.94	100.47	104.14	100.21	111.91	110.00	2010	GFLevy3	1							ses to the	<u>.</u>			
96.30	3 0	75 00	75 00	75 00	75.00	75.00	75.00	60.08	66,13	75,00	(1.4)	70.00	7	57 A7	51.71	61 21	68.26	65.14	55,00		75.00	55,66	70.24	71.74	66.52	75.00	62,68	67.93	75.00	68.82	100 mills)	Min Ramt	75 mills	reduction	(Max	Reduction	Levy	Maximum		state averag				
0.40	0.20	2 6	0.27	35	0.31	0.37	0.34	0.38	0.40	0.36	0.42	0.41	2.5	2 1	2 0	3	0 41	0.39	0.35	•	0.23	0.36	0.41	0.42	0.40	0.42	0.39	0.40	0.40	0.41		MLRG a						-		e taxable				
1.99	20.00	3 6	74.79	70 76	13 19	14.26	22.26	3.08	(25.23)	8.95	(6.34)	(5.03)	(4.02)		5 4	3 47	(0 25	3 90	(27.75)	•	(75,00)	(15.08)	15.31	4.20	(14.06)	0.20	1.61	0.08	4.76	4.10	콨	adjustme A	Rate							_				
68.49	/5.00	75.00	75.00	75.00	74.00	75.00	75 7	63.16	40.90	75.00	65.07	69.97	53,55	3.16	04.00	h (	60.01	50 DA	27.25		•	40,58	75.00	75.00	52,46	75,00	64.29	68.01	75.00	72.92	Rate	adjustme Reduced Mill	Adjusted											
1,055,096	19,167,168	24,234	747.202	75.55	100,000	120.047	70 710	155 292	14,084	18,816,207	281,376	176,829	197,751	228,810	023,000	333,311	241,120	101.00	570 RO1		•	59,490	93,229	381,748	314,352	143.063	555,622	1,220,139	1,883,707	518,885	짚	Maximum										Inflator	Per wsu rate	Transfer of the state of the st
2.844,393	43,951,708	31,265	268,714	70,303	147,430	121 250	50 CO	527 699	25.330	46,096,252	485,418	485,845	343,679	700,004	1,816,458	112,211	200,000	140,460.3	2 504 547	219 784	758.017	1.121.535	246,433	896,670	799.889	1 170 077	696.397	1,561,453	4,629,509	1,356,448	allocation	Tax Relief wsu										1.09	3.879	73
1,055,096	19,167,168	24,254	262,247	113.383	140,047	62,607	202,663	155,007	14 084	18.816.207	281,376	176,829	197.751	228,810	823,685	343,311	321,172	270,001	570 001			59 490	93 229	381 748	314 357	143.063	555 622	1,220,139	1,883,707	518.885	Grant	Reduction	Mill I ave											
14,274	194,017	3,433	3,062	4,959	2.460	3 12B	0,907	500	929	384 675	3.095	3,700	1,866	4,164	30,209	5,310	2,336	15,730		,	0,0	3 10 10	2 272	6.516	956 t	1 630	7 900	13 599	30.249	9.761	T C C	Addtl Grapts	2011-12							v				
1,069,370	19,361,185	27.687	265,309	118,342	122,507	65,735	162,259	15,025	15,002	19 200 882	284,471	180,529	199,617	232,974	853,894	348,621	323,508	586,531			004.00	50,00	05.704	788 264	319 700	127,022	1,200,200	1 733 738	1.913.956	528 646	2011-12 Total													
•				9,749		10,615		4,199	100			(	•			,		393,903		8,207	6,203	, ,	,	1,003	·	,				naimess.	7010	3 Decrease	Subsection	•					c	د				
																														CHOWIN CHUIL	Overall	Subsection 4	:						4	•				
1,069,370	19:361 185	27,687	265,309	128,09Z	122,507	76.350	162,259	19,222	19,200,882	10 100 101	284 471	180.529	199 617	232.974	853,894	348,621	323,508	980,434		8.207	69,603	95,501	388,264	319,343	147,683	563,522	1,233,738	1,313,356	1013.055	(adjusted)	2011-12 Total								C	,				

ND Department of Public Instruction

Mill Levy Reduction Grant Projections - Calculation

1.524,561	178,056,163 341,410,442	163,354,278	177,261,057 339,885,881	162,624,823	154,937,527	144,890,868	11.0273.06006 version	11,027
			,			ition	Increase in Taxable Valuation Percentage change	
	341,410,442		346,306,211		299,828,396	Giennium Totals	l axable Valuation 2010-2Giennium Totals	
4.895.769	178,056,163	163,354,278	180,609,459	165,696,752	154,937,527	144.890,868	Statewide Lotal	
53,311	388,720	356,624	416,523	382,132	327,178	320,329	Grenora 99	53-099
(199.792)	540,835	496, 179	436,637	400,585	455.210	388,687	Troga 15	53-015
(9.978)	990.944	909,123	985,740	904,349	857,644	701,768	New 8	53-008
12.325	153,465	140,794	159,893	146,691	135,662	135,662	Eight Mile 6	53-006
(67 295)	496.291	455,313	461,195	423,115	417.719	360,421	Nesson 2	53-002
9 3	2 867 924	2 631 123	2,867,924	2,631,123	2,436,434	2,039,939	Williston 1	53-001
6	858 799	787,889	858,799	787,889	747,202	722.844	Harvey 38	BED-25
= :	71,882	65,947	71,888	65,952	60,502	57,304	Pleasant Valley 3	52-035
7.056	567,533	520,673	571,213	524,049	477,581	467,432	Fessenden-Bowdon 25	520-25
22.667	988,576	906,951	1,000,398	917,796	832,065	785,631	Lewis and Clark 161	53-161
(130,291)	542,018	497,264	474,067	434,924	485,652	485,652	S Praine 70	21-070
70,688	406,358	372,806	443,224	406,628	342,024	293,788	Surrey 41	104
16.237	730,445	670,133	738,913	677,902	614,801	579,899	Kenmare 28	51-028
		. !			,	•	Eureka 19	51-019
おりつかれ	295 331	270.946	322.485	295,858	248,574	234.227	Sawyer 16	51-016
Difference	13		Estimate	Estimate	(adjusted)	2009-10 Total	Entity Name	CoDist
	Senate 2012-	Senate 2011-	2012-13	2011-12	2010-11 Total		• :	?
		·						
								•
			projection	2011-13 MRLG projection		2009-11 MRLG grants		T
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ND Department of Public Instruction

Mill Levy Reduction Grant Projections - Calculation

107.725	860.501	789,450	916,682	840,993	724,266	816,600		
45.305	739,842	678,754	763,470	700,432	622,710	340,196		51-007
426,088	10,421,809	9,561,293	10,644,027	9,765,163	0.771,828	740,000	Nedrose 4	51-004
18,960	170.715	156,619	180,603	180,001	11,10	7 075 040	Minet 1	51-001
	•		; ;	107.00	147 467	147.467	Adams 128	50-128
(2)	605,201	052,230	107'508	000,100			Edinburg 106	50-106
(0)	3/1./04	010,140	60.704	555 270	511.573	477,414	Park River 78	50-078
197'50	271.704	341.013	371 704	341.013	319,537	317,526	Minto 20	170-nc
60 367	295 174	271.720	332.299	304,862	249,284	205,157	Foldelle-Cankin 5	200
<b>-</b>	955.318	876,439	955,316	876,439	841,958	030.032	Condition of the condit	20.00
0	1,069,661	981,341	1,069,661	981,341	010.012	925.633	Grafton 3	50-003
(0)	1,000,953	918,305	556,000,1	000,010	018.413	890 503	May-Port CG 14	49-014
0	431,467	395,841	100,000	010,041	844 187	790,363	Hillsboro 9	49-009
56,975	4/5,98/	#37.003	201,102	305 971	371.383	350,445	Hatton 7	49-007
(3,/04)	200.11	437 603	506 700	464 864	405,038	387,948	Central Valley 3	49-003
(0.00,000)	286 111	262 487	281.008	257,806	262,487	247,589	North Central 28	10-020
1050 000	565 869	519,146	456.848	419,127	476,280	449,925	North Stall 10	2 0
<b>-</b>	244,437	224,255	244,437	224,255	050'117	000,102	North Clark	48.010
248	259,711	238,267	259,841	238,386	210,034	207.256	Kensal 10	47-019
0	334,979	307,321	3,4,9/9	20,00	218 504	207 533	Montpelier 14	47-014
<del>(</del> 0	359,095	25,442	224,020	307 331	282 234	265,069	Pingree-Buchanan	47-010
¢	3,309,314	103,000,0	300.005	329 445	306,365	284,447	Medina 3	47-003
167'00'	200,000	3 036 261	3 309 514	3.036.251	2,943,251	2,754,899	Jamestown 1	100
100.001	540 630	504 256	601.944	552,242	462,620	357,760	Filley-Sharon 19	0 0
323 346	449 700	411.284	621,560	570,239	377.324	293,553	Fight of	2010
e e	528.751	485,092	528,751	485,092	175.700	479,010	Hope to	46-010
3.031	209,339	192,054	210,920	793,504	170,137	110.00	Richardton-Taylor 34	45-034
13,658	296,016	271,575	303,139	278,170	176 107	161 734	Belfield 13	45-013
<u>(e</u>	4,532,108	4,157,897	4,332,10B	7, 101,037	251 007	236.525	South Heart 9	45-009
		,		4 157 907	3.876.354	3,528,621	Dickinson 1	45-001
		•					Central Elementary 32	44-032
Ê	130,001	120,414	. !	•			Marmarth 12	44-012
į	100,00	173 / 10	134 527	123.419	114,413	108,402	Sellinge 8	10-000
o (5	50,000	46 744	50.951	46,744	43,821	41,240	nt reles 4	2 0
9 1	135 533	124.343	135,533	124,343	124,343	122,223	Control of	200
<b>o</b> :	269,470	247,221	269,470	247,221	27,062	127.000	Solen	43-003
<b>(</b>	163,486	149,987	163,486	149,90/	220,172	221 605	McClusky 19	42-019
103,120	791,011	669'07	400.791	10,000	170 177	138.340	Goodrich 16	42-016
9	277,993	200,000	044.704	775.019	665.779	606.778	Sargent Central 6	41-006
	777		3	255.039	248,227	248,227	N Sargent 3	2003
Difference				Estimate	(adjusted)	2009-10 Total	chilly Name	1 003
	Senate 2012	Senate 2011-	2012-13	2011-12	2010-11 Total		n a si	
•								
				_				
		•	rojection	contribution with projection		000		j
		_		2011 11 1101		2009-31 MRLC	ļ	

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Mill Levy Reduction Grant Projections - Calculation

		2009-11 MRLG grants		2011-13 MRLG projection	rojection	_		
CaDist	Entity Name	7000 10 1011	2010-11 Total	2011-12	2012-13	Senate 2011-	Senate 2012-	
30-049	New Salem - Almont 49	336 964	(action)	Callidie	1	12	<i>i</i>	Difference
31-001	New Town	302 213	350 336	304,037	419,473	361,995	394,575	47,740
31-002	Stanley 2	529.226	656 220	1 215 270	1 374 644	391,559	426,799	488,954
31-003	Parshall 3	294,463	349,939	611.095	300 388	617'01 1	415 763	1,044,980
32-001	Dakota Prairie 1	757,682	896,928	1 071 177	1 167 593	077.653	413,703	466.674
32-066	Lakota 66	378,813	396,050	460.125	501 538	431 694	470 647	195,468
33-001	Center-Stanton 1	406,113	527,805	568 458	519,519	537 677	#10,U#2	54,277
34-006	Cavalier 6	682,492	701,297	746 106	817.755	746 106	300,000	54,532
34-012	Valley 12		•	, ;	0,0,00	10,100	010,200	(0)
34-019	Drayton 19	428,249	445,268	517 709	558 307	ARK 3.45	500 033	
34-043	St Thomas 43	247,562	250.377	269 658	200,007	340,044	202,023	90,190
34-100	North Border 100	983,721	1,116,626	1.348.979	1 470 387	1 217 122	1376,563	775 607
34-118	Valley-Edinburg 118	456,163	506,042	697.623	760 409	151 785	601 229	205 246
35-001	Wolford 1	130,741	133,271	146,336	159.507	145.266	158 339	27.000
35-005	Rugby 5	848,904	885,885	1,087,099	1,184,937	965.615	1.052.520	253 901
36-001	Devits Lake 1	1,629,425	1,718,026	1,782,229	1,942,629	1.782.229	1,942,629	
36-002	Edmore 2	253,738	263,285	296,877	323,596	278,642	303.719	38 111
36-044	Starkweather 44	222,673	232,493	247,720	270,015	247,720	270,015	
37-006	Ft Ransom 6	82,544	122,467	137,910	150,322	133,489	145.503	9 240
37-019	Lisbon 19	757,807	801,128	837,414	912,781	837.414	912.781	(U)
37-024	Enderlin Area 24	550,939	572,703	634,160	691,234	599,227	653,157	73.010
38-001	Mohall-Lansford-Sherwoo	692,822	727,689	805,055	877,510	793,161	864,567	24.818
38-026	Glenburn 26	327,951	349,899	415,244	452.616	381,389	415.714	70.755
39-008	Hankinson 8	532,487	538,938	553,273	603,067	553,273	603.067	
39-018	Fairmount 18	324,595	328,687	332,601	362,535	332,601	362.535	<b>5</b> (
39-028	Lidgerwood 28	311,343	320,758	336,022	366,264	336,022	366,264	0
39-037	Wahpeton 37	1,750,843	1.818,494	1,840,750	2,006,417	1,840,750	2,006,417	(c)
39-042	vyndmere 42	449,871	461,451	490,100	534,209	479,643	522,811	21,855
39-044	Richland 44	485,636	505,262	527,166	574,611	527,166	574,611	
000	Conseign	106,007	107,421	120,824	131,698	115,601	126,005	10,916
2000	St John 5	58,880	59,755	54,027	58,890	65,133	70,995	(23,212)
200	Belowirt 7	31,340	760,555	361,540	394,078	361,540	394,078	(0)
0-0-0-0	Bolette 29	320 556	725 950		,	,		
40-007	100010 CD			400	200.070	237.13	597,087	617

