



North Dakota Legislative Council

Prepared for Representative Vigesaa
and Senator Bekkedahl
LC# 25.9421.02000
March 2025

BUDGET STATUS - MOTION FOR PROPOSED MARCH 2025 FORECAST

GENERAL FUND REVENUE FORECASTS

The schedules below provide information on the 2023-25 biennium revised general fund revenue forecast and the 2025-27 biennium general fund revenue forecast based on the January 2025 revenue forecast adopted by the Appropriations Committees and a proposed March 2025 forecast.

2023-25 Biennium Revised Forecast			
	January 2025 Revenue Forecast	March 2025 Proposed Forecast ¹	Proposed Adjustments
Tax and fee revenues			
Sales and use tax	\$2,424,200,000	\$2,446,300,000	\$22,100,000
Motor vehicle excise tax	172,500,000	171,000,000	(1,500,000)
Individual income tax	776,000,000	776,200,000	200,000
Corporate income tax	540,200,000	537,600,000	(2,600,000)
Oil and gas tax collections	460,000,000	460,000,000	0
Cigarette and tobacco tax	40,563,979	40,370,681	(193,298)
Wholesale liquor tax	21,548,141	21,420,491	(127,650)
Gaming tax	45,094,225	45,094,225	0
Insurance premium tax	125,804,596	120,759,909	(5,044,687)
Departmental collections	82,956,660	85,909,138	2,952,478
Interest income	134,931,420	144,648,180	9,716,760
Mineral leasing fees	82,144,768	79,785,613	(2,359,155)
Total tax and fee revenues	\$4,905,943,789	\$4,929,088,237	\$23,144,448
Transfers and other sources			
Bank of North Dakota profits	\$140,000,000	\$140,000,000	\$0
Mill and Elevator Association profits	18,377,705	18,377,705	0
Lottery	13,959,572	13,959,572	0
Gas tax administration	1,844,424	1,844,424	0
Budget stabilization fund (interest)	103,143,877	103,143,877	0
Legacy earnings fund	254,474,088	254,474,088	0
Strategic investment and improvements fund	50,000,000	50,000,000	0
Other miscellaneous transfers	6,509,426	10,998,702	4,489,276
Total transfers and other sources	\$588,309,092	\$592,798,368	\$4,489,276
Total general fund revenues	\$5,494,252,881	\$5,521,886,605	\$27,633,724

NOTE: The shaded rows reflect the four major tax types for general fund revenue, which are based on economic forecasting data provided by consultants (Moody's Analytics and S&P Global).

¹The amounts shown for the sales and use tax, motor vehicle excise tax, individual income tax, and corporate income tax under the March 2025 proposed forecast reflect the average of the March 2025 revised executive forecast and the March 2025 S&P Global baseline forecast. All other amounts shown under the proposed forecast reflect the amounts included in the March 2025 revised executive forecast.

2025-27 Biennium Forecast			
	January 2025 Revenue Forecast	March 2025 Proposed Forecast ¹	Proposed Adjustments
Tax and fee revenues			
Sales and use tax	\$2,626,800,000	\$2,545,000,000	(\$81,800,000)
Motor vehicle excise tax	177,100,000	175,000,000	(2,100,000)
Individual income tax	910,700,000	894,000,000	(16,700,000)
Corporate income tax	506,800,000	515,000,000	8,200,000
Oil and gas tax collections	460,000,000	460,000,000	0
Coal conversion tax	21,350,000	21,350,000	0
Cigarette and tobacco tax	42,190,043	40,676,670	(1,513,373)
Wholesale liquor tax	21,659,830	21,172,640	(487,190)
Gaming tax	45,600,000	45,600,000	0
Insurance premium tax	113,500,000	113,500,000	0
Departmental collections	70,659,448	70,659,448	0
Interest income	62,000,000	62,000,000	0
Mineral leasing fees	80,000,000	70,000,000	(10,000,000)
Total tax and fee revenues	\$5,138,359,321	\$5,033,958,758	(\$104,400,563)
Transfers and other sources			
Bank of North Dakota profits	\$140,000,000	\$140,000,000	\$0
Mill and Elevator Association profits	17,000,000	20,000,000	3,000,000
Lottery	14,039,806	14,039,806	0
Gas tax administration	1,761,168	1,761,168	0
Budget stabilization fund (interest)	69,834,800	96,614,000	26,779,200
Legacy earnings fund	311,699,104	311,699,104	0
Total transfers and other sources	\$554,334,878	\$584,114,078	\$29,779,200
Total general fund revenues	\$5,692,694,199	\$5,618,072,836	(\$74,621,363)
NOTE: The shaded rows reflect the four major tax types for general fund revenue, which are based on economic forecasting data provided by consultants (Moody's Analytics and S&P Global).			
¹ The shaded amounts shown under the March 2025 proposed forecast reflect the average of the March 2025 revised executive forecast and the March 2025 S&P Global baseline forecast. All other amounts shown under the March 2025 proposed forecast reflect the amounts included in the March 2025 revised executive forecast.			

