



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 special session legislative forecast**, prepared at the close of the November 2021 special session.

QUARTERLY SUMMARY Total Collections Comparison to Forecast

The schedule below compares actual and forecasted general fund revenue collections for January 2022 through March 2022.

| | January 2022 | February 2022 | March 2022 |
|-------------------------------------|----------------------|----------------------|----------------------|
| Actual collections | | | |
| Tax and fee revenues | \$153,611,401 | \$121,422,171 | \$207,496,216 |
| Transfers and other sources | 236,549 | 3,593 | (27,834) |
| Total actual collections | \$153,847,950 | \$121,425,764 | \$207,468,382 |
| Forecasted collections | | | |
| Tax and fee revenues | \$126,937,515 | \$103,892,021 | \$169,603,728 |
| Transfers and other sources | 234,218 | 0 | 0 |
| Total forecasted collections | \$127,171,733 | \$103,892,021 | \$169,603,728 |
| Variance to forecast | | | |
| Tax and fee revenues | \$26,673,886 | \$17,530,150 | \$37,892,488 |
| Transfers and other sources | 2,331 | 3,593 | (27,834) |
| Total variance | \$26,676,217 | \$17,533,743 | \$37,864,654 |
| Percentage variance | 21.0% | 16.9% | 22.3% |

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 2022 through March 2022.

| | January 2022 | February 2022 | March 2022 |
|--|----------------------|----------------------|----------------------|
| Tax and fee revenues | | | |
| Sales and use tax | \$104,212,673 | \$65,819,205 | \$64,797,226 |
| Motor vehicle excise tax | 11,930,935 | 10,444,033 | 12,348,930 |
| Individual income tax | 18,510,312 | 14,144,075 | 40,794,420 |
| Corporate income tax | 9,423,805 | 5,178,926 | 5,430,022 |
| Oil and gas tax collections | 0 | 0 | 67,117,877 |
| Cigarette and tobacco tax | 1,779,055 | 1,586,328 | 1,579,556 |
| Wholesale liquor tax | 951,858 | 652,351 | 660,187 |
| Gaming tax | 54,100 | 21,337 | 28,271 |
| Insurance premium tax | 309,327 | 17,266,454 | 10,064,408 |
| Departmental collections | 2,165,374 | 2,467,273 | 342,229 |
| Interest income | 295,332 | 261,947 | 262,830 |
| Mineral leasing fees | 3,978,630 | 3,580,242 | 4,070,260 |
| Total tax and fee revenues | \$153,611,401 | \$121,422,171 | \$207,496,216 |
| 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 | 234,218 | 0 | 0 |
| Budget stabilization fund (Interest) | 0 | 0 | 0 |
| Strategic investment and improvements fund | 0 | 0 | 0 |
| Remaining transfers and other sources | 2,331 | 3,593 | (27,834) |
| Total transfers and other sources | \$236,549 | \$3,593 | (\$27,834) |
| Total general fund revenues | \$153,847,950 | \$121,425,764 | \$207,468,382 |