ND Department of Public Instruction

Mill Levy Reduction Grant Projections - Calculation

		2009-11 MRLG grants		2011-13 MRLG projection	rorection			
)			2010-11 Total	2011-12	2012-13	Senate 2011-	Senate 2012-	
Couls	Entity Name	2009-10 Total	(adjusted)	Estimate		12	13	Difference
1,00-77	Kidder County 10	541,332	591,705	633,008	689,979	633,008	689.979	_
22-014	Robinson 14	86,330	94,598	89,861	97,949	97,104	105.844	(15 138
23-003	Edgeley 3	474,019	504,143	549,124	598.546	549 174	598 546	10.100
23-007	Kulm 7	445,696	471,757	509,681	555,553	509.681	555,553	3 3
23-008	LaMoure 8	410,030	436,791	506,004	551 545	476 103	418 053	67.404
24-002	Napoteon 2	339,577	360,941	393,635	429 062	393.426	428 814	967.20
24-056	Gackle-Streeler 56	301,373	314,430	340,440	371079	338 887	160,031	3 140
25-001	Velva 1	536,911	569,398	758.437	825,696	620 644	676 503	3,236
25-014	Anamoose 14	166,178	171,930	187.755	204 652	197 403	300,330	707,702
25-057	Orake 57	288,116	297,260	324.752	353 980	722772	364,270	. 734
25-060	TGU 60	838,438	849,688	989 080	1 078 098	026 160	4 000 646	227.4
26-004	Zeeland 4	209,351	210,421	210.421	229.359	210 421	270,000,0	131,303
26-009	Ashley 9	410 141		1111				
26-019	Wishek 19	318,141	332,884	377.529	411 507	362 R44	202 200	, cas or
27-001	Mark angle Co. 4	342,365	332,884 355,725	377,529 390,440	411,507 425,579	362,844 387,740	395,500 422 637	30,692
	ACCOUNT CO.	342,365	332,884 355,725 686,177 .	377,529 390,440 754,104	411,507 425,579 821 974	362,844 387,740	395,500 422,637	30,692 5,641
27-014	Alexander 2	319,141 342,365 663,017 231,030	332,884 355,725 686,177 232,162	377,529 390,440 754,104 263,262	411,507 425,579 821,974 286,955	362,844 387,740 747,932	395,500 422,637 815,246	30,692 5,641 12,899
27-018	Alexander 2 Yellowstone 14	313,141 342,365 663,017 231,030 139,736	332,884 355,725 686,177 232,162 147,051	377,529 390,440 754,104 263,262 158,283	411.507 425.579 821.974 286.955	362,844 387,740 747,932 250,471	395,500 422,637 815,246 273,013	30,692 5,641 12,899 26,733
27-032	Alexander 2 Yellowstone 14 Earl 18	342,365 663,017 231,030 139,736	332,884 355,725 686,177 232,162 147,051	377,529 390,440 754,104 263,262 158,283	411.507 425.579 821.974 286.955 172,529	362,844 387,740 747,932 250,471 158,283	395,500 422,637 815,246 273,013 172,529	30,692 5,641 12,899 26,733
27-036	Alexander 2 Yellowstone 14 Earl 18 Horse Creek 32	342,365 663,017 231,030 139,736	332,884 355,725 686,177 232,162 147,051	377.529 390.440 754,104 253,262 158,283	411.507 425.579 821.974 286.955 172.529	362.844 387.740 747.932 250.471 158,283	395,500 422,637 815,246 273,013 172,529	30,692 5,641 12,899 26,733
28-001	Alexander 2 Yellowstone 14 Earl 18 Harse Creek 32 Mandaree 36	342,365 663,017 231,030 139,736	332,884 355,725 686,177 232,162 147,051	377.529 390,440 754,104 263,262 158,283	411,507 425,579 821,974 286,955 172,529	362,844 387,740 747,932 250,471 158,283	395,500 422,637 815,246 273,013 172,529	30,692 5,641 12,899 26,733
28-004	Alexander 2 Alexander 2 Yellowstone 14 Earl 18 Horse Creek 32 Mandaree 36 Montefiore 1	342,365 663,017 231,030 139,736	332.884 355.725 686.177 232.162 147.051	377,529 390,440 754,104 253,262 158,283	411.507 425.579 821.974 286.955 172.529	362,844 387,740 747,932 250,471 158,283	395,500 422,637 815,246 273,013 172,529	30,692 5,641 12,899 26,733 (0)
28-008	Alexander 2 Yellowstone :4 Earl 18 Horse Creek 32 Mandaree 36 Montefiore 1 Washburn 4	342,365 342,365 663,017 231,030 139,736 - - - 287,972 353,241	35,725 686,177 232,162 147,051	377,529 390,440 754,104 263,262 158,283 - - - 380,124	411.507 425.579 821.974 286.955 172.529 - - - 414,335	362,844 387,740 747,932 250,471 158,283 158,283 339,896	395,500 422,637 815,246 273,013 172,529 	30.692 5,641 12,899 26,733 (0)
	Yellowstone 14 Earl 18 Horse Creek 32 Mandaree 36 Montefore 1 Washburn 4 Underwood 8	342,365 342,365 663,017 231,030 139,736 - - - 287,972 353,241 454,414	35,725 686,172 147,051 	377,529 390,440 754,104 263,262 158,283 - - - 380,124 357,437 558,654	411,507 425,579 821,974 286,955 172,529 172,529 	362,844 367,740 747,932 250,471 158,283 158,283 259,896 427,232	395,500 422,637 815,246 273,013 172,529 	30,692 5,641 12,899 26,733 (0) (0) 84,076 84,076
	Yellowstone 14 Earl 18 Horse Creek 32 Mandaree 36 Mondefore 1 Washbur 4 Underwood 8 Underwood 8 Max 50	342,365 663,017 231,030 139,736 - - 287,972 353,241 454,414 248,485	352,884 355,725 686,177 232,162 147,051 - - 311,831 406,178 514,239 268,427	377,529 390,440 754,104 263,262 158,283 - - - 380,124 357,437 558,654 294,685	411,507 425,579 821,974 286,955 172,529 	362,844 387,740 747,932 250,471 158,283 158,283 339,896 427,232 558,654	395,500 422,637 815,246 273,013 172,529 	30.592 5.641 12.899 26.733 (0) 84.076 (145.871)
_	Alexander 2 Yellowstone 14 Earl 18 Horse Creek 32 Mandaree 36 Montefiore 1 Washburn 4 Underwood 8 Max 50 Garrison 51	342,365 663,017 231,030 139,736 - - 287,972 353,241 454,414 248,485 544,240	352,884 355,725 686,177 232,162 147,051 - - 311,831 406,178 514,239 266,427 610,637	397,529 390,440 754,104 253,262 158,283 380,124 387,437 558,654 294,685	411.507 425.579 821.974 286.955 172.529 - - - 414.335 389,606 608.933 321.207	362,844 387,740 747,32 250,471 159,283 159,283 339,896 427,232 558,654 259,466	395,500 422,637 815,246 273,013 172,529 - - - 370,486 465,683 316,542	30.592 5.641 12.899 26.733 (0) 84.076 (145.871) (145.871) (10) 8.944
	Yellowstone 14 Earl 18 Horse Creek 32 Mandaree 36 Montefiore 1 Washburn 4 Underwood 8 Max 50 Garrison 51 Turtle Lake-Mercer 72	342,365 663,017 231,030 139,736 - - 287,972 353,241 454,414 248,485 544,240 359,197	355,725 686,177 232,162 147,051 - - 311,831 406,178 514,239 266,427 610,637 392,665	397,529 390,440 754,104 253,262 158,283 - 158,283 - 380,124 357,437 558,654 294,685 674,895	411,507 425,579 821,974 286,955 172,529 - - - 414,335 389,606 608,933 321,207 735,636 492,036	362,844 387,740 747,32 250,471 159,283 159,283 139,896 427,232 558,654 290,406 656,469	395,500 422,637 815,246 273,013 172,529 172,529 370,486 465,683 3608,933 316,542 715,551	30.692 5.641 12.899 26.733 (0) 84.076 (145.871) (45.871) (6) 8.944
	Alexander 2 Yellowstone 14 Earl 18 Horse Creek 32 Mandaree 36 Montefiore 1 Washburn 4 Underwood 8 Max 50 Garrison 51 Turtle Lake-Mercer 72 White Shield 85	342,365 663,017 231,030 139,736 - - 287,972 353,241 454,414 248,485 544,240 359,197 28,205	35.725 686,177 232,162 147.051 - - 311,831 406,178 514,239 266,427 610,637 392,665 30,595	397,529 390,440 754,104 263,262 158,283 - 158,	411,507 425,579 821,974 286,955 172,529 172,529 414,335 389,606 608,933 321,207 735,636 492,036	362,844 387,740 747,932 250,471 159,283 159,283 139,896 427,232 558,654 290,406 656,469 426,310 33,348	395,500 422,637 815,246 273,013 172,529 172,529 370,486 485,683 316,542 715,551 464,683	30,592 5,641 12,899 26,733 26,733 (0) (0) 84,076 (145,871) (0) 8,944 38,510 52,042
	Alexander 2 Yellowstone 14 Earl 18 Horse Creek 32 Montefiore 1 Washburn 4 Underwood 8 Max 50 Garrison 51 Garrison 51 Turtle Lake-Mercer 72 White Shield 85 Hazen 3	342,365 663,017 231,030 139,736 - 287,972 287,972 353,241 454,414 248,485 544,240 359,197 28,205 493,575	35,725 686,177 232,162 147,051 147,051 311,831 406,178 514,239 266,427 610,637 392,665 30,595 511,639	377,529 390,440 754,104 263,262 158,283 158,283 158,283 158,284 264,285 380,124 357,437 558,654 294,685 451,485 451,486 33,486 536,394	411,507 425,579 821,974 286,955 172,529 172,529 414,335 389,606 608,933 321,207 735,636 492,028 36,502	362,844 387,740 747,932 250,471 159,283 159,283 139,896 427,232 558,654 290,406 656,469 426,310 33,448	395,500 422,637 815,246 273,013 172,529 - - - 370,486 485,683 316,542 715,551 464,678 36,350	30,592 5,641 12,899 26,733 (0) 84,076 (145,871) (145,871) (6) 8,944 38,510 52,442 292
28-051 28-072 28-085 28-085 29-003 29-027	Yellowstone 14 Earl 18 Horse Creek 32 Mandariee 36 Montefiore 1 Washburn 4 Underwood 8 Max 50 Garrison 51 Turtle Lake-Mercer 72 White Shield 85 Hazen 3 Beulah 27	342,365 663,017 231,030 139,736 - - 287,972 353,241 454,414 248,485 544,240 359,197 28,205 493,575	35,725 686,177 232,162 147,051 	377,529 390,440 754,104 263,262 158,283	411,507 425,579 821,974 286,955 172,529 172,529 414,335 389,666 608,933 321,207 735,636 492,028 36,502 584,670	362,844 387,740 747,932 250,471 158,283 39,896 427,232 558,654 290,006 656,469 426,310 33,348 536,330	395,500 422,637 815,246 273,013 172,529 	30.692 5.641 12.899 26.733 (0) 84.076 (145.871) (145.871) 8.944 38.510 52.442 292
	Yellowstone 14 Earl 18 Horse Creek 32 Mandaree 36 Montefiore 1 Washbum 4 Underwood 8 Max 50 Garrison 51 Turtle Lake-Mercer 72 White Shield 85 Hazen 3 Beulah 27 Mandan 1	342,365 663,017 231,030 139,736 139,736 - 287,972 353,241 454,244 248,485 544,240 359,197 28,205 493,575 875,574	352,884 355,725 686,177 232,162 147,051 	397,529 390,440 754,104 253,262 158,283 - 158,283 - 357,437 558,654 294,685 674,895 451,402 33,488 535,394 1,034,711	411.507 425.579 821.974 286.955 172.529 	362,844 387,740 747,332 250,471 159,283 159,283 159,896 427,232 558,654 259,659 426,310 33,348 536,394 1,034,718	395.500 422.637 815.246 273.013 172.529 370.486 465.683 608.933 316.542 715.551 464.678 36.350 584.670 1.127.835	30.692 5,641 112,899 26,733 (0) - - - - - - - - - - - - - - - - - - -
	Alexander 2 Yellowstone 14 Earl 18 Horse Creek 32 Mandaree 36 Montefiore 1 Washburn 4 Underwood 8 Max 50 Garrison 51 Turtle Lake-Mercer 72 Turtle 18-Mercer 72 Turtle 18-Mercer 72 Mandan 1 Little Hearl 4	342,365 683,017 231,030 139,736 - - 287,972 353,241 454,414 248,485 544,240 359,197 28,205 493,575 875,575 875,575	35.725 686.177 232.162 147.051 147.051 311.831 406.178 514.239 266.427 610.637 392.665 30.595 511.639 986.816 4.518.002 60.993	3977,529 3907,440 754,104 253,262 158,283	411,507 425,579 821,974 286,955 172,529 	362,844 387,740 747,32 250,471 159,283	395,500 422,637 815,246 273,013 172,529 370,486 485,683 608,933 316,542 715,551 484,670 1,127,835 5,219,385	30.692 5,641 12,899 26,733 (0) (1) 84,076 (145,871) (45,871) 8,944 38,510 52,442 292 0 (0) (0)
	Alexander 2 Yellowstone :4 Earl 18 Horse Creek 32 Mandaree 36 Mondeflore 1 Washburn 4 Underwood 8 Max 50 Garrison 51 Turtle Lake-Mercer 72 White Shield 85 Hazen 3 Beudah 27 Mandan 1 Little Hearl 4 Hebron 13	342,365 663,017 231,030 139,736 - - 287,972 353,241 454,414 248,485 544,248 249,3575 28,205 493,575 875,574 4,232,324	352,884 355,725 686,177 232,162 147,051 147,051 - 311,831 406,178 514,239 266,427 610,637 392,665 30,595 511,639 996,816 4,518,002 60,993 271,233	377,529 390,440 754,104 263,262 158,283 158,283 380,124 387,437 558,654 294,685 674,895 451,402 33,488 536,394 1,034,711 4,788,420 60,939 288,145	411,507 425,579 821,974 286,955 172,529 172,529 414,335 389,606 608,933 321,207 735,636 492,028 36,502 36,502 5,219,378 5,219,378 6,618,23	362,844 387,740 747,932 250,471 1159,283 339,896 427,232 558,654 290,406 655,469 426,334 290,406 659,469 426,334 1,034,711 4,788,420 80,993	395,500 422,637 815,246 273,013 172,529	30,592 5,641 12,899 26,733 26,733 (0) (145,871) (145,871) (0) 8,944 38,510 52,442 22 22 20 (0) (0) (0)
	Alexander 2 Yellowstone 14 Earl 18 Horse Creek 32 Mandaree 36 Montefiore 1 Washburn 4 Underwood 8 Max 50 Garrison 5 Garrison 5 Turtle Lake-Mercer 72 White Shield 85 Hazen 3 Beulah 27 Mandan 1 Little Hearl 4 Hebron 13 Sweet Briar 17	342,365 663,017 231,030 139,736 - 287,972 353,241 454,414 248,485 544,240 359,197 28,205 493,575 493,575 493,575 875,574 4,323,324 4,321,324 271,233 22,451	352,725 686,177 232,162 147,051 147,051 311,831 406,178 514,239 266,427 610,637 392,666 30,595 511,639 986,816 4,518,002 60,993 271,233 271,233	377,529 390,440 754,104 263,262 158,283 158,283 158,283 380,124 380,124 357,437 558,654 294,685 674,895 451,402 33,486 536,394 1,034,711 4,788,420 60,993 288,142	411,507 425,579 821,974 286,955 172,529 414,335 389,606 608,933 321,207 735,636 492,028 36,502 584,670 1,127,835 5,219,378 66,482 314,676	362,844 387,740 747,932 250,471 119,283 39,896 427,232 558,654 290,406 656,469 426,310 33,348 536,394 1,034,711 4,788,420 60,993 27,161	395,500 422,637 815,246 273,013 172,529 370,486 485,683 316,542 715,551 464,678 36,350 584,670 1,127,835 5,219,378 66,482 296,277	30,692 5,641 12,899 26,733 (0) 84,076 (145,871) (145,871) (0) 8,944 38,510 52,442 292 0 (0) (0) (0)
	Yellowstone 14 Earl 18 Horse Creek 32 Mandariee 36 Montefiore 1 Washburn 4 Underwood 8 Max 50 Garrison 51 Turtle Lake-Mercer 72 White Shield 85 Hazen 3 Beulah 27 Mardan 1 Little Hearl 4 Hebron 13 Sweet Briar 17 Flasher 39	342,365 663,017 231,030 139,736 - 287,972 353,241 454,414 248,485 544,240 359,197 28,205 493,575 493,575 493,575 271,233 271,233 27,1233 27,1233 27,1233 27,1233 27,1233	35,725 686,177 232,162 147,051 147,051 311,831 406,178 514,239 266,427 610,637 392,665 30,595 511,639 986,816 4,518,002 60,993 271,233 22,451 265,019	377,529 390,440 754,104 263,262 158,283 158,283 158,283 158,284 263,264 357,437 558,654 294,685 674,895 451,402 33,488 536,394 1,034,711 4,788,420 60,993 288,145 22,548,420 22,548,420 22,548,420 22,548,420 22,548,420 22,548,420	411,507 425,579 821,974 286,955 172,529 414,335 389,606 608,933 321,207 735,636 492,028 36,502 584,670 5,127,835 5,219,378 66,482 314,078 24,576	362,844 387,740 747,932 250,471 159,283 39,896 427,232 558,654 290,406 656,469 426,310 33,348 536,394 1,034,711 4,788,420 60,993 271,814 221,814	395.500 422.637 815.246 273.013 172.529 370,486 465,683 608.933 316.542 715.551 464.678 36,350 584.670 1.127,835 5.219,378 5.219,378 26,487 296,277 24,471	30,692 5,641 112,899 26,733 (0) 84,076 (145,871) (145,871) (0) 8,944 38,510 52,442 292 0 0 (0) (0) (0) (0) (0) (0)

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ND Department of Public Instruction

