



North Dakota Legislative Council

Prepared by the Legislative Council staff
 LC# 23.9008.01000
 October 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 2021 legislative revenue forecast**, prepared at the close of the 2021 legislative session.

QUARTERLY SUMMARY Total Collections Comparison to Forecast

The schedule below compares actual and forecasted general fund revenue collections for July 2021 through September 2021.

	July 2021	August 2021	September 2021
Actual collections			
Tax and fee revenues	\$155,759,851	\$209,356,819	\$192,606,380
Transfers and other sources	205,234,218	2,808,054	12,189
Total actual collections	\$360,994,069	\$212,164,873	\$192,618,569
Forecasted collections			
Tax and fee revenues	\$164,703,333	\$164,755,337	\$170,107,568
Transfers and other sources	205,234,218	0	0
Total forecasted collections	\$369,937,551	\$164,755,337	\$170,107,568
Variance to forecast			
Tax and fee revenues	(\$8,943,482)	\$44,601,482	\$22,498,812
Transfers and other sources	0	2,808,054	12,189
Total variance	(\$8,943,482)	\$47,409,536	\$22,511,001
Percentage variance	(2.4%)	28.8%	13.2%

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 July 2021 through September 2021.

	July 2021	August 2021	September 2021
Tax and fee revenues			
Sales and use tax	\$88,672,311	\$86,769,883	\$77,898,072
Motor vehicle excise tax	12,444,187	12,918,359	11,338,740
Individual income tax	34,659,259	42,396,862	20,408,950
Corporate income tax	13,097,042	242,575	29,065,255
Oil and gas tax collections	0	59,709,241	42,840,406
Cigarette and tobacco tax	2,312,609	2,152,412	2,253,892
Wholesale liquor tax	1,027,194	804,668	863,784
Gaming tax	17,699	18,521	30,916
Insurance premium tax	10,166	149,224	3,740,982
Departmental collections	737,446	1,122,112	1,399,666
Interest income	93,269	396,823	341,015
Mineral leasing fees	2,688,669	2,676,139	2,424,702
Total tax and fee revenues	\$155,759,851	\$209,356,819	\$192,606,380
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	205,000,000	0	0
Remaining transfers and other sources	0	2,808,054	12,189
Total transfers and other sources	\$205,234,218	\$2,808,054	\$12,189
Total general fund revenues	\$360,994,069	\$212,164,873	\$192,618,569

