

**ANALYSIS OF THE LANDS AND MINERALS TRUST FUND FOR THE 2001-03 AND 2003-05 BIENNIUMS
(REFLECTING THE 2003-05 BIENNIUM EXECUTIVE BUDGET RECOMMENDATIONS)**

	2001-03 Biennium	2003-05 Biennium
Beginning balance	\$2,053,626	\$397,382
Add estimated revenues		
Production royalties	\$2,151,570	\$2,295,220
Mineral leases	90,440	100,000
Oil and gas bonuses	105,041	178,634
Investment earnings	173,337	67,561
Loan repayments from facilities providing services to the developmentally disabled (1983 SB 2020; 1985 SB 2249)	<u>1,638,512</u>	<u>1,375,578</u>
Total estimated revenues	<u>\$4,158,900</u>	<u>\$4,016,993</u>
Total available	\$6,212,526	\$4,414,375
Less estimated expenditures and transfers		
Payments to common schools trust fund - DD loan fund No. 2 and No. 3 (2001 HB 1012; 2003 SB 2012)	\$2,077,969 \1	\$2,261,556 \2
Industrial Commission - Oil and Gas Division	0	0
Transfer to the general fund (2001 HB 1015; 2003 SB 2015)	3,545,102	3,000,000
Administrative costs/other fees	<u>192,073</u>	<u>240,000</u>
Total estimated expenditures and transfers	<u>\$5,815,144</u>	<u>\$5,501,556</u>
Estimated ending balance	<u><u>\$397,382</u></u>	<u><u>(\$1,087,181)</u></u>

\1 The 2001-03 biennium appropriation in 2001 House Bill No. 1012 totals \$2,261,556.

\2 Although the Land Department anticipates actual payments to the common schools trust fund to total \$2,077,969 during the 2003-05 biennium, 2003 Senate Bill No. 2012 appropriates \$2,261,556. The additional appropriation is provided to allow for additional loans that could be made during the 2003-05 biennium.

NOTE: The lands and minerals trust fund originated in 1977 when the Legislative Assembly transferred to the Board of University and School Lands possessory interest in properties obtained by the Bank of North Dakota, including tracts of real property and reserved mineral interests. All income from the sale, lease, and management of the mineral interests relating to these properties is deposited in the lands and minerals trust fund, pursuant to North Dakota Century Code Section 15-08.1-08.

The principal and interest of the trust fund may be used only for purposes approved by the Legislative Assembly.