Mill Levy Reduction Grant Projections - Calculation

		2009-11 MRLG grants		2011-13 MRLG projection	orection			
	: :		2010-11 Total	2011-12	2012-13	Senate 2011-	Senate 2012-	
	Entity Name	2009-10 Total	(adjusted)	Estimate		12	13	Difference
	Maple Valley 4	754,275	909,654	1.030,246	1,122,968	991 523	1,080,760	80,932
	West Fargo 6	11.746.546	12,351,261	12,883,031	14,042,503	12,883,031	14,042,503	(O)
	Mapleton 7	288,482	314,674	338,897	369,398	338,897	369.398	(O) (7)
	Central Cass 17	877,559	913,147	1,046,666	1 140,866	990,947	1,080,133	116.453
	Page 80	273,928	287,605	317,096	345.635	310.556	338 506	13.660
	Northern Cass	919,859	956,430	1,022,246	1,114,249	1.022.246	1.114.249	
10-019 N	Munich 19	278,969	303,901	342,551	373.381	322 619	351 555	41 658
10-023 {	Langdon Area 23	1.001.245	1,069,460	941,125	1.025.826	1.159.680	1.264.051	(456 779)
11-040 €	Ellendale 40	634,390	776,411	825.895	900.225	825 895	252 006	(0)
	Oakes 41	771,313	899,139	939,376	1.023,920	939,376	1,023,920	o (
12-001 D	Divide County 1	196,490	203,927	179,456	195.607	222 280	747 286	(80 <del>5</del> 04)
13-016 K	Killdeer 16	498,745	524,935	574,030	625.692	572 179	623 675	3 868
13-019 H	Halliday 19	150,635	161,099	161,099	175.598	161.099	175 598	(0)
13-037 T	Fwin Buttes 37							, 3
14-002 N	New Rockford-Sheyenne	475,959	494,683	562,070	612.656	530.684	578.445	65 597
	Hazelton-Moffit-Braddock	258,118	262,885	306,126	333,677	286.544	312 333	40.925
15-010 8	8akker 10	19,189	24,904	29,407	32.053	27,145	29 588	4.727
15-015 S	Strasburg 15	223,253	225,863	246,920	269,143	244,708	266,732	4.623
15-036 L	Linton 36	390,423	390,423	392,600	427,934	405,086	441.544	(26.096)
16-049 C	Carrington 49	802,089	843,616	920,811	1.003.684	893.510	973 926	57 059
17-003 B	Beach 3	254,384	262,685	280,072	305.276	280.072	305.278	(0)
17-006 L	Lane Tree 6	112,883	112,883	137,389	149,754	123.042	134 116	29 984
18-001 G	Grand Forks 1	10,883,801	11,329,471	11,664,336	12 714,127	11 664,336	12 714 127	0
18-044 L	Larimore 44	614,621	641,592	697,994	760.813	697.994	760 813	0
18-061 7	Thompson 61	552,136	583,697	611,755	666.813	611.755	666.813	<u>(</u> )
18-125 N	Manvel 125	333,911	343,556	358,550	390,820	358,550	390 820	9 3
18-127 E	Emerado 127	178,561	188,300	197,326	215,085	197,326	215,085	<u> </u>
18-128 N	Midway 128	506,471	520.219	555,827	605,851	555,827	605.851	<b>o</b> (
18-129 N	Northwood 129	445,662	470,528	508,933	554,737	508,933	554,737	0
19-018 R	Roosevelt 18	187,380	193,206	207,074		207,074	225.711	0
19-049 €	Elgin-New Leipzig 49	345,526	345,526	373,332	225,711	373,332	406.932	<u> </u>
20-007 N	Midkota 7	466,887	492,721		225,711 406,932	537 066	585.402	34.643
				553,642	225,711 406,932 603,470			1
	Griggs County Central 18	490.231	526,589	553,642 667,498	225,711 406,932 603,470 727,573	573,982	625,640	195,448
	Griggs County Central 18 Mott-Regent 1	490.231 501.196	526,589 505,580	553,642 667,498 552,619	225,711 406,932 603,470 727,573 602,355	573,982 527,674	625,640 575,165	195,448 52,135

ND Department of Public Instruction

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GF Levy3 = 2008 General Fund, Tuitlon and Transportation Levies,
Tax Relief wsu allocation = district wsu \* \$3,879.
Limits: Minimum levy effort of 100 mills to qualify for any reduction.
Max mill reduction of 75 mills.

	Conference Committee :
2009-11 MRLG grants	11.0273,06010 remove the firritation
2011-13 MRLG projection	on grant increases to the state average taxable valuation
	Torease

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64.008	1,132,231	1,038,744	1,165,613	1,069,370	994,566	110,011		-
0	21,103,691	19,361,185	21.103,691	19.361.185	10,000,013	072 271	Kindred 2	09-002
46	30,155	27,665	30,1/8	27,007	10 000 013	19 050 061	Fargo 1	09-001
0	289 187	505,309	705 107	27.007	082.50	21 842	Manning 45	08-045
3,440	137,825	120,445	300.187	265,300	251 605	230,033	Apple Creek 39	08-039
33,670	776,011	136 446	130.620	128 092	128,092	128,092	Sterling 35	08-035
; ;	115 077	106 307	133 532	122.507	97,612	88,005	Menoken 33	08-033
2.01.	60.01	USE 92	83 221	76,350	76,350	76,350	Baldwin 29	670-80
16 917	168 614	154 691	176,863	162,259	146,354	142,664	Wing 28	020-020
(E88. 5)	25 845	23,711	20,951	19,222	21,843	21,544	22 1011 Z3	010
(O)	20.928.961	19,200,882	20,928,961	19.200,882	18,626,920	17,505,961	Name of	DROSS
(32.638)	327,095	300,087	310,074	284,471	2/5,370	17 505 554	Riemarck 1	08-001
(4,025)	198,875	182,454	196,776	180,529	107.389	75.70	Burke Central 36	07-036
(9.432)	222,501	204,130	217,582	119.61/	167,270	150 185	Powers Lake 27	07-027
(468)	254,186	861,557	755,002	10001	197 776	177 915	Bowbells 14	07-014
119,059	868,652	676'96,	363,33	270 074	227 136	208,066	Scranton 33	06-033
(692'66)	432,042	100,100	930 745	708 E38	731.127	670,459	Bowman County 1	06-001
39,467	420,023	307,305	379 997	348.621	363,675	348,845	Newburg-United 54	05-054
(391,000)	331 500	295 045	352 623	323,508	270,684	249,916	Westhope 17	05-017
(201 606)	1 272 007	1 167 805	1.068.673	980,434	1,114,129	868,137	Bottineau 1	05-001
(6,1,2)		,			•	•	Distrigs Co 1	04-00
(2.794)	10.403	9,544	8,946	8,207	9,326	9,326	Ballon Co.	04.001
(33,239)	93,202	85,507	75,867	69,603	1000	0 2 2 2	Et Tothen 30	03-030
15,774	95,869	87,953	104,096	100,00	79.001	76 321	Warwick 29	03-029
38,549	403,104	369,820	B02,c2#	000,204	20 691	75.944	Oberon 16	03-016
(159,273)	431,750	350,000	432,200	1885	339.284	319,664	Maddock 9	03-009
Ĝ	234,450	302,500	348.094	319.343	362,890	326,937	Leeds 6	63-006
40,04	100,001	147.693	160 974	147.683	136,960	125,305	Minnewaukan 5	00-000
3. ISO	500 131	541 588	614.239	563,522	496,870	458,223	Litchville-Marion 46	02-046
	1 242 131	1 232 231	1.344.774	1,233,738	1,153,625	1,109,946	ballies County North /	0 0
<b>.</b>	2.086.212	1,913,956	2,086,212	1,913,956	1,/91,329	1,447,122	Barney Ching E	02 007
60.974	544,424	499,472	576,224	528,646	488,689	200,009	Valley City 2	02-002
Difference	13	12	Estimate	csumate	(adjusted)	100 000	Hettinger 13	01-013
	Senate 2012-	Senate 2011-		2011-12	2010-11 Total	2009-10 Total	Entity Name	CoDist
			rojection	ro : 1-10 MIXEG biolection	9			
	בנוטוו ווועוכמטכי	Je revente seine		2011 12 1100	arante	2009-11 MRLG grants		-

ND Department of Public Instruction

50-051	44-032	44-012	40-007	34-118	30-008	30-007	27-036	27-032	27-018	18-140	13-037	04-001	30-004	37-006	33-001	46-019	46-010	05-001	53-008	02-002	31-002	11-040	50-005	09-004	32-001	53-001	31-003	Statielssu edlipi
Nash 51	Central Elem 32	Marmarth 12	Belcourt 7.	Valley-Edinburg 118	Sims 8 3 2 2	New Salem 7	Mandaree 36	Horse Creek 32	Earl 18	Grand Forks AFB 140	Twin Buttes 37	Billings Co 1	Little Heart 4	Ft Ransom 6	Center-Stanton 1	Finley-Sharon 19	Hope 10	Bottineau 1	New 8	Valley City 2	Stanley 2.3	Ellendale 40	Fordville-Lankin 5	Maple Valley 4	Dakota Prairie 1	Williston 1	Parshall 3	EntityName <sup>2</sup>
199.47	27.98			1	135.05	161.19	76.19	58.16 3	19:48			34:10	19570 817	238:16 15	170.04		173172	155.00 7	167.94		185:00	179.45 10	166.03		185.00	188.33 10	179.70	2009 2010 GFLevy3 GFLev
	25.94 25.89	43.93 43.93		122.00			1216 15.49	39.45 40.78	19.17			32.75 29.57	171:36 171:75	155.67 89.99	109.92 109.99	110.00 103.13	104:98 100:88	73.63 72.25	119 93 113 88	111.49 111.91	110.00 110.00	104.95 104.22	110.00 110.00	100.00 100.00	110.00 97.47	109.08 110.00	104.70 100.00	7009)   7010   7011 GFL:3y3   GFL:3y3   GFL:3y3   70
932,971	1,429,548	2,055,512 2,	428,221		1,547,586	4,541,332	91,876	1,719,231 2	528,503	21,160	->100)961	5,865,200 6	873,7703	1,065,539	5,622,443		3,926,803	15,522,763 19	9,997,395 - 12		6,876,284 8	8,358,767 10	3,054,044	9,763,214 11	9,865,083 11	26,520,142 31	3,787;565	0102   2010
	1,541,729 1,54	,294,640 2,29	436,210 47	9,20			98,297 45	,408,432 2,20	537,195	20,743 2	101,547	6,107,775 6,76	863,274	1,602,385 2,76	製造が	6,108,611 7,29	5,086,458	19,994,511 20,946,814	12,798,685 14,570,368	23,514,378 25,116,099	8,542,304 15,97	10,224,408 10,872,687	3,733,903 4,310,738	11,950,345 13,542,181	11,780,191 14,579,220	31,558,091 34,070,448	4,506,833 7,97	2010Taxvalue    2011Taxvalue
	1,544,929	2,294,707 -	471,793	9,206,001 75.00		•	452,012	2,207,032 -	608;169;	21,438	<u>*109;965)</u>	6,763,589 -	858,327 75.00	2,761,908 75.00	7,515,074 70.04	7,298,203 75.00	8,128,576 373.17	55.00	67.94	75.00	15,977,648 75.00	2,687 75.00	0,738 66.03		9,220 75.00	0,448 75.00	7,974,612 75,00	MLRG
		-		- 50									39,450		406,113		293,553) 37		701,768		529,226	634,390 77	205,157 25		757,682" 90		294,463 34	2010 MIRG   2011 MIRG
- 0%	20%	- 0%	0%	508,509 0%	0%	- 0%		0%	0%	. 0%	0%	0%	62/114 57%	122,986 49%	530)568 31%	464,078 30%	378,825 29%	,115,054 28%	881,711 26%	1,793,114 24%	655,089 24%	774,818 22%	250,284 22%	919,797 22%	902,517 19%	2,421,223 19%	349,110 19%	Grant LRG Incr %

Note: The Mill Levy Reduction grants are subject to the excess fund balance offset provision.







