

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 April 2018 through June 2018.

	April 2018	May 2018	June 2018
Actual collections			
Tax and fee revenues	\$241,208,424	\$115,899,915	\$271,969,222
Transfers and other sources	517,641	265,453	17,518,528
Total actual collections	\$241,726,065	\$116,165,368	\$289,487,750
Forecasted collections			
Tax and fee revenues	\$234,640,050	\$108,147,056	\$239,042,526
Transfers and other sources	517,640	265,625	16,412,364
Total forecasted collections	\$235,157,690	\$108,412,681	\$255,454,890
Variance to forecast			
Tax and fee revenues	\$6,568,374	\$7,752,859	\$32,926,696
Transfers and other sources	1	(172)	1,106,164
Total variance	\$6,568,375	\$7,752,687	\$34,032,860
Percentage variance	2.8%	7.2%	13.3%

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 April 2018 through June 2018.

	April 2018	May 2018	June 2018
Tax and fee revenues			
Sales and use tax	\$86,340,921	\$68,049,926	\$64,996,578
Motor vehicle excise tax	9,778,107	10,791,313	11,128,100
Individual income tax	107,787,905	11,967,436	15,329,846
Corporate income tax	26,420,772	2,901,895	22,274,942
Oil and gas tax collections	0	0	142,620,456
Coal conversion tax	1,671,476	1,820,187	4,161,501
Cigarette and tobacco tax	2,038,167	2,135,905	2,360,930
Wholesale liquor tax	672,914	734,907	825,352
Gaming tax	352,578	447,588	78,665
Insurance premium tax	680,411	12,988,749	1,368,012
Departmental collections	3,660,135	2,260,502	3,973,137
Interest income	341,819	376,928	1,436,410
Mineral leasing fees	1,463,219	1,424,579	1,415,293
Total tax and fee revenues	\$241,208,424	\$115,899,915	\$271,969,222
Transfers and other sources			
Bank of North Dakota profits	\$0	\$0	\$0
Mill and Elevator Association profits	0	0	10,109,147
Lottery	0	0	7,300,000
Gas tax administration	252,015	0	0
Legacy fund	0	0	0
Tax relief fund	0	0	0
Strategic investment and improvements fund	0	0	0
Research North Dakota fund	0	0	0
Insurance tax distribution fund	0	0	0
Political subdivision oil tax distributions	265,625	265,625	109,375
Western Area Water Supply Authority loan refinance	0	0	0
Remaining transfers and other sources	1	(172)	6
Total transfers and other sources	\$517,641	\$265,453	\$17,518,528
Total general fund revenues	\$241,726,065	\$116,165,368	\$289,487,750

