



North Dakota Legislative Council

Prepared by the Legislative Council staff
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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 October 2020 through December 2020.

	October 2020	November 2020	December 2020
Actual collections			
Tax and fee revenues	\$157,475,169	\$131,386,993	\$107,808,760
Transfers and other sources	35,246,889	0	(295,041)
Total actual collections	\$192,722,058	\$131,386,993	\$107,513,719
Forecasted collections			
Tax and fee revenues	\$183,735,570	\$118,740,521	\$102,992,540
Transfers and other sources	35,248,878	0	0
Total forecasted collections	\$218,984,448	\$118,740,521	\$102,992,540
Variance to forecast			
Tax and fee revenues	(\$26,260,401)	\$12,646,472	\$4,816,220
Transfers and other sources	(1,989)	0	(295,041)
Total variance	(\$26,262,390)	\$12,646,472	\$4,521,179
Percentage variance	(12.0%)	10.7%	4.4%

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 October 2020 through December 2020.

	October 2020	November 2020	December 2020
Tax and fee revenues			
Sales and use tax	\$69,721,308	\$72,946,740	\$60,985,895
Motor vehicle excise tax	12,266,079	10,183,793	9,999,669
Individual income tax	46,088,617	19,276,606	10,775,471
Corporate income tax	6,369,212	6,586,797	19,395,615
Oil and gas tax collections	11,586,384	0	0
Coal conversion tax	1,786,607	1,616,723	1,657,768
Cigarette and tobacco tax	2,210,125	2,097,614	1,898,427
Wholesale liquor tax	802,733	735,125	692,296
Gaming tax	1,763,144	2,913,590	317,828
Insurance premium tax	473,274	10,543,882	174,518
Departmental collections	1,943,542	2,018,195	1,535,853
Interest income	411,844	424,091	375,382
Mineral leasing fees	2,052,300	2,043,837	38
Total tax and fee revenues	\$157,475,169	\$131,386,993	\$107,808,760
Transfers and other sources			
Bank of North Dakota profits	\$35,000,000	\$0	\$0
Mill and Elevator Association profits	0	0	0
Lottery	0	0	0
Gas tax administration	248,878	0	0
Budget stabilization fund (Interest)	0	0	0
Legacy fund	0	0	0
Strategic investment and improvements fund	0	0	0
Tax relief fund	0	0	0
Research North Dakota fund	0	0	0
Remaining transfers and other sources	(1,989)	0	(295,041)
Total transfers and other sources	\$35,246,889	\$0	(\$295,041)
Total general fund revenues	\$192,722,058	\$131,386,993	\$107,513,719