45-034 06-001 41-006 13-019 28-072 08-039 02-046 05-017 28-085 51-001 06-033 51-007 30-018 30-048 28-008 34-100 28-008 34-100 28-004 53-015 53-015 53-015 53-015 53-015 53-015 53-004	28-001 09-007 22-014 45-001 52-035 10-019
Richardton-Taylor-34 Bowman Co 1 Sargent Central 6: Halliday 19 Turtle Lake-Mercer, 72 Apple Creek 39 Litchville: Marion 46 Westhope 17 White Shield 85 Winot 1 Scranton 33 Cleeds 6 Glen: Ullin 48 Garrison 51 Underwood 8, Garrison 51 Underwood 8, North Border 100 Washburn 4 Nedrose 4 Tioga 15 Menoken 33 Oakes: 41 Surrey 41 Nesson 2 Manning 45	Halls/Name: Wilton 1 Wapleton 7 Robinson 14 Dickinson 1 Pleasant Valley 35 Munich 19
185 00 161 21 189 01 170 63 166 35 214 99 165 14 165 16 179 08 136 20 166 52 166 52 166 52 166 52 169 06 176 01 185 00 191 97 191 97 191 97 197 71 185 100 197 71 187 283	THE PROPERTY OF THE PARTY OF TH
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110.00 109.13 106.78 100.00 213.60 213.60 110.00 1110.00 116.03 199.95 103.61 107.98 85.94 109.23 110.00 104.64 110.00 104.64 110.23 110.00 110.00 138.54 110.00 102.07 102.07 102.07	7011 GELTAYE 100.87 148.71 95.00 109.99 117.06 110.00
5,474,759 10,486,620 7,982,999 1,995,491 5,260,069 3,018,037 7,103,467 3,748,449 3,3920,379 8,493,014 4,75,341 4,834,312 4,834,312 4,834,312 4,834,312 6,232,630 7,043,056 12,910,468 6,232,630 7,043,056 12,910,468 12,910,468 12,910,468 12,910,468 12,910,468 12,910,468 12,910,468 12,910,468 12,910,468 13,953,983 3,842,024 4,824,620 248,192	7009Texvalue 4,303,270 3,821,770 1,297,774 46,334,099 1,141,084 4,533,167
5;995,859 11,491,784 2,137,588 2,755,884 2,137,588 2,5778,487 3,317,268 4,122,517 9,264,257 9,264,257 9,264,257 5,401,042 4,972,988 9,474,705 6,615,742 14,548,522 7,081,816 8,099,190 7,982,688 1,490,128 1,490,128 1,490,128 1,490,128 1,490,128 1,490,128 1,490,128 1,490,128 1,490,128 1,490,128 1,490,128	
6.283.586 75.00 12,734,882 61.21 10,201,767 75.00 2,262,824 70.63 2,262,824 70.63 6,273,013 66.35 3,496,623 75.00 8,641,821 62.68 4,651,964 65.14 4,033,758 75.00 127,362,513 75.00 127,362,513 75.00 127,362,513 75.00 127,362,513 75.00 127,362,513 75.00 127,362,513 63.00 7,186,5273 75.00 17,615,985 75.00 17,615,985 75.00 17,615,985 75.00 17,441,952 55.92 9,728,064 75.00 11,442,057 53.37 1,600,633 75.00 123,303,564 75.00 5,317,652 75.00 5,317,652 75.00 323,390 75.00	SECTION AND ADDRESS OF THE PROPERTY OF THE PRO
75.00 61.21 75.00 70.63 66.35 75.00 75.00 75.00 75.00 75.00 75.00 75.00 75.00 75.00 75.00 75.00 75.00 75.00 75.00 75.00 75.00	MIRG (4.76 .54.76 .75.00 .64.57 .75.00 .75.00 .61.05
419,610 670,459 606,778 150,635 2359,197 230,033 458,223 249,916 228,205 7,846,730 2208,066 654,474 322,451 326,937 312,663 544,240 454,414 983,721 353,241 540,196 388,687 88,005 7771,313 293,788 360,421 21,842	
419,610 459,300 9% 670,459 733,914 9% 606,778 665,288 10% 150,635 165,268 10% 2359,197 394,282 10% 230,033 252,724 10% 249,916 274,670 10% 2,281,205 331,042 10% 2,281,205 231,112 11% 654,474 727,278 11% 654,474 727,278 11% 326,937 364,998 12% 3454,414 511,574 13% 983,721 1,107,617 13% 353,241 401,046 14% 540,196 620,214 15% 388,687 448,415 15% 88,005 101,682 16% 293,788 340,881 16% 293,788 340,881 16% 21,842 25,678 18%	313,448 314,128 314,128 34,021 3,843,731 62,441 304,074
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07-027 30-001	20-007	03-009	24-002	48-010	08-025	13-016	07-014	37-024	03-029	49-007	18-061	47-014	18-129	07-036	38-001	40-004	32-066	36-001	16-049	09-097	18-127	36-044	09-006	24-056	42-019	39-044	05-054	02-007	12-001	25-057		
PowersiLake 27	Midkota 7	Maddock 9	Napoleon 2	North Star 10	Naughton 25	Killdeen 16	Bowbells 14	Enderlin Area 24	Warwick 29	Hatton 73.50	Thompson 61	Montpeller 14	Northwood 129	Burke Central 36	Mohall-Lansford-Sherwood 1	Mt Pleasant 4	Lakota 66	Devils Lake 1	Carrington 49	Northern Cass 97	Emerado 127	Starkweather 44	West Fargo 6	Gackle-Streeter, 56	McClusky 19	Richland:44	Newburg-United 54	Barnes County North 7	Divide County 1	Drake 57	Entity/Name	
185.00 185.00	185.00	171.74	176.84	157.66	166.13	158.78	157.57	166.07	155.66	203.50	184.81	185:00	184.06	171.41	167.02	180:03	185.00	188.00	159.69	183.85	275.13	175.43.	188.26	157.05	186.11	185.00	168.26	167.93	122.95	171.68	2009 GFLevy3   0	
109.76	114.22	110.00	109.98	94.41	103.91	100:00	108.12	103.71	94.71	128:19	109.40	110.00	110.00	102.21	100.00	.109.75	110.00	110.00	103.11	,107.91°	223.08	102,00	113.26	105:06	109.41	109.65	95.66	101-20	95.74	*95.97	2010 GFLevy3	
109.18	118.29	110.00	100.86	86:24	74.77	100:00	95.98	109:84	84.92	110,00	109.70	110.00	110.00	93.66	97.61	109:27	105.95	110.00	105:00	106.80	212.24	100.00	114.28	100.74	109.46	109.94	90.78	100.21	84.09	101:09	2011 GFLevy3	
55,466,873	6,079,789	4,384,537	4,467,212	7,717,636	306,997	8,067,281	3,046,340	8,034,946	1,284,880	4,617,774	7,299,030	2,726,909	5,867,561	> 3,616,969	10,178,719	4,193,814	4,943,046	21,383,826	13,272,805	12,001,095	2,295,855	2,939,109	154,815,661	5,183,046	2,848,157	6,345,864	5,028,475	16,078,048	8,281,915	3,891,002	2009Taxvalue	
58,806,685	6,442,721	4,646,027,	4,733,386	8,174,723	324,982	8,534,954	3,223,260	8,489,756	1,356,579	4,875,793	7,704,277	2,878,095	6,191,529	3,815,570	10,736,157	4,419,128	5,202,675	22,457,948	13,939,183	12,587,681	2,407,346	3,082,993	162,305,976	5,425,653	2,979,604	6,635,992	5,256,418	16,798,905	8,649,999	4,063,935	2010 axvalue	
62,283,248 75.00	7,243,567	\$\\\\5\089\970\\\\\71.74\\\\\	5,162,173	8,948,785: 57:66	344,346	9,334,585	3,692,821	8,875,149	1,465,993	5,195,066	8,071,338	3,138,710	6,696,197	4,324,199	12,318,896	4,758,658	6,049,987	23,273,574	14,757,590	13,450,418	2,518,386	3,284,513	169,182,271	5,846,544	3,197,372	6,918,979	5,814,890	17,939,529	9,848,030	4,411,823	2011Taxvalue	
75.00 75.00	75.00	7174	75.00	57.66	66.13	58.78	57.57	66.07		75:00	75.00	75.00	75.00	71.41	67.02	75.00	75.00	75.00	59.69	75.00	75.00	75.00	75.00	57.05	75.00	75.00	68.26	**·67:93	22.95	71.68	MLRG rate 2	
4,232,324 4,487,692	466,887	319,664	339,577	449,925		498,745	177,915	550,939	1	350,445	552,136	207,533	445,662	262,234	692,822	317,945	378,813	1,629,425	802,089	919,859	178,561	222,673	11,746,546	301,373	221,605	485,636	348,845	1,109,946	196,490	288,116	2010 MLRG   20	
4,487,692	494,843	338,769	359,846	476,613	22,924	527,892	188,272	582,343	80,636	370,074	582,848	219,075	470,337	276,682	730,900	335,074	398,831	1,711,715	842,529	965,188	187,353	233,616	12,317,457	315,596	232,002	508,050	364,782	1,160,112	205,370	301,133	2011 MLRG In	
6%	6%	· 6%	6%	6%	6%	6%	6%	<b>6%</b>	6%	6%	6%	6%	6%	6%	5%	5%	5%	5%	5%	5%	5%	5%	5%	5%	5%	5%	5%	5%	5%	5%	irant nici %	





13-006 52-025 09-002 39-042 39-037 49-014 08-035 34-006 09-001 18-125 08-028 53-099 17-003 18-001 29-003 30-049 26-019 11-018 18-044 21-009 52-038 26-009 14-002 34-019 35-005 49-003 09-017 25-014 30-039	39-028 35-001
Fessenden-Bowdon 25 Kindred 25 Kindred 25 Wyndmere 42 Wyndmere 42 Wahpeton 37 May-Port CG 14 Sterling 35 Cavalier 6 Fargo 1 Manvel 125 Wing 28 Grenora 99 Beach 33 Grand Forks 1 Hazen 33 Grand Forks 1 Hazen 33 Hazen 34 New Salem-Almont 49 Wishek 19 Roosevelt 18 Larimore 44 New England 9 Harvev 38 Ashley 9 New Rockford-Sheyenne 2 Drayton 19 Rugby 5 Central Cass 17 Anamoose 14 Fläsher 39 Edmore 2	
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100.00 100.73 100.73 100.73 110.00 142.51 110.00 191.18 120.10 109.31 110.00 110.00 110.00 110.00 110.00 138.08 138.08 199.36 110.00 110.00 115.61 115.61	2011 GH2YE 11638 135.00
8,153,792 14,375,882 7,043,705 22,803,037 11,755,737 2,248,672 8,935,791 241,961,324 4,338,706 2,2256,431 4,165,165 4,513,532 144,094,077 144,094,077 2,448,244 8,024,193 5,285,474 9,246,383 4,218,219 7,204,749 5,642,471 11,143,781 6,717,488 15,352,871 2,058,677 3,319,195 4,999,718	20091 axvalue 4,102,014 1,726,343
8,358,608 14,758,949 7,248,532 23,472,371 12,106,889 2,396,133 9,205,019 249,466,881 4,481,364 2,329,591 4,303,982 4,665,5915 6,316,688 4,663,081 2,541,550 8,334,989 5,488,630 9,605,210 4,388,505 7,503,468 5,879,190 11,618,978 7,009,910 16,026,079 2,146,274 3,466,332 5,222,381	20101a.waluca 4,192,501 1,766,143
9,128,135 56.61 15,405,566 66.50 7,532,019 63.27 23,699,437 75.00 12,961,076 75.00 9,789,355 75.00 4,672,353 75.00 224,58,791 66.08 5,031,435 75.00 153,540,567 75.00 6,526,446 54.55 5,1118,7411 75.00 2,723,346 75.00 2,723,346 75.00 1,0115,533 75.00 6,766,531 75.00 6,766,531 75.00 11,407,406 75.00 7,572,635 57.05 117,390,625 56.33 2,344,117 75.00 5,525,628 50.00 5,525,628 50.00	201111 avvalue 4,388,439 1,939,370
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467,432 973,371 449,871 1,750,843 890,503 1,128,092 682,492 1,142,664 320,329 333,911 10,883,801 10,883,801 10,883,801 10,883,801 10,883,801 10,883,801 10,883,801 10,883,801 336,964 336,964 410,760 410,760 475,959 428,249 428,249 428,249 428,249 166,178 166,178 166,178	OIOIMIRG 2011 UMIRG +311/343 318/37 130/741 133/81
479,421 479,421 463,115 803,785 917,435 917,435 917,435 132,009 703,515 809,149 345,184 147,539 331,277 331,277 349,714 349,714 349,714 349,714 349,895 426,965 426,965 426,965 426,965 426,345 426,345 446	7 1 9
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Sum of TaxValue

Column Labels

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	nent of Public Instruction	

13-037 Twin Buttes 37	13-019 Halliday 19	13-016 Kildeer 16	12-001 Divide County 1	11-041 Oakes 41	11-040 Ellendale 40	10-023 Langdon Area 23	10-019 Munich 19	09-097 Northern Cass	09-080 Page 80	09-017 Central Cass 17	09-007 Mapleton 7	09-006 West Fargo 6	09-004 Maple Valley 4	09-002 Kindred 2	09-001 Fargo 1	08-045 Manning 45	08-039 Apple Creek 39	08-035 Sterling 35	08-033 Menoken 33	08-029 Baldwin 29	08-028 Wing 28	08-025 Naughton 25	08-001 Bismarck 1	07-036 Burke Central 36	07-027 Powers Lake 27	07-014 Bowbells 14	06-033 Scranton 33	06-001 Bowman County 1	05-054 Newburg-United 54	05-017 Westhope 17	05-001 Bottineau 1	04-001 Billings Co 1	03-030 Ft Totten 30	03-029 Warwick 29	03-016 Oberon 16	03-009 Maddock 9	03-006 Leeds 6	03-005 Minnewaukan 5	02-046 Litchville-Marion 46	02-007 Barnes County North 7	02-002 Valley City 2	01-013 Hettinger 13	Row Labels
24,816	1,948,688	7,545,875	7,106,107	9,514,575	6,954,349	14,474,195	4,355,374	11,458,315	3,863,075	13,963,238	3,369,926	127,048,414	9,378,839	13,178,666	221,866,441	252,003	2,293,197	2,123,699	1,275.949	880,824	2,196,493	286,333	181,875,185	3,492,885	2,031,265	2,939,706	3,614,419	8,020,930	5,115,724	3,717,065	12,712,022	5,143,741	120,157	1,226,876	1 045,274	4,259,762	4,640,554	1,592.220	6,774,116		16,921,764	6,623,870	2007
99,116	1,990,354	7,602,579	7,701,484	9,926,866	7,220,419	14,713,171	4,450,454	11,713,109	3,916,236	14,457,472	3,577,475	143,467,729	9,526,244	13,855,757	236,551,016	268,377	2,706,323	2,186,392	1,337,013	951,762	2,246,412	306,132	205,360,014	3,550,982	2,053,188	2,999,616	3,677,321	9,649,424	5,048,348	3,718,753	13,191,951	5,478,295	118,837	1,254,800	1,044,228	4,347,197	4,711,034	1,607,423	6,971,405	15,561,691	17,869,538	6,800,832	2008
100,961	1,995,491	8,067,281	8,281,915	10,153,983	8,358,767	17,999,232	4,533,167	12,001,095	3,958,798	15,352,871	3,821,770	154,815,661	9,763,214	14,375,882	241,961,324	248,192	3,018,037	2,248,672	1,395,381	985,180	2,256,431	306,997	229,643,662	3,616,969	2,062,671	3,046,340	3,920,379	10,486,620	5,028,475	3,748,449	15,522,763	5,865,200	115,549	1,284,880	1,043,938	4,384,537	4,834,312	1,634,934	7,103,467	16,078,048	18,926,056	6,892,484	2009
101,547	2,137,588	8,534,954	8,649,999	11,785,346	10,224,408	19,339,715	4,941,932	12,587,681	4,230,138	16,026,079	4,162,056	162,305,976	11,950,345	14,758,949	249,466,881	296,418	3,317,268	2,396,133	1,490,128	1,023,452	2,329,591	324,982	243,653,423	3,815,570	2,186,601	3,223,260	4,360,787	11,491,784	5,256,418	4,122,517	19,994,511	6,107,775	123,424	1,356,579	1,119,118	4,646,027	5,401,042	1,769,616	7,811,460	16,798,905	23,514,378	6,949,297	2010
109,965	2,262,824	9,334,585	9,848,030	12,303,564	10.872,687	20,970,619	5,245,308	13,450,418	4,566,896	17,390,625	4,481,994	169.182,271	13,542,181	15,405,566	255,562,235	323,390	3,496,623	2,604,337	1,600,633	1 057 584	2,458,791	344,346	250,882,766	4,324,199	2,527,205	3,692,821	4,472,447	12,734,882	5,814,890	4,651,964	20,946,814	6,763,589	127,250	1,465,993	1,243,049	5,089,970	5,992,226	1,907,504	8,641,821	17,939,529	25,116,099	7,115,817	
299%	2%	1%	8%	4%	4%	2%	2%	2%	1%	4%	6%	13%	2%	5%	7%	6%	18%	3%	5%	8%	2%	7%	13%	2%	1%	2%	2%	20%	-1%	0%	4%	7%	-1%	2%	0%	2%	2%	1%	3%	0%	6%	3%	2007-08 Change
2%	0%	6%	8%	2%	16%	22%	2%	2%	1%	6%	7%	8%	2%	4%	2%	-8%	12%	3%	4%	4%	0%	0%	12%	2%	0%	2%	7%	9%	0%	1%	18%	7%	-3%	2%	0%	1%	3%	2%	2%	3%	6%	1%	2008-2009 Change
1%	7%	6%	4%	16%	22%	7%	9%	5%	7%	4%	9%	5%	22%	3%	3%	19%	10%	7%	7%	4%	3%	6%	6%	5%	6%	6%	11%	10%	5%	10%	29%	4%	7%	6%	7%	6%	12%	8%	10%	4%	24%	1%	2009-10 Change
8%	6%	9%	14%	4%	6%	8%	6%	7%	8%	9%	8%	4%	13%	4%	2%	9%	5%	9%	7%	3%	6%	6%	3%	13%	16%	15%	3%	1:%	11%	13%	5%	11%	3%	8%	11%	10%	11%	8%	11%	7%	7%	2%	2010-11 Change

