Budget and Fiscal Trends – 2009 Legislative Assembly

Prepared by North Dakota Legislative Council staff
January 6, 2009
General Fund Revenues – Beginning Balance, Ongoing Revenues, and Transfers

Average biennial ongoing revenues increase from 1999-2001 to 2007-09 is 13.1%
Governor’s recommended ongoing revenues increase is 7.6%

Beginning Balance
- 1999-2001: $3,500.0
- 2007-09: $3,175.7

Ongoing Revenues
- 1999-2001: $59.5
- 2007-09: $154.7

Transfers
- 1999-2001: $61.1
- 2007-09: $295.5

Total
- 1999-2001: $4,166.6
- 2007-09: $2,676.6

Total Millions
- 1999-2001: $3,500.0
- 2007-09: $3,175.7
Actual average biennial sales tax increase from 1999-2001 to 2007-09 is 15.6%

Governor’s forecasted sales tax increase is 5.9%

Net of $100 million of income tax relief

Net of $101 million of property tax relief

Net of $11 million of property tax relief
Appropriations – General Fund, Federal Funds, and Special Funds Appropriations

Governor’s recommended general fund increase is 26.4%
Includes $357.2 million of one-time general fund appropriations

Average biennial general fund increase from 1999-2001 to 2007-09 is 11.3%
Appropriations – Major General Fund Appropriations

- **Executive Budget**
  - Higher Education:
    - Average increase: 9.1%
    - Recommended increase: 31.1%
  - K-12:
    - Average increase: 7.0%
    - Recommended increase: 14.7%
  - Corrections:
    - Average increase: 30.6%
    - Recommended increase: 0.1%
  - Human Services:
    - Average increase: 14.4%
    - Recommended increase: 21.5%
Appropriations – Comparison of General Fund Appropriations and Total Personal Income

<table>
<thead>
<tr>
<th>Years</th>
<th>Personal Income</th>
<th>Appropriations</th>
</tr>
</thead>
<tbody>
<tr>
<td>1999-2001</td>
<td>$1,614.9</td>
<td>$1,000.0</td>
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<tr>
<td>2001-03</td>
<td>$1,728.6</td>
<td>$1,500.0</td>
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<tr>
<td>2003-05</td>
<td>$1,816.9</td>
<td>$2,000.5</td>
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<tr>
<td>2005-07</td>
<td>$2,000.5</td>
<td>$2,462.0</td>
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<tr>
<td>2007-09</td>
<td>$2,462.0</td>
<td>$3,110.9</td>
</tr>
<tr>
<td>2009-11</td>
<td>$3,110.9</td>
<td>$54,612.0</td>
</tr>
</tbody>
</table>

Personal income - Cumulative percentage increase 71.3%

Appropriations - Cumulative percentage increase 92.6%

<table>
<thead>
<tr>
<th>Years</th>
<th>Millions</th>
</tr>
</thead>
<tbody>
<tr>
<td>1999-2001</td>
<td>$31,879.0</td>
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<tr>
<td>2001-03</td>
<td>$33,908.0</td>
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<tr>
<td>2003-05</td>
<td>$37,807.0</td>
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<td>2005-07</td>
<td>$50,484.0</td>
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<tr>
<td>2007-09</td>
<td>$54,612.0</td>
</tr>
</tbody>
</table>

Executive Budget
Higher Education – General Fund Appropriations and Tuition and Student Fee Revenue

Average biennial tuition and fee revenue increase from 1999-2001 to 2007-09 is 23.6%

Total $880.7
Total $960.7

University System estimate to 2007-09 is 23.6%

Governor's recommended general fund increase is 31.1%

Average biennial general fund increase from 1999-2001 to 2007-09 is 9.1%
Governor's recommended general fund increase is 31.1%

Includes $28.6 million of one-time funding for 2007-09 and $74.2 million of one-time funding for 2009-11

