EXHIBIT 2
DATE 3/9/2011
SB 233

2011-2013 Budget Address
to the
North Dakota Legislative Assembly

December 8, 2010

Governor Jack Dalrymple

2011-13 Budget Objectives

- Fund Our Priorities
- Provide Tax Relief
- Build Our Reserves

Fund Our Priorities

On-going Revenues Exceed On-going Expenditures

2011-13 General Fund Ongoing Revenues	$3.197 Billion
2011-13 Recommended Ongoing Expenditures	$3.185 Billion

Reserves and Ending Balances

(in millions)

	June 30, 2011	June 30, 2013
General Fund	$ 80	$ 56
Permanent Oil Tax Trust Fund	$ 620	$ 232 *
Budget Stabilization Fund	$ 325	$ 330
Legacy Fund	–	$ 619
TOTAL	**$ 1.025 B**	**$ 1.237 B**

* After one-time infrastructure investments.

Tax Relief

2009-11 Property Tax Relief	$300 Million
2011-13 Property Tax Relief	$350 Million
2009-11 Income Tax Relief	$100 Million
2011-13 Income Tax Relief	$150 Million
Cumulative Tax Relief	**$900 Million**

Infrastructure Support for Oil Country

State Roads in Oil Country	$229 Million
County & Township Roads in Oil Country	$142 Million
Oil & Gas Impact Grant Fund	$100 Million
Oil & Gas Production Tax Formula	$247 Million
State/Federal Highway Funds	$240 Million
Total	$958 Million

Chart #5

Increased Funding for K-12 Education

Completion of Adequacy	$ 54.3 Million
Increase in Per Student Payment Rate	$ 32.0 Million
Supplemental Performance Pay for Teachers	$ 7.5 Million
Transportation, Principal Mentoring, Early Childhood Education, and Other Initiatives	$ 8.5 Million
Total	$102.3 Million