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		† •	•		200		မ	2009-10	2010-11
Row Labels	2007	2008	. 6002	2010	2011 Change	inge Unange		Change	Chang
14-002 New Rockford-Sheyenne 2	7,127,537	7,200,488	7.204,749	7,503,468	8,047,689	0	%	4%	7%
15-006 Hazelton-Moffit-Braddock 6	4,028,979	4,150,438	4,176,781	4,278,208	4,748,436	3%	1%	2%	11%
15-010 Bakker 10	1,136,638	1,170,200	1,170,215	1,210,343	1,365,330	3%	0%	3%	
15-015 Strasburg 15	3,256,107	3,312,251	3,309,726	3,336,518	3,614,520	2%	0%	1%	8%
15-036 Linton 36	5,505,726	5,576,382	5,572,866	5,475,610	5,727,483	1%	0%	-2%	5%
16-049 Carrington 49	12,896,659	13,105,272	13,272,805	13,939,183	14,757,590	2%	1%	5%	6%
17-003 Beach 3	4,144,174	4,380,173	4,513,532	4,665,507	4,972,312	6%	3%	3%	7%
17-006 Lone Tree 6	1,452,927	1,470,062	1,492,382	1,474,703	1,871,611	1%	2%	-1%	27%
18-001 Grand Forks 1	127,790,615	137,167,230	144,094,077	149,239,508	153,540,567	7%	5%	4%	
18-044 Larimore 44	7,437,150	7,575,510	8,024,193	8,334,989	9,067.257	2%	6%	4%	
18-061 Thompson 61	6,487,151	6,784,862	7,299,030	7,704,277	8,071,338	5%	8%	6%	
18-125 Manvel 125	3,959,813	4,087,803	4,338,706	4,481,364	4,672,353	3%	6%	3%	
18-127 Emerado 127	2,225,596	2,242,501	2,295,855	2,407,346	2,518,386	1%	2%	5%	
18-128 Midway 128	6,126,598	6,606,511	6,647,782	6,788,977	7,250,493	8%	1%	2%	
18-129 Northwood 129	5,790,898	5,903,905	5,867,561	6,191,529	6,696,197	2%	-1%	6%	
18-140 Grand Forks AFB 140	27,020	23,801	21,160	20,743	21,438	-12%	-11%	-2%	
19-018 Roosevelt 18	2,482,644	2,542,489	2,448,244	2,541,550	2,723,346	2%	4%	4%	
19-049 Elgin-New Leipzig 49	4,464,390	4,569,977	4,466,676	4,497,726	4,859,092	2%	-2%	1%	
20-007 Midkota 7	5,844,290	5,996,360	6,079,789	6,442,721	7,243,567	3%	1%	6%	
20-018 Griggs County Central 18	6,245,816	6,382,267	6,411,861	6,926,621	8,796,890	2%	0%	8%	
21-001 Mott-Regent 1	7,291,655	7,449,555	7,509, <b>52</b> 8	7,665,170	7,994,914	2%	1%	2%	
21-009 New England 9	5,081,468	5,214,161	5,285,474	5,488,630	5,604,167	3%	1%	4%	2%
22-001 Kidder County 10			9.644.161	10,472,328	11,197.571	0%	0%	9%	
22-014 Robinson 14	1,241,915	1,302,947	1,297,774	1,414,233	1,448,469	5%	0%	9%	
23-003 Edgeley 3	6,145,817	6,229,467	6.242,210	6,649,546	7,242,783	1%	0%	7%	
23-007 Kulm 7	5,910,315	5,966,233	5,901,489	6,220,123	6,719,479	1%	-1%	5%	
23-008 LaMoure 8	6,747,119	6,842,524	6,866,714	7,324,037	7,990,045	1%	0%	7%	
24-002 Napoleon 2	4,212,783	4,393,697	4,467,212	4,733,386	5,162,173	4%	2%	6%	9%
24-056 Gackle-Streeter 56	4,938,071	5,103,521	5,183,046	5,425,653	5,846,544	3%	2%	5%	8%
25-001 Velva 1	7,809,644	8,062,623	8,247,340	8,747,622	11,342,107	3%	2%	6%	30%
25-014 Anamoose 14	1,996,548	2,032,667	2,058,677	2,146,274	2,344,117	2%	1%	4%	9%
25-057 Drake 57	3,842,991	3,815,362	3,891,002	4,063,935	4,411,823	.1%	2%	4%	9%
25-060 TGU 60	11,702,839	11,310,656	11,339,961	11,547,101	12,915,107	-3%	0%	2%	12%
26-004 Zeeland 4	2,737,510	2,770,590	2,776,375	2,794,493	2,762,515	1%	0%	1%	-1%
26-009 Ashley 9	4,106,759	4,210,869	4,218,219	4,388,505	4,931,435	3%	0%	4%	12%
26-019 Wishek 19	4,275,156	4,417,418	4,491,552	4.663,081	5,118,741	3%	2%	4%	
27-001 McKenzie Co 1	10,541,870	10,851,192	10,874,714	11,538,680	12,625,353	3%	0%	6%	
27-002 Alexander 2	3,052,372	3,155,928	3,149,208	3,190,026	3,439,590	3%	0%	1%	8%
27-014 Yellowstone 14	1 674 462	1,746,037	1,795,798	1,911,759	2,057,119	4%	3%	6%	
27-018 Earl 18		507,144	528,503	537,195	608,169	0%	4%	2%	
27-032 Horse Creek 32	1,170,756	1,323,283	1,719,231	2,408,432	2,207,032	13%	30%	40%	
	85,135	83,358	91,876	98,297	452,012	-2%	10%	7%	360%
27-036 Mandaree 36			1 202 270	4 686 990	E 700 133	2	1%	%6	







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28-004 Washburn 4	5,412,202	5,839,246	6,232,630	7,081,816		٥٠	7%	14%	
28-008 Underwood 8	5,119,060	5,431,252	5,866,586	6,615,742	7,186,273	6%	8%	13%	9%
28-050 Max 50	3,141,047	3,199,731	3,241,502	3,478,064	5,081,171	2%	1%	7%	
28-051 Garrison 51	7,593,487	7,952,505	8,435,732	9,474,705	10,182,581	5%	6%	12%	
28-072 Turtle Lake-Mercer 72	4,923,032	5,129,799	5,260,069	5,778,487	6,273,013	4%	3%	10%	9%
28-085 White Shield 85	323,186	327,471	333,746	368,714	403,758	1%	2%	10%	_
29-003 Hazen 3	5,965,525	6,207,207	6,426,102	6,655,915	6,971,051	4%	4%	4%	
29-027 Beulah 27	9,706,543	10,806,627	11,262,227	11,947,833	12,477,564	11%	4%	6%	4%
30-001 Mandan 1	46,101,503	50,581,195	55,466,873	58,806,685	62,283,248	10%	10%	6%	6%
30-004 Little Heart 4	845,884	888,128	873,770	863,274	858,327	5%	-2%	-1%	
30-007 New Salem 7	4,146,963	4,437,061	4,541,332			7%	2%	-100%	
30-008 Sims 8	1,535,702	1,570,185	1,547,586			2%	-1%	-100%	
30-013 Hebron 13	3,902.707	3,939,370	3,988,094	4,056,340	4,082,864	1%	1%	2%	
30-017 Sweet Briar 17	381,833	422,116	475,341	537,476	577,352	11%	13%	13%	
30-039 Flasher 39	3,261,855	3,416,435	3,319,195	3,466,332	3,637,234	5%	-3%	4%	5%
30-048 Glen Ullin 48	4,215,108	4,318,657	4,436,229	4,972,988	5,356,463	2%	3%	12%	
30-049 New Salem - Almont 49				6,316,688	6,526,446	0%	0%	0%	
31-001 New Town 1	3,574,733	3,666,304	3,792,083	4,492,754	8,016,433	3%	3%	18%	
31-002 Stanley 2	6,359,834	6,509,866	6,876,284	8,542,304	15,977,648	2%	6%	24%	
31-003 Parshall 3	3,708.678	3,728,942	3,787,565	4,506,833	7,974,612	1%	2%	19%	
32-001 Dakota Prairie 1	9,758.327	9,841,839	9,865,083	11,780,191	14,579,220	1%	20%	19%	
32-066 Lakota 66	4 742,174	4,841,337	4,943,046	5,202,675	6,049,987	2%	2%	5%	
33-001 Center-Stanton 1	5,072,027	5,827,874	5,622,443	7,387,477	7,515,074	15%	4%	31%	
34-006 Cavalier 6	8,930,577	8,906,276	8,935,791	9,205,019	9,789,355	 %	% 0,40	- 3%	
34-012 Valley 12	3,904,395	3,879,503	3,870,331	4,122,837		-1%	. 0%	7%	٠,
34-019 Drayton 19	5,518,152	5,571,133	5,642,471	5,879,190	6,766,531	1%	1%	4%	
34-043 St Thomas 43	3,288,127	3,268,841	3,262,509	3,307,362	3,561,653	-1%	0%	1%	
34-100 North Border 100	12,603,685	12,790,821	12,910,468	14,548,522	17,615,985	1%	1%	13%	
34-118 Valley-Edinburg 118					9,206,001	0%	0%	0%	
35-001 Wolford 1	1,696,655	1,726,883	1,726,343	1,766,143	1,939,370	2%	0%	2%	
35-005 Rugby 5	11,235,384	11,177,752	11,143,781	11,618,978	14,407,406	-1%	0%	4%	
36-001 Devils Lake 1	19,070,698	20,349,820	21,383,826	22,457,948	23,273,574	7%	5%	5%	
36-002 Edmore 2	4,895,013	4,939,819	4,999,718	5,222,381	5,525,628	1%	1%	4%	
36-044 Starkweather 44	2,905,961	2,938,264	2,939,109	3,082,993	3,284,513	1%	0%	5%	7%
37-006 Ft Ransom 6	974,188	1,034,390	1,065,539	1,602,385	2,761,908	6%	3%	50%	72%
37-019 Lisbon 19	9,301,590	9,567,867	9,846,535	10,494,825	10,961,807	3%	3%	7%	4%
37-024 Enderlin Area 24		7,832,526	8,034,946	8,489,756	8,875,149	0%	3%	6%	
38-001 Mohall-Lansford-Sherwood 1	10,514,238	10,462,721	10,178,719	10,736,157	12,318,896	0%	-3%	5%	
38-026 Glenburn 26	3,810,697	3,850,911	4,194,620	4,458,536	5,791,140	1%	9%	6%	30%
39-008 Hankinson 8	6,476,954	6,721,270	7,024,709	7,079,403	7,260,965	4%	5%	1%	
39-018 Fairmount 18	4,225,804	4,247,667	4,290,198	4,339,392	4,387,703	1%	1%	1%	•
39-028 Lidgerwood 28	3,978,934	4,091,261	4,102,014	4,192,501	4,388,439	3%	0%	2%	5%
		200 700	22 602 022	22 772 271	22 600 427	707	102	200	10/

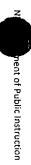
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Row Labels	2007	2008	2009	2010	2011 Cr		Change		Change
39-042 Wyndmere 42	6,848,232	6,973,829	7,043,705	7,248,532	7,532,019	2%	1%	3%	4%
39-044 Richland 44	5,837,367	6,161,541	6,345,864	6,635,992	6,918,979	6%	3%	5%	4%
40-001 Dunseith 1	1.538,120	1,559,881	1,623,789	1,646,698	1,771,109	1%	4%	1%	8%
40-003 St John 3	817,325	850,277	867,035	874,181	1,000,116	4%	2%	1%	14%
40-004 Mt Pleasant 4	4,201,031	4,129,858	4,193,814	4,419,128	4,758,658	-2%	2%	5%	8%
40-007 Belcourt 7	369,179	401,703	428,221	436,210	471,793	9%	7%	2%	8%
40-029 Rolette 29	3,125,844	3,037,777	3,051,452	3,085,169	3,366,769	-3%	0%	1%	9%
41-002 Milnor 2	3,827,121	3,868,807	3,886,995	3,929,837	4,058,743	1%	0%	1%	3%
41-003 N Sargent 3	3,160,275	3,194,675	3,207,659	3,237,606		1%	0%	1%	-100%
41-003 North Sargent 3					3,335,987	0%	0%	0%	0%
41-006 Sargent Central 6	7,731,469	7,871,320	7,982,999	8,755,884	10,201,767	2%	1%	10%	17%
42-016 Goodrich 16	1,757,337	1,793,257	1,781,126	1,761,753	1,897,510	2%	-1%	-1%	B
42-019 McClusky 19	2,752,304	2,815,581	2,848,157	2,979,604	3,197,372	2%	1%	5%	79
43-003 Salen 3	250,307	1,617,360	1,601,125	1,610,754	1,512,689	546%	-1%	1%	-60
43-004 Ft Yates 4	482,891	506,086	511,545	542,643	577,863	5%	1%	6%	6.9
43-008 Selfridge 8	1.334,150	1,397,931	1,415,902	1,512,947	1,631,893	5%	1%	7%	89
44-012 Marmarth 12	1,469,837	2,051,013	2,055,512	2,294,640	2,294,707	40%	0%	12%	0,9
44-032 Central Elementary 32	1,381,364	1,422,757	1,429,548	1,541,729	1,544,929	3%	. 0%	8%	09
45-001 Dickinson 1	35,959,581	39,734,325	46,334,099	50,487,354	54,133,507	10%	17%	9%	79
45-009 South Heart 9	3,095,455	3,321,550	3,866,433	4,134,921	4,471,352	7%	16%	7%	8
45-013 Belfield 13	1,678,693	1,763,020	2,085,528	2,263,314	2,486,347	5%	18%	9%	10%
45-034 Richardton-Taylor 34	4,502,094	4,693,608	5,474,759	5,995,859	6,283,586	4%	17%	10%	ტ
46-010 Hope 10	3,782,123	3,874,495	3,926,803	5,086,458	8,128,576	2%	1%	30%	60%
46-019 Finley-Sharon 19	4,513,978	4,513,978	4,696,042	6,108,611	7,298,203	0%	4%	30%	199
47-001 Jamestown 1	33,535,250	34,836,862	36,217,958	38,452,496	39,621,322	4%	4%	6%	ω
47-003 Medina 3	3,507,591	3,584,462	3,731,709	4,007,616	4,308,394	2%	4%	7%	œ
47-010 Pingree-Buchanan	3,282,435	3,363,081	3,492,566	3,718,763	4,049,257	2%	4%	6%	9
47-014 Montpelier 14	2,586,121	2,650,087	2,726,909	2,878,095	3,138,710	2%	3%	6%	99
47-019 Kensal 19	2,653,471	2,627,869	2,745,788	2,800,486	2,974,749	-1%	4%	2%	6.0
48-010 North Star 10			7,717,636	8,174,723	8,948,785	0%	0%	6%	တ္
48-028 North Central 28	3,621,226	3,726,647	3,727,308	3,969,049	4,450,099	3%	0%	6%	12%
49-003 Central Valley 3	6,411,109	6,592,340	6,717,488	7,009,910	7,572,635	3%	2%	4%	8%
49-007 Hatton 7	4,005,398	4,147,984	4,617,774	4,875,793	5,195,066	4%	11%	6%	7%
49-009 Hillsbora 9	9,874,586	10,081,975	10,417,739	11,095,647	12,069,486	2%	3%	7%	99
49-014 May-Port CG 14	11,315,992	11,598,067	11,755,737	12,106,889	12,961,076	2%	1%	3%	7%
50-003 Grafton 3	10,045,145	10,084,591	10,264,692	11,032,032	11,474,301	0%	2%	7%	4%
50-005 Fordville-Lankin 5	3,073,873	3,058,530	3,054,044	3,733,903	4,310,738	0%	0%	22%	15%
50-020 Minto 20	4,128,903	4,167,505	4,152,116	4,193,411	4,473,715	1%	0%	1%	7%
50-051 Nash 51	938,667	934,509	932,971			0%	0%	-100%	0%
50-078 Park River 78	5,878,755	6,362,369	6,221,449	6,728,670	7,302,453	8%	-2%	8%	9%
50-106 Edinburg 106	2,030,114	2,041,983	2,039,272	2,536,643		1%	0%	24%	-100%
50-128 Adams 128	2,074,568	2,072,266	2,066,679	2,066,592	2,212,535	0%	0%	0%	7%
	86 111 800	93.865.202	103,001,261	113,430,597	127,362,513	9%	10%	10%	12%





