



# North Dakota Legislative Council

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## 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 2019 legislative revenue forecast**, prepared at the close of the 2019 legislative session.

### QUARTERLY SUMMARY Total Collections Comparison to Forecast

The schedule below compares actual and forecasted general fund revenue collections for July 2020 through September 2020.

	July 2020	August 2020	September 2020
<b>Actual collections</b>			
Tax and fee revenues	\$222,164,059	\$122,407,698	\$150,560,181
Transfers and other sources	382,448,878	0	2,289,864
<b>Total actual collections</b>	<b>\$604,612,937</b>	<b>\$122,407,698</b>	<b>\$152,850,045</b>
<b>Forecasted collections</b>			
Tax and fee revenues	\$171,482,269	\$150,015,479	\$136,911,553
Transfers and other sources	382,448,878	0	0
<b>Total forecasted collections</b>	<b>\$553,931,147</b>	<b>\$150,015,479</b>	<b>\$136,911,553</b>
<b>Variance to forecast</b>			
Tax and fee revenues	\$50,681,790	(\$27,607,781)	\$13,648,628
Transfers and other sources	0	0	2,289,864
<b>Total variance</b>	<b>\$50,681,790</b>	<b>(\$27,607,781)</b>	<b>\$15,938,492</b>
Percentage variance	9.1%	(18.4%)	11.6%

### 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 2020 through September 2020.

	July 2020	August 2020	September 2020
<b>Tax and fee revenues</b>			
Sales and use tax	\$80,089,815	\$67,636,199	\$72,167,929
Motor vehicle excise tax	10,747,780	11,954,466	11,265,589
Individual income tax	124,457,628	10,951,760	17,460,489
Corporate income tax	801,352	27,695	20,531,512
Oil and gas tax collections	0	23,412,349	14,386,348
Coal conversion tax	0	1,594,475	1,742,380
Cigarette and tobacco tax	2,401,202	2,373,086	2,221,452
Wholesale liquor tax	979,157	824,068	868,656
Gaming tax	836,935	1,259,244	56,585
Insurance premium tax	320,888	0	1,100,841
Departmental collections	985,776	1,122,525	6,773,695
Interest income	292,352	633,088	523,471
Mineral leasing fees	251,174	618,743	1,461,234
<b>Total tax and fee revenues</b>	<b>\$222,164,059</b>	<b>\$122,407,698</b>	<b>\$150,560,181</b>
<b>Transfers and other sources</b>			
Bank of North Dakota profits	\$0	\$0	\$0
Mill and Elevator Association profits	0	0	0
Lottery	0	0	0
Gas tax administration	248,878	0	0
Legacy fund	0	0	0
Strategic investment and improvements fund	382,200,000	0	0
Tax relief fund	0	0	0
Budget stabilization fund	0	0	369,136
Research North Dakota fund	0	0	0
Remaining transfers and other sources	0	0	1,920,728
<b>Total transfers and other sources</b>	<b>\$382,448,878</b>	<b>\$0</b>	<b>\$2,289,864</b>
<b>Total general fund revenues</b>	<b>\$604,612,937</b>	<b>\$122,407,698</b>	<b>\$152,850,045</b>

