

Status of the General Fund

Presented to the

**Government
Services Committee**
July 11, 2012



Pam Sharp
Director of OMB



**GENERAL FUND STATUS STATEMENT
2011-13 BIENNIUM
AS OF MAY 31, 2012**

Beginning balance:		
Beginning unobligated balance - July 1, 2011	\$996,832,711	
Balance obligated for authorized carryover of appropriations	<u>106,945,443</u>	
Total beginning balance		\$1,103,778,154
Revenues:		
Revenues collected to date	\$2,281,902,979	
Remaining forecasted revenues	<u>1,827,511,461</u>	
Total revenues		<u>4,109,414,440</u>
Total available		\$5,213,192,594
Expenditures:		
Legislative appropriations - One time	(\$533,958,760)	
Legislative appropriations - Ongoing	(3,532,895,032)	
Legislative appropriations - Special session	(96,832,668)	
Contingent legislative appropriations - Special session	(73,000,000)	
Authorized carryover from previous biennium	(106,945,443)	
2011-13 authority used in 2009-11 pursuant to emergency clause	<u>519,254</u>	
Total authorized expenditures		(4,343,112,649)
Estimated deficiency requests:		
DHS - FY2013 reduced FMAP		<u>(21,200,000)</u>
Estimated ending balance - June 30, 2013		<u><u>\$848,879,945</u></u> ^{\1}

\1 NDCC Section 54-27.2-02 provides that any end of biennium balance in excess of \$65.0 million must be transferred to the budget stabilization fund, up to a cap of 9.5 percent of general fund appropriations. Appropriations authorized during the 2011 special session result in the need to increase the budget stabilization fund cap by \$16.1 million. This will reduce or eliminate investment earnings available for transfer to the general fund and may result in an additional transfer from the end of biennium general fund balance.

**SELECTED SPECIAL FUNDS
MAY 31, 2012 FUND BALANCES**

Fund	Balance
Budget stabilization fund	\$386,351,110
Legacy fund	\$351,974,105
Foundation aid stabilization fund	\$204,034,265
Property tax relief sustainability fund	\$261,828,006

STATEMENT OF GENERAL FUND REVENUES AND FORECASTS
Compared to the Previous Biennium Revenues
2011-13 Biennium
May 2012

Revenues and Transfers	Fiscal Month				Biennium To Date			
	May 2010	May 2012	Variance	Percent	2009-11	2011-13	Variance	Percent
Sales Tax	35,788,881	95,344,914	59,556,033	166.4%	495,934,641	952,622,064	456,687,423	92.1%
Motor Vehicle Excise Tax	5,335,964	12,346,669	7,010,704	131.4%	50,242,316	111,513,916	61,271,600	122.0%
Individual Income Tax	6,503,106	9,576,328	3,073,222	47.3%	285,498,083	404,176,195	118,678,113	41.6%
Corporate Income Tax	2,787,817	6,939,203	4,151,385	148.9%	65,804,947	159,626,651	93,821,704	142.6%
Insurance Premium Tax	7,077,557	7,153,490	75,933	1.1%	29,781,418	35,452,569	5,671,151	19.0%
Financial Institutions Tax	19,777	(96,119)	(115,896)	-586.0%	2,801,341	3,808,176	1,006,835	35.9%
Oil & Gas Production Tax*					32,718,333	99,799,206	67,080,873	205.0%
Oil Extraction Tax*					38,281,667	100,200,794	61,919,127	161.7%
Gaming Tax	1,127,359	782,055	(345,304)	-30.6%	7,935,405	5,674,736	(2,260,669)	-28.5%
Lottery								
Cigarette & Tobacco Tax	2,034,724	2,197,244	162,520	8.0%	20,639,763	24,048,579	3,408,816	16.5%
Wholesale Liquor Tax	622,761	783,082	160,322	25.7%	6,717,389	7,678,107	960,718	14.3%
Coal Conversion Tax	1,551,988	1,732,298	180,309	11.6%	17,904,293	16,271,852	(1,632,441)	-9.1%
Mineral Leasing Fees	1,531,276	2,336,963	805,688	52.6%	8,038,416	27,717,562	19,679,147	244.8%
Departmental Collections	1,974,503	1,287,734	(686,769)	-34.8%	30,628,668	32,349,193	1,720,526	5.6%
Interest Income	12,095,227	440,055	(11,655,173)	-96.4%	20,640,734	5,197,890	(15,442,844)	-74.8%
State Mill & Elevator-Transfer								
Major Special Fund Transfers					295,000,000	295,000,000	0	0.0%
Other Transfers		581	581	#DIV/0!	1,763,688	765,487	(998,201)	-56.6%
Total Revenues and Transfers	78,450,940	140,824,497	62,373,557	79.5%	1,410,331,101	2,281,902,979	871,571,878	61.8%

* Oil and gas production and extraction tax collections totaled \$156.9 million in May. Through May, oil tax collections totaling \$200.0 million have been deposited in the general fund and \$261.8 million have been deposited in the property tax relief sustainability fund. Once property tax relief sustainability fund deposits total \$341.8 million, an additional \$100.0 million will be deposited into the general fund. Through May, \$352.0 million has been deposited into the legacy fund.

