



# 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 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 2020 through June 2020.

	April 2020	May 2020	June 2020
<b>Actual collections</b>			
Tax and fee revenues	\$237,073,205	\$117,293,014	\$158,640,067
Transfers and other sources	248,878	35,000,872	9,689,895
<b>Total actual collections</b>	<b>\$237,322,083</b>	<b>\$152,293,886</b>	<b>\$168,329,962</b>
<b>Forecasted collections</b>			
Tax and fee revenues	\$276,958,453	\$153,315,403	\$147,303,577
Transfers and other sources	248,878	35,000,000	12,822,500
<b>Total forecasted collections</b>	<b>\$277,207,331</b>	<b>\$188,315,403</b>	<b>\$160,126,077</b>
<b>Variance to forecast</b>			
Tax and fee revenues	(\$39,885,248)	(\$36,022,389)	\$11,336,490
Transfers and other sources	0	872	(3,132,605)
<b>Total variance</b>	<b>(\$39,885,248)</b>	<b>(\$36,021,517)</b>	<b>\$8,203,885</b>
<b>Percentage variance</b>	<b>(14.4%)</b>	<b>(19.1%)</b>	<b>5.1%</b>

### 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 2020 through June 2020.

	April 2020	May 2020	June 2020
<b>Tax and fee revenues</b>			
Sales and use tax	\$74,193,308	\$50,051,122	\$74,966,896
Motor vehicle excise tax	7,277,231	7,295,131	9,948,349
Individual income tax	80,541,786	4,738,577	18,029,716
Corporate income tax	10,984,386	2,678,336	10,596,078
Oil and gas tax collections	53,072,667	29,347,335	20,948,702
Coal conversion tax	1,723,693	1,713,809	3,627,095
Cigarette and tobacco tax	2,179,993	1,912,893	2,138,246
Wholesale liquor tax	832,107	739,223	756,808
Gaming tax	766,383	1,064,589	1,943,844
Insurance premium tax	226,564	10,505,774	1,912,509
Departmental collections	2,097,795	5,672,711	11,156,369
Interest income	912,555	858,729	2,121,630
Mineral leasing fees	2,264,737	714,785	493,825
<b>Total tax and fee revenues</b>	<b>\$237,073,205</b>	<b>\$117,293,014</b>	<b>\$158,640,067</b>
<b>Transfers and other sources</b>			
Bank of North Dakota profits	\$0	\$35,000,000	\$0
Mill and Elevator Association profits	0	0	5,423,841
Lottery	0	0	4,100,000
Gas tax administration	248,878	0	0
Legacy fund	0	0	0
Tax relief fund	0	0	0
Strategic investment and improvements fund	0	0	0
Research North Dakota fund	0	0	0
Remaining transfers and other sources	0	872	166,054
<b>Total transfers and other sources</b>	<b>\$248,878</b>	<b>\$35,000,872</b>	<b>\$9,689,895</b>
<b>Total general fund revenues</b>	<b>\$237,322,083</b>	<b>\$152,293,886</b>	<b>\$168,329,962</b>

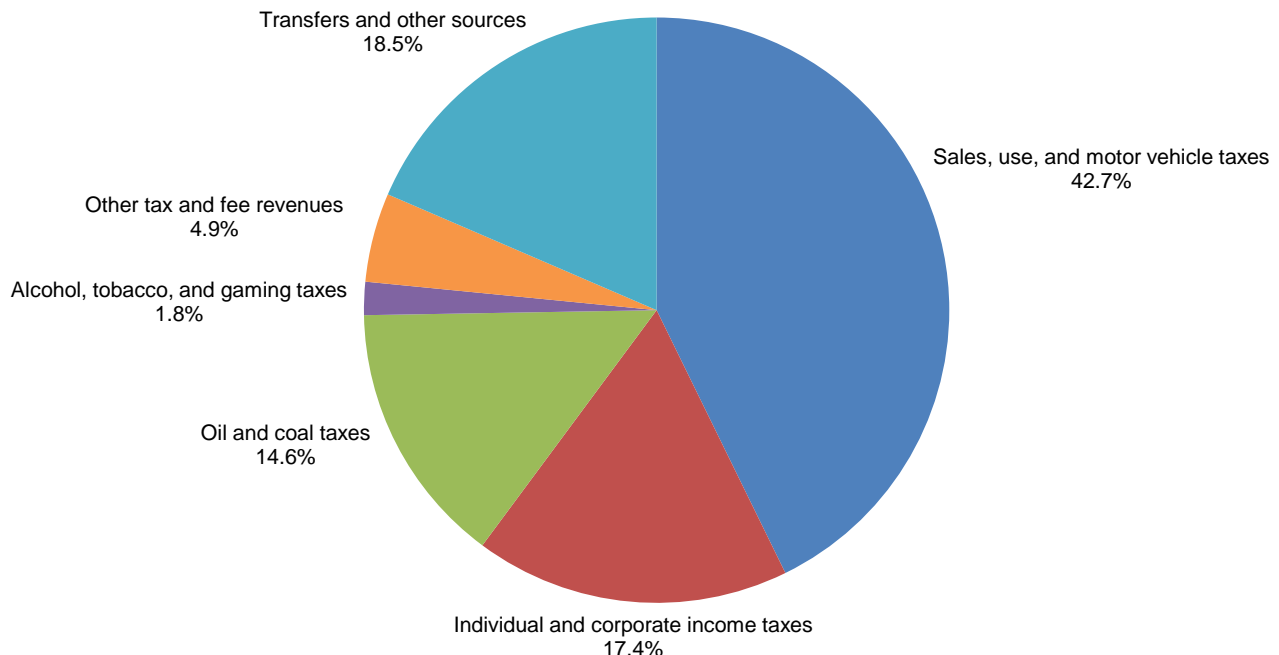
### CURRENT BIENNIUM COMPARISON TO FORECAST

