



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 January 2021 through March 2021.

	January 2021	February 2021	March 2021
Actual collections			
Tax and fee revenues	\$137,483,108	\$131,042,421	\$135,091,475
Transfers and other sources	248,878	1,182	(25)
Total actual collections	\$137,731,986	\$131,043,603	\$135,091,450
Forecasted collections			
Tax and fee revenues	\$175,158,455	\$120,949,793	\$97,213,860
Transfers and other sources	248,878	0	35,000,000
Total forecasted collections	\$175,407,333	\$120,949,793	\$132,213,860
Variance to forecast			
Tax and fee revenues	(\$37,675,347)	\$10,092,628	\$37,877,615
Transfers and other sources	0	1,182	(35,000,025)
Total variance	(\$37,675,347)	\$10,093,810	\$2,877,590
Percentage variance	(21.5%)	8.3%	2.2%

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 January 2021 through March 2021.

	January 2021	February 2021	March 2021
Tax and fee revenues			
Sales and use tax	\$73,594,976	\$63,196,500	\$67,940,664
Motor vehicle excise tax	11,143,071	10,867,329	12,542,327
Individual income tax	34,452,110	27,390,063	27,975,191
Corporate income tax	7,751,754	4,344,425	12,370,527
Oil and gas tax collections	0	0	0
Coal conversion tax	1,652,720	1,845,627	1,785,441
Cigarette and tobacco tax	2,006,837	1,792,819	1,644,421
Wholesale liquor tax	969,098	647,439	701,825
Gaming tax	1,260,476	3,448,773	70,828
Insurance premium tax	185,647	13,385,351	7,617,161
Departmental collections	2,427,700	1,458,385	1,073,655
Interest income	328,152	273,343	287,549
Mineral leasing fees	1,710,567	2,392,367	1,081,886
Total tax and fee revenues	\$137,483,108	\$131,042,421	\$135,091,475
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	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	0	1,182	(25)
Total transfers and other sources	\$248,878	\$1,182	(\$25)
Total general fund revenues	\$137,731,986	\$131,043,603	\$135,091,450

