

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 2018 through September 2018.

	July 2018	August 2018	September 2018
Actual collections			
Tax and fee revenues	\$180,115,872	\$181,490,439	\$145,496,178
Transfers and other sources	124,252,015	0	167,693
Total actual collections	\$304,367,887	\$181,490,439	\$145,663,871
Forecasted collections			
Tax and fee revenues	\$168,091,497	\$164,655,620	\$77,595,992
Transfers and other sources	124,252,015	0	0
Total forecasted collections	\$292,343,512	\$164,655,620	\$77,595,992
Variance to forecast			
Tax and fee revenues	\$12,024,375	\$16,834,819	\$67,900,186
Transfers and other sources	0	0	167,693
Total variance	\$12,024,375	\$16,834,819	\$68,067,879
Percentage variance	4.1%	10.2%	87.7%

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 2018 through September 2018.

	July 2018	August 2018	September 2018
Tax and fee revenues			
Sales and use tax	\$101,220,117	\$84,566,820	\$68,620,677
Motor vehicle excise tax	10,644,826	12,478,500	9,702,185
Individual income tax	60,536,341	10,765,701	17,916,673
Corporate income tax	830,387	774,374	34,059,906
Oil and gas tax collections	0	57,379,544	0
Coal conversion tax	0	1,718,650	1,885,904
Cigarette and tobacco tax	2,358,543	2,497,851	2,513,074
Wholesale liquor tax	936,437	755,472	753,740
Gaming tax	204,692	507,200	15,321
Insurance premium tax	0	4,988,930	969,390
Departmental collections	1,251,077	2,560,207	7,154,507
Interest income	147,192	419,546	468,454
Mineral leasing fees	1,986,260	2,077,644	1,436,347
Total tax and fee revenues	\$180,115,872	\$181,490,439	\$145,496,178
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	0	0	0
Strategic investment and improvements fund	124,000,000	0	0
Research North Dakota fund	0	0	0
Insurance tax distribution fund	0	0	0
Political subdivision oil tax distributions	0	0	0
Western Area Water Supply Authority loan refinance	0	0	0
Remaining transfers and other sources	0	0	167,693
Total transfers and other sources	\$124,252,015	\$0	\$167,693
Total general fund revenues	\$304,367,887	\$181,490,439	\$145,663,871