				6%	2,289,056,928	2,123,975,131	1,887,339,780 1,988,764,880 2,123,975,131	1,887,339,780	1,775,656,783	Grand Total
				-100%					1,992,295	53-091 Wildrose-Alamo 91
				8%				3,317,989	3,075,653	51-010 Bell 10
				3%				3,948,942	3,838,760	48-008 Southern 8
				4%				3,749,952	3,620,091	48-002 Bisbee-Egeland 2
tile         Column Labels         2009         2009         2010         2011         Change         Change         2009         2010         2011         Change				-100%					3,132,609	47-026 Spiritwood 26
ie         Column Labels         2007         2008         2009         2010         2011 Change         Change<				-100%					6,216,237	37-022 Enderlin 22
Column Labels   2007   2008   2009   2010				-100%					1,464,852	37-002 Sheldon 2
Column Labes    Column Labes    2007   2008   2009   200				-100%					1,228.949	29-020 Golden Valley 20
Column Labes    Column Labes    2007   2008   2009   200				-100%					498,398	27-018 Earl
Column Labels				5%				1,871,640	1.781.767	22-028 Tappen 28
Column Labbis         Column Labbis         2007         2008         2009         2011         Change         C	•			3%				4,923,813	4,766,626	22-026 Steele-Dawson 26
Column Labels         Column Labels         2007         2008         2009         2011         Change         C				4%				1,484,676	1,423,166	22-020 Tuttle-Pettibone 20
				3%				1,243,653	1,202,149	22-011 Pettibone-Tuttle 11
				-100%					642,258	13-008 Dodge 8
				-100%					5,958,890	02-082 Wimbledon-Courtenay 82
Column Labels         Z007         Z008         Z009         Z009         Z001         Z001         Z007-08         Z008-2009         Change         Change <t< td=""><td></td><td></td><td></td><td>-100%</td><td></td><td></td><td></td><td></td><td>6,539,043</td><td>02-065 N Central 65</td></t<>				-100%					6,539,043	02-065 N Central 65
Column Labels         Z008         Z009         Z011         Change				8%	5,031,435	4,303,982	4,165,165	3,999,792	3,696,856	53-099 Grenora 99
Column Labels         Z008         Z009         Z009         Z001         Change         Change </td <td></td> <td></td> <td></td> <td>6%</td> <td>11,442,057</td> <td>7,982,688</td> <td>6,890,074</td> <td>6,295,202</td> <td>5,925,708</td> <td>53-015 Tioga 15</td>				6%	11,442,057	7,982,688	6,890,074	6,295,202	5,925,708	53-015 Tioga 15
Column Labeis         2008         2008         2009         2011         Change         Change </td <td></td> <td></td> <td></td> <td>10%</td> <td>14,570,368</td> <td>12,798,685</td> <td>9,997,395</td> <td>9,038,024</td> <td>8,220,423</td> <td>53-008 New 8</td>				10%	14,570,368	12,798,685	9,997,395	9,038,024	8,220,423	53-008 New 8
Column Labels         2007         2008         2009         2011         Change         Change </td <td></td> <td></td> <td></td> <td>7%</td> <td>1,946,135</td> <td>1,790,261</td> <td>1,879,326</td> <td>1,707,248</td> <td>1,600,815</td> <td>53-006 Eight Mile 6</td>				7%	1,946,135	1,790,261	1,879,326	1,707,248	1,600,815	53-006 Eight Mile 6
Column Labelis         2007         2008         2009         2010         2011         Change         Change <td></td> <td></td> <td></td> <td>20%</td> <td>6.257,813</td> <td>5,638,270</td> <td>4,824,620</td> <td>4,375,884</td> <td>3,634,390</td> <td>53-002 Nesson 2</td>				20%	6.257,813	5,638,270	4,824,620	4,375,884	3,634,390	53-002 Nesson 2
Lie         Column Labelis         2007         2008         2009         2010         2017 Change         Chang				14%	34,070,448	31,558,091	26,520,142	23,083,033	20,186,097	53-001 Williston 1
Le         Column Labels         2007         2008         2009         2010         2011         Change				1%	10,115,533	9,605,210	9,246,383	9,104,861	9,042,970	52-038 Harvey 38
Lie         Column Labels         2007         2008         2009         2010         2011         Change				3%	1,329,860	1,197,066	1,141,084	1,164.382	1,128,829	52-035 Pleasant Valley 3
Lie         Column Labels         2007         2008         2009         2010         2011         Change				2%	9,128,135	8,358,608	8,153,792	8,237,621	8,067,963	52-025 Fessenden-Bawdon 25
Lie         Column Labels         2007         2008         2009         2010         2011         Change				1%	13,260,041	10,850,048	10,168,412	10,024,268	9,898,727	51-161 Lewis and Clark 161
Lie         Column Labels         2007         2008         2009         2010         2011         Change				0%	0	0	0	0	0	51-160 Minot AFB 160
Le         Column Labels         2007         2008         2009         2010         2011         Change				0%	7,705,808					51-070 South Prairie 70
Le         Column Labels         2007         2008         2009         2010         2011         Change				14%		6,110,191	5,677,741	5,330,363	4,657,224	51-070 S Prairie 70
Je         Column Labels         2007         2008         2009         2010         2011         Change				7%	5,317,652	4,464,858	3,842,024	3,720,882	3,480,760	51-041 Surrey 41
Je         Column Labels         2007         2008         2009         2010         2011         Change				2%	9,219,287	8,094,634	7,549,644	7,357,787	7,205,996	51-028 Kenmare 28
Je         Column Labels         2007         2008         2009         2010         2011         Change         2008-2009         2009-10         20           4         6,003,991         6,450,981         7,043,056         8,099,190         9,728,064         7%         9%         15%           4         7,521,922         7,893,627         8,493,014         9,264,257         10,980,766         5%         8%         9%           16         2,680,278         2,716,304         3,007,666         3,210,768         3,831,888         1%         11%         7%				4%		1,176,748	1,126,593	1,089,369	1,048,485	51-019 Eureka 19
2007         2008         2009         2010         2011         Change				1%	3,831,888	3,210,768	3,007,666	2,716,304	2,680,278	51-016 Sawyer 16
Column Labels     2007-08     2008-2009     2009-10     20       2007     2008     2009     2010     2011     Change				5%	10,980,766	9,264,257	8,493,014	7,893,627	7,521,922	51-007 United 7
Value Column Labels 2007-08 2008-2009 2009-10 2011 Change Change Change				7%	9,728,064	8,099,190	7,043,056	6,450,981	6,003,991	51-004 Nedrose 4
Column Labels	Chane	Change	Change	Change	,	2010	2009	2008	2007	Row Labels
	2	1000	2000	3007 00			3 di		Column Labels	Sum of TaxValue





Connection	2011-2012 MLRG Projection	2011-2012 MLRG Projection	G Projection	Canada Canada	9000	age taxable to	land the second				·	
						Maximum Levy					·	
						Reduction (Max reduction 75						
CoDist	Entity Name	Total Weighted Student Units (wsu)	Taxable Valuation	GFLevy3 2008	GFLevy3 2010	mills, Min Rqmt 100 mills)	MLRG Ratio	Rate adjustment	Adjusted Reduced Mill Rate	Net New Mills	Effect - Dollars	Effect - Per Weighted Student
02-007	Barnes County North 7	402.54	17,939,529	167.93	100.21	67.93	0,40	0.08	68.01	0.08	1,506.92	3.74
52-025	Fessenden-Bowdon 25	177.41	9,128.135	156,61	100.73	56.61	0.36	0.26	56.87	0.26	2,398.87	13,52
24-056	Gackle-Streeter 56	127.39	5,846,544	157,05	100.74	57.05	0.36	0.27	57.32	0.27	1,557.52	12.23
27-001	McKenzie Co 1	599.33	12,625,353	156.38	100.76	56.38	0.36	0.27	56.65	0.27	3,454.30	5.76
28-001	Manteflore 1	281.77	5,700,132	164.76	100.87	64.76	0.39	0.34	65.10	0.34	1,934.05	6.86
46-010	Hope 10	145.56	8,128,576	173.17	100,88	73.17	0.42	0.37	73.54	0.37	3,004.32	20.64
25-057	Drake 57	103.88	4,411,823	171.68	101.09	71.68	0.42	0.46	72.14	0.46	2,019.73	19.44
15-015	Strasburg 15	189,46	3,614.520	166,54	101.53	66,54	0,40	0.61	67.15	0.61	2.212.09	11.68
26-009	Ashley 9	178.68	4,931,435	174.25	106.67	74.25	0.43	2.87	75.00	0.75	3,698.58	20.70
39-042	Wyndmere 42	278.89	7,532,019	163.27	103.56	63.27	0.39	1.39	64,66	1.39	10,457.46	37.50
09-080	Page 80	99.50	4,566,896	166.72	103.58	66.72	0.40	1.43	68.15	1.43	6,539.80	65.73
45-009	South Heart 9	268,42	4,471,352	159.40	103.95	59,40	0.37	1.46	60.86	1.46	6,534.88	24.35
02-046	Litchville-Marion 46	179.53	8,641,821	162.68	104.14	62.68	0.39	1.61	64.29	1.61	13,953.08	77.72
28-051	Garrison 51	381.62	10,182,581	163.00	104.64	63.00	0.39	1.81	64.81	1.81	18,426.40	48.28
16-049	Carrington 49	592,95	14,757,590	159.69	105.00	59.69	0.37	1.85	61,54	1.85	27,301.54	46.04
09-002	Kindred 2	733.28	15,405,566	166.50	104.97	66.50	0.40	1.99	68,49	1.99	30,626.27	41.77
25-001	Velva 1	431.88	11,342,107	163.69	105.13	63.69	0.39	2.00	65.69	2.00	22,692.15	52.54
30-017	Sweet Briar 17	12.81	577,352	136.20	107.98	36.20	0.27	2.15	38,35	2.15	1,243.96	97.11
40-001	Dunseith 1	642.10	1,771,109	162.53	107.76	62,53	0.38	2.95	65.48	2.95	5,222.65	8.13
53-006	Eight Mile 6	247.88	1,946,135	170.27	107.39	70.27	0,41	3.03	73.30	3.03	5,896.59	23.79
25-060	TGU 60	393,69	12,915,107	171.96	110.00	71.96	0.42	4.20	75.00	3.04	39,261.93	99.73
15-006	Hazelton-Moffit-Braddock 6	176.01	4,748,436	160.41	108.00	60.41	0.38	3.04	63,45	3.04	14,435.25	82.01
08-028	Wing 28	136.04	2,458,791	160.08	108.10	60.08	0.38	3.08	63.16	3.08	7,568.16	55.63
21-001	Matt-Regent 1	298,39	7,994,914	165.00	108.00	65.00	0.39	3.12	68.12	3.12	24,944.13	83,60
09-017	Central Cass 17	881.05	17,390,625	156.33	108.90	56.33	0.36	3.20	59.53	3.20	55,719.56	63.24
03-009	Maddock 9	231.16	5,089,970	171.74	110.00	71.74	0.42	4.20	75.00	3.26	16,593.30	71.78



				15-010	53-008	03-016	50-128	01-013	33-001	28-072	50-005	30-013	37-024	05-017	14-002	10-019	27-002	23-008	49-003	30-049	06-001	36-002	CoDist
Percentage change	Increase in Taxable Valuation	Taxable Valuation 2010-2011	Statewide Total	Bakker 10	New 8	Oberon 16	Adams 128	Hettinger 13	Center-Stanton 1	Turtle Lake-Mercer 72	Fordville-Lankin 5	Hebron 13	Enderlin Area 24	Westhope 17	New Rockford-Sheyenne 2	Munich 19	Alexander 2	LaMoure 8	Central Valley 3	New Salem - Almont 49	Bowman County 1	Edmore 2	Entity Name
	3	-	108,152,86	7.38	227.33	63.53	64.61	349.69	260.33	216.45	88,63	227.38	377.81	153.21	386,05	136.63	115.74	373.47	283.79	371.76	468.28	93.55	Total Weighted Student Units (wsu)
7.77%	165,081,102	2,123,954,388	2,289,035,490	1,365,330	14,570,368	1,243,049	2,212,535	7.115,817	7,515,074	6,273,013	4,310,738	4,082,864	8,875,149	4,651,964	8,047,689	5,245,308	3,439,590	7,990,045	7,572,635	6,526,446	12,734,882	5,525,628	Taxable Valuation
7			192.58	126.46	167.94	170.24	169.84	168.82	170.04	166.35	166.03	165,97	166,07	165.14	165,00	161.05	168.89	158.01	157.05	154.55	161.21	150.00	GFLevy3 2008
			106.88	135.25	113.88	137.33	110.00	110.00	109.99	110.00	110.00	110.00	109.84	110.00	110.00	110.00	109.07	109.98	110.00	110.00	109.13	110.00	GFLevy3 2010
		į	71.58	26.46	67.94	70.24	69.84	68.82	70.04	66.35	66.03	65.97	66.07	65,14	65.00	61,05	68.89	58.01	57.05	54.55	61.21	50.00	Maximum Levy Reduction (Max reduction 75 mills, Min Rqmt 100 mills)
			0.37	0.21	0.40	0.41	0.41	0.41	0.41	0.40	0.40	0.40	0.40	0.39	0.39	0.38	0.41	0.37	0.36	0.35	0.38	0.33	MLRG Ratio
				7.40	5.55	15.31	4.10	4.10	4.10	4.00	4.00	4.00	3.94	3.90	3.90	3.80	3.72	3.69	3.60	3.50	3.47	3.30	Rate
			70.63	33.86	73.49	75.00	73.94	72.92	74.14	70.35	70.03	69.97	70.01	69.04	68.90	64.85	72.61	61.70	60.65	58.05	64.68	53.30	Adjusted Reduced Mill Rate
			(0.95)	7.40	5.55	4.76	4.10	4.10	4.10	4.00	4.00	4.00	3.94	3.90	3.90	3.80	3.72	3.69	3.60	3.50	3.47	3.30	Net New Mills
			) 813,024.90	10,106.86	80,894,68	5,916.91	9,071.39	29,174.85	30,780.99	25,092.05	17,242.95	16,331.46	34,932.59	18,142.66	31,385.99	19,932.17	12,790.80	29,504.04	27,261,49	22,842.56	44,182.40	18,234.57	Effect -
			7.52	1,369.49	355.85	93.14	140.40	83.43	118.24	115.93	194.55	71.82	92.46	118.42	81.30	145.88	110.51	79.00	96,06	61.44	94,35	194.92	Effect - Per Weighted Student







# PROPOSED AMENDMENTS TO ENGROSSED HOUSE BILL NO. 1047

- Page 1, line 2, after "Code" insert "and section 13 of chapter 520 of the 2007 Session Laws"
- Page 1, line 3; after the second "districts" insert "and a legislative management study of property tax reform and relief"
- Page 4, line 12, remove the overstrike over "3."
- Page 4, line 13, after the overstruck period insert ""Reduced mill rate" means the number of mills determined by subtracting one hundred mills from the combined education mill rate of the school district for taxable year 2008.
- 4. "Taxable valuation" means the valuation to which the mill rate is applied to determine the amount of ad valorem taxes or payments in lieu of taxes. and includes taxable valuation determined for agricultural, residential, and factions are really contained we take commercial property; gas company property, pipeline property, power streams of the company property, and railroad property assessed by the state board of equalization under chapter 57-06; mobile homes under chapter 57-55; land পুলড়ে ব্যুহ্ম বিভাগ বিভাগ স্থান কৰিছে স্থানিক স্থান তথ্য বিভাগ বিভাগ বিভাগ department subject to valuation under chapter 57-02.1; land owned by the board of university and school lands or the state treasurer subject to valuation under chapter 57-02.3; national guard land subject to valuation under chapter 37-07.3; farmland or ranchland owned by nonprofit organizations for conservation purposes subject to valuation under section 10-06.1-10; land acquired by the state water commission for the Devils Lake project subject to valuation under chapter 61-02; a workforce safety and insurance building and associated real property subject to valuation under section 65-02-32; and carbon dioxide pipeline property subject to valuation under section 57-06-17.2. The term includes the taxable valuation of the homestead credit reimbursed by the state under section 57-02-08.2 and the disabled veterans' credit reimbursed by the state under section 57-02-08.8."
- Page 4, line 24, overstrike the semicolon and insert immediately thereafter an underscored period period to the semicolon and insert immediately thereafter an underscored to the semicolon and insert immediately thereafter an underscored to the semicolon and insert immediately thereafter an underscored to the semicolon and insert immediately thereafter an underscored to the semicolon and insert immediately thereafter an underscored to the semicolon and insert immediately thereafter an underscored to the semicolon and insert immediately thereafter an underscored to the semicolon and insert immediately thereafter an underscored to the semicolon and insert immediately thereafter an underscored to the semicolon and insert immediately thereafter an underscored to the semicolon and insert immediately   - Page 4, line 26; overstrike "number of mills determined by subtracting one hundred mills from".
    - Page 4, line 27, overstrike "the"
    - Page 4, line 27, replace "previous year" with "reduced mill rate adjusted by:
      - (1) Subtracting the number of mills the"
    - Page 4, line 28, remove "plus the previous year number of mills of property tax relief under this"
    - Page 4, line 29, remove "chapter"
    - Page 4, line 29, overstrike "; or" and insert immediately thereafter "is less than one hundred mills; or
      - (2) Adding the number of mills determined by subtracting one hundred mills from the previous year's combined education mill

rate and multiplying the result by a percentage determined by dividing the school district's reduced mill rate by the combined education mill rate of the school district for taxable year 2008."

- Page 5, line 1, after "The" insert "Except as provided in this subsection, the"
- Page 5, line 1, remove the overstrike over "grant to a qualifying school district may not be less than the grant to that school"
- Page 5, line 2, remove the overstrike over "district in the preceding school year."
- Page 5, line 2, remove "For purposes of this section, "taxable valuation""
- Page 5, replace lines 3 through 19 with "If a school district's combined education mill rate is fewer than one hundred mills in the school district's most recent previous taxable year. the grant to that school district as determined under subsection 2 may not be more than twelve percent less than the grant for the preceding school year."

