GPT INFRASTRUCTURE FUND ALLOCATION POLICY

Effective July 1, 2009, under the distribution formula for the Gross Production Tax, a portion of the taxes received by Bottineau County must be deposited in an Infrastructure Fund for further allocations as follows:

- Δ 45% to the County General Fund
- Δ 35% is available for allocations to townships and schools
- Δ 20% to cities, limited to \$750 per capital total from this fund and from the regular GPT distribution.

This policy will set forth the procedures for townships and schools to make application for a portion of this fund.

Applications must be received in the office of the Bottineau County Auditor by end of business on November 20 each year. Allocations will be made at the December commission meeting. The prescribed application forms are part of this policy. The policy and application forms will be available on the Auditor's web page.

Applications may be for projects completed in the current year or planned for the coming year. Eligible projects include, but are not limited to, infrastructure construction or maintenance to offset oil and gas development impact in townships and repair or replacement of school district vehicles necessitated by damage or deterioration attributable to travel on oil and gas development impacted roads.

Allocations will not be paid until the project is complete and the township or school submits copies of all related paid invoices. Entities will have one year from the date of allocation to claim the reimbursement. Monies allocated but not claimed by the date of the next allocation will become part of the monies available for allocation that year.

The method of allocation will be as follows

The Board of Commissioners will prioritize applications on the basis of oil and gas development impact and fund the most urgent as funds are available.

TOWNSHIP REQUEST FOR ALLOCATION BOTTINEAU COUNTY GPT INFRASTRUCTURE FUND

TOWNSHIP:CONTACT PERSON:					
					FINANCIAL INF
CURRENT MILLS LE	EVIED BY TOWNSHIP		· · · · · · · · · · · · · · · · · · ·		
CURRENT FUND BA	ALANCE (CHECKING & SAVINGS)				
PROJECT INFO	RMATION:				
PROJECT LOCATION	N (Attach map):				
PROJECT DESCRIPT	TION:	- 10-			
	FOR THIS PROJECT:				
PROJECT TIMELINE			W(1-1/2		
	ROJECT TIMELINE: AMOUNT REQUESTED FROM BOTTINEAU COUNTY: \$				
AGENCY TO WHIC		DATE	REQUESTED \$ \$ \$	\$\$ \$\$	
Signature, Chairman, Township Board of Supervisors			Date		
	,	FFICE USE ONLY)			
	ACTION BY BOTTINE				
APPROVED / DISAPPROVED					
amount awarded u	au County will reimburse said tove pon receiving copies of invoice(suitor, 314 W 5 th St, Bottineau, ND	s) of work comp			
ADDITIONAL COMI	MENTS:		11	- IVIII	
Signature, Chairman			— Da	ate	
Bottineau County (Commissioners				

SCHOOL DISTRICT REQUEST FOR ALLOCATION BOTTINEAU COUNTY GPT INFRASTRUCTURE FUND

SCHOOL DISTRICT:	DATE OF APPLICATION:		
	DAYTIME PHONE:		
FINANCIAL INFORMATION:			
CURRENT MILLS LEVIED BY SCHOOLS			
CURRENT FUND BALANCE (CHECKING & SAVINGS)	\$		
PROJECT INFORMATION:			
DESCRIPTION OF TRANSPORTATION RELATED NEED A	ND THE OIL AND GAS DEVELOPMENT IMPACT:		
ESTIMATED COST: \$ AMOUNT R	EQUESTED FROM BOTTINEAU COUNTY: \$		
Signature, School Board Chairman	Date		
(OFFIC	CE USE ONLY)		
ACTION BY BOTTINEAU	J COUNTY COMMISSIONERS		
APPROVED / DISAPPROVED	Amount Awarded		
If approved, Bottineau County will reimburse said scho	ool district for actual costs incurred by the school district not invoice(s) of work completed. Submit request for reimbursement		
ADDITIONAL COMMENTS:			
Signature, Chairman	 Date		
Bottineau County Commissioners			