

**2019-21 BUDGET STATUS SUMMARY
AS OF MAY 21, 2019 - FINAL**

Beginning Balance and Revenues

Legislative estimate of unobligated general fund cash balance - July 1, 2019	\$65,000,000 ¹
Add 2019-21 estimated revenues	
January 2019 legislative base revenue forecast	\$4,173,075,986
Legislative changes to base revenue forecast	
Major increases	
HB 1066 - Increases the allocation of oil and gas tax collections to the general fund	\$100,000,000
HB 1194 - Provides for 40 percent of any cost-savings resulting from tribal care coordination agreements to be deposited in the general fund	\$2,954,445
SB 2015 - Transfers funding from the strategic investment and improvements fund and the tax relief fund	\$773,000,000
Major decreases	
March 2019 revised revenue forecast	(174,481,962)
HB 1040 - Provides up to \$1,000,000 of total individual and corporate income tax credits per year related to manufacturing and automation incentives	(2,000,000)
HB 1053 - Provides an income tax deduction for military retirement pay	(3,000,000)
HB 1106 - Provides for an insurance premium tax credit for the payment of an assessment related to the invisible reinsurance pool	(31,702,006)
HB 1174 - Provides an income tax deduction for the taxable portion of Social Security benefits	(7,300,000)
SB 2010 - Increases insurance tax payments to fire departments and the North Dakota Firefighter's Association resulting in a decrease in deposits in the general fund	(3,753,944)
SB 2011 - Deposits fees and penalties collected by the Securities Department in a special fund rather than the general fund	(2,587,119)
Other increases (decreases)	<u>(1,245,760)</u>
Total legislative changes affecting revenues	<u>\$649,883,654</u>
Total estimated general fund revenues and beginning balance - 2019-21	\$4,887,959,640

Appropriations

Base level appropriations	\$4,269,474,415
Legislative increases (decreases) to base level appropriations	
Major increases	
HB 1002 - Judicial branch	5,245,273
HB 1003 - North Dakota University System	47,275,651
HB 1004 - State Department of Health	3,610,281
HB 1014 - Industrial Commission	9,540,211
HB 1015 - Department of Corrections and Rehabilitation	15,341,372
HB 1018 - Department of Commerce	9,949,041
HB 1019 - Department of Career and Technical Education	10,758,705
HB 1020 - NDSU Agricultural Research and Extension	7,992,100
HB 1021 - Information Technology Department	8,032,977
SB 2012 - Department of Human Services	149,582,137
SB 2013 - Department of Public Instruction	286,286,438
Major decreases	
SB 2011 - Securities Department - Changes to a special fund agency	(2,184,714)
Other increases (decreases) net	<u>22,659,279</u>
Total legislative changes affecting appropriations	<u>\$574,088,751</u>
Total 2019-21 general fund appropriations	\$4,843,563,166

Estimated Ending Balance - June 30, 2021

Estimated budget status general fund balance **\$44,396,474**

Footnotes

¹ January 2019 base revenue forecast - Unobligated general fund cash balance on June 30, 2019	\$413,433,705 ^a
Legislative action affecting the June 30, 2019, balance	
March 2019 revised revenue forecast	59,211,455
HB 1003 - Provides an appropriation to institutions of higher education	(3,741,850)
HB 1012 - Provides an appropriation to the Department of Transportation	(13,000,000)
HB 1015 - Provides an exemption to the Department of Corrections and Rehabilitation	(2,150,000)
HB 1018 - Provides an appropriation to the Department of Commerce	(28,750,000)
HB 1020 - Provides an appropriation to the North Dakota State University Extension Service	(345,000)
HB 1461 - Provides an exemption to the Department of Public Instruction	(250,000)
SB 2001 - Provides a transfer to the Theodore Roosevelt presidential library endowment fund	(15,000,000)
SB 2006 - Provides an appropriation to the Tax Commissioner	(590,000)
SB 2013 - Provides an exemption to the Department of Public Instruction	(4,600,000)
SB 2024 - Provides deficiency appropriations to various state agencies	(4,233,331)
SB 2297 - Provides an appropriation to institutions of higher education	(49,900,000)
Total legislative changes affecting the beginning balance	(\$63,348,726)
Estimated general fund cash balance prior to budget stabilization fund transfer	\$350,084,979
Estimated transfer to budget stabilization fund - June 30, 2019	(285,084,979) ^b
Legislative estimate of unobligated general fund cash balance - July 1, 2019	\$65,000,000

^a The beginning balance reflects estimated unexpended 2017-19 biennium general fund appropriations of \$34.9 million.

^b North Dakota Century Code Chapter 54-27.2 provides that any amount in the general fund at the end of a biennium in excess of \$65 million must be transferred to the budget stabilization fund except that the balance in the budget stabilization fund may not exceed 15 percent of the general fund budget approved by the most recently adjourned Legislative Assembly. The amount shown is based on the current estimate of the June 30, 2019, general fund balance and the current status of 2019-21 biennium general fund

Budget Stabilization Fund Transfer and Balance

Estimated balance - June 30, 2019	\$113,308,675
Estimated transfer from general fund	285,084,979
Estimated balance - July 1, 2019	\$398,393,654

Strategic Investment and Improvements Fund

Estimated July 1, 2019, balance available for appropriation or transfer	\$850,172,448
Appropriations and transfers	
HB 1006 - Aeronautics Commission - Airport grants	(\$20,000,000)
HB 1013 - Department of Trust Lands - Oil and gas impact grants	(2,000,000)
HB 1014 - Industrial Commission - Rare earth element study and fracturing sand study	(270,000)
HB 1015 - Department of Corrections and Rehabilitation - Equipment and repairs	(1,218,000)
HB 1018 - Department of Commerce - Entrepreneurship grants and vouchers program	(3,000,000)
HB 1020 - North Dakota State University Main Research Center - Extraordinary repairs	(940,465)
HB 1021 - Information Technology Department - Information technology projects	(5,150,000)
HB 1024 - Department of Environmental Quality - Air pollution control primacy implementation	(1,040,000)
HB 1435 - Information Technology Department - Statewide interoperable radio network	(20,000,000)
SB 2002 - Secretary of State - Voting system information technology project	(8,200,000)
SB 2005 - State Treasurer - Information technology costs	(35,000)
SB 2012 - Department of Human Services - Information technology projects and capital projects	(11,490,695)
SB 2015 - Office of Management and Budget - Litigation funding pool and real estate assessment	(4,100,000)
SB 2015 - Transfer to general fund	(764,400,000)
SB 2016 - Adjutant General - Information technology project and Camp Grafton project	(2,502,253)
SB 2019 - Parks and Recreation Department - Capital projects at various parks	(3,755,000)
SB 2211 - Department of Trust Lands - Survey review	(2,000,000)
Total appropriations and transfers	(\$850,101,413)
Estimated remaining funds	\$71,035