Page 7, after line 29, insert:

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the state of the second "SECTION 11. AMENDMENT. Section 13 of chapter 520 of the 2007 Session Laws is amended and reenacted as follows:

SECTION 13. LEGISLATIVE COUNCILMANAGEMENT STUDY. The legislative councilmanagement shall study in each interim through 2012 the feasibility and desirability of property tax reform and providing property tax relief to taxpayers of the state, with the goal of reduction of each taxpayer's annual property tax bill to an amount that is not more than one and one-half percent of the true and full value of property, and including examination of the proper measure of education funding from local taxation and state resources and the variability of funding resources among taxing districts and examination of improved collection and reporting of property tax information to identify residency of property owners with minimized administrative difficulty. The legislative management shall consider the sustainability of state-funded property tax relief in view of the compounding effect of ongoing property taxable valuation increases. The legislative councilmanagement shall report its findings and recommendations, together with any legislation necessary to implement the recommendations, to the legislative assembly subsequent to each interim."

Renumber accordingly

April 20, 2011

#### PROPOSED AMENDMENTS TO ENGROSSED HOUSE BILL NO. 1047

That the House accede to the Senate amendments as printed on pages 1423 and 1424 of the House Journal and pages 911 and 912 of the Senate Journal and that Engrossed House Bill No. 1047 be further amended as follows:

- Page 1, line 1, after the first comma insert "57-35.3-03, 57-35.3-05, 57-35.3-07, 57-35.3-08, 57-38-30, subsection 1 of section 57-38-30.3,"
- Page 1, line 2, after "Code" insert "and section 13 of chapter 520 of the 2007 Session Laws"
- Page 1, line 2, after the first "to" insert "reduction of the rate of the financial institutions tax and adjustment of the allocation of the tax and a reduction in income tax rates for corporations, individuals, estates, and trusts and"
- Page 1, line 5, replace "transfers" with "a transfer"
- Page 1, line 5, after the third semicolon insert "to provide for legislative management studies;"
- Page 4, after line 3, insert:

"SECTION 2. AMENDMENT. Section 57-35.3-03 of the North Dakota Century Code is amended and reenacted as follows:

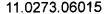
# 57-35.3-03. Imposition and basis of tax.

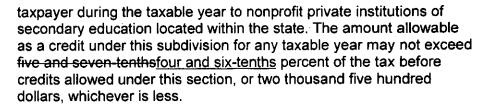
An annual tax is imposed upon each financial institution for the grant to it of the privilege of transacting, or for the actual transacting by it, of business within this state during any part of each tax year. The tax is based upon and measured by the taxable income of the financial institution for the calendar year. The rate of tax is sevensix and one-half percent of taxable income, but the amount of tax may not be less than fifty dollars.

**SECTION 3. AMENDMENT.** Section 57-35.3-05 of the North Dakota Century Code is amended and reenacted as follows:

#### 57-35.3-05. Credits.

- 1. a. There is allowed a credit against the tax imposed by sections 57-35.3-01 through 57-35.3-12 in an amount equal to fifty percent of the aggregate amount of charitable contributions made by the taxpayer during the taxable year to nonprofit private institutions of higher education located within the state or to the North Dakota independent college fund. The amount allowable as a credit under this subdivision for any taxable year may not exceed five and seven-tenths four and six-tenths percent of the tax before credits allowed under this section, or two thousand five hundred dollars, whichever is less.
  - b. There is allowed a credit against the tax imposed by sections 57-35.3-01 through 57-35.3-12 in an amount equal to fifty percent of the aggregate amount of charitable contributions made by the





- c. For the purposes of this subsection, the term "nonprofit private institution of higher education" means only a nonprofit private educational institution located in North Dakota which normally maintains a regular faculty and curriculum and which normally has a regularly organized body of students in attendance at the place where its educational activities are carried on, and which regularly offers education at a level above the twelfth grade. The term "nonprofit private institution of secondary education" means only a nonprofit private educational institution located in North Dakota which normally maintains a regular faculty and curriculum approved by the department of public instruction and which normally has a regularly organized body of students in attendance at the place where its educational activities are carried on, and which regularly offers education to students in the ninth through twelfth grades.
- d. For the purposes of this subsection, a taxpayer may elect to treat a contribution as made in the preceding taxable year if the contribution and election are made not later than the time prescribed for filing the return for the taxable year.
- 2. a. There is allowed a credit against the tax imposed by sections 57-35.3-01 through 57-35.3-12 in an amount equal to any overpayment of tax paid pursuant to chapter 57-35 or 57-35.1, for a taxable year beginning before January 1, 1997, to the extent that the overpayment would have been an allowable deduction from tax payable for the current taxable year, under section 57-35-12 or 57-35.1-07, if chapters 57-35 and 57-35.1 applied to the current taxable year. The amount allowable as a credit under this subsection for any taxable year may not exceed five-sevenths of the tax before credits allowed under this section.
  - b. For purposes of determining distributions to and from the counties under section 57-35.3-09:
    - (1) The balance in the financial institution tax distribution fund and the amount of the payment received by each county from the state shall be determined as if any credit allowed under subdivision a had not been claimed and the full amount of the tax otherwise due had been timely paid;
    - (2) The credited amount must be deducted from the distributions that would otherwise be made to and from the county that received the tax overpayment until the sum of the deductions equals the credit; and
    - (3) The deductions from distributions made by a county to each distributee must be proportionate to the overpayment of tax received by each distributee.



3. There is allowed a credit against the tax imposed by sections 57-35.3-01 through 57-35.3-12 in an amount equal to fifty percent of the aggregate amount of contributions made by the taxpayer during the taxable year for tuition scholarships for participation in rural leadership North Dakota conducted through the North Dakota state university extension service. Contributions by a taxpayer may be earmarked for use by a designated recipient. The amount allowable as a credit under this subsection for any taxable year may not exceed five and seven-tenths four and six-tenths percent of the tax before credits allowed under this section, or two thousand five hundred dollars, whichever is less.

**SECTION 4. AMENDMENT.** Section 57-35.3-07 of the North Dakota Century Code is amended and reenacted as follows:

# ··57-35.3-07. Payment of tax.

Two-sevenths Three-thirteenths of the tax before credits allowed under section 57-35.3-05, less the credit allowed under subsection 1 of section 57-35.3-05, must be paid to the commissioner on or before April fifteenth of the year in which the return is due, regardless of any extension of the time for filing the return granted under section 57-35.3-06. Five sevenths Ten-thirteenths of the tax before credits allowed under section 57-35.3-05, less the credit allowed under subsection 2 of section 57-35.3-05, must be paid to the commissioner on or before January fifteenth of the year after the return is due. Payment must be made by check, draft, or money order, payable to the commissioner, or as prescribed by the commissioner under subsection 15 of section 57-01-02.

**SECTION 5. AMENDMENT.** Section 57-35.3-08 of the North Dakota Century Code is amended and reenacted as follows:

# 57-35.3-08. Disposition of tax.

The commissioner shall deposit the portion of the tax payable in the year the return is due in the general fund of the state treasury and shall deposit the portion of the tax payable in the year after the return is due in the financial institution tax distribution fund of the state treasury, which is hereby created. Interest, penalty, and late tax payments attributable to each portion of the tax must be deposited in the appropriate fund.

**SECTION 6. AMENDMENT.** Section 57-38-30 of the North Dakota Century Code is amended and reenacted as follows:

# 57-38-30. Imposition and rate of tax on corporations.

A tax is hereby imposed upon the taxable income of every domestic and foreign corporation which must be levied, collected, and paid annually as in this chapter provided:

- a. For the first twenty-five thousand dollars of taxable income, at the rate of twoone and one-tenthsixty-eight hundredths percent.
  - On all taxable income exceeding twenty-five thousand dollars and not exceeding fifty thousand dollars, at the rate of fivefour and twenty-fivetwenty-three hundredths percent.



- On all taxable income exceeding fifty thousand dollars, at the rate of sixfive and four-tenthsfifteen hundredths percent.
- A corporation that has paid North Dakota alternative minimum tax in years beginning before January 1, 1991, may carry over any alternative minimum tax credit remaining to the extent of the regular income tax liability of the corporation for a period not to exceed four taxable years.

**SECTION 7. AMENDMENT.** Subsection 1 of section 57-38-30.3 of the North Dakota Century Code is amended and reenacted as follows:

- 1. A tax is hereby imposed for each taxable year upon income earned or received in that taxable year by every resident and nonresident individual, estate, and trust. A taxpayer computing the tax under this section is only eligible for those adjustments or credits that are specifically provided for in this section. Provided, that for purposes of this section, any person required to file a state income tax return under this chapter, but who has not computed a federal taxable income figure, shall compute a federal taxable income figure using a pro forma return in order to determine a federal taxable income figure to be used as a starting point in computing state income tax under this section. The tax for individuals is equal to North Dakota taxable income multiplied by the rates in the applicable rate schedule in subdivisions a through d corresponding to an individual's filing status used for federal income tax purposes. For an estate or trust, the schedule in subdivision e must be used for purposes of this subsection.
  - Single, other than head of household or surviving spouse.

If North Dakota taxable income is:

The tax is equal to:

Not over \$33,950\$34,500

<del>1.84%</del>1.51%

Over \$33,950\$34,500

<del>\$624.68</del>\$520.95 plus 3.44%2.82%

but not over \$82,250\$83,600

of amount over \$33,950\$34,500

Over <del>\$82,250</del>\$83,600

\$2,286.20\$1,950.57 plus

3.81%3.13%

but not over <del>\$171,550</del>\$174,400

of amount over \$82,250\$83,600

Over <del>\$171,550</del>\$174,400

\$5,688:53\$4,747.61 plus

<del>4.42%</del>3.63%

but not over \$372,950\$379,150

of amount over

<del>\$171,550</del>\$174,400

Over \$372,950\$379,150

\$14,590,41\$12,180.04 plus

4<del>.86%</del>3.99%

of amount over

\$372,950<u>\$379,150</u>

b. Married filing jointly and surviving spouse.

11.

If North Dakota taxable income is:

Not over \$56,750\$57,700

Over \$56,750\$57,700

The tax is equal to:

<del>1.84%</del><u>1.51%</u>

\$1,044.20\$871.27 plus

3.44%2.82%

but not over \$137,050\$139,350

Over \$137,050\$139,350

of amount over \$56,750\$57,700

\$3,806.52\$3,173.80 plus

3.81%3.13%

but not over \$208,850\$212,300

of amount over

<del>\$137,050</del>\$135,350

Over \$208,850\$212,300

<del>\$6,542.10</del>\$5,457.14 plus

4.42%3.63%

but not over \$372,950\$379,150

of amount over

<del>\$208,850</del>\$212,300

Over \$372,950 \$379,150

<del>\$13,795.32</del><u>\$11,513.79</u> plus

4.86%<u>3.99%</u>

of amount over



<del>\$372,950</del>\$379,150

c. Married filing separately.

If North Dakota taxable income is:

Not over \$28,375\$28,850

Over \$28,375\$28,850

but not over \$68,525\$69,675

Over \$68,525\$69,675

Over \$104,425\$106,150

The tax is equal to:

<del>1.84%</del>1.51%

\$522.10\$424.10 plus 3.44%2.82%

of amount over \$28,375\$28,850

\$1,903.26\$1,586.90 plus

3.81%3.13%

but not over \$104,425\$106,150

Dat 110t 04C1 Ψ10-1,-120<u>Ψ100,130</u>

of amount over <del>\$68,525</del><u>\$69,675</u>

\$3,271.05\$2,728.57 plus

<del>4.42%</del>3.63%

but not over \$186,475\$189,575

of amount over

<del>\$104,425</del>\$106,150

Over <del>\$186,475</del>\$189,575

<del>\$6,897.66</del><u>\$5,756.90</u> plus



4.86%3.99%

# of amount over

The tax is equal to:

<del>1.84%</del>1.51%



# <del>\$186,475</del>\$189,575

d. Head of household.

If North Dakota taxable income is:

Not over \$45,500\$46,250

Over \$45,500\$46,250

but not over \$117,450\$119,400

Over \$117,450\$119,400

\$837.20\$698.38 plus 3.44% 2.82%

of amount over \$45,500\$46,250

\$3,312.28\$2,761.21 plus

3.81%3.13%

but not over \$190,200\$193,350

of amount over

<del>\$117,450</del>\$119,400

Over \$190,200\$193,350

<del>\$6,084.06</del>\$5,075.84 plus

4.42%3.63%

but not over \$372,950\$379,150

of amount over

<del>\$190,200</del>\$193,350

Over <del>\$372,950</del>\$379,150

\$14,161.61\$11,820.38 plus

4<del>.86%</del>3.99%

of amount over

# \$372,950\$379,150

Estates and trusts.

If North Dakota taxable income is:

Over \$2,300

Not over \$2,300

but not over \$5,350\$5,450

Over <del>\$5,350</del>\$5,450

but not over \$8,200\$8,300

Over \$8,200\$8,300

but not over \$11,150\$11,350

Over \$11,150\$11,350

The tax is equal to:

<del>1.84%</del>1.51%

\$42.32\$34.73 plus 3.44%2.82%

of amount over \$2,300

\$147.24\$123.56 plus 3.81%3.13%

of amount over \$5,350\$5,450

\$255.83\$212.77 plus 4.42%3.63%

of amount over \$8,200\$8,300

\$386.22\$323.48 plus 4.86%3.99%

of amount over \$11,150\$11,350

For an individual who is not a resident of this state for the entire year, or for a nonresident estate or trust, the tax is equal to the tax



otherwise computed under this subsection multiplied by a fraction in which:

- (1) The numerator is the federal adjusted gross income allocable and apportionable to this state; and
- (2) The denominator is the federal adjusted gross income from all sources reduced by the net income from the amounts specified in subdivisions a and b of subsection 2.

In the case of married individuals filing a joint return, if one spouse is a resident of this state for the entire year and the other spouse is a nonresident for part or all of the tax year, the tax on the joint return must be computed under this subdivision.

- g. For taxable years beginning after December 31, 2009, the The tax commissioner shall prescribe new rate schedules that apply in lieu of the schedules set forth in subdivisions a through e. The new schedules must be determined by increasing the minimum and maximum dollar amounts for each income bracket for which a tax is imposed by the cost-of-living adjustment for the taxable year as determined by the secretary of the United States treasury for purposes of section 1(f) of the United States Internal Revenue Code of 1954, as amended. For this purpose, the rate applicable to each income bracket may not be changed, and the manner of applying the cost-of-living adjustment must be the same as that used for adjusting the income brackets for federal income tax purposes.
- h. The tax commissioner shall prescribe an optional simplified method of computing tax under this section that may be used by an individual taxpayer who is not entitled to claim an adjustment under subsection 2 or credit against income tax liability under subsection 7."
- Page 4, line 27, remove "previous year"
- Page 4, line 27, remove the overstrike over "for taxable"
- Page 4, line 28, remove the overstrike over "year 2008"
- Page 4, line 28, remove "plus the previous year number of mills of property tax relief under this"
- Page 4, line 29, remove "chapter"
- Page 5, line 1, remove the overstrike over "The grant to a qualifying school district may not be less than the grant to that school"
- Page 5, line 2, remove the overstrike over "district in the preceding school year." and insert immediately thereafter:
  - "4. The grant to a qualifying school district may not exceed the grant to that school district in the preceding school year by a percentage that is more than the percentage increase in statewide taxable valuation which was determined for the previous taxable year.

5."

Page 5, line 20, overstrike "4." and insert immediately thereafter "6."

Page 5, line 23, overstrike "5." and insert immediately thereafter "7."

Page 5, line 27, overstrike "6." and insert immediately thereafter "8."

Page 5, line 29, overstrike "7." and insert immediately thereafter "9."

Page 7, replace lines 23 through 29 with:

"SECTION 15. AMENDMENT. Section 13 of chapter 520 of the 2007 Session Laws is amended and reenacted as follows:

# SECTION 13. LEGISLATIVE COUNCIL MANAGEMENT STUDY.

The legislative councilmanagement shall study in each interim through 2012 the feasibility and desirability of property tax reform and providing property tax relief to taxpayers of the state, with the goal of reduction of each taxpayer's annual property tax bill to an amount that is not more than one and one-half percent of the true and full value of property, and including examination of the proper measure of education funding from local taxation and state resources and the variability of funding resources among taxing districts and examination of improved collection and reporting of property tax information to identify residency of property owners with minimized administrative difficulty. The legislative management shall consider the sustainability of state-funded property tax relief in view of the compounding effect of ongoing property taxable valuation increases. The legislative councilmanagement shall report its findings and recommendations, together with any legislation necessary to implement the recommendations, to the legislative assembly subsequent to each interim.

