

GENERAL FUND REVENUES QUARTERLY UPDATE SUMMARY

This memorandum provides a summary of general fund revenue collections, including comparisons to forecasted amounts, projections for the biennium, and comparisons to the prior biennium. **The forecasted amounts reflect the 2017 legislative revenue forecast**, prepared at the close of the 2017 legislative session.

QUARTERLY SUMMARY Total Collections Comparison to Forecast

The schedule below compares actual and forecasted general fund revenue collections for July 2017 through September 2017.

	July 2017	August 2017	September 2017
Actual collections			
Tax and fee revenues	\$151,857,254	\$136,925,217	\$118,017,789
Transfers and other sources	336,253,187	650,260	499,622
Total actual collections	\$488,110,441	\$137,575,477	\$118,517,411
Forecasted collections			
Tax and fee revenues	\$151,224,885	\$128,744,939	\$101,646,866
Transfers and other sources	336,252,015	475,000	390,625
Total forecasted collections	\$487,476,900	\$129,219,939	\$102,037,491
Variance to forecast			
Tax and fee revenues	\$632,369	\$8,180,278	\$16,370,923
Transfers and other sources	1,172	175,260	108,997
Total variance	\$633,541	\$8,355,538	\$16,479,920
Percentage variance	0.1%	6.5%	16.2%

Collections by Revenue Source

The schedule below provides information on actual general fund revenue collections, including tax and fee revenues as well as transfers and other sources of revenue, for July 2017 through September 2017.

	July 2017	August 2017	September 2017
Tax and fee revenues			
Sales and use tax	\$80,256,851	\$70,252,245	\$63,044,562
Motor vehicle excise tax	11,216,497	9,211,126	9,033,985
Individual income tax	53,677,266	11,614,420	13,643,722
Corporate income tax	523,242	393,271	177,408
Oil and gas tax collections	0	31,529,636	16,400,586
Coal conversion tax	0	1,485,523	1,807,674
Cigarette and tobacco tax	2,552,021	2,384,422	2,656,120
Wholesale liquor tax	912,798	727,199	776,692
Gaming tax	276,482	364,128	26,065
Insurance premium tax	9,579	5,169,212	911,635
Departmental collections	1,131,751	2,497,139	8,118,731
Interest income	59,796	204,823	202,078
Mineral leasing fees	1,240,971	1,092,073	1,218,531
Total tax and fee revenues	\$151,857,254	\$136,925,217	\$118,017,789
Transfers and other sources			
Bank of North Dakota profits	\$0	\$0	\$0
Mill and Elevator Association profits	0	0	0
Lottery	0	0	0
Gas tax administration	252,015	0	0
Legacy fund	0	0	0
Tax relief fund	183,000,000	0	0
Strategic investment and improvements fund	124,000,000	0	0
Research North Dakota fund	4,000,000	0	0
Insurance tax distribution fund	0	475,000	0
Political subdivision oil tax distributions	0	0	406,628
Western Area Water Supply Authority loan refinance	25,000,000	0	0
Remaining transfers and other sources	1,172	175,260	92,994
Total transfers and other sources	\$336,253,187	\$650,260	\$499,622
Total general fund revenues	\$488,110,441	\$137,575,477	\$118,517,411

