DEVELOPING WATER PROJECTS & FUNDING PARTNERSHIPS

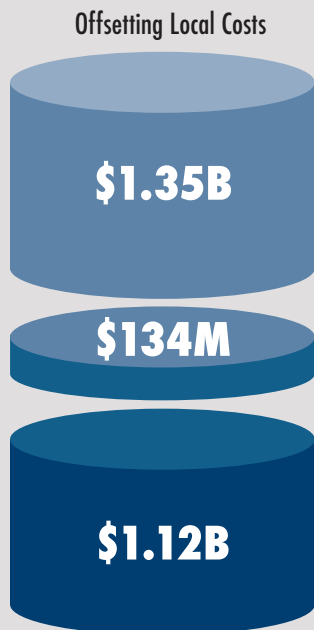## It Takes Cooperation & Multiple Funding Sources

For many decades, the State of North Dakota has remained committed to working with local water project sponsors to develop critical flood protection, water supply, and other general water management projects across the state. Water projects improve North Dakota's resiliency to flooding and drought, they support economic development, and provide safe and reliable water supplies for our citizens. But in order to advance water projects, it takes a great deal of financial investment – from a broad spectrum of sources.

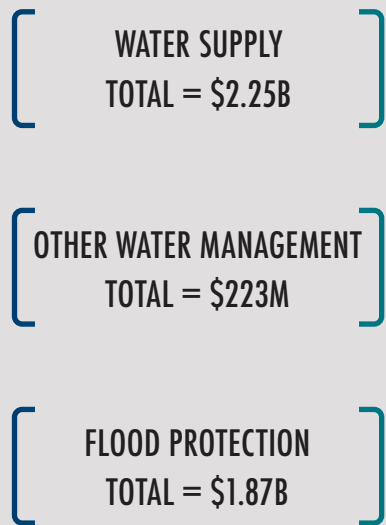## Dollars At Work - Where Do They Come From?

STATE OF NORTH DAKOTA	LOCAL SPONSORS	OTHER
Most state funding contributions to water projects are through the Department of Water Resources' (DWR) Cost-Share Program (CSP). The CSP provides matching funds of 40% to 80% - depending on project type. State funding provided through DWR primarily comes from the state's Resources Trust Fund (RTF). The RTF is funded with 20.5 percent of revenues from North Dakota's oil extraction tax. In addition, the passage of HB 1431 in 2021 allowed for state bond proceeds for water projects totaling $510 million.	The primary sources of local dollars that match state cost-share funds include property taxes, assessments, local sales taxes, and water use fees.	Water project costs are sometimes also offset by various types of federal grants/funding, and in limited cases, private investment.

> 20%-60% of DWR-eligible water project costs are the responsibility of local project sponsors. Percentages are also applicable to the non-federal share.
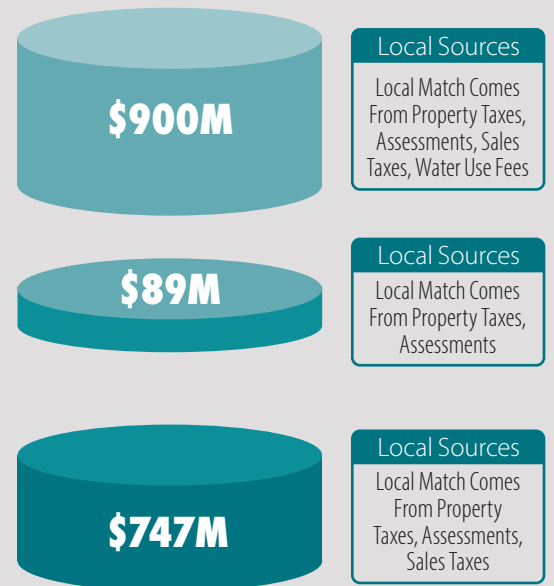
2015-2025 State Appropriations

Offsetting Local Costs

$1.35B

$134M

$1.12B

Project Purpose

WATER SUPPLY
TOTAL = $2.25B

OTHER WATER MANAGEMENT
TOTAL = $223M

FLOOD PROTECTION
TOTAL = $1.87B

2015-2025 Local Cost-Share

Example Match At 40%

$900M

Local Sources
Local Match Comes From Property Taxes, Assessments, Sales Taxes, Water Use Fees

$89M

Local Sources
Local Match Comes From Property Taxes, Assessments

$747M

Local Sources
Local Match Comes From Property Taxes, Assessments, Sales Taxes

Without state contributions through the RTF, and local matching funds from taxes, assessments, and fees - the advancement of critical water infrastructure in all parts of North Dakota would slow dramatically.

NORTH Dakota | Water Resources
Be Legendary.

NORTH DAKOTA DWR

To learn more about the DWR Cost-Share Program, scan the QR code.

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