

# MAJOR GENERAL FUND REVENUE CHANGES - 2001-03 EXECUTIVE BUDGET REVENUE FORECAST COMPARED TO 1999-2001 ORIGINAL AND REVISED REVENUE FORECASTS

General Fund Revenue Sources and Beginning Balance	1999-2001 Original Legislative Revenue Forecast	Increase (Decrease) 1999-2001 Revised Forecast Compared to 1999-2001 Original Forecast	1999-2001 Revised Revenue Forecast	Increase (Decrease) 2001-03 Executive Budget Forecast Compared to 1999-2001 Revised Forecast	2001-03 Executive Budget Revenue Forecast	Total Increase (Decrease) 2001-03 Executive Budget Forecast Compared to 1999-2001 Original Forecast
Beginning balance	\$51,768,619 <sup>\1</sup>	\$9,345,806	\$61,114,425 <sup>\2</sup>	(\$10,598,797)	<b>\$50,515,628</b> <sup>\3</sup>	(\$1,252,991)
Sales and use tax	638,197,500	(7,766,453)	630,431,047	35,016,953	<b>665,448,000</b>	27,250,500
Motor vehicle excise tax	104,194,400	1,330,558	105,524,958	(400,958)	<b>105,124,000</b>	929,600
Individual income tax	382,212,520	16,997,804	399,210,324	47,843,676	<b>447,054,000</b>	64,841,480
Corporate income tax	108,223,000	(14,002,999)	94,220,001	8,614,999	<b>102,835,000</b>	(5,388,000)
Insurance premium tax	35,830,000	3,064,000	38,894,000	1,106,000	<b>40,000,000</b>	4,170,000
Cigarette and tobacco tax	42,544,000	(645,266)	41,898,734	(2,720,734)	<b>39,178,000</b>	(3,366,000)
Oil and gas production tax	22,817,000	15,397,430	38,214,430 <sup>\4</sup>	74,570 <sup>\4</sup>	<b>38,289,000</b> <sup>\4</sup>	15,472,000 <sup>\4</sup>
Oil extraction tax	13,885,000	9,900,570	23,785,570 <sup>\4</sup>	(74,570) <sup>\4</sup>	<b>23,711,000</b> <sup>\4</sup>	9,826,000 <sup>\4</sup>
Coal severance tax	22,346,000	288,459	22,634,459	68,541	<b>22,703,000</b>	357,000
Coal conversion tax	24,555,000	450,737	25,005,737	243,263	<b>25,249,000</b>	694,000
Departmental collections	39,102,394	939,000	40,041,394	(6,124,394)	<b>33,917,000</b>	(5,185,394)
Transfer - Bank of North Dakota	50,000,000		50,000,000		<b>50,000,000</b>	
Other	69,681,961	8,959,759	78,641,720	(1,696,057)	<b>76,945,663</b> <sup>\5</sup>	7,263,702
Total general fund revenues and beginning balance	<u>\$1,605,357,394</u>	<u>\$44,259,405</u>	<u>\$1,649,616,799</u>	<u>\$71,352,492</u>	<u><b>\$1,720,969,291</b></u>	<u>\$115,611,897</u>

<sup>\1</sup> Original estimate for the July 1, 1999, balance.

<sup>\2</sup> Actual July 1, 1999, balance.

<sup>\3</sup> Estimated July 1, 2001, balance - The executive budget recommendation assumes a July 1, 2001, beginning general fund balance of \$50.5 million, based on adjusted 1999-2001 appropriation authority of \$1,599,101,171 (legislative appropriations of \$1,594,038,538, less emergency appropriations of \$4,452,065 spent during the 1997-99 biennium, less estimated state agency turnback of \$9,662,410, plus recommended deficiency appropriations of \$19,177,108) and the revised 1999-2001 general fund revenue forecast of \$1,649,616,799.

<sup>\4</sup> North Dakota Century Code Section 57-51.1-07.2 provides that if, at the end of any biennium, oil and gas production and extraction tax collections during the biennium exceed \$62 million, the excess amount must be transferred from the general fund to the permanent oil tax trust fund. Moneys in the permanent oil tax trust fund may only be spent upon approval of two-thirds of the members elect of each house of the Legislative Assembly.

Total oil and gas tax collections are estimated to be \$71.7 million during the 1999-2001 biennium, resulting in \$9.7 million being transferred to the permanent oil tax trust fund. Total oil and gas tax collections are estimated to be \$69.2 million during the 2001-03 biennium, resulting in \$7.2 million being transferred to the permanent oil tax trust fund at the end of that biennium.

<sup>15</sup> The 2001-03 biennium executive budget recommendation includes transfers of \$6 million from the Mill and Elevator, \$3 million more than authorized for the 1999-2001 biennium; \$3,545,102 from the lands and minerals trust fund, \$545,102 more than authorized for the 1999-2001 biennium; \$300,000 from the financial institutions regulatory fund, \$100,000 more than authorized for the 1999-2001 biennium; and \$2.7 million from the sale of loans in the developmental disabilities revolving loan fund.

The 1999 Legislative Assembly authorized the sale of loans from the developmental disabilities revolving loan fund as may be necessary to achieve the end of biennium general fund balance of \$11.3 million estimated by the Legislative Assembly. Current projections included in the 2001-03 executive budget recommendation provide for a June 30, 2001, balance of \$50.5 million. Consequently, no loans are anticipated to be sold during the 1999-2001 biennium.