



North Dakota Legislative Council

Prepared by the Legislative Council staff
LC# 21.9011.08000
July 2021

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 April 2021 through June 2021.

	April 2021	May 2021	June 2021
Actual collections			
Tax and fee revenues	\$231,549,697	\$149,862,179	\$176,781,393
Transfers and other sources	248,878	35,000,000	893,209,969
Total actual collections	\$231,798,575	\$184,862,179	\$1,069,991,362
Forecasted collections			
Tax and fee revenues	\$228,803,293	\$123,654,216	\$150,448,349
Transfers and other sources	248,878	0	113,403,500
Total forecasted collections	\$229,052,171	\$123,654,216	\$263,851,849
Variance to forecast			
Tax and fee revenues	\$2,746,404	\$26,207,963	\$26,333,044
Transfers and other sources	0	35,000,000	779,806,469
Total variance	\$2,746,404	\$61,207,963	\$806,139,513
Percentage variance	1.2%	49.5%	305.5%

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 2021 through June 2021.

	April 2021	May 2021	June 2021
Tax and fee revenues			
Sales and use tax	\$79,083,179	\$55,283,822	\$90,785,184
Motor vehicle excise tax	13,104,562	12,627,530	13,481,112
Individual income tax	88,828,901	39,968,961	17,831,467
Corporate income tax	37,457,556	4,652,159	26,557,349
Oil and gas tax collections	0	0	0
Coal conversion tax	2,031,562	1,765,760	4,088,121
Cigarette and tobacco tax	2,082,213	1,969,984	2,006,193
Wholesale liquor tax	815,682	803,583	772,303
Gaming tax	4,085,461	2,509,024	34,488
Insurance premium tax	64,009	10,739,819	5,168,993
Departmental collections	2,674,092	16,914,771	12,399,511
Interest income	246,914	261,822	1,265,166
Mineral leasing fees	1,075,566	2,364,944	2,391,506
Total tax and fee revenues	\$231,549,697	\$149,862,179	\$176,781,393
Transfers and other sources			
Bank of North Dakota profits	\$0	\$35,000,000	\$0
Mill and Elevator Association profits	0	0	6,393,652
Lottery	0	0	6,300,000
Gas tax administration	248,878	0	0
Budget stabilization fund (Interest)	0	0	5,575,109
Legacy fund	0	0	871,687,384
Strategic investment and improvements fund	0	0	0
Tax relief fund	0	0	0
Research North Dakota fund	0	0	422,544
Remaining transfers and other sources	0	0	2,831,280
Total transfers and other sources	\$248,878	\$35,000,000	\$893,209,969
Total general fund revenues	\$231,798,575	\$184,862,179	\$1,069,991,362