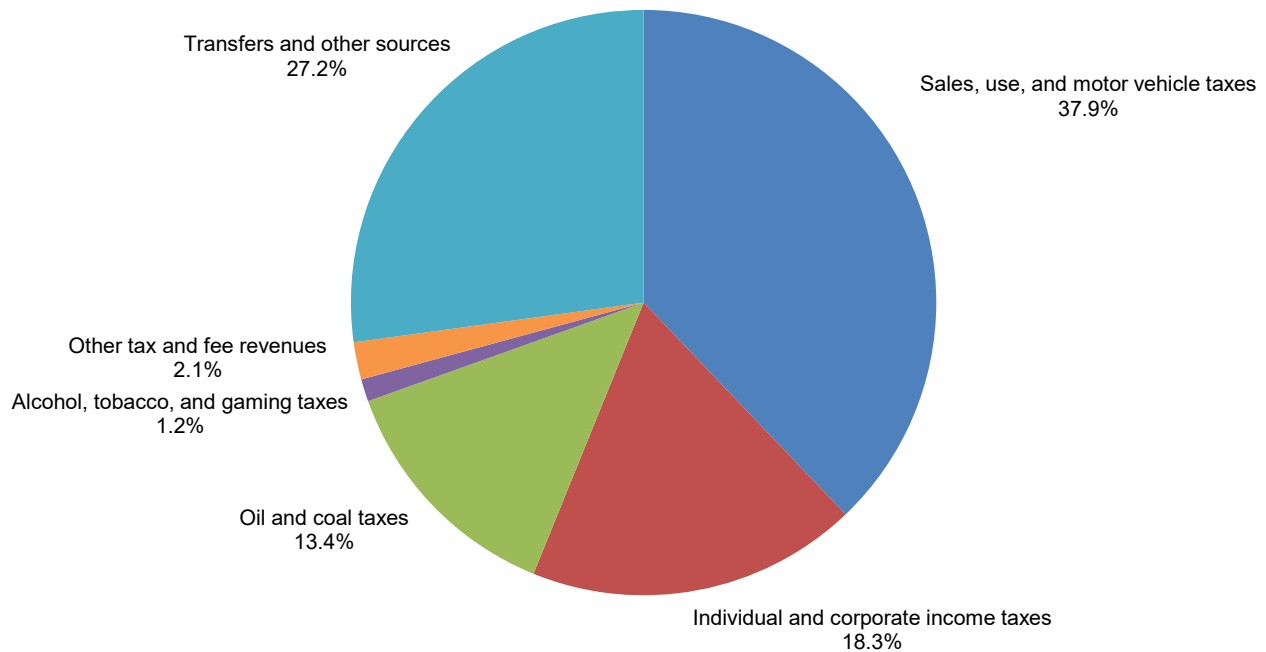
CURRENT BIENNIUM COMPARISON TO FORECAST

The schedule below provides a comparison of actual to forecasted general fund revenue collections for the biennium to date through September 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	\$253,340,266	\$229,236,684	\$24,103,582	10.5%
Motor vehicle excise tax	36,701,286	33,583,625	3,117,661	9.3%
Individual income tax	97,465,071	87,639,185	9,825,886	11.2%
Corporate income tax	42,404,872	15,624,947	26,779,925	171.4%
Oil and gas tax collections	102,549,647	102,549,647	0	0.0%
Cigarette and tobacco tax	6,718,913	6,369,639	349,274	5.5%
Wholesale liquor tax	2,695,646	2,306,325	389,321	16.9%
Gaming tax	67,136	0	67,136	N/A
Insurance premium tax	3,900,372	5,215,832	(1,315,460)	(25.2%)
Departmental collections	3,259,224	11,115,287	(7,856,063)	(70.7%)
Interest income	831,107	1,928,602	(1,097,495)	(56.9%)
Mineral leasing fees	7,789,510	3,996,465	3,793,045	94.9%
Total tax and fee revenues	\$557,723,050	\$499,566,238	\$58,156,812	11.6%
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	234,218	234,218	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	2,820,243	0	2,820,243	N/A
Total transfers and other sources	\$208,054,461	\$205,234,218	\$2,820,243	1.4%
Total general fund revenues	\$765,777,511	\$704,800,456	\$60,977,055	8.7%

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 September 2021.



CURRENT BIENNIUM PROJECTIONS

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

2021-23 Biennium Actual Allocations and Remaining Forecast				
	Actual Through September 2021	Remaining Forecast	Biennium Total	Original Forecast
Tax and fee revenues				
Sales and use tax	\$253,340,266	\$1,536,097,316	\$1,789,437,582	\$1,765,334,000
Motor vehicle excise tax	36,701,286	227,280,375	263,981,661	260,864,000
Individual income tax	97,465,071	708,360,815	805,825,886	796,000,000
Corporate income tax	42,404,872	191,375,053	233,779,925	207,000,000
Oil and gas tax collections	102,549,647	297,450,353	400,000,000	400,000,000
Cigarette and tobacco tax	6,718,913	37,405,561	44,124,474	43,775,200
Wholesale liquor tax	2,695,646	14,625,675	17,321,321	16,932,000
Gaming tax	67,136	9,753,592	9,820,728	9,753,592
Insurance premium tax	3,900,372	96,357,969	100,258,341	101,573,801
Departmental collections	3,259,224	66,960,371	70,219,595	78,075,658
Interest income	831,107	18,071,398	18,902,505	20,000,000
Mineral leasing fees	7,789,510	31,003,535	38,793,045	35,000,000
Total tax and fee revenues	\$557,723,050	\$3,234,742,013	\$3,792,465,063	\$3,734,308,251
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	234,218	1,639,526	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	2,820,243	0	2,820,243	0
Total transfers and other sources	\$208,054,461	\$406,739,526	\$614,793,987	\$611,973,744
Total general fund revenues	\$765,777,511	\$3,641,481,539	\$4,407,259,050	\$4,346,281,995

CURRENT BIENNIUM TO PRIOR BIENNIUM COMPARISON

The schedule below provides information on actual and forecasted total general fund revenue collections for the first 3 months of the 2021-23 biennium and 2019-21 biennium.

	2021-23 Biennium Through September 2021	2019-21 Biennium Through September 2019	Increase (Decrease)	
			Amount	Percentage
Actual	\$765,777,511	\$2,366,664,827	(\$1,600,887,316)	(67.6%)
Forecast (Original)	704,800,456	2,218,974,245	(1,514,173,789)	(68.2%)
Variance to forecast	\$60,977,055	\$147,690,582	(\$86,713,527)	(58.7%)
Percentage variance to forecast	8.7%	6.7%		