

**MAJOR GENERAL FUND REVENUE CHANGES - 2007-09 EXECUTIVE BUDGET REVENUE FORECAST
COMPARED TO 2005-07 ORIGINAL AND REVISED REVENUE FORECASTS**

General Fund Revenue Sources and Beginning Balance	2005-07 Original Legislative Revenue Forecast	Increase (Decrease) 2005-07 Revised Forecast Compared to 2005-07 Original Forecast	2005-07 Revised Revenue Forecast	Increase (Decrease) 2007-09 Executive Budget Forecast Compared to 2005-07 Revised Forecast	2007-09 Percentage Increase (Decrease) Compared 2005-07 Revised Forecast	2007-09 Executive Budget Revenue Forecast	Total Increase (Decrease) 2007-09 Executive Budget Forecast Compared to 2005-07 Original Forecast	2007-09 Percentage Increase (Decrease) Compared 2005-07 Original Forecast
Beginning balance	\$65,000,000 ¹	\$3,015,056	\$68,015,056 ²	\$143,482,303	211.0%	\$211,497,359 ³	\$146,497,359	225.4%
Revenues								
Sales and use tax	762,724,000	85,121,753	847,845,753	77,863,247	9.2%	925,709,000	162,985,000	21.4%
Motor vehicle excise tax	136,133,400	(15,122,841)	121,010,559	8,335,441	6.9%	129,346,000	(6,787,400)	(5.0%)
Individual income tax	464,347,000	88,970,952	553,317,952	54,674,048	9.9%	607,992,000	143,645,000	30.9%
Corporate income tax	83,819,000	104,054,587	187,873,587	(23,238,587)	(12.4%)	164,635,000	80,816,000	96.4%
Insurance premium tax	63,637,000	(9,659,852)	53,977,148	2,792,852	5.2%	56,770,000	(6,867,000)	(10.8%)
Cigarette and tobacco tax	37,147,000	8,420,081	45,567,081	950,919	2.1%	46,518,000	9,371,000	25.2%
Oil and gas production tax	39,838,800	5,935,319	45,774,119	(5,935,119)	(13.0%)	39,839,000	200	0.0%
Oil extraction tax	31,161,200	(5,935,319)	25,225,881	5,935,119	23.5%	31,161,000	(200)	(0.0%)
Coal conversion tax	48,833,000	(310,953)	48,522,047	(575,047)	(1.2%)	47,947,000	(886,000)	(1.8%)
Departmental collections	48,545,021	4,677,004	53,222,025	2,181,285	4.1%	55,403,310	6,858,289	14.1%
Other revenues	64,062,733	32,904,242	96,966,975	4,523,719	4.7%	101,490,694	37,427,961	58.4%
Total revenues	<u>\$1,780,248,154</u>	<u>\$299,054,973</u>	<u>\$2,079,303,127</u>	<u>\$127,507,877</u>	<u>6.1%</u>	<u>\$2,206,811,004</u>	<u>\$426,562,850</u>	<u>24.0%</u>
Total transfers and other sources								
Transfer - Bank of North Dakota	\$60,000,000		\$60,000,000			\$60,000,000		0.0%
Other transfers	94,500,000	\$219,838	94,719,838	(\$70,345,782)	(74.3%)	24,374,056	(\$70,125,944)	(74.2%)
Total transfers and other sources	<u>\$154,500,000</u>	<u>\$219,838</u>	<u>\$154,719,838</u>	<u>(\$70,345,782)</u>	<u>(45.5%)</u>	<u>\$84,374,056</u>	<u>(\$70,125,944)</u>	<u>(45.4%)</u>
Total general fund revenues, transfers, and beginning balance	<u>\$1,999,748,154</u>	<u>\$302,289,867</u>	<u>\$2,302,038,021</u>	<u>\$200,644,398</u>	<u>8.7%</u>	<u>\$2,502,682,419</u>	<u>\$502,934,265</u>	<u>25.1%</u>

¹ Original estimate for the July 1, 2005, balance.

² Actual July 1, 2005, balance.

³ Estimated July 1, 2007, balance - The executive budget recommendation projects a July 1, 2007, general fund balance of \$211,497,359, based on 2005-07 revised general fund revenue forecast of \$2,234,022,965 and appropriation authority of \$1,990,013,293 (general fund appropriations of \$1,989,452,623 plus proposed deficiency appropriations of \$10,560,670 and less estimated general fund turnback of \$10,000,000). In addition, it is estimated that \$100,527,369 million will be transferred to the budget stabilization fund. Pursuant to North Dakota Century Code (NDCC) Section 54-27.2-02 any amount in the state general fund at the end of a biennium in excess of \$65 million be transferred to the budget stabilization fund. Pursuant to NDCC Section 54-27.2-01, the budget stabilization fund is limited to no more than 5 percent of the current biennial general fund appropriations. The executive budget recommendation proposes increasing this cap to \$200 million.