Average biennial general fund increase from 1999-2001 to 2007-09 is 9.1%

Average FTE enrollment increase from 1999-2001 to 2007-09 is 3.7%

Projected enrollment increase is 3.8%

Projected enrollment increase is 3.8%
Higher Education – Resident Tuition Rates

<table>
<thead>
<tr>
<th>Year</th>
<th>Two-Year Institutions</th>
<th>Research Institutions</th>
<th>Other Four-Year Institutions</th>
</tr>
</thead>
<tbody>
<tr>
<td>1999-2000</td>
<td>$1,592</td>
<td>$2,480</td>
<td>$10,192</td>
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<tr>
<td>2000-01</td>
<td>$1,635</td>
<td>$2,604</td>
<td>$10,974</td>
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<tr>
<td>2001-02</td>
<td>$1,686</td>
<td>$2,754</td>
<td>$11,696</td>
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<tr>
<td>2002-03</td>
<td>$1,788</td>
<td>$2,929</td>
<td>$12,313</td>
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<td>2003-04</td>
<td>$2,014</td>
<td>$3,408</td>
<td>$12,928</td>
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<tr>
<td>2004-05</td>
<td>$2,413</td>
<td>$3,996</td>
<td>$13,535</td>
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<tr>
<td>2005-06</td>
<td>$2,588</td>
<td>$4,375</td>
<td>$14,138</td>
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<tr>
<td>2006-07</td>
<td>$2,818</td>
<td>$4,780</td>
<td>$14,735</td>
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<tr>
<td>2007-08</td>
<td>$2,959</td>
<td>$5,019</td>
<td>$15,329</td>
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<tr>
<td>2008-09</td>
<td>$3,107</td>
<td>$5,270</td>
<td>$15,919</td>
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</tbody>
</table>

Average annual increase:
- Two-Year Institutions: 7.8%
- Research Institutions: 8.8%
- Other Four-Year Institutions: 8.7%

Cumulative increase:
- Two-Year Institutions: 95.2%
- Research Institutions: 112.5%
- Other Four-Year Institutions: 110.1%
Kindergarten Through Grade 12 –
State School Aid and Other Grant Funding

Average biennial increase from
1999-2001 to 2007-09 is 7.0%
Governor’s recommended
increase is 14.5%

Average biennial increase from
1999-2001 to 2007-09 is 9.6%
Governor’s recommended
increase is 12.2%

General Fund - School Aid and Other General Fund Grants
State Tuition Fund
Average annual personnel decrease from 1999-2000 to 2008-09 is 0.3%

Average annual enrollment decrease from 1999-2000 to 2008-09 is 2.0%
Governor’s recommended total funds increase is 20.4%

Average biennial total funds increase from 1999-2001 to 2007-09 is 13.7%
In 2010, the FMAP will be the lowest since 1987.
Governor’s recommended increase for home and community-based care is 39.0%.

Average biennial increase from 1999-2001 to 2007-09 for home and community-based care is 17.6%.

Governor’s recommended increase for nursing home care is 14.1%.

Average biennial increase from 1999-2001 to 2007-09 for nursing home care is 10.2%.
Department of Human Services – Nursing Home and Home and Community-Based Care – Number of Clients Served

Average biennial decrease from 1999-2001 to 2007-09 is 1.2%

Estimated 2009-11 biennial decrease is 2.7%

Average biennial increase from 1999-2001 to 2007-09 is 11.9%

Estimated 2009-11 biennial increase is 24.3%
Department of Human Services – Nursing Home Care – Total Funding and Number of Clients Served

Average biennial decrease from 1999-2001 to 2007-09 is 1.2%
Estimate 2009-11 biennial decrease is 2.7%

Average biennial increase from 1999-2001 to 2007-09 for total funding is 10.2%
Governor's recommended increase for total funding is 14.1%
Department of Human Services – Home and Community-Based Care – Total Funding and Number of Clients Served

- Average biennial increase from 1999-2001 to 2007-09 for total funding is 17.6%
- Governor’s recommended increase for total funding is 39.0%
- Estimated 2009-11 biennial increase is 24.3%
- Average biennial increase from 1999-2001 to 2007-09 is 11.9%
Governor’s recommended general fund increase is 0.1%

Includes $41 million of one-time funding for 2007-09 and $22.5 million of one-time funding for 2009-11

Average biennial general fund increase from 1999-2001 to 2007-09 is 30.6%

Average biennial total inmate count increase is 9.5%
Department of Corrections and Rehabilitation – FTE Positions and Inmate Counts