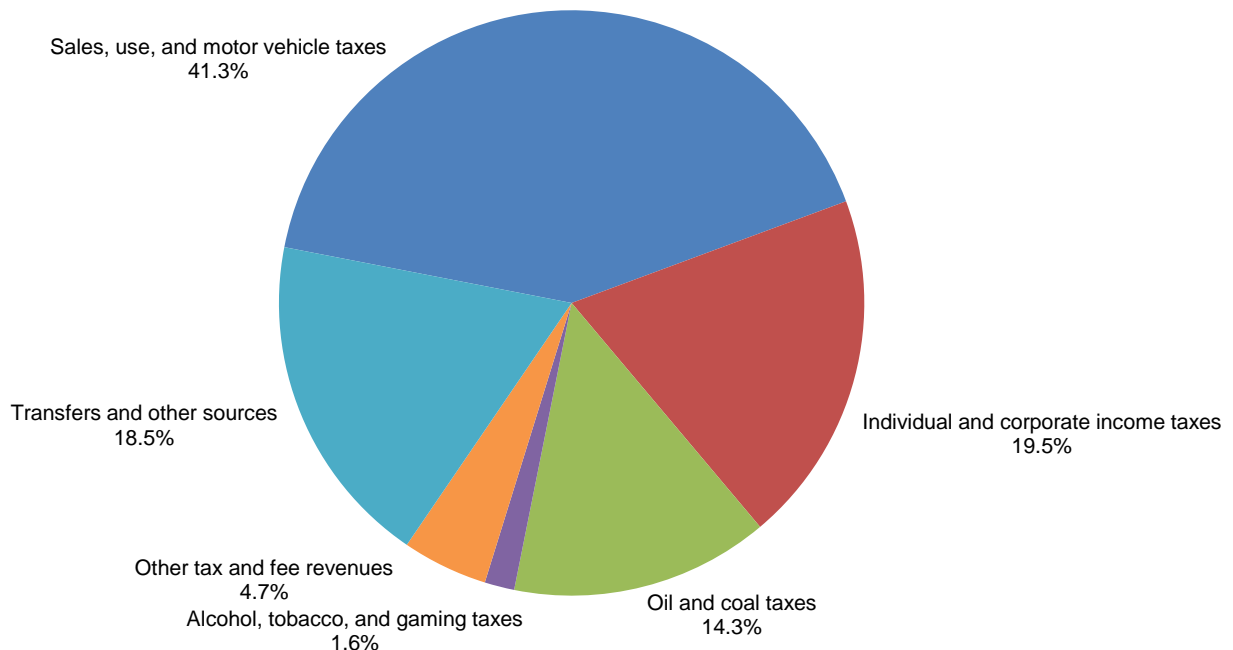
CURRENT BIENNIUM COMPARISON TO FORECAST

The schedule below provides a comparison of actual to forecasted general fund revenue collections for the biennium to date through September 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	\$1,083,527,820	\$1,039,607,000	\$43,920,820	4.2%
Motor vehicle excise tax	147,167,748	137,982,000	9,185,748	6.7%
Individual income tax	453,472,840	412,749,000	40,723,840	9.9%
Corporate income tax	128,012,837	54,592,000	73,420,837	134.5%
Oil and gas tax collections	400,000,000	400,000,000	0	0.0%
Coal conversion tax	25,714,782	23,234,000	2,480,782	10.7%
Cigarette and tobacco tax	33,843,016	34,083,000	(239,984)	(0.7%)
Wholesale liquor tax	11,264,224	11,200,706	63,518	0.6%
Gaming tax	3,905,535	4,526,716	(621,181)	(13.7%)
Insurance premium tax	61,084,217	68,429,092	(7,344,875)	(10.7%)
Departmental collections	52,825,702	45,994,327	6,831,375	14.9%
Interest income	4,942,042	4,592,000	350,042	7.6%
Mineral leasing fees	22,028,636	18,982,044	3,046,592	16.0%
Total tax and fee revenues	\$2,427,789,399	\$2,255,971,885	\$171,817,514	7.6%
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	1,260,075	1,260,075	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	248,000,000	248,000,000	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	351,383	0	351,383	N/A
Total transfers and other sources	\$552,370,605	\$550,913,064	\$1,457,541	0.3%
Total general fund revenues	\$2,980,160,004	\$2,806,884,949	\$173,275,055	6.2%

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 2018.



CURRENT BIENNIUM PROJECTIONS

The schedule below provides information on actual general fund revenue collections through September 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 September 2018	Remaining Forecast	Biennium Total	Original Forecast
Tax and fee revenues				
Sales and use tax	\$1,083,527,820	\$662,140,285	\$1,745,668,105	\$1,701,747,285
Motor vehicle excise tax	147,167,748	82,021,000	229,188,748	220,003,000
Individual income tax	453,472,840	285,979,000	739,451,840	698,728,000
Corporate income tax	128,012,837	47,496,415	175,509,252	102,088,415
Oil and gas tax collections	400,000,000	0	400,000,000	400,000,000
Coal conversion tax	25,714,782	16,330,000	42,044,782	39,564,000
Cigarette and tobacco tax	33,843,016	19,164,000	53,007,016	53,247,000
Wholesale liquor tax	11,264,224	6,882,294	18,146,518	18,083,000
Gaming tax	3,905,535	2,774,764	6,680,299	7,301,480
Insurance premium tax	61,084,217	61,208,029	122,292,246	129,637,121
Departmental collections	52,825,702	35,989,537	88,815,239	81,983,864
Interest income	4,942,042	3,408,000	8,350,042	8,000,000
Mineral leasing fees	22,028,636	11,517,956	33,546,592	30,500,000
Total tax and fee revenues	\$2,427,789,399	\$1,234,911,280	\$3,662,700,679	\$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	1,260,075	756,045	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	248,000,000	0	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	351,383	0	351,383	0
Total transfers and other sources	\$552,370,605	\$288,019,660	\$840,390,265	\$838,932,724
Total general fund revenues	\$2,980,160,004	\$1,522,930,940	\$4,503,090,944	\$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 15 months of the 2015-17 biennium and 2017-19 biennium.

	2017-19 Biennium Through September 2018	2015-17 Biennium Through September 2016	Increase (Decrease)	
			Amount	Percentage
Actual	\$2,980,160,004	\$2,899,576,320	\$80,583,684	2.8%
Forecast (Original)	2,806,884,949	3,739,669,763	(932,784,814)	(24.9%)
Variance to forecast	\$173,275,055	(\$840,093,443)	\$1,013,368,498	120.6%
Percentage variance to forecast	6.2%	(22.5%)		