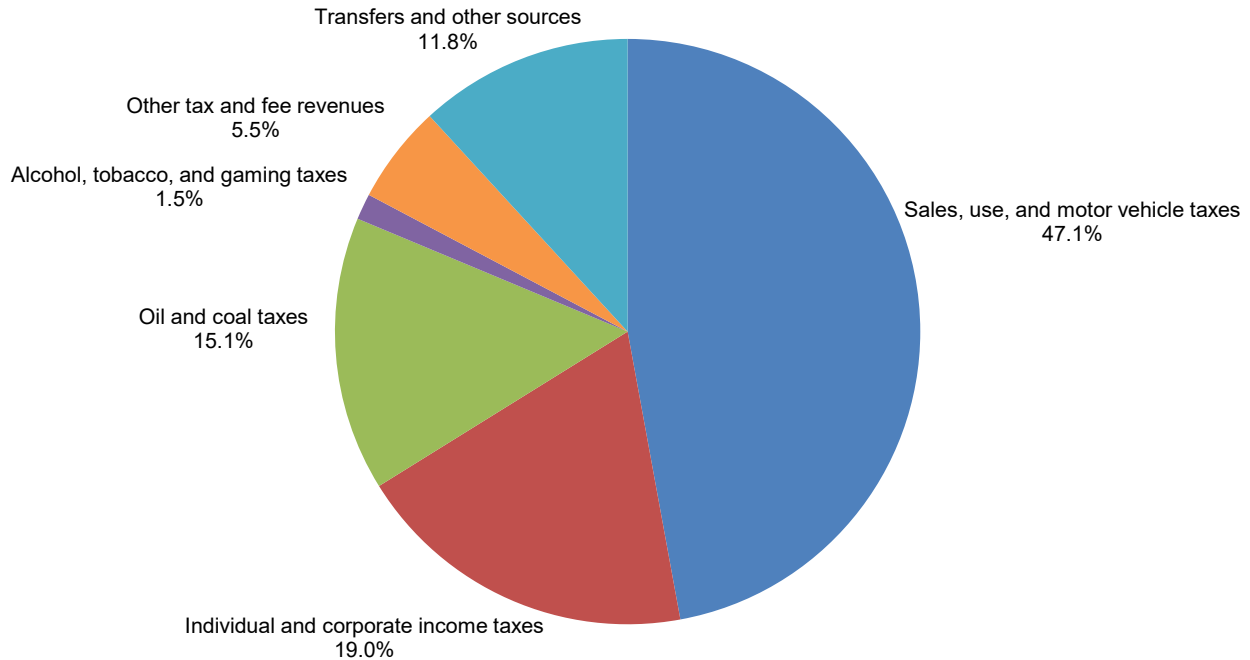
CURRENT BIENNIUM COMPARISON TO FORECAST

The schedule below provides a comparison of actual to forecasted general fund revenue collections for the biennium to date through March 2022. 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 | \$728,713,355 | \$641,776,075 | \$86,937,280 | 13.5% |
| Motor vehicle excise tax | 102,147,004 | 95,436,000 | 6,711,004 | 7.0% |
| Individual income tax | 234,922,327 | 192,216,505 | 42,705,822 | 22.2% |
| Corporate income tax | 100,827,615 | 56,004,617 | 44,822,998 | 80.0% |
| Oil and gas tax collections | 267,117,877 | 267,117,877 | 0 | 0.0% |
| Cigarette and tobacco tax | 17,754,734 | 16,975,379 | 779,355 | 4.6% |
| Wholesale liquor tax | 7,299,332 | 6,292,269 | 1,007,063 | 16.0% |
| Gaming tax | 260,737 | 0 | 260,737 | N/A |
| Insurance premium tax | 46,035,040 | 38,036,078 | 7,998,962 | 21.0% |
| Departmental collections | 19,959,371 | 21,489,495 | (1,530,124) | (7.1%) |
| Interest income | 2,718,578 | 6,005,875 | (3,287,297) | (54.7%) |
| Mineral leasing fees | 27,211,211 | 12,692,858 | 14,518,353 | 114.4% |
| Total tax and fee revenues | \$1,554,967,181 | \$1,354,043,028 | \$200,924,153 | 14.8% |
| Transfers and other sources | | | | |
| Bank of North Dakota profits | \$0 | \$0 | \$0 | N/A |
| Mill and Elevator Association profits | 0 | 0 | 0 | N/A |
| Lottery | 0 | 0 | 0 | N/A |
| Gas tax administration | 702,654 | 702,654 | 0 | 0.0% |
| Budget stabilization fund (Interest) | 0 | 0 | 0 | N/A |
| Strategic investment and improvements fund | 205,000,000 | 205,000,000 | 0 | 0.0% |
| Remaining transfers and other sources | 2,815,792 | 0 | 2,815,792 | N/A |
| Total transfers and other sources | \$208,518,446 | \$205,702,654 | \$2,815,792 | 1.4% |
| Total general fund revenues | \$1,763,485,627 | \$1,559,745,682 | \$203,739,945 | 13.1% |

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 2022.