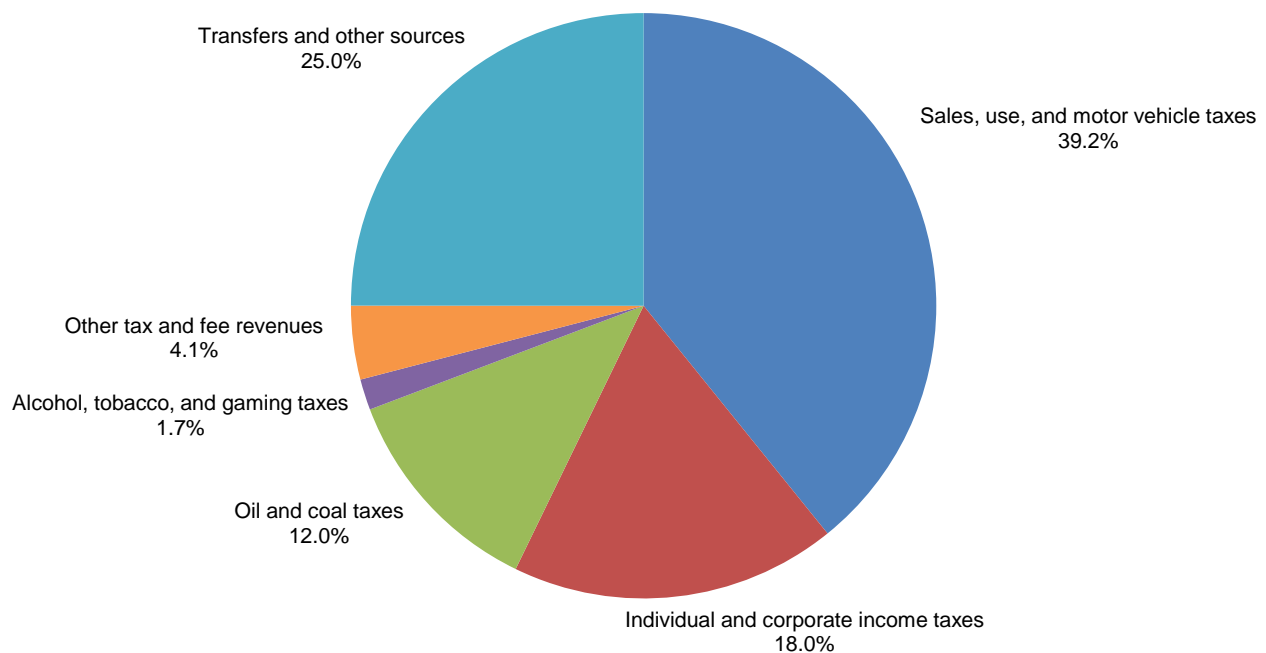
### CURRENT BIENNIUM COMPARISON TO FORECAST

The schedule below provides a comparison of actual to forecasted general fund revenue collections for the biennium to date through September 2020. 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
<b>Tax and fee revenues</b>				
Sales and use tax	\$1,190,453,507	\$1,188,496,021	\$1,957,486	0.2%
Motor vehicle excise tax	153,474,649	156,905,942	(3,431,293)	(2.2%)
Individual income tax	504,966,481	486,829,113	18,137,368	3.7%
Corporate income tax	112,924,592	73,667,195	39,257,397	53.3%
Oil and gas tax collections	388,413,615	388,413,615	0	0.0%
Coal conversion tax	24,435,579	24,101,318	334,261	1.4%
Cigarette and tobacco tax	32,199,245	31,022,264	1,176,981	3.8%
Wholesale liquor tax	11,787,614	11,802,248	(14,634)	(0.1%)
Gaming tax	14,457,002	4,439,554	10,017,448	225.6%
Insurance premium tax	54,004,441	42,264,905	11,739,536	27.8%
Departmental collections	46,753,861	43,463,282	3,290,579	7.6%
Interest income	12,721,226	4,536,400	8,184,826	180.4%
Mineral leasing fees	26,050,037	24,104,161	1,945,876	8.1%
<b>Total tax and fee revenues</b>	<b>\$2,572,641,849</b>	<b>\$2,480,046,018</b>	<b>\$92,595,831</b>	<b>3.7%</b>
<b>Transfers and other sources</b>				
Bank of North Dakota profits	\$70,000,000	\$70,000,000	\$0	0.0%
Mill and Elevator Association profits	5,423,841	6,700,000	(1,276,159)	(19.0%)
Lottery	4,100,000	6,122,500	(2,022,500)	(33.0%)
Gas tax administration	1,244,784	1,244,390	394	0.0%
Legacy fund	0	0	0	N/A
Strategic investment and improvements fund	764,400,000	764,400,000	0	0.0%
Tax relief fund	8,600,000	8,600,000	0	0.0%
Budget stabilization fund	369,136	0	369,136	N/A
Research North Dakota fund	0	0	0	N/A
Remaining transfers and other sources	2,982,786	0	2,982,786	N/A
<b>Total transfers and other sources</b>	<b>\$857,120,547</b>	<b>\$857,066,890</b>	<b>\$53,657</b>	<b>0.0%</b>
<b>Total general fund revenues</b>	<b>\$3,429,762,396</b>	<b>\$3,337,112,908</b>	<b>\$92,649,488</b>	<b>2.8%</b>