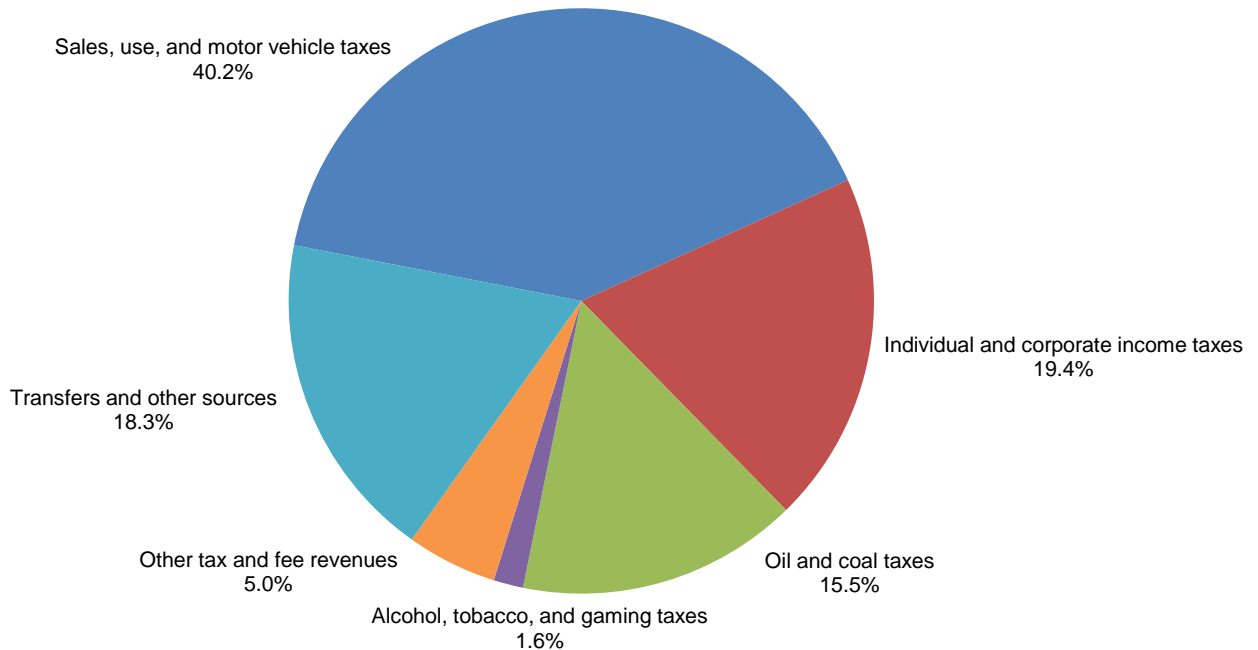
CURRENT BIENNIUM COMPARISON TO FORECAST

The schedule below provides a comparison of actual to forecasted general fund revenue collections for the biennium to date through June 2018. 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	\$829,120,206	\$818,947,000	\$10,173,206	1.2%
Motor vehicle excise tax	114,342,237	107,319,000	7,023,237	6.5%
Individual income tax	364,254,125	340,672,000	23,582,125	6.9%
Corporate income tax	92,348,170	54,592,000	37,756,170	69.2%
Oil and gas tax collections	342,620,456	342,620,456	0	0.0%
Coal conversion tax	22,110,228	19,882,000	2,228,228	11.2%
Cigarette and tobacco tax	26,473,548	26,943,000	(469,452)	(1.7%)
Wholesale liquor tax	8,818,575	8,973,561	(154,986)	(1.7%)
Gaming tax	3,178,322	3,749,056	(570,734)	(15.2%)
Insurance premium tax	55,125,897	62,456,284	(7,330,387)	(11.7%)
Departmental collections	41,859,911	40,414,099	1,445,812	3.6%
Interest income	3,906,850	3,962,000	(55,150)	(1.4%)
Mineral leasing fees	16,528,385	15,098,320	1,430,065	9.5%
Total tax and fee revenues	\$1,920,686,910	\$1,845,628,776	\$75,058,134	4.1%
Transfers and other sources				
Bank of North Dakota profits	\$70,000,000	\$70,000,000	\$0	0.0%
Mill and Elevator Association profits	10,109,147	8,802,989	1,306,158	14.8%
Lottery	7,300,000	7,500,000	(200,000)	(2.7%)
Gas tax administration	1,008,060	1,008,060	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	2,875,000	2,875,000	0	0.0%
Western Area Water Supply Authority loan refinance	25,000,000	25,000,000	0	0.0%
Remaining transfers and other sources	183,690	0	183,690	N/A
Total transfers and other sources	\$427,950,897	\$426,661,049	\$1,289,848	0.3%
Total general fund revenues	\$2,348,637,807	\$2,272,289,825	\$76,347,982	3.4%

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 June 2018.



CURRENT BIENNIUM PROJECTIONS

The schedule below provides information on actual general fund revenue collections through June 2018 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 June 2018	Remaining Forecast	Biennium Total	Original Forecast
Tax and fee revenues				
Sales and use tax	\$829,120,206	\$882,800,285	\$1,711,920,491	\$1,701,747,285
Motor vehicle excise tax	114,342,237	112,684,000	227,026,237	220,003,000
Individual income tax	364,254,125	358,056,000	722,310,125	698,728,000
Corporate income tax	92,348,170	47,496,415	139,844,585	102,088,415
Oil and gas tax collections	342,620,456	57,379,544	400,000,000	400,000,000
Coal conversion tax	22,110,228	19,682,000	41,792,228	39,564,000
Cigarette and tobacco tax	26,473,548	26,304,000	52,777,548	53,247,000
Wholesale liquor tax	8,818,575	9,109,439	17,928,014	18,083,000
Gaming tax	3,178,322	3,552,424	6,730,746	7,301,480
Insurance premium tax	55,125,897	67,180,837	122,306,734	129,637,121
Departmental collections	41,859,911	41,569,765	83,429,676	81,983,864
Interest income	3,906,850	4,038,000	7,944,850	8,000,000
Mineral leasing fees	16,528,385	15,401,680	31,930,065	30,500,000
Total tax and fee revenues	\$1,920,686,910	\$1,645,254,389	\$3,565,941,299	\$3,490,883,165
Transfers and other sources				
Bank of North Dakota profits	\$70,000,000	\$70,000,000	\$140,000,000	\$140,000,000
Mill and Elevator Association profits	10,109,147	9,763,615	19,872,762	18,566,604
Lottery	7,300,000	7,500,000	14,800,000	15,000,000
Gas tax administration	1,008,060	1,008,060	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	2,875,000	0	2,875,000	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	183,690	0	183,690	0
Total transfers and other sources	\$427,950,897	\$412,271,675	\$840,222,572	\$838,932,724
Total general fund revenues	\$2,348,637,807	\$2,057,526,064	\$4,406,163,871	\$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 12 months of the 2015-17 biennium and 2017-19 biennium.

	2017-19 Biennium Through June 2018	2015-17 Biennium Through June 2016	Increase (Decrease)	
			Amount	Percentage
Actual	\$2,348,637,807	\$2,542,722,401	(\$194,084,594)	(7.6%)
Forecast (Original)	2,272,289,825	3,134,381,239	(862,091,414)	(27.5%)
Variance to forecast	\$76,347,982	(\$591,658,838)	\$668,006,820	112.9%
Percentage variance to forecast	3.4%	(18.9%)		