OIL PRICE AND PRODUCTION FORECASTS

The schedules below provide information on the oil price and oil production forecasts for the remainder of the 2023-25 biennium and for the 2025-27 biennium based on the January 2025 revenue forecast adopted by the Appropriations Committees and a March 2025 proposed forecast. Estimated oil and gas tax revenue allocations based on current law are attached as [Appendix A](#). Estimated oil and gas tax revenue allocations for the 2025-27 biennium based on proposed changes reflecting legislative action through crossover are attached as [Appendix B](#).

2023-25 Biennium		
	January 2025 Forecast	March 2025 Proposed Forecast
Average oil price (per barrel)	Remaining at \$62 (North Dakota price)	Remaining at \$62 (North Dakota price)
Average daily oil production	Remaining at 1.15 million barrels	Remaining at 1.15 million barrels
NOTE: The amounts shown for the average oil price and production reflect the forecasts for the remainder of the biennium.		

2025-27 Biennium		
	January 2025 Forecast	March 2025 Proposed Forecast
Average oil price (per barrel)	Decreasing from \$62 to \$60 (North Dakota price)	Decreasing from \$59 to \$57 (North Dakota price)
Average daily oil production	Decreasing from 1.15 to 1.1 million barrels	Decreasing from 1.15 to 1.1 million barrels

ESTIMATED UNSPENT GENERAL FUND APPROPRIATIONS

The schedule below provides information on the estimated unspent 2023-25 biennium general fund appropriation authority ("turnback") and currently authorized exemptions for unspent 2023-25 biennium general fund appropriation authority ("carryover").

	January 2025 Revenue Forecast	March 2025 Agency Survey	Increase (Decrease)
Unspent 2023-25 general fund appropriations	\$225,503,599	\$334,229,033	\$108,725,434
Less: Exemptions for unspent 2023-25 appropriations ¹	0	37,234,505	37,234,505
Remaining unspent general fund appropriations	\$225,503,599	\$296,994,528	\$71,490,929

¹In addition to the amount shown, \$13,491,920 of exemptions are included in the budget status reports for a combined total of \$50,726,425.

APPROPRIATIONS COMMITTEES MOTION

The following is a motion for consideration by the Appropriations Committees related to the 2025-27 biennium estimated revenues reflecting a March 2025 revenue forecast:

It was moved by _____ and seconded by _____ that the House (Senate) Appropriations Committees of the 69th Legislative Assembly adopt, for Legislative Council budget status reporting purposes, the following estimated revenue adjustments (as shown for the proposed adjustments in the schedules above):

- Adjustment to unspent 2023-25 biennium general fund appropriations - \$71,490,929.
- Adjustment to 2023-25 biennium estimated total general fund revenues - \$27,633,724.
- Adjustment to 2025-27 biennium estimated total general fund revenues - (\$74,621,363).
- Estimated oil price and daily oil production for the remainder of the 2023-25 biennium - Oil prices remaining at \$62 per barrel and oil production remaining at 1.15 million barrels per day.
- Estimated oil price and daily oil production for the 2025-27 biennium - Oil prices decreasing from \$59 to \$57 per barrel and oil production decreasing from 1.15 to 1.1 million barrels per day.

ATTACH:2