

## ANALYSIS OF THE LANDS AND MINERALS TRUST FUND FOR THE 2001-03 AND 2003-05 BIENNIUMS

	<u>2001-03 Biennium</u>	<u>2003-05 Biennium</u>
Beginning balance	\$2,053,626	\$476,674
Add estimated revenues		
Production royalties	\$2,231,006	\$2,318,000
Mineral leases	90,440	100,000
Oil and gas bonuses	104,959	178,634
Investment earnings	195,458	66,764
Loan repayments from facilities providing services to the developmentally disabled (1983 SB 2020; 1985 SB 2249)	1,593,829	2,367,717 <sup>2</sup>
Total estimated revenues	<u>4,215,692</u>	<u>5,031,115</u>
Total available	\$6,269,318	\$5,507,789
Less estimated expenditures and transfers		
Payments to common schools trust fund - DD loan fund Nos. 2 and 3 (2001 HB 1012; 2003 SB 2012)	\$2,077,969 <sup>1</sup>	\$3,261,556 <sup>3</sup>
Industrial Commission - Oil and Gas Division		
Transfer to the general fund (2001 HB 1015; 2003 SB 2015)	3,545,102	2,000,000
Administrative costs/other fees	<u>169,573</u>	<u>195,000</u>
Total estimated expenditures and transfers	<u>5,792,644</u>	<u>5,456,556</u>
Estimated ending balance	<u><u>\$476,674</u></u>	<u><u>\$51,233</u></u>

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

<sup>2</sup> The Legislative Assembly increased anticipated payments relating to DD loans by \$1 million to reflect potential loan prepayments.

<sup>3</sup> 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 \$3,261,556 to reflect potential loan prepayments or other loan activity.

### FUND HISTORY

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.