

Oil and Gas Research Fund
Financial Statement
2019-2021 Biennium
December 16, 2020 OGRC Meeting

	<u>Cash Balance</u>
July 1, 2019 Balance	\$ 9,856,762.39
Revenues through Oct. 31, 2020 (2% State's share of oil taxes)	\$13,786,202.95
Revenues from interest income & grant applications	\$ 37,083.43
Transfer to the Pipeline Authority Fund	\$ (700,000.00)
Expenditures through Oct. 31, 2020 (project payments)	\$ (3,996,481.99)
Expenditures through Oct. 31, 2020 (Leg. Studies)	\$ (2,405,003.58)
Adm. Expenditures through Oct.31, 2020	\$ (130,449.81)
	\$ 16,448,113.39
Legislative Directed Studies	\$ (3,894,996.42)
Outstanding Administration Commitment as of Oct. 31, 2020	\$ (169,550.19)
Outstanding Project Commitments as of Oct. 31, 2020*^**	<u>\$(14,298,561.85)</u>
Balance	\$(1,914,995.07)

Oil and Gas Research Fund
Continuing Appropriation Authority
2019-2021 Biennium

		2021-2023+ Commitments
Uncommitted Balance July 1, 2019	\$ 3,287,225.85	
Carried Over Unused Administration Allocation	\$ 108,188.56	
Estimated Income from Project Applications & Interest	\$ 25,000.00	
Revenues (2% of State's Share of Oil Tax Revenues)	<u>\$16,000,000.00</u>	
	\$19,420,414.41	
Transfer to Pipeline Authority	\$ (700,000.00)	
Administration Commitment	\$ (300,000.00)	
Legislative Directed Studies	\$ (6,300,000.00)	
Carried over Project Commitment for Contract G-045-086*	\$ (1,000,000.00)	\$2,000,000
Approved new Project Commitments 2019-2021^	\$ (9,729,500.00)	\$4,982,000
Carried over Project Commitments for 2019-2021**	<u>\$ (1,000,000.00)</u>	
Available Funding	\$ 390,914.41	

57-51.1-07.3. Oil and gas research fund - Deposits - Continuing appropriation.

There is established a special fund in the state treasury to be known as the oil and gas research fund. Before depositing oil and gas gross production tax and oil extraction tax revenues in the general fund, property tax relief sustainability, strategic investment and improvements fund or the state disaster relief fund, two percent of the revenues must be deposited monthly into the oil and gas research fund, up to ten million dollars per biennium. All moneys deposited in the oil and gas research fund and interest on all such moneys are appropriated as a continuing appropriation to the council to be used for purposes stated in chapter 54-17.6. (2019 Session Laws – HB 1014) - Notwithstanding the provisions of section 57-51.1-07.3 relating to the allocations to the oil and gas research fund, for the period beginning August 1, 2019, and ending July 31, 2021, the state treasurer shall deposit two percent of the oil and gas gross production tax and oil extraction tax revenues, up to \$16,000,000, into the oil and gas research fund before depositing oil and gas tax revenues under section 57-51.1-07.5.

*This includes \$1,000,000 of the \$3,000,000 commitment to Contract G-045-086 (Unitized Legacy Oil Fields: Prototypes for Revitalizing Conventional Oil Field in ND project) to be expended in the 2019-2021 biennium and \$2,000,000 to be expended in 2021-2023.

^This includes \$3,000,000 of the \$6,000,000 commitment to Contract G-051-098 (Bakken Production Optimization 3.0), \$500,000 of a \$1,000,000 commitment to Contract G-046-088 (iPIPE) and \$1,306,000 commitment to Contract G-051-100 of a \$2,788,000 (education/UND Engineering) to be expended in the 2019—2021 biennium leaving \$4,982,000 of these contracts to be paid in the 2021-2023 biennium.

**This includes \$1,000,000 of the \$6,000,000 commitment to Contract G-040-080 (Bakken Optimization 2.0) to be expended in the 2019-2021 biennium.