

May 1998

## MAJOR STATE APPROPRIATIONS AND REVENUE ALLOCATIONS FOR DIRECT ASSISTANCE TO POLITICAL SUBDIVISIONS FROM 1987-89 THROUGH 1997-99

	1987-89 <sup>1</sup>	1989-91 <sup>2</sup>	1991-93	1993-95	1995-97	1997-99
<b>General fund appropriations:</b>						
Foundation aid and transportation aid	\$347,098,280	\$358,180,939 <sup>3</sup>	\$381,014,334	\$396,519,892	\$431,626,833	\$466,356,259
School district restructuring		1,236,500	5,900,000	3,266,375		
Telecommunications	449,850	2,849,649	5,050,295	3,000,000	993,750	1,000,000
Special education	24,017,107	26,492,639	29,164,376	33,500,000	36,850,000	40,550,000
Supplemental payments to school districts					2,225,000	3,100,000
Technology reimbursement payments to schools						5,000,000
Vocational education	12,107,275	11,717,356	12,785,520	12,283,543	8,453,197	8,922,014
School lunch program	1,086,411	1,112,652	1,112,652	1,112,652	1,037,000	1,100,000
Adult education	390,824	549,842	800,000	900,000	900,000	900,000
Grants to public libraries	1,006,011	934,310	1,000,000	893,000	880,000	935,521
Homestead tax credit	4,608,491 <sup>4</sup>	4,909,163 <sup>4</sup>	4,879,163	3,875,000	4,681,250	4,540,813
Personal property tax replacement <sup>5</sup>	20,877,700					
Revenue sharing <sup>5</sup>	20,877,700					
Aid to health districts	950,000	600,000	975,000	1,000,000	950,000	990,000
Matching funds to counties and cities for senior citizens' programs	1,646,400	740,000	720,000	1,332,000	1,620,000	1,770,000
Indian welfare assistance to counties	302,000	302,000	440,222	440,222	440,222	1,059,000 <sup>6</sup>
Boys and girls club work	53,000	53,000	53,000	53,000	53,000	53,000
Gaming enforcement grants				1,224,000	1,045,216	1,014,152
Water Commission cooperative projects with local entities	129,993					
Soil conservation district grants	286,123	691,251	745,386	745,386	500,000	580,000
Noxious weed control	540,000	487,268	458,368	458,368	396,950	364,950
Energy development impact grants	1,995,000					
Grants to airports	537,381	487,504	202,216	214,355	503,425	503,425
<b>Subtotal general fund</b>	<b>\$438,959,546</b>	<b>\$411,344,073</b>	<b>\$445,300,532</b>	<b>\$460,817,793</b>	<b>\$493,155,843</b>	<b>\$538,739,134</b>
Percentage of total general fund appropriations	41.5%	38.8%	37.0%	36.8%	36.5%	36.2%
<b>Special fund appropriations and revenue allocations:</b>						
State tuition fund distributions	\$43,100,000	\$48,200,000	\$47,225,456	\$46,017,000	\$46,017,000	\$49,273,144
Transportation aid (Abandoned motor vehicle fund)					250,000	
Transportation aid (Public transportation fund)					630,000	
Homestead tax credit (Housing Finance Agency reserves)				1,500,000	500,000	250,000
Personal property tax replacement and revenue sharing (State aid distribution fund)		54,208,300	56,750,000	51,500,000	51,500,000	54,535,700