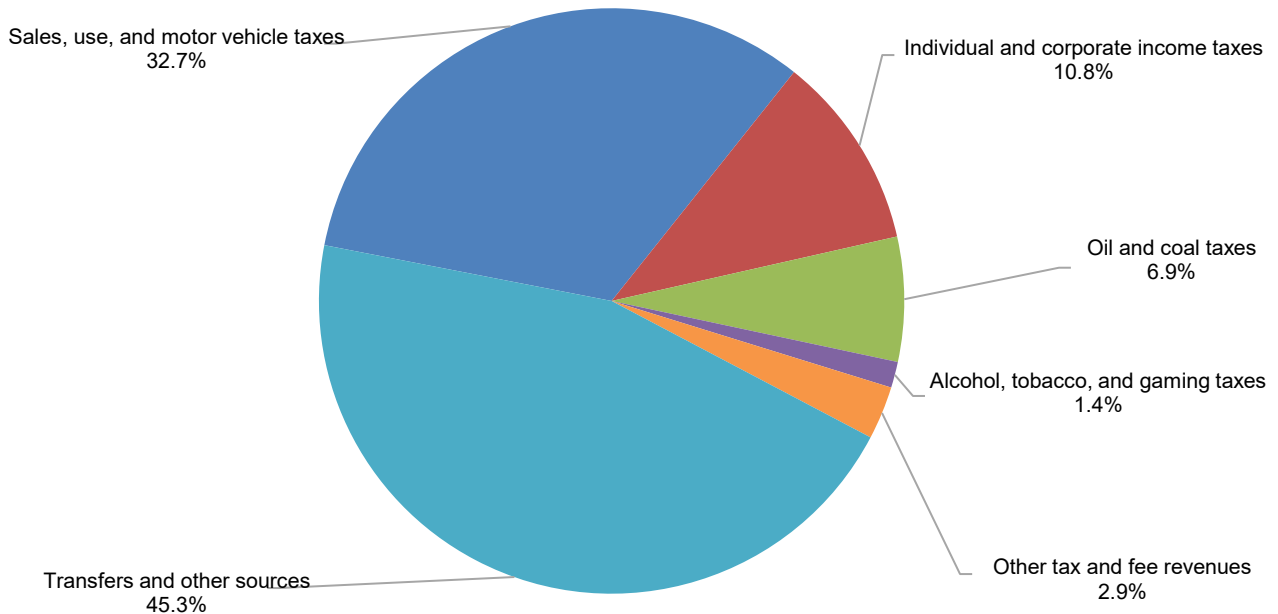
CURRENT BIENNIUM COMPARISON TO FORECAST

The schedule below provides a comparison of actual to forecasted general fund revenue collections for the biennium to date through September 2017. The forecasted amounts for the oil and gas taxes have been adjusted to reflect the actual allocations, because the allocations are limited to \$400 million per biennium.

	Biennium to Date		Increase (Decrease)	
	Actual	Forecast	Amount	Percentage
Tax and fee revenues				
Sales and use tax	\$213,553,658	\$193,609,000	\$19,944,658	10.3%
Motor vehicle excise tax	29,461,608	29,203,000	258,608	0.9%
Individual income tax	78,935,408	81,579,000	(2,643,592)	(3.2%)
Corporate income tax	1,093,921	0	1,093,921	N/A
Oil and gas tax collections	47,930,222	47,930,222	0	0.0%
Coal conversion tax	3,293,197	3,361,000	(67,803)	(2.0%)
Cigarette and tobacco tax	7,592,563	7,313,000	279,563	3.8%
Wholesale liquor tax	2,416,689	2,179,557	237,132	10.9%
Gaming tax	666,675	817,807	(151,132)	(18.5%)
Insurance premium tax	6,090,426	5,547,598	542,828	9.8%
Departmental collections	11,747,621	5,326,409	6,421,212	120.6%
Interest income	466,697	631,000	(164,303)	(26.0%)
Mineral leasing fees	3,551,575	4,119,097	(567,522)	(13.8%)
Total tax and fee revenues	\$406,800,260	\$381,616,690	\$25,183,570	6.6%
Transfers and other sources				
Bank of North Dakota profits	\$0	\$0	\$0	N/A
Mill and Elevator Association profits	0	0	0	N/A
Lottery	0	0	0	N/A
Gas tax administration	252,015	252,015	0	0.0%
Legacy fund	0	0	0	N/A
Tax relief fund	183,000,000	183,000,000	0	0.0%
Strategic investment and improvements fund	124,000,000	124,000,000	0	0.0%
Research North Dakota fund	4,000,000	4,000,000	0	0.0%
Insurance tax distribution fund	475,000	475,000	0	0.0%
Political subdivision oil tax distributions	406,628	390,625	16,003	4.1%
Western Area Water Supply Authority loan refinance	25,000,000	25,000,000	0	0.0%
Remaining transfers and other sources	269,426	0	269,426	N/A
Total transfers and other sources	\$337,403,069	\$337,117,640	\$285,429	0.1%
Total general fund revenues	\$744,203,329	\$718,734,330	\$25,468,999	3.5%

MAJOR GENERAL FUND REVENUE SOURCES

The chart below provides information on the major sources of actual general fund revenue collections for the biennium to date through September 2017.