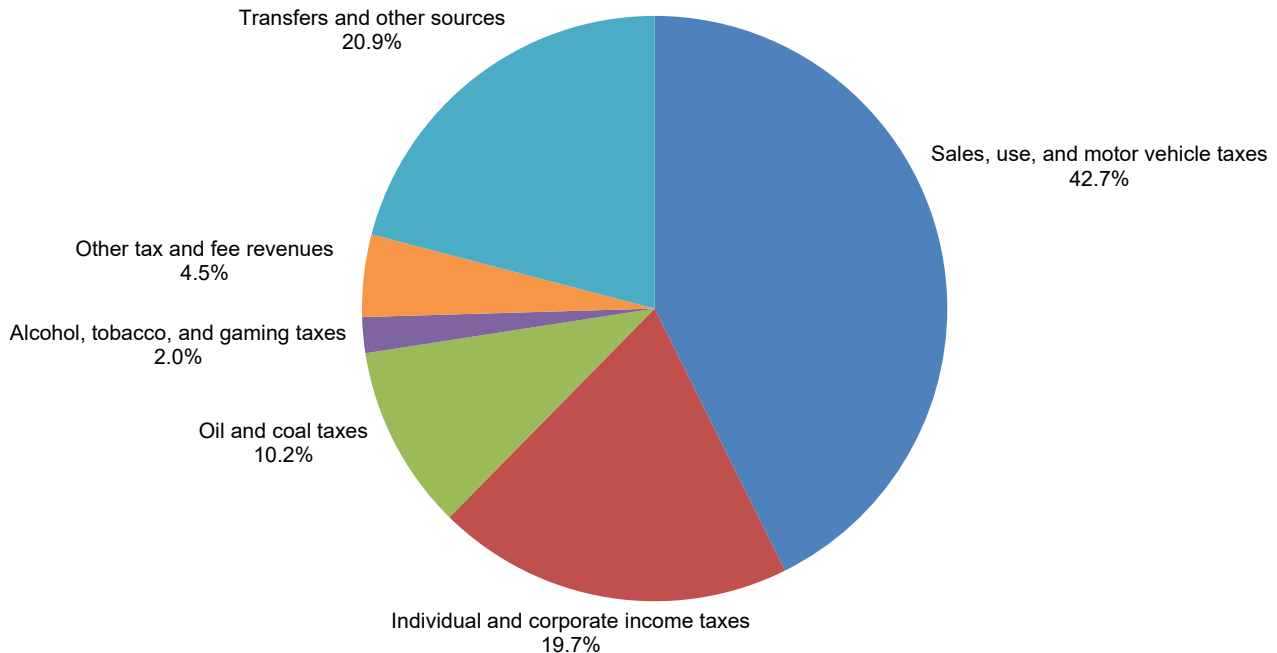
CURRENT BIENNIUM COMPARISON TO FORECAST

The schedule below provides a comparison of actual to forecasted general fund revenue collections for the biennium to date through March 2021. 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	\$1,598,839,590	\$1,644,989,938	(\$46,150,348)	(2.8%)
Motor vehicle excise tax	220,476,917	216,707,571	3,769,346	1.7%
Individual income tax	670,924,539	655,355,461	15,569,078	2.4%
Corporate income tax	169,742,922	99,004,893	70,738,029	71.4%
Oil and gas tax collections	400,000,000	400,000,000	0	0.0%
Coal conversion tax	34,780,465	34,619,596	160,869	0.5%
Cigarette and tobacco tax	43,849,488	42,114,437	1,735,051	4.1%
Wholesale liquor tax	16,336,130	16,317,060	19,070	0.1%
Gaming tax	24,231,641	6,308,939	17,922,702	284.1%
Insurance premium tax	86,384,274	63,453,663	22,930,611	36.1%
Departmental collections	57,211,191	59,854,450	(2,643,259)	(4.4%)
Interest income	14,821,587	7,310,300	7,511,287	102.7%
Mineral leasing fees	35,331,032	32,800,450	2,530,582	7.7%
Total tax and fee revenues	\$3,372,929,776	\$3,278,836,758	\$94,093,018	2.9%
Transfers and other sources				
Bank of North Dakota profits	\$105,000,000	\$140,000,000	(\$35,000,000)	(25.0%)
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	1,742,540	1,742,146	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	2,686,913	0	2,686,913	N/A
Total transfers and other sources	\$892,322,430	\$927,564,646	(\$35,242,216)	(3.8%)
Total general fund revenues	\$4,265,252,206	\$4,206,401,404	\$58,850,802	1.4%

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 March 2021.



CURRENT BIENNIUM PROJECTIONS

The schedule below provides information on actual general fund revenue collections through March 2021 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 March 2021	Remaining Forecast	Biennium Total	Original Forecast
Tax and fee revenues				
Sales and use tax	\$1,598,839,590	\$223,272,062	\$1,822,111,652	\$1,868,262,000
Motor vehicle excise tax	220,476,917	33,244,229	253,721,146	249,951,800
Individual income tax	670,924,539	147,949,539	818,874,078	803,305,000
Corporate income tax	169,742,922	33,263,107	203,006,029	132,268,000
Oil and gas tax collections	400,000,000	0	400,000,000	400,000,000
Coal conversion tax	34,780,465	6,818,404	41,598,869	41,438,000
Cigarette and tobacco tax	43,849,488	5,723,563	49,573,051	47,838,000
Wholesale liquor tax	16,336,130	2,385,940	18,722,070	18,703,000
Gaming tax	24,231,641	1,202,261	25,433,902	7,511,200
Insurance premium tax	86,384,274	9,490,387	95,874,661	72,944,050
Departmental collections	57,211,191	31,667,116	88,878,307	91,521,566
Interest income	14,821,587	2,689,700	17,511,287	10,000,000
Mineral leasing fees	35,331,032	5,199,550	40,530,582	38,000,000
Total tax and fee revenues	\$3,372,929,776	\$502,905,858	\$3,875,835,634	\$3,781,742,616
Transfers and other sources				
Bank of North Dakota profits	\$105,000,000	\$0	\$105,000,000	\$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	1,742,540	248,878	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	2,686,913	0	2,686,913	0
Total transfers and other sources	\$892,322,430	\$113,652,378	\$1,005,974,808	\$1,041,217,024
Total general fund revenues	\$4,265,252,206	\$616,558,236	\$4,881,810,442	\$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 21 months of the 2017-19 biennium and 2019-21 biennium.

	2019-21 Biennium Through March 2021	2017-19 Biennium Through March 2019	Increase (Decrease)	
			Amount	Percentage
Actual	\$4,265,252,206	\$3,903,812,431	\$361,439,775	9.3%
Forecast (Original)	4,206,401,404	3,650,246,500	556,154,904	15.2%
Variance to forecast	\$58,850,802	\$253,565,931	(\$194,715,129)	(76.8%)
Percentage variance to forecast	1.4%	6.9%		