	1987-89 <sup>1</sup>	1989-91 <sup>2</sup>	1991-93	1993-95	1995-97	1997-99
Insurance tax to fire departments (Fire and tornado fund) (Insurance tax distribution fund)	5,200,000	2,600,000	5,720,000	5,262,700	5,200,000	5,200,000
Matching funds to counties and cities for senior citizens' programs (Developmentally disabled facility loan fund) (State aid distribution fund)		460,000	900,000	288,000		
Energy development impact grants (Coal development impact fund) (Resources trust fund) (Oil and gas impact grant fund)	1,050,000	1,440,000 2,000,000	5,000,000	5,000,000	4,995,467	4,896,536
Grants to airports (Aeronautics Commission special fund collections)	7,090	290,517	937,784	1,151,461	1,368,476	1,370,000
Gas tax and motor vehicle tax allocations <sup>7</sup>	82,027,360	81,979,569	84,915,801	90,915,512	102,561,812	107,400,000 <sup>8</sup>
Coal severance tax allocations <sup>7</sup>	14,668,867	15,346,985	16,268,889	16,679,981	15,602,794	15,640,559 <sup>8</sup>
Coal conversion tax allocations <sup>7</sup>	4,198,728	5,540,436	5,673,192	5,836,054	5,714,519	6,134,220 <sup>8</sup>
Oil and gas gross production tax allocations <sup>7</sup>	24,035,062	29,718,265	24,403,879	19,326,376	25,290,157	29,448,788 <sup>8</sup>
Cigarette tax allocations <sup>7</sup>	3,322,332	3,082,583	2,900,767	3,030,599	3,043,712	3,081,000 <sup>8</sup>
Subtotal special fund appropriations and revenue allocations	\$177,609,439	\$244,866,655	\$250,695,768	\$246,507,683	\$262,673,937	\$277,229,947
<b>Total major direct assistance to political subdivisions</b>	<b>\$616,568,985</b>	<b>\$656,210,728</b>	<b>\$695,996,300</b>	<b>\$707,325,476</b>	<b>\$755,829,780</b>	<b>\$815,969,081</b>
Percentage increase from previous year		6.43%	6.06%	1.63%	6.86%	7.96%

<sup>1</sup> These amounts were adjusted for the referral of the cable television sales tax and the Governor's two percent allotment.

<sup>2</sup> The amounts shown for the 1989-91 biennium are the appropriations passed by the 1989 Legislative Assembly adjusted for the budget reductions as a result of the December 1989 referrals, budget stabilization fund transfers, and the Governor's August 1990 two percent budget unallotment.

<sup>3</sup> The 1989-91 amount includes \$7,000,000 appropriated by the 1991 Legislative Assembly in Senate Bill No. 2572 as per-pupil deficiency payments to be made in the last year of the 1989-91 biennium.

<sup>4</sup> The amounts include deficiency appropriations of \$456,000 for the 1987-89 biennium and \$230,000 for the 1989-91 biennium.

<sup>5</sup> The 1987 Legislative Assembly in House Bill No. 1590 provided that six-tenths of an equivalent of one percent of the sales, use, and motor vehicle excise tax shall be deposited into the state aid distribution fund to be used beginning July 1, 1989. Beginning July 1, 1989, appropriations for revenue sharing and personal property tax replacement were made from the state aid distribution fund instead of the general fund.

The 1997 Legislative Assembly in House Bill No. 1019 reduced the six-tenths to four-tenths of an equivalent of one percent of the sales, use, and motor vehicle excise tax to be deposited into the state aid distribution fund beginning January 1, 1999. The Legislative Assembly also added a continuing appropriation so all revenues deposited into the state aid distribution fund are appropriated for payments to political subdivisions. The change also eliminated the 50 percent for personal property tax replacement and 50 percent for revenue sharing, and instead provided that 53.7 percent of the revenues in the fund be distributed to counties and 46.3 percent be distributed to cities.

- <sup>6</sup> The 1997 Legislative Assembly appropriated an additional \$619,000, for a total of \$1,059,000, to reduce the impact on Indian counties of House Bill No. 1041, which provided for a “swap” of state and county human service financial responsibilities.
- <sup>7</sup> The gas tax allocation is based on the provision that collections equivalent to one cent per gallon are allocated to townships and 37 percent of the moneys in the highway tax distribution fund are allocated to counties and cities.
- The coal severance tax allocation is based on the provision that 35 percent of the tax revenues are allocated among coal-producing counties.
- The coal conversion tax allocation is based on the provision that 35 percent of the tax revenue is allocated to the county in which the plant is located.
- The oil and gas gross production tax allocation is based on a formula which provides for a varying percentage of revenue to go to the producing county, based on the total amount of production tax revenue generated by the county. The total a county may receive is capped, based on the population of the county.
- The cigarette tax allocation is based on the provision that three cents per regular package and 3.75 cents per larger package is distributed to cities based on population.
- <sup>8</sup> The 1997-99 biennium amounts are based on the March 1997 legislative revenue forecast.