CURRENT BIENNIUM PROJECTIONS

The schedule below provides information on actual general fund revenue collections through September 2017 and forecasted amounts for the remainder of the biennium. **The amounts shown for the original forecast reflect the 2017 legislative revenue forecast**, prepared at the close of the 2017 legislative session.

2017-19 Biennium Actual Allocations and Remaining Forecast				
	Actual Through September 2017	Remaining Forecast	Biennium Total	Original Forecast
Tax and fee revenues				
Sales and use tax	\$213,553,658	\$1,508,138,285	\$1,721,691,943	\$1,701,747,285
Motor vehicle excise tax	29,461,608	190,800,000	220,261,608	220,003,000
Individual income tax	78,935,408	617,149,000	696,084,408	698,728,000
Corporate income tax	1,093,921	102,088,415	103,182,336	102,088,415
Oil and gas tax collections	47,930,222	352,069,778	400,000,000	400,000,000
Coal conversion tax	3,293,197	36,203,000	39,496,197	39,564,000
Cigarette and tobacco tax	7,592,563	45,934,000	53,526,563	53,247,000
Wholesale liquor tax	2,416,689	15,903,443	18,320,132	18,083,000
Gaming tax	666,675	6,483,673	7,150,348	7,301,480
Insurance premium tax	6,090,426	124,089,523	130,179,949	129,637,121
Departmental collections	11,747,621	76,657,455	88,405,076	81,983,864
Interest income	466,697	7,369,000	7,835,697	8,000,000
Mineral leasing fees	3,551,575	26,380,903	29,932,478	30,500,000
Total tax and fee revenues	\$406,800,260	\$3,109,266,475	\$3,516,066,735	\$3,490,883,165
Transfers and other sources				
Bank of North Dakota profits	\$0	\$140,000,000	\$140,000,000	\$140,000,000
Mill and Elevator Association profits	0	18,566,604	18,566,604	18,566,604
Lottery	0	15,000,000	15,000,000	15,000,000
Gas tax administration	252,015	1,764,105	2,016,120	2,016,120
Legacy fund	0	200,000,000	200,000,000	200,000,000
Tax relief fund	183,000,000	0	183,000,000	183,000,000
Strategic investment and improvements fund	124,000,000	124,000,000	248,000,000	248,000,000
Research North Dakota fund	4,000,000	0	4,000,000	4,000,000
Insurance tax distribution fund	475,000	0	475,000	475,000
Political subdivision oil tax distributions	406,628	2,484,375	2,891,003	2,875,000
Western Area Water Supply Authority loan refinance	25,000,000	0	25,000,000	25,000,000
Remaining transfers and other sources	269,426	0	269,426	0
Total transfers and other sources	\$337,403,069	\$501,815,084	\$839,218,153	\$838,932,724
Total general fund revenues	\$744,203,329	\$3,611,081,559	\$4,355,284,888	\$4,329,815,889

CURRENT BIENNIUM TO PRIOR BIENNIUM COMPARISON

The schedule below provides information on actual and forecasted total general fund revenue collections for the first 3 months of the 2015-17 biennium and 2017-19 biennium.

	2017-19 Biennium Through September 2017	2015-17 Biennium Through September 2015	Increase (Decrease)	
			Amount	Percentage
Actual	\$744,203,329	\$1,192,446,883	(\$448,243,554)	(37.6%)
Forecast (Original)	718,734,330	1,247,342,342	(528,608,012)	(42.4%)
Variance to forecast	\$25,468,999	(\$54,895,459)	\$80,364,458	146.4%
Percentage variance to forecast	3.5%	(4.4%)		