



North Dakota Legislative Council

Prepared by the Legislative Council staff
 LC# 23.9008.08000
 July 2023

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 legislative session.

QUARTERLY SUMMARY Total Collections Comparison to Forecast

The schedule below compares actual and forecasted general fund revenue collections for April 2023 through June 2023.

	April 2023	May 2023	June 2023
Actual collections			
Tax and fee revenues	\$339,623,165	\$194,371,309	\$260,146,055
Transfers and other sources	444,675	210,615	157,143,937
Total actual collections	\$340,067,840	\$194,581,924	\$417,289,992
Forecasted collections			
Tax and fee revenues	\$189,177,910	\$111,100,249	\$157,422,851
Transfers and other sources	234,218	0	170,050,000
Total forecasted collections	\$189,412,128	\$111,100,249	\$327,472,851
Variance to forecast			
Tax and fee revenues	\$150,445,255	\$83,271,060	\$102,723,204
Transfers and other sources	210,457	210,615	(12,906,063)
Total variance	\$150,655,712	\$83,481,675	\$89,817,141
Percentage variance	79.5%	75.1%	27.4%

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 April 2023 through June 2023.

	April 2023	May 2023	June 2023
Tax and fee revenues			
Sales and use tax	\$83,707,737	\$104,726,097	\$102,014,080
Motor vehicle excise tax	13,945,814	16,258,999	15,908,139
Individual income tax	120,249,952	47,653,284	22,064,718
Corporate income tax	108,350,676	5,363,865	46,764,190
Oil and gas tax collections	0	0	0
Cigarette and tobacco tax	1,691,949	1,561,310	1,952,520
Wholesale liquor tax	911,372	857,296	1,083,091
Gaming tax	6,326	6,164	35,449,440
Insurance premium tax	(40,259)	11,035,569	7,311,281
Departmental collections	4,795,704	1,661,997	17,553,121
Interest income	2,089,589	2,097,638	6,431,644
Mineral leasing fees	3,914,305	3,149,090	3,613,831
Total tax and fee revenues	\$339,623,165	\$194,371,309	\$260,146,055
Transfers and other sources			
Bank of North Dakota profits	\$0	\$0	\$140,000,000
Mill and Elevator Association profits	0	0	8,188,176
Lottery	0	0	7,400,000
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	210,457	210,615	1,555,761
Total transfers and other sources	\$444,675	\$210,615	\$157,143,937
Total general fund revenues	\$340,067,840	\$194,581,924	\$417,289,992