SECTION 16. LEGISLATIVE MANAGEMENT STUDY - FINANCIAL INSTITUTIONS TAXATION AND CORPORATE INCOME. During the 2011-12 interim, the legislative management shall consider studying the feasibility and desirability of revision of the financial institutions taxes, including the feasibility of taxing financial institutions under the state corporate income tax laws. The study under this section must include consideration of corporate income taxes, including corporate income apportionment factors and potential impact of federal legislation on state corporate income taxes. The legislative management shall report its findings and recommendations, together with any legislation required to implement the recommendations, to the sixty-third legislative assembly."

Page 7, line 30, replace "Section 1" with "Sections 1 through 7"

Page 7, line 30, replace "is" with "are"

Renumber accordingly



April 21, 2011

#### PROPOSED AMENDMENTS TO ENGROSSED HOUSE BILL NO. 1047

That the House accede to the Senate amendments as printed on pages 1423 and 1424 of the House Journal and pages 911 and 912 of the Senate Journal and that Engrossed House Bill No. 1047 be further amended as follows:

- Page 1, line 1, after the first comma insert "57-35.3-03, 57-35.3-05, 57-35.3-07, 57-35.3-08, 57-38-30, subsection 1 of section 57-38-30.3."
- Page 1, line 2, after "Code" insert "and section 13 of chapter 520 of the 2007 Session Laws"
- Page 1, line 2, after the first "to" insert "reduction of the rate of the financial institutions tax and adjustment of the allocation of the tax and a reduction in income tax rates for corporations, individuals, estates, and trusts and"
- Page 1, line 5, replace "transfers" with "a transfer"
- Page 1, line 5, after the third semicolon insert "to provide for legislative management studies;"
- Page 4, after line 3, insert:

"SECTION 2. AMENDMENT. Section 57-35.3-03 of the North Dakota Century Code is amended and reenacted as follows:

# 57-35.3-03. Imposition and basis of tax.

An annual tax is imposed upon each financial institution for the grant to it of the privilege of transacting, or for the actual transacting by it, of business within this state during any part of each tax year. The tax is based upon and measured by the taxable income of the financial institution for the calendar year. The rate of tax is sevensix and one-half percent of taxable income, but the amount of tax may not be less than fifty dollars.

**SECTION 3. AMENDMENT.** Section 57-35.3-05 of the North Dakota Century Code is amended and reenacted as follows:

# 57-35.3-05. Credits.

- 1. a. There is allowed a credit against the tax imposed by sections 57-35.3-01 through 57-35.3-12 in an amount equal to fifty percent of the aggregate amount of charitable contributions made by the taxpayer during the taxable year to nonprofit private institutions of higher education located within the state or to the North Dakota independent college fund. The amount allowable as a credit under this subdivision for any taxable year may not exceed five and seven-tenthsfour and six-tenths percent of the tax before credits allowed under this section, or two thousand five hundred dollars, whichever is less.
  - b. There is allowed a credit against the tax imposed by sections 57-35.3-01 through 57-35.3-12 in an amount equal to fifty percent of the aggregate amount of charitable contributions made by the

taxpayer during the taxable year to nonprofit private institutions of secondary education located within the state. The amount allowable as a credit under this subdivision for any taxable year may not exceed five and seven-tenths four and six-tenths percent of the tax before credits allowed under this section, or two thousand five hundred dollars, whichever is less.

- c. For the purposes of this subsection, the term "nonprofit private institution of higher education" means only a nonprofit private educational institution located in North Dakota which normally maintains a regular faculty and curriculum and which normally has a regularly organized body of students in attendance at the place where its educational activities are carried on, and which regularly offers education at a level above the twelfth grade. The term "nonprofit private institution of secondary education" means only a nonprofit private educational institution located in North Dakota which normally maintains a regular faculty and curriculum approved by the department of public instruction and which normally has a regularly organized body of students in attendance at the place where its educational activities are carried on, and which regularly offers education to students in the ninth through twelfth grades.
- d. For the purposes of this subsection, a taxpayer may elect to treat a contribution as made in the preceding taxable year if the contribution and election are made not later than the time prescribed for filing the return for the taxable year.
- 2. a. There is allowed a credit against the tax imposed by sections 57-35.3-01 through 57-35.3-12 in an amount equal to any overpayment of tax paid pursuant to chapter 57-35 or 57-35.1, for a taxable year beginning before January 1, 1997, to the extent that the overpayment would have been an allowable deduction from tax payable for the current taxable year, under section 57-35-12 or 57-35.1-07, if chapters 57-35 and 57-35.1 applied to the current taxable year. The amount allowable as a credit under this subsection for any taxable year may not exceed five-sevenths of the tax before credits allowed under this section.
  - b. For purposes of determining distributions to and from the counties under section 57-35.3-09:
    - (1) The balance in the financial institution tax distribution fund and the amount of the payment received by each county from the state shall be determined as if any credit allowed under subdivision a had not been claimed and the full amount of the tax otherwise due had been timely paid;
    - (2) The credited amount must be deducted from the distributions that would otherwise be made to and from the county that received the tax overpayment until the sum of the deductions equals the credit; and
    - (3) The deductions from distributions made by a county to each distributee must be proportionate to the overpayment of tax received by each distributee.

There is allowed a credit against the tax imposed by sections 57-35.3-01 through 57-35.3-12 in an amount equal to fifty percent of the aggregate amount of contributions made by the taxpayer during the taxable year for tuition scholarships for participation in rural leadership North Dakota conducted through the North Dakota state university extension service. Contributions by a taxpayer may be earmarked for use by a designated recipient. The amount allowable as a credit under this subsection for any taxable year may not exceed five and seven-tenthsfour and six-tenths percent of the tax before credits allowed under this section, or two thousand five hundred dollars, whichever is less.

**SECTION 4. AMENDMENT.** Section 57-35.3-07 of the North Dakota Century Code is amended and reenacted as follows:

# 57-35.3-07. Payment of tax.

Two-sevenths Three-thirteenths of the tax before credits allowed under section 57-35.3-05, less the credit allowed under subsection 1 of section 57-35.3-05, must be paid to the commissioner on or before April fifteenth of the year in which the return is due, regardless of any extension of the time for filing the return granted under section 57-35.3-06. Five-sevenths Ten-thirteenths of the tax before credits allowed under section 57-35.3-05, less the credit allowed under subsection 2 of section 57-35.3-05, must be paid to the commissioner on or before January fifteenth of the year after the return is due. Payment must be made by check, draft, or money order, payable to the commissioner, or as prescribed by the commissioner under subsection 15 of section 57-01-02.

**SECTION 5. AMENDMENT.** Section 57-35.3-08 of the North Dakota Century Code is amended and reenacted as follows:

#### 57-35.3-08. Disposition of tax.

The commissioner shall deposit the portion of the tax payable in the year the return is due in the general fund of the state treasury and shall deposit the portion of the tax payable in the year after the return is due in the financial institution tax distribution fund of the state treasury, which is hereby created. Interest, penalty, and late tax payments attributable to each portion of the tax must be deposited in the appropriate fund.

**SECTION 6. AMENDMENT.** Section 57-38-30 of the North Dakota Century Code is amended and reenacted as follows:

# 57-38-30. Imposition and rate of tax on corporations.

A tax is hereby imposed upon the taxable income of every domestic and foreign corporation which must be levied, collected, and paid annually as in this chapter provided:

- 1. a. For the first twenty-five thousand dollars of taxable income, at the rate of two one and one-tenthsixty-eight hundredths percent.
  - On all taxable income exceeding twenty-five thousand dollars and not exceeding fifty thousand dollars, at the rate of fivefour and twenty-fivetwenty-three hundredths percent.

- c. On all taxable income exceeding fifty thousand dollars, at the rate of sixfive and four-tenthsfifteen hundredths percent.
- 2. A corporation that has paid North Dakota alternative minimum tax in years beginning before January 1, 1991, may carry over any alternative minimum tax credit remaining to the extent of the regular income tax liability of the corporation for a period not to exceed four taxable years.

**SECTION 7. AMENDMENT.** Subsection 1 of section 57-38-30.3 of the North Dakota Century Code is amended and reenacted as follows:

- 1. A tax is hereby imposed for each taxable year upon income earned or received in that taxable year by every resident and nonresident individual, estate, and trust. A taxpayer computing the tax under this section is only eligible for those adjustments or credits that are specifically provided for in this section. Provided, that for purposes of this section, any person required to file a state income tax return under this chapter, but who has not computed a federal taxable income figure, shall compute a federal taxable income figure using a pro forma return in order to determine a federal taxable income figure to be used as a starting point in computing state income tax under this section. The tax for individuals is equal to North Dakota taxable income multiplied by the rates in the applicable rate schedule in subdivisions a through d corresponding to an individual's filing status used for federal income tax purposes. For an estate or trust, the schedule in subdivision e must be used for purposes of this subsection.
  - a. Single, other than head of household or surviving spouse.

If North Dakota taxable income is:

The tax is equal to:

Not over \$33,950\$34,500

<del>1.84%</del>1.51%

Over \$33,950\$34,500

<del>\$624.68</del>\$520.95 plus <del>3.44%</del>2.82%

but not over \$82,250\$83,600

of amount over \$33,950\$34,500

Over <del>\$82,250</del>\$83,600

\$2,286.20\$1,950.57 plus

<del>3.81%</del>3.13%

but not over \$171,550\$174,400

of amount over \$82,250\$83,600

Over <del>\$171,550</del><u>\$174,400</u>

\$5,688.53\$4,747.61 plus

4.42%3.63%

but not over \$372,950\$379,150

of amount over

<del>\$171,550</del>\$174,400

Over \$372,950\$379,150

\$14,590.41\$12,180.04 plus

4.86%<u>3.99%</u>

of amount over

\$372,950\$379,150

b. Married filing jointly and surviving spouse.

If North Dakota taxable income is: The tax is equal to: Not over \$56,750\$57,700 <del>1.84%</del>1.51% Over \$56,750\$57,700 \$1,044,20\$871,27 plus 3.44%2.82% but not over \$137,050\$139,350 of amount over \$56,750\$57,700 Over <del>\$137,050</del>\$139,350 \$3,806.52\$3,173.80 plus 3.81%3.13% but not over \$208,850\$212,300 of amount over \$137,050\$135,350 Over <del>\$208,850</del>\$212,300 \$6,542.10\\$5,457.14 plus 4.42%3.63% but not over \$372,950\$379,150 of amount over <del>\$208,850</del>\$212,300 Over <del>\$372,950</del>\$379,150 \$13,795.32\$11,513.79 plus 4<del>.86%</del>3.99% of amount over \$372,950\$379,150 Married filing separately. C. If North Dakota taxable income is: The tax is equal to: Not over <del>\$28,375</del>\$28,850 <del>1.84%</del> <u>1.51%</u> Over \$28,375\$28,850 <del>\$522.10</del>\$424.10 plus <del>3.44%</del>2.82% but not over <del>\$68,525</del>\$69,675 of amount over \$28,375\$28,850 Over <del>\$68,525</del>\$69,675 \$1,903.26\$1,586.90 plus 3.81%3.13% but not over \$104,425\$106,150 of amount over \$68,525\$69,675 Over \$104,425\$106,150 \$3,271.05\$2,728.57 plus

4.42%3.63%

but not over \$186,475\$189,575

\$104,425\$106,150

Over \$186,475\$189,575

4.86%3.99%

of amount over

\$6,897.66\$5,756.90 plus

#### of amount over

# <del>\$186,475</del>\$189,575

d. Head of household.

If North Dakota taxable income is:

The tax is equal to:

Not over \$45,500\$46,250

<del>1.84%</del>1.51%

Over \$45,500\$46,250

\$837.20\$698.38 plus 3.44% 2.82%

but not over \$117,450\$119,400

of amount over \$45,500\$46,250

Over \$117,450\$119,400

\$3,312.28\$2,761.21 plus

3.81%3.13%

but not over \$190,200\$193,350

of amount over

<del>\$117,450</del>\$119,400

Over \$190,200\$193,350

\$6,084.06\$5,075.84 plus

4.42%3.63%

but not over \$372,950\$379,150

of amount over

<del>\$190,200</del>\$193,350

Over \$372,950\$379,150

<del>\$14,161.61</del><u>\$11,820.38</u> plus

4.86%3.99%

of amount over

#### <del>\$372,950</del>\$379,150

e. Estates and trusts.

If North Dakota taxable income is:

The tax is equal to:

Not over \$2,300

<del>1.84%</del>1.51%

Over \$2,300

\$42.32\$34.73 plus 3.44%2.82%

but not over \$5,350\$5,450

of amount over \$2,300

Over \$5,350 \$5,450

\$147.24\$123.56 plus 3.81%3.13%

but not over \$8,200\$8,300

of amount over \$5,350\$5,450

Over \$8,200\$8,300

\$255.83\$212.77 plus 4.42%3.63%

but not over \$11,150\$11,350

of amount over \$8,200\$8,300

Over <del>\$11,150</del>\$11,350

\$386.22\$323.48 plus 4.86%3.99%

of amount over \$11,150\$11,350

f. For an individual who is not a resident of this state for the entire year, or for a nonresident estate or trust, the tax is equal to the tax

Page No. 6

otherwise computed under this subsection multiplied by a fraction in which:

- (1) The numerator is the federal adjusted gross income allocable and apportionable to this state; and
- (2) The denominator is the federal adjusted gross income from all sources reduced by the net income from the amounts specified in subdivisions a and b of subsection 2.

In the case of married individuals filing a joint return, if one spouse is a resident of this state for the entire year and the other spouse is a nonresident for part or all of the tax year, the tax on the joint return must be computed under this subdivision.

- g. For taxable years beginning after December 31, 2009, the The tax commissioner shall prescribe new rate schedules that apply in lieu of the schedules set forth in subdivisions a through e. The new schedules must be determined by increasing the minimum and maximum dollar amounts for each income bracket for which a tax is imposed by the cost-of-living adjustment for the taxable year as determined by the secretary of the United States treasury for purposes of section 1(f) of the United States Internal Revenue Code of 1954, as amended. For this purpose, the rate applicable to each income bracket may not be changed, and the manner of applying the cost-of-living adjustment must be the same as that used for adjusting the income brackets for federal income tax purposes.
- h. The tax commissioner shall prescribe an optional simplified method of computing tax under this section that may be used by an individual taxpayer who is not entitled to claim an adjustment under subsection 2 or credit against income tax liability under subsection 7."

Page 7, replace lines 23 through 29 with:

"SECTION 15. AMENDMENT. Section 13 of chapter 520 of the 2007 Session Laws is amended and reenacted as follows:

#### SECTION 13. LEGISLATIVE COUNCIL MANAGEMENT STUDY.

The legislative councilmanagement shall study in each interim through 2012 the feasibility and desirability of property tax reform and providing property tax relief to taxpayers of the state, with the goal of reduction of each taxpayer's annual property tax bill to an amount that is not more than one and one-half percent of the true and full value of property, and including examination of the proper measure of education funding from local taxation and state resources and the variability of funding resources among taxing districts and examination of improved collection and reporting of property tax information to identify residency of property owners with minimized administrative difficulty. The legislative management shall consider the sustainability of state-funded property tax relief in view of the compounding effect of ongoing property taxable valuation increases. The legislative councilmanagement shall report its findings and recommendations, together with any legislation necessary to implement the recommendations, to the legislative assembly subsequent to each interim.

SECTION 16. LEGISLATIVE MANAGEMENT STUDY - FINANCIAL INSTITUTIONS TAXATION AND CORPORATE INCOME. During the 2011-12 interim, the legislative management shall consider studying the feasibility and desirability of revision of the financial institutions taxes, including the feasibility of taxing financial institutions under the state corporate income tax laws. The study under this section must include consideration of corporate income taxes, including corporate income apportionment factors and potential impact of federal legislation on state corporate income taxes. The legislative management shall report its findings and recommendations, together with any legislation required to implement the recommendations, to the sixty-third legislative assembly."

Page 7, line 30, replace "Section 1" with "Sections 1 through 7"

Page 7, line 30, replace "is" with "are"

Renumber accordingly