CURRENT BIENNIUM PROJECTIONS

The schedule below provides information on actual general fund revenue collections through March 2022 and forecasted amounts for the remainder of the biennium. **The amounts shown for the original forecast reflect the special session legislative forecast**, prepared at the close of the November 2021 special session.

| 2021-23 Biennium Actual Allocations and Remaining Forecast | | | | |
|--|------------------------------|------------------------|------------------------|-----------------------------|
| | Actual Through March 2022 | Remaining Forecast | Biennium Total | Special Session Forecast |
| Tax and fee revenues | | | | |
| Sales and use tax | \$728,713,355 | \$1,123,557,925 | \$1,852,271,280 | \$1,765,334,000 |
| Motor vehicle excise tax | 102,147,004 | 165,428,000 | 267,575,004 | 260,864,000 |
| Individual income tax | 234,922,327 | 378,183,495 | 613,105,822 | 570,400,000 |
| Corporate income tax | 100,827,615 | 150,995,383 | 251,822,998 | 207,000,000 |
| Oil and gas tax collections | 267,117,877 | 132,882,123 | 400,000,000 | 400,000,000 |
| Cigarette and tobacco tax | 17,754,734 | 26,799,821 | 44,554,555 | 43,775,200 |
| Wholesale liquor tax | 7,299,332 | 10,639,731 | 17,939,063 | 16,932,000 |
| Gaming tax | 260,737 | 9,492,920 | 9,753,657 | 9,492,920 |
| Insurance premium tax | 46,035,040 | 63,537,723 | 109,572,763 | 101,573,801 |
| Departmental collections | 19,959,371 | 56,586,163 | 76,545,534 | 78,075,658 |
| Interest income | 2,718,578 | 13,994,125 | 16,712,703 | 20,000,000 |
| Mineral leasing fees | 27,211,211 | 22,307,142 | 49,518,353 | 35,000,000 |
| Total tax and fee revenues | \$1,554,967,181 | \$2,154,404,551 | \$3,709,371,732 | \$3,508,447,579 |
| Transfers and other sources | | | | |
| Bank of North Dakota profits | \$0 | \$140,000,000 | \$140,000,000 | \$140,000,000 |
| Mill and Elevator Association profits | 0 | 15,500,000 | 15,500,000 | 15,500,000 |
| Lottery | 0 | 14,600,000 | 14,600,000 | 14,600,000 |
| Gas tax administration | 702,654 | 1,171,090 | 1,873,744 | 1,873,744 |
| Budget stabilization fund (Interest) | 0 | 30,000,000 | 30,000,000 | 30,000,000 |
| Strategic investment and improvements fund | 205,000,000 | 205,000,000 | 410,000,000 | 410,000,000 |
| Remaining transfers and other sources | 2,815,792 | 0 | 2,815,792 | 0 |
| Total transfers and other sources | \$208,518,446 | \$406,271,090 | \$614,789,536 | \$611,973,744 |
| Total general fund revenues | \$1,763,485,627 | \$2,560,675,641 | \$4,324,161,268 | \$4,120,421,323 |

CURRENT BIENNIUM TO PRIOR BIENNIUM COMPARISON

The schedule below provides information on actual and forecasted total general fund revenue collections for the first 9 months of the 2021-23 biennium and 2019-21 biennium.

| | 2021-23 Biennium Through March 2022 | 2019-21 Biennium Through March 2020 | Increase (Decrease) | |
|-------------------------------------|---|---|---------------------|------------|
| | | | Amount | Percentage |
| Actual | \$1,763,485,627 | \$1,991,945,785 | (\$228,460,158) | (11.5%) |
| Forecast (Original/Special Session) | 1,559,745,682 | 1,823,359,704 | (263,614,022) | (14.5%) |
| Variance to forecast | \$203,739,945 | \$168,586,081 | \$35,153,864 | 20.9% |
| Percentage variance to forecast | 13.1% | 9.2% | | |