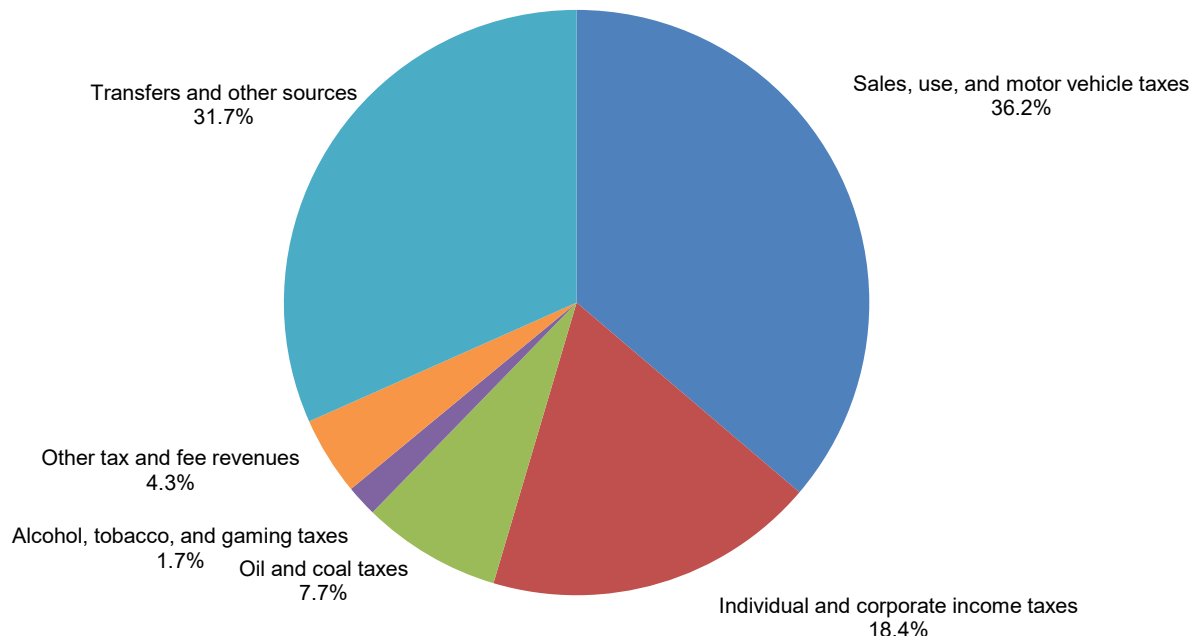
CURRENT BIENNIUM COMPARISON TO FORECAST

The schedule below provides a comparison of actual to forecasted general fund revenue collections for the biennium to date through June 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	\$1,823,991,775	\$1,868,262,000	(\$44,270,225)	(2.4%)
Motor vehicle excise tax	259,690,121	249,951,800	9,738,321	3.9%
Individual income tax	817,553,868	803,305,000	14,248,868	1.8%
Corporate income tax	238,409,986	132,268,000	106,141,986	80.2%
Oil and gas tax collections	400,000,000	400,000,000	0	0.0%
Coal conversion tax	42,665,908	41,438,000	1,227,908	3.0%
Cigarette and tobacco tax	49,907,878	47,838,000	2,069,878	4.3%
Wholesale liquor tax	18,727,698	18,703,000	24,698	0.1%
Gaming tax	30,860,614	7,511,200	23,349,414	310.9%
Insurance premium tax	102,357,095	72,944,050	29,413,045	40.3%
Departmental collections	89,199,565	91,521,566	(2,322,001)	(2.5%)
Interest income	16,595,489	10,000,000	6,595,489	66.0%
Mineral leasing fees	41,163,048	38,000,000	3,163,048	8.3%
Total tax and fee revenues	\$3,931,123,045	\$3,781,742,616	\$149,380,429	4.0%
Transfers and other sources				
Bank of North Dakota profits	\$140,000,000	\$140,000,000	\$0	0.0%
Mill and Elevator Association profits	11,817,493	13,400,000	(1,582,507)	(11.8%)
Lottery	10,400,000	12,245,000	(1,845,000)	(15.1%)
Gas tax administration	1,991,418	1,991,024	394	0.0%
Budget stabilization fund (Interest)	5,944,245	0	5,944,245	N/A
Legacy fund	871,687,384	100,000,000	771,687,384	771.7%
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	422,544	581,000	(158,456)	(27.3%)
Remaining transfers and other sources	5,518,193	0	5,518,193	N/A
Total transfers and other sources	\$1,820,781,277	\$1,041,217,024	\$779,564,253	74.9%
Total general fund revenues	\$5,751,904,322	\$4,822,959,640	\$928,944,682	19.3%

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 2021.



CURRENT BIENNIUM PROJECTIONS

The schedule below provides information on actual general fund revenue collections through June 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 June 2021	Remaining Forecast	Biennium Total	Original Forecast
Tax and fee revenues				
Sales and use tax	\$1,823,991,775	\$0	\$1,823,991,775	\$1,868,262,000
Motor vehicle excise tax	259,690,121	0	259,690,121	249,951,800
Individual income tax	817,553,868	0	817,553,868	803,305,000
Corporate income tax	238,409,986	0	238,409,986	132,268,000
Oil and gas tax collections	400,000,000	0	400,000,000	400,000,000
Coal conversion tax	42,665,908	0	42,665,908	41,438,000
Cigarette and tobacco tax	49,907,878	0	49,907,878	47,838,000
Wholesale liquor tax	18,727,698	0	18,727,698	18,703,000
Gaming tax	30,860,614	0	30,860,614	7,511,200
Insurance premium tax	102,357,095	0	102,357,095	72,944,050
Departmental collections	89,199,565	0	89,199,565	91,521,566
Interest income	16,595,489	0	16,595,489	10,000,000
Mineral leasing fees	41,163,048	0	41,163,048	38,000,000
Total tax and fee revenues	\$3,931,123,045	\$0	\$3,931,123,045	\$3,781,742,616
Transfers and other sources				
Bank of North Dakota profits	\$140,000,000	\$0	\$140,000,000	\$140,000,000
Mill and Elevator Association profits	11,817,493	0	11,817,493	13,400,000
Lottery	10,400,000	0	10,400,000	12,245,000
Gas tax administration	1,991,418	0	1,991,418	1,991,024
Budget stabilization fund (Interest)	5,944,245	0	5,944,245	0
Legacy fund	871,687,384	0	871,687,384	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	422,544	0	422,544	581,000
Remaining transfers and other sources	5,518,193	0	5,518,193	0
Total transfers and other sources	\$1,820,781,277	\$0	\$1,820,781,277	\$1,041,217,024
Total general fund revenues	\$5,751,904,322	\$0	\$5,751,904,322	\$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 24 months of the 2017-19 biennium and 2019-21 biennium.

	2019-21 Biennium Through June 2021	2017-19 Biennium Through June 2019	Increase (Decrease)	
			Amount	Percentage
Actual	\$5,751,904,322	\$4,913,448,662	\$838,455,660	17.1%
Forecast (Original)	4,822,959,640	4,329,815,889	493,143,751	11.4%
Variance to forecast	\$928,944,682	\$583,632,773	\$345,311,909	59.2%
Percentage variance to forecast	19.3%	13.5%		