

NORTH DAKOTA LEGISLATIVE MANAGEMENT

Tentative Agenda

GOVERNMENT FINANCE COMMITTEE

Wednesday, September 5, 2018
Roughrider Room, State Capitol
Bismarck, North Dakota

10:00 a.m. Call to order
Roll call
Consideration of the minutes of the June 7, 2018, meeting

STUDY OF REVENUE VOLATILITY

10:05 a.m. Presentation by a representative of the Tax Department regarding:

- Trends in sales and use tax collections, including the collections from Bismarck, Fargo, and Grand Forks, and trends in income tax collections, including the status of the income tax refund reserve accounts
- The estimated impact of the federal income tax changes and the phase-in of the single sales factor corporate income tax apportionment method
- The estimated impact regarding the decision in *South Dakota v. Wayfair, Inc.*, to the states sales and use tax collections

10:35 a.m. Presentation by Mr. Lynn Helms, Director, Department of Mineral Resources, regarding the status of oil and gas development in the state and projected future development

10:55 a.m. Presentation by the Legislative Council staff of memorandums regarding taxable sales and purchases

11:00 a.m. Comments by interested persons and committee discussion regarding the study

STATE BUDGET INFORMATION

11:15 a.m. Presentation by a representative of the Office of Management and Budget regarding:

- The status of the general fund, including major revenue estimate variances to forecast
- Current fund balances of major state funds
- The revised 2017-19 biennium general fund and oil tax revenue forecast and preliminary estimates of 2019-21 biennium general fund and oil tax revenues
- Anticipated deficiency appropriation requests for the 2017-19 biennium
- Current estimate of agency general fund turnback at the end of the 2017-19 biennium
- Number of state agency budget requests submitted to date and anticipated submission dates for remaining requests
- Anticipated general fund and special fund savings due to the Governor's budget guidelines directing a 5 percent or 10 percent reduction and the additional 3 percent reduction

11:50 a.m. Presentation by the Legislative Council staff of the *2017-19 Biennium Report on Compliance With Legislative Intent* and updated trust fund analyses

12:00 noon Luncheon recess

OTHER DUTIES

1:00 p.m. Presentation by representatives of the Department of Transportation regarding the results of its study on the manner in which the Department of Transportation provides snow and ice control services on the state highway system, pursuant to Section 10 of 2017 Senate Bill No. 2012

STUDY OF TRANSPORTATION-RELATED FUNDING

1:15 p.m. Presentation by representatives of the Department of Transportation regarding its 2019-21 biennium budget request, including:

- Areas of budgeting reductions to comply with the Governor's budget guidelines
- Optional adjustment requests
- Estimated federal highway construction funds and required state match
- Estimated state highway fund revenues
- Any anticipated shortfall in highway fund revenues to meet the department's 2019-20 budget needs and proposals to address any shortfall

1:35 p.m. Comments by interested persons

1:40 p.m. Committee discussion regarding transportation-related funding

STUDY OF STATE FLEET SERVICES

1:45 p.m. Presentation by representatives of the Department of Transportation regarding an update on discussions with Enterprise Holdings, Inc., relating to State Fleet Services operations

1:55 p.m. Presentation by representatives of the Department of Transportation regarding the State Fleet Services 2019-21 budget request including:

- Rates charged to state agencies and anticipated revenues
- Anticipated revenue from vehicle sales
- Number of vehicles to be purchased and related costs
- Fuel costs
- Any significant budget-related changes

2:00 p.m. Comments by interested persons

2:20 p.m. Committee discussion regarding state fleet services

2:30 p.m. Committee discussion and staff directives

2:45 p.m. Adjourn

Committee Members

Senators: Ronald Sorvaag (Chairman), John Grabinger, Jordan Kannianen, Lonnie J. Laffen, Gary A. Lee, Terry M. Wanzek

Representatives: Rick C. Becker, Joshua A. Boschee, Jeff Delzer, Ron Guggisberg, Craig Headland, Corey Mock, Mike Nathe, Gary Paur, Brandy Pyle, Shannon M. Roers Jones, Mike Schatz, Don Vigasaa

Staff Contact: Chris Kadrmas, Fiscal Analyst