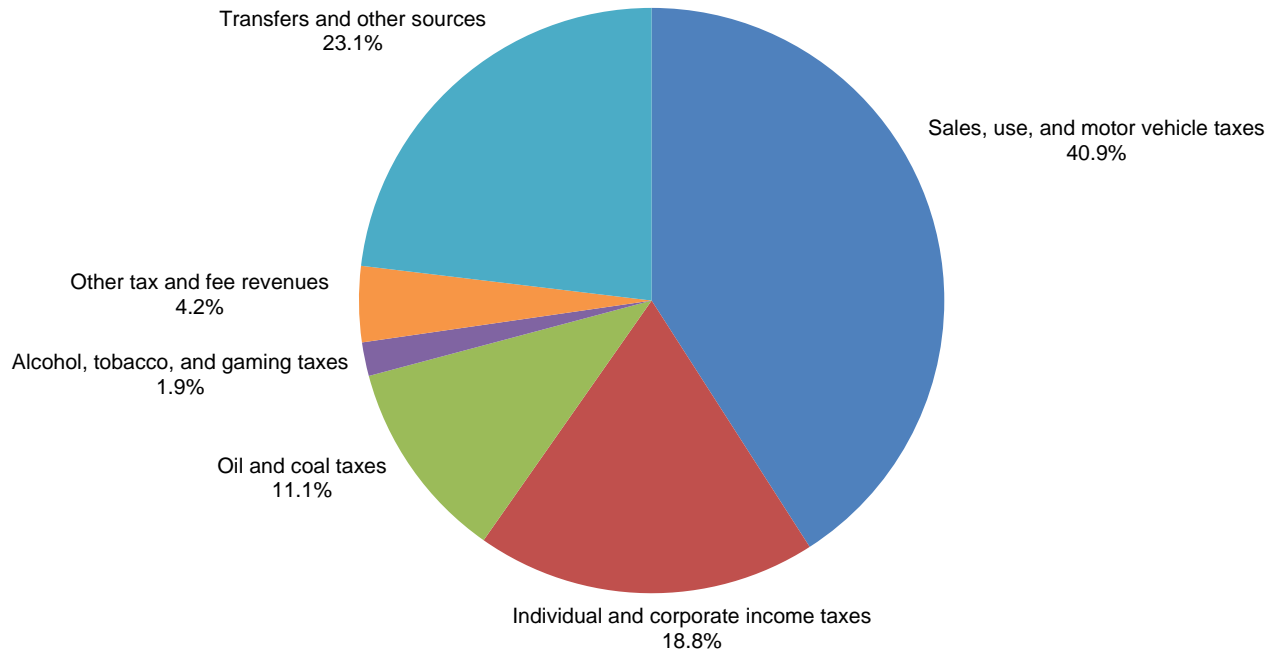
CURRENT BIENNIUM COMPARISON TO FORECAST

The schedule below provides a comparison of actual to forecasted general fund revenue collections for the biennium to date through December 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
Tax and fee revenues				
Sales and use tax	\$1,394,107,450	\$1,429,805,395	(\$35,697,945)	(2.5%)
Motor vehicle excise tax	185,924,190	186,871,985	(947,795)	(0.5%)
Individual income tax	581,107,175	560,886,932	20,220,243	3.6%
Corporate income tax	145,276,216	85,707,161	59,569,055	69.5%
Oil and gas tax collections	400,000,000	400,000,000	0	0.0%
Coal conversion tax	29,496,677	29,385,264	111,413	0.4%
Cigarette and tobacco tax	38,405,411	37,024,639	1,380,772	3.7%
Wholesale liquor tax	14,017,768	14,169,516	(151,748)	(1.1%)
Gaming tax	19,451,564	5,291,629	14,159,935	267.6%
Insurance premium tax	65,196,115	47,929,275	17,266,840	36.0%
Departmental collections	52,251,451	53,142,953	(891,502)	(1.7%)
Interest income	13,932,543	5,809,500	8,123,043	139.8%
Mineral leasing fees	30,146,212	29,490,401	655,811	2.2%
Total tax and fee revenues	\$2,969,312,772	\$2,885,514,650	\$83,798,122	2.9%
Transfers and other sources				
Bank of North Dakota profits	\$105,000,000	\$105,000,000	\$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	1,493,662	1,493,268	394	0.0%
Budget stabilization fund (Interest)	369,136	0	369,136	N/A
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%
Research North Dakota fund	0	0	0	N/A
Remaining transfers and other sources	2,685,756	0	2,685,756	N/A
Total transfers and other sources	\$892,072,395	\$892,315,768	(\$243,373)	0.0%
Total general fund revenues	\$3,861,385,167	\$3,777,830,418	\$83,554,749	2.2%

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 December 2020.



CURRENT BIENNIUM PROJECTIONS

The schedule below provides information on actual general fund revenue collections through December 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 December 2020	Remaining Forecast	Biennium Total	Original Forecast
Tax and fee revenues				
Sales and use tax	\$1,394,107,450	\$438,456,605	\$1,832,564,055	\$1,868,262,000
Motor vehicle excise tax	185,924,190	63,079,815	249,004,005	249,951,800
Individual income tax	581,107,175	242,418,068	823,525,243	803,305,000
Corporate income tax	145,276,216	46,560,839	191,837,055	132,268,000
Oil and gas tax collections	400,000,000	0	400,000,000	400,000,000
Coal conversion tax	29,496,677	12,052,736	41,549,413	41,438,000
Cigarette and tobacco tax	38,405,411	10,813,361	49,218,772	47,838,000
Wholesale liquor tax	14,017,768	4,533,484	18,551,252	18,703,000
Gaming tax	19,451,564	2,219,571	21,671,135	7,511,200
Insurance premium tax	65,196,115	25,014,775	90,210,890	72,944,050
Departmental collections	52,251,451	38,378,613	90,630,064	91,521,566
Interest income	13,932,543	4,190,500	18,123,043	10,000,000
Mineral leasing fees	30,146,212	8,509,599	38,655,811	38,000,000
Total tax and fee revenues	\$2,969,312,772	\$896,227,966	\$3,865,540,738	\$3,781,742,616
Transfers and other sources				
Bank of North Dakota profits	\$105,000,000	\$35,000,000	\$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	1,493,662	497,756	1,991,418	1,991,024
Budget stabilization fund (Interest)	369,136	0	369,136	0
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
Research North Dakota fund	0	581,000	581,000	581,000
Remaining transfers and other sources	2,685,756	0	2,685,756	0
Total transfers and other sources	\$892,072,395	\$148,901,256	\$1,040,973,651	\$1,041,217,024
Total general fund revenues	\$3,861,385,167	\$1,045,129,222	\$4,906,514,389	\$4,822,959,640

CURRENT BIENNIUM TO PRIOR BIENNIUM COMPARISON

The schedule below provides information on actual and forecasted total general fund revenue collections for the first 18 months of the 2017-19 biennium and 2019-21 biennium.

	2019-21 Biennium Through December 2020	2017-19 Biennium Through December 2018	Increase (Decrease)	
			Amount	Percentage
Actual	\$3,861,385,167	\$3,487,463,617	\$373,921,550	10.7%
Forecast (Original)	3,777,830,418	3,196,500,666	581,329,752	18.2%
Variance to forecast	\$83,554,749	\$290,962,951	(\$207,408,202)	(71.3%)
Percentage variance to forecast	2.2%	9.1%		