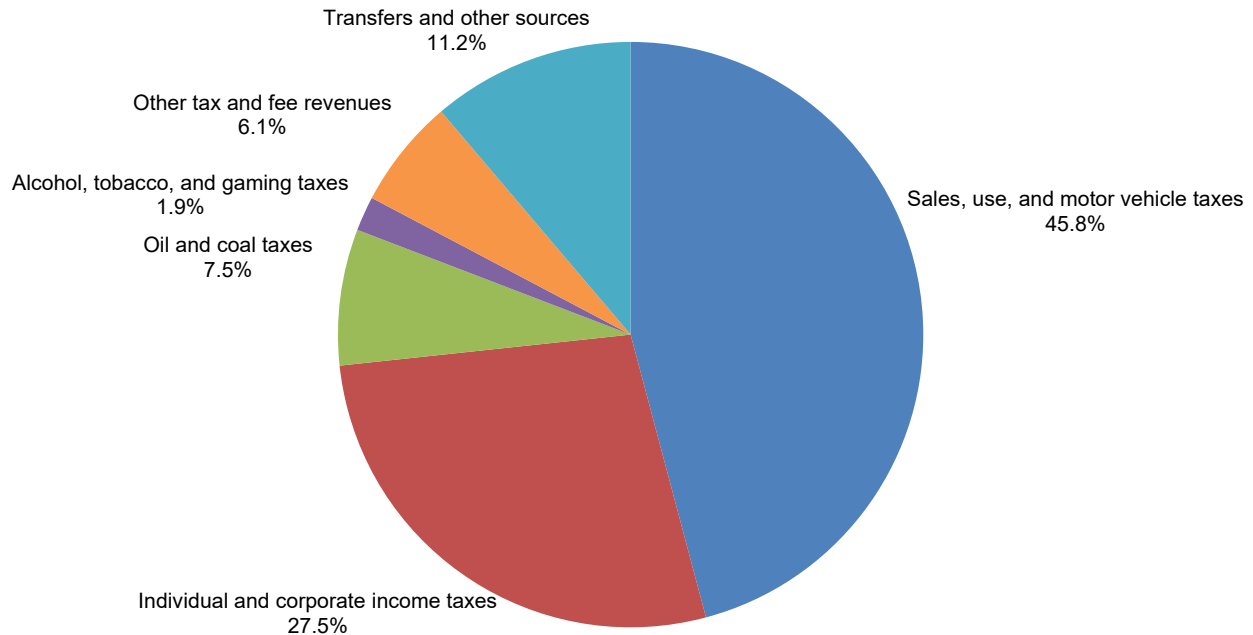
CURRENT BIENNIUM COMPARISON TO FORECAST

The schedule below provides a comparison of actual to forecasted general fund revenue collections for the biennium to date through June 2023. 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	\$2,130,643,947	\$1,765,334,000	\$365,309,947	20.7%
Motor vehicle excise tax	308,681,830	260,864,000	47,817,830	18.3%
Individual income tax	938,772,561	570,400,000	368,372,561	64.6%
Corporate income tax	521,695,566	207,000,000	314,695,566	152.0%
Oil and gas tax collections	400,000,000	400,000,000	0	0.0%
Cigarette and tobacco tax	45,100,319	43,775,200	1,325,119	3.0%
Wholesale liquor tax	20,342,214	16,932,000	3,410,214	20.1%
Gaming tax	36,019,390	9,492,920	26,526,470	279.4%
Insurance premium tax	132,862,128	101,573,801	31,288,327	30.8%
Departmental collections	79,090,950	78,075,658	1,015,292	1.3%
Interest income	22,715,104	20,000,000	2,715,104	13.6%
Mineral leasing fees	87,773,041	35,000,000	52,773,041	150.8%
Total tax and fee revenues	\$4,723,697,050	\$3,508,447,579	\$1,215,249,471	34.6%
Transfers and other sources				
Bank of North Dakota profits	\$140,000,000	\$140,000,000	\$0	0.0%
Mill and Elevator Association profits	15,160,126	15,500,000	(339,874)	(2.2%)
Lottery	13,000,000	14,600,000	(1,600,000)	(11.0%)
Gas tax administration	1,873,744	1,873,744	0	0.0%
Budget stabilization fund (Interest)	0	30,000,000	(30,000,000)	(100.0%)
Strategic investment and improvements fund	410,000,000	410,000,000	0	0.0%
Remaining transfers and other sources	16,111,016	0	16,111,016	N/A
Total transfers and other sources	\$596,144,886	\$611,973,744	(\$15,828,858)	(2.6%)
Total general fund revenues	\$5,319,841,936	\$4,120,421,323	\$1,199,420,613	29.1%

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 June 2023.



CURRENT BIENNIUM PROJECTIONS

The schedule below provides information on actual general fund revenue collections through June 2023 and forecasted amounts for the remainder of the biennium. **The amounts shown for the forecast reflect the special session legislative forecast**, prepared at the close of the November 2021 special legislative session.

2021-23 Biennium Actual Allocations and Remaining Forecast				
	Actual Through June 2023	Remaining Forecast	Biennium Total	Special Session Forecast
Tax and fee revenues				
Sales and use tax	\$2,130,643,947	\$0	\$2,130,643,947	\$1,765,334,000
Motor vehicle excise tax	308,681,830	0	308,681,830	260,864,000
Individual income tax	938,772,561	0	938,772,561	570,400,000
Corporate income tax	521,695,566	0	521,695,566	207,000,000
Oil and gas tax collections	400,000,000	0	400,000,000	400,000,000
Cigarette and tobacco tax	45,100,319	0	45,100,319	43,775,200
Wholesale liquor tax	20,342,214	0	20,342,214	16,932,000
Gaming tax	36,019,390	0	36,019,390	9,492,920
Insurance premium tax	132,862,128	0	132,862,128	101,573,801
Departmental collections	79,090,950	0	79,090,950	78,075,658
Interest income	22,715,104	0	22,715,104	20,000,000
Mineral leasing fees	87,773,041	0	87,773,041	35,000,000
Total tax and fee revenues	\$4,723,697,050	\$0	\$4,723,697,050	\$3,508,447,579
Transfers and other sources				
Bank of North Dakota profits	\$140,000,000	\$0	\$140,000,000	\$140,000,000
Mill and Elevator Association profits	15,160,126	0	15,160,126	15,500,000
Lottery	13,000,000	0	13,000,000	14,600,000
Gas tax administration	1,873,744	0	1,873,744	1,873,744
Budget stabilization fund (Interest)	0	0	0	30,000,000
Strategic investment and improvements fund	410,000,000	0	410,000,000	410,000,000
Remaining transfers and other sources	16,111,016	0	16,111,016	0
Total transfers and other sources	\$596,144,886	\$0	\$596,144,886	\$611,973,744
Total general fund revenues	\$5,319,841,936	\$0	\$5,319,841,936	\$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 24 months of the 2021-23 biennium and 2019-21 biennium.

	2021-23 Biennium Through June 2023	2019-21 Biennium Through June 2021	Increase (Decrease)	
			Amount	Percentage
Actual	\$5,319,841,936	\$5,751,904,322	(\$432,062,386)	(7.5%)
Forecast (Original/Special Session)	4,120,421,323	4,822,959,640	(702,538,317)	(14.6%)
Variance to forecast	\$1,199,420,613	\$928,944,682	\$270,475,931	29.1%
Percentage variance to forecast	29.1%	19.3%		