STATEMENT OF GENERAL FUND REVENUES AND FORECASTS
Compared to the Legislative Forecast
2011-13 Biennium
May 2012

Revenues and Transfers	Fiscal Month				Biennium To Date			
	April 2011 <u>Leg. Forecast</u>	<u>Actual</u>	<u>Variance</u>	<u>Percent</u>	April 2011 <u>Leg. Forecast</u>	<u>Actual</u>	<u>Variance</u>	<u>Percent</u>
Sales Tax	57,941,000	95,344,914	37,403,914	64.6%	624,354,000	952,622,064	328,268,064	52.6%
Motor Vehicle Excise Tax	9,126,000	12,346,669	3,220,669	35.3%	80,848,000	111,513,916	30,665,916	37.9%
Individual Income Tax	12,711,000	9,576,328	(3,134,672)	-24.7%	252,640,000	404,176,195	151,536,195	60.0%
Corporate Income Tax	2,187,000	6,939,203	4,752,203	217.3%	46,929,000	159,626,651	112,697,651	240.1%
Insurance Premium Tax	8,000,000	7,153,490	(846,510)	-10.6%	33,250,000	35,452,569	2,202,569	6.6%
Financial Institutions Tax	6,000	(96,119)	(102,119)	-1702.0%	2,270,000	3,808,176	1,538,176	67.8%
Oil & Gas Production Tax*					89,237,000	99,799,206	10,562,206	11.8%
Oil Extraction Tax*					110,763,000	100,200,794	(10,562,206)	-9.5%
Gaming Tax	643,545	782,055	138,510	21.5%	4,529,873	5,674,736	1,144,863	25.3%
Lottery								
Cigarette & Tobacco Tax	1,850,000	2,197,244	347,244	18.8%	20,222,000	24,048,579	3,826,579	18.9%
Wholesale Liquor Tax	634,000	783,082	149,082	23.5%	6,705,000	7,678,107	973,107	14.5%
Coal Conversion Tax	1,494,000	1,732,298	238,298	16.0%	14,936,000	16,271,852	1,335,852	8.9%
Mineral Leasing Fees	1,416,667	2,336,963	920,296	65.0%	9,208,337	27,717,562	18,509,225	201.0%
Departmental Collections	1,923,782	1,287,734	(636,048)	-33.1%	28,795,054	32,349,193	3,554,139	12.3%
Interest Income	985,000	440,055	(544,945)	-55.3%	9,805,000	5,197,890	(4,607,110)	-47.0%
State Mill & Elevator-Transfer								
Major Special Fund Transfers					295,000,000	295,000,000	0	0.0%
Other Transfers		581	581	100.0%	742,500	765,487	22,987	3.1%
Total Revenues and Transfers	98,917,994	140,824,497	41,906,503	42.4%	1,630,234,764	2,281,902,979	651,668,215	40.0%

* Oil and gas production and extraction tax collections totaled \$156.9 million in May. Through May, oil tax collections totaling \$200.0 million have been deposited in the general fund and \$261.8 million have been deposited in the property tax relief sustainability fund. Once property tax relief sustainability fund deposits total \$341.8 million, an additional \$100.0 million will be deposited into the general fund. Through May, \$352.0 million has been deposited into the legacy fund.

**Estimated Agency Deficiency Appropriations
for End of 2011-2013 Biennium**
as of July 6, 2012

Agency No.	Agency Name	Estimated Amount of Deficiency	Explanation
301	Department of Health	82,894	Food and lodging inspector in western ND.
301	Department of Health	500,000	BND loan repayment for EPA lawsuit.
325	Human Services	21,200,000	FMAP reduction to 50%.
380	Job Service ND	5,847	Interest on BND loan for Disaster Unemployment Assistance (2011
504	Highway Patrol	500,000	Increased state fleet costs and mileage.
665	ND State Fair	1,397,630	Costs not reimbursable from FEMA for flood recovery.
ESTIMATED TOTAL		\$23,686,371	