

GENERAL FUND REVENUE ESTIMATES FOR THE 1999-2001 AND 2001-03 BIENNIUMS AND ACTUAL COLLECTIONS FOR PRIOR BIENNIUMS

	Actual		Estimated		2001-03 Increase (Decrease) Compared to 1999-2001	2001-03 Percentage Increase (Decrease) Compared to 1999-2001
	1995-97 Biennium	1997-99 Biennium	1999-2001 Biennium\1	2001-03 Biennium\2		
Beginning balance	\$31,151,278	\$65,000,000	\$61,114,425	\$52,662,700	(\$8,451,725)	-13.83%
Revenues						
Sales and use tax	\$517,328,106	\$569,501,827	\$616,840,047	\$643,705,000	\$26,864,953	4.36%
Motor vehicle excise tax	88,142,913	94,863,089	109,998,958	113,531,000	3,532,042	3.21%
Individual income tax	315,516,252	358,287,825	402,767,325	450,847,000	48,079,675	11.94%
Corporate income tax	99,347,937	123,420,219	94,220,001	104,439,000	10,218,999	10.85%
Insurance premium tax	36,968,670	33,133,216	39,260,916	39,896,000	635,084	1.62%
Business privilege tax	3,854,132	6,494,162	4,782,211	4,800,000	17,789	0.37%
Cigarette and tobacco tax	45,030,090	44,091,170	41,692,734	38,796,000	(2,896,734)	-6.95%
Oil and gas production tax	33,042,320	26,973,613	38,433,430 \3	38,431,000 \3	(2,430)	-0.01%
Oil extraction tax	21,987,655	16,703,114	23,566,570 \3	23,569,000 \3	2,430	0.01%
Coal severance tax	22,245,267	22,596,137	22,437,459		(22,437,459)	-100.00%
Coal conversion tax	24,064,781	23,786,790	25,518,737	48,670,000	23,151,263	90.72%
Gaming tax	22,848,486	22,801,868	27,046,000	20,403,000	(6,643,000)	-24.56%
Wholesale liquor tax	10,339,078	11,140,328	10,857,646	10,540,543	(317,103)	-2.92%
Mineral leasing fees	5,629,526	7,257,989	7,896,523	6,757,500	(1,139,023)	-14.42%
Interest income	15,554,914	19,013,889	20,382,000	21,011,000	629,000	3.09%
Departmental collections	28,737,207	32,997,069	42,544,198	48,977,350	6,433,152	15.12%
Total revenues	<u>\$1,290,637,334</u>	<u>\$1,413,062,305</u>	<u>\$1,528,244,755</u>	<u>\$1,614,373,393</u>	<u>\$86,128,638</u>	<u>5.64%</u>
Transfers and other sources						
Bank of North Dakota	\$50,214,540	\$29,600,000	\$50,000,000	\$60,000,000 \4	\$10,000,000	20.00%
Student loan trust	1,000,000	3,000,000		9,000,000	9,000,000	
Mill and Elevator	1,071,878	1,128,872	3,000,000	6,000,000	3,000,000	100.00%
Gas tax administration	2,000,000	5,500,000	1,380,608	1,363,392	(17,216)	-1.25%
Lands and minerals fund			3,000,000	3,545,102	545,102	18.17%
PERS life insurance fund			1,500,000		(1,500,000)	-100.00%
Financial institutions regulatory fund			200,000	300,000	100,000	50.00%
Water development trust				9,733,820	9,733,820	
State aid distribution fund	35,444,748	28,016,831				
Sale of DD loans				2,000,000 \5	2,000,000	
Other	1,000,476	3,197,042	442,859		(442,859)	-100.00%
Total transfers	<u>\$90,731,642</u>	<u>\$70,442,745</u>	<u>\$59,523,467</u>	<u>\$91,942,314</u>	<u>\$32,418,847</u>	<u>54.46%</u>
Total beginning balance, revenues, and transfers	<u>\$1,412,520,254</u>	<u>\$1,548,505,050</u>	<u>\$1,648,882,647</u>	<u>\$1,758,978,407</u>	<u>\$110,095,760</u>	<u>6.68%</u>

\1 Revised 1999-2001 revenue forecast (March 2001).

\2 Legislative amounts for the 2001-03 biennium.

\3 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 exceeded \$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 each house of the Legislative Assembly.

Total oil and gas tax collections are estimated to be \$75.3 million during the 1999-2001 biennium, resulting in \$13.3 million being transferred to the permanent oil tax trust fund. Total oil and gas tax collections are estimated to be \$71.2 million during the 2001-03 biennium, resulting in \$9.2 million, for a total of \$22.5 million, being transferred to the permanent oil tax trust fund at the end of that biennium. Interest on moneys in the fund are transferred to the general fund.

\4 In addition to the \$60 million transfer from the Bank of North Dakota included in the legislative amounts, Section 12 of 2001 House Bill No. 1015 provides that if actual general fund revenues are less than projected for the 2001-03 biennium, an amount equal to the revenue shortfall, not to exceed \$25 million, may be transferred from the Bank of North Dakota. The transfer may not reduce the Bank's capital structure below \$140 million.

The 1999 Legislative Assembly, in Section 18 of 1999 Senate Bill No. 2015, authorized up to \$40 million of additional general fund transfers as necessary to achieve a June 30, 2001, general fund balance of \$10 million. No contingent Bank of North Dakota transfers to the general fund are anticipated during the 1999-2001 biennium.

\5 The 1999 Legislative Assembly authorized the sale of up to \$2.15 million of loans from the developmental disabilities (DD) revolving loan fund, if necessary, to achieve an end of biennium general fund balance of \$11.3 million. Current projections included in the 2001-03 executive budget recommendation provide for a June 30, 2001, balance of \$52.7 million. Consequently, no loans are anticipated to be sold during the 1999-2001 biennium.

Section 9 of 2001 House Bill No. 1015 provides that, at the request of the director of the Office of Management and Budget, up to \$2 million of loans from the DD revolving loan fund may be sold and the proceeds deposited in the general fund.