The schedule below provides a comparison of actual to forecasted general fund revenue collections for the biennium to date through June 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
<b>Tax and fee revenues</b>				
Sales and use tax	\$970,559,564	\$928,027,290	\$42,532,274	4.6%
Motor vehicle excise tax	119,506,814	123,014,767	(3,507,953)	(2.9%)
Individual income tax	352,096,604	396,531,462	(44,434,858)	(11.2%)
Corporate income tax	91,564,033	65,429,683	26,134,350	39.9%
Oil and gas tax collections	350,614,918	350,614,918	0	0.0%
Coal conversion tax	21,098,724	20,708,999	389,725	1.9%
Cigarette and tobacco tax	25,203,505	24,330,999	872,506	3.6%
Wholesale liquor tax	9,115,733	9,268,000	(152,267)	(1.6%)
Gaming tax	12,304,238	3,755,598	8,548,640	227.6%
Insurance premium tax	52,582,712	42,264,905	10,317,807	24.4%
Departmental collections	37,871,865	34,165,696	3,706,169	10.8%
Interest income	11,272,315	3,524,400	7,747,915	219.8%
Mineral leasing fees	23,718,886	20,000,000	3,718,886	18.6%
<b>Total tax and fee revenues</b>	<b>\$2,077,509,911</b>	<b>\$2,021,636,717</b>	<b>\$55,873,194</b>	<b>2.8%</b>
<b>Transfers and other sources</b>				
Bank of North Dakota profits	\$70,000,000	\$70,000,000	\$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	995,906	995,512	394	0.0%
Legacy fund	0	0	0	N/A
Tax relief fund	8,600,000	8,600,000	0	0.0%
Strategic investment and improvements fund	382,200,000	382,200,000	0	0.0%
Research North Dakota fund	0	0	0	N/A
Remaining transfers and other sources	1,062,058	0	1,062,058	N/A
<b>Total transfers and other sources</b>	<b>\$472,381,805</b>	<b>\$474,618,012</b>	<b>(\$2,236,207)</b>	<b>(0.5%)</b>
<b>Total general fund revenues</b>	<b>\$2,549,891,716</b>	<b>\$2,496,254,729</b>	<b>\$53,636,987</b>	<b>2.1%</b>

### 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 2020.



## CURRENT BIENNIUM PROJECTIONS

The schedule below provides information on actual general fund revenue collections through June 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 June 2020	Remaining Forecast	Biennium Total	Original Forecast
<b>Tax and fee revenues</b>				
Sales and use tax	\$970,559,564	\$940,234,710	\$1,910,794,274	\$1,868,262,000
Motor vehicle excise tax	119,506,814	126,937,033	246,443,847	249,951,800
Individual income tax	352,096,604	406,773,538	758,870,142	803,305,000
Corporate income tax	91,564,033	66,838,317	158,402,350	132,268,000
Oil and gas tax collections	350,614,918	49,385,082	400,000,000	400,000,000
Coal conversion tax	21,098,724	20,729,001	41,827,725	41,438,000
Cigarette and tobacco tax	25,203,505	23,507,001	48,710,506	47,838,000
Wholesale liquor tax	9,115,733	9,435,000	18,550,733	18,703,000
Gaming tax	12,304,238	3,755,602	16,059,840	7,511,200
Insurance premium tax	52,582,712	30,679,145	83,261,857	72,944,050
Departmental collections	37,871,865	57,355,870	95,227,735	91,521,566
Interest income	11,272,315	6,475,600	17,747,915	10,000,000
Mineral leasing fees	23,718,886	18,000,000	41,718,886	38,000,000
<b>Total tax and fee revenues</b>	<b>\$2,077,509,911</b>	<b>\$1,760,105,899</b>	<b>\$3,837,615,810</b>	<b>\$3,781,742,616</b>
<b>Transfers and other sources</b>				
Bank of North Dakota profits	\$70,000,000	\$70,000,000	\$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	995,906	995,512	1,991,418	1,991,024
Legacy fund	0	100,000,000	100,000,000	100,000,000
Tax relief fund	8,600,000	0	8,600,000	8,600,000
Strategic investment and improvements fund	382,200,000	382,200,000	764,400,000	764,400,000
Research North Dakota fund	0	581,000	581,000	581,000
Remaining transfers and other sources	1,062,058	0	1,062,058	0
<b>Total transfers and other sources</b>	<b>\$472,381,805</b>	<b>\$566,599,012</b>	<b>\$1,038,980,817</b>	<b>\$1,041,217,024</b>
<b>Total general fund revenues</b>	<b>\$2,549,891,716</b>	<b>\$2,326,704,911</b>	<b>\$4,876,596,627</b>	<b>\$4,822,959,640</b>

## CURRENT BIENNIUM TO PRIOR BIENNIUM COMPARISON

The schedule below provides information on actual and forecasted total general fund revenue collections for the first 12 months of the 2017-19 biennium and 2019-21 biennium.

	2019-21 Biennium Through June 2020	2017-19 Biennium Through June 2018	Increase (Decrease)	
			Amount	Percentage
Actual	\$2,549,891,716	\$1,920,686,910	\$629,204,806	32.8%
Forecast (Original)	2,496,254,729	1,845,628,776	650,625,953	35.3%
Variance to forecast	\$53,636,987	\$75,058,134	(\$21,421,147)	(28.5%)
Percentage variance to forecast	2.1%	4.1%		