Average biennial total inmate count increase is 9.5%

Average biennial FTE position increase from 1999-2001 to 2007-09 is 5.6%

Governor’s recommended FTE position increase is 4.5%
State Employees – Total FTE Positions
Excluding Higher Education

FTE positions increase from 1999-2001 to 2007-09 is 355.47

Governor’s recommended increase is 158.59

Increase of 224.43 includes 113.00 added to the judicial branch for clerk of court consolidation

Increase of 368.26 includes 132.20 added to the Department of Human Services for state administration of child support

Executive Budget
Major Direct Assistance to Political Subdivisions (Including School-Related Funding)

<table>
<thead>
<tr>
<th>Fiscal Year</th>
<th>General Fund Appropriations</th>
<th>Special Funds Appropriations and Revenue Allocations</th>
</tr>
</thead>
<tbody>
<tr>
<td>1999-2001</td>
<td>$329.3</td>
<td>$562.0</td>
</tr>
<tr>
<td>2001-03</td>
<td>$360.8</td>
<td>$602.7</td>
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<tr>
<td>2003-05</td>
<td>$385.8</td>
<td>$635.8</td>
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<tr>
<td>2005-07</td>
<td>$430.7</td>
<td>$674.5</td>
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<tr>
<td>2007-09</td>
<td>$488.1</td>
<td>$761.1</td>
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<tr>
<td>2009-11</td>
<td>$563.3</td>
<td>$870.5</td>
</tr>
</tbody>
</table>

<table>
<thead>
<tr>
<th>Total</th>
<th>General Fund Appropriations</th>
<th>Special Funds Appropriations and Revenue Allocations</th>
</tr>
</thead>
<tbody>
<tr>
<td>$891.3</td>
<td>$562.0</td>
<td>$329.3</td>
</tr>
<tr>
<td>$963.5</td>
<td>$602.7</td>
<td>$360.8</td>
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<tr>
<td>$1,021.6</td>
<td>$635.8</td>
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<td>$1,105.2</td>
<td>$674.5</td>
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<tr>
<td>$1,249.2</td>
<td>$761.1</td>
<td>$488.1</td>
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<td>$1,433.8</td>
<td>$870.5</td>
<td>$563.3</td>
</tr>
</tbody>
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Major Direct Assistance to Political Subdivisions (Including School-Related Funding)

- Total $891.3
- Total $963.5
- Total $1,021.6
- Total $1,105.2
- Total $1,249.2
- Total $1,433.8

1999-2001:
- Executive Budget:
  - Other Appropriations and Revenue Allocations
  - Coal- and Oil-Related Taxes
  - Motor Vehicle Fuel Tax and Registration Fee Allocations
  - State Aid Distribution Funds
  - School-Related Funding

2001-03:
- Executive Budget:
  - Other Appropriations and Revenue Allocations
  - Coal- and Oil-Related Taxes
  - Motor Vehicle Fuel Tax and Registration Fee Allocations
  - State Aid Distribution Funds
  - School-Related Funding

2003-05:
- Executive Budget:
  - Other Appropriations and Revenue Allocations
  - Coal- and Oil-Related Taxes
  - Motor Vehicle Fuel Tax and Registration Fee Allocations
  - State Aid Distribution Funds
  - School-Related Funding

2005-07:
- Executive Budget:
  - Other Appropriations and Revenue Allocations
  - Coal- and Oil-Related Taxes
  - Motor Vehicle Fuel Tax and Registration Fee Allocations
  - State Aid Distribution Funds
  - School-Related Funding

2007-09:
- Executive Budget:
  - Other Appropriations and Revenue Allocations
  - Coal- and Oil-Related Taxes
  - Motor Vehicle Fuel Tax and Registration Fee Allocations
  - State Aid Distribution Funds
  - School-Related Funding

2009-11:
- Executive Budget:
  - Other Appropriations and Revenue Allocations
  - Coal- and Oil-Related Taxes
  - Motor Vehicle Fuel Tax and Registration Fee Allocations
  - State Aid Distribution Funds
  - School-Related Funding