### 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 2020.



## CURRENT BIENNIUM PROJECTIONS

The schedule below provides information on actual general fund revenue collections through September 2020 and forecasted amounts for the remainder of the biennium. **The amounts shown for the original forecast reflect the 2019 legislative revenue forecast**, prepared at the close of the 2019 legislative session.

2019-21 Biennium Actual Allocations and Remaining Forecast				
	Actual Through September 2020	Remaining Forecast	Biennium Total	Original Forecast
<b>Tax and fee revenues</b>				
Sales and use tax	\$1,190,453,507	\$679,765,979	\$1,870,219,486	\$1,868,262,000
Motor vehicle excise tax	153,474,649	93,045,858	246,520,507	249,951,800
Individual income tax	504,966,481	316,475,887	821,442,368	803,305,000
Corporate income tax	112,924,592	58,600,805	171,525,397	132,268,000
Oil and gas tax collections	388,413,615	11,586,385	400,000,000	400,000,000
Coal conversion tax	24,435,579	17,336,682	41,772,261	41,438,000
Cigarette and tobacco tax	32,199,245	16,815,736	49,014,981	47,838,000
Wholesale liquor tax	11,787,614	6,900,752	18,688,366	18,703,000
Gaming tax	14,457,002	3,071,646	17,528,648	7,511,200
Insurance premium tax	54,004,441	30,679,145	84,683,586	72,944,050
Departmental collections	46,753,861	48,058,284	94,812,145	91,521,566
Interest income	12,721,226	5,463,600	18,184,826	10,000,000
Mineral leasing fees	26,050,037	13,895,839	39,945,876	38,000,000
<b>Total tax and fee revenues</b>	<b>\$2,572,641,849</b>	<b>\$1,301,696,598</b>	<b>\$3,874,338,447</b>	<b>\$3,781,742,616</b>
<b>Transfers and other sources</b>				
Bank of North Dakota profits	\$70,000,000	\$70,000,000	\$140,000,000	\$140,000,000
Mill and Elevator Association profits	5,423,841	6,700,000	12,123,841	13,400,000
Lottery	4,100,000	6,122,500	10,222,500	12,245,000
Gas tax administration	1,244,784	746,634	1,991,418	1,991,024
Legacy fund	0	100,000,000	100,000,000	100,000,000
Strategic investment and improvements fund	764,400,000	0	764,400,000	764,400,000
Tax relief fund	8,600,000	0	8,600,000	8,600,000
Budget stabilization fund	369,136	0	369,136	0
Research North Dakota fund	0	581,000	581,000	581,000
Remaining transfers and other sources	2,982,786	0	2,982,786	0
<b>Total transfers and other sources</b>	<b>\$857,120,547</b>	<b>\$184,150,134</b>	<b>\$1,041,270,681</b>	<b>\$1,041,217,024</b>
<b>Total general fund revenues</b>	<b>\$3,429,762,396</b>	<b>\$1,485,846,732</b>	<b>\$4,915,609,128</b>	<b>\$4,822,959,640</b>

## 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 2017-19 biennium and 2019-21 biennium.

	2019-21 Biennium Through September 2020	2017-19 Biennium Through September 2018	Increase (Decrease)	
			Amount	Percentage
Actual	\$3,429,762,396	\$2,980,160,004	\$449,602,392	15.1%
Forecast (Original)	3,337,112,908	2,636,942,226	700,170,682	26.6%
Variance to forecast	\$92,649,488	\$343,217,778	(\$250,568,290)	(73.0%)
Percentage variance to forecast	2.8%	13.0%		