Budget and Fiscal Trends

Prepared by North Dakota Legislative Council staff

October 2007
Actual average biennial ongoing revenues increase is 11.5%.

2007-09 biennial ongoing revenues decrease is 4.9% based on 2005-07 actual revenues and 1.4% based on 2005-07 estimated revenues.

2007-09 biennial ongoing revenues are net of $120.9 million of property tax credits and marriage penalty tax relief.
Actual average biennial sales tax increase is 10.3%

2007-09 biennial sales tax increase is 8.9% based on 2005-07 actual revenues and 7.9 percent based on 2005-07 estimated revenues

Net of $109.9 million of property tax credits and marriage penalty tax relief

Net of $11 million of property tax credits

General Fund Revenues – Major Revenue Types

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<td>1997-99</td>
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<td>2007-09 Estimate</td>
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- **Sales Tax**
- **Individual Income Tax**
- **Corporate Income Tax**
- **Others**
Oil & Gas Production Tax and Oil Extraction Tax Revenues

Millions

- Total $43.7
- Total $75.2
- Total $69.6
- Total $120.5
- Total $237.9
- Total $240.8
- Total $217.0

1997-99 Actual
1999-2001 Actual
2001-03 Actual
2003-05 Actual
2005-07 Estimate
2005-07 Actual
2007-09 Estimate

- Permanent Oil Tax Trust Fund
- Permanent Oil Tax Trust Fund (Transfer to General Fund)
- General Fund
Appropriations – General Fund, Federal Fund, and Special Fund Appropriations

- Average biennial general fund increase is 10.4%
- 2007-09 biennial general fund increase is 22.8%, 15.8% without one-time spending
- Includes $139.5 million of one-time general fund appropriations
### Appropriations – Major General Fund Appropriations

#### Millions

- **1997-99:** $306.8
- **1999-2001:** $334.4
- **2001-03:** $367.0
- **2003-05:** $364.0
- **2005-07:** $389.6
- **2007-09:** $468.6

#### Higher Education
- Average increase: 9.0%
- 2007-09 biennial increase: 20.3%

#### K-12
- Average increase: 6.3%
- 2007-09 biennial increase: 11.6%

#### Corrections
- Average increase: 30.6%
- 2007-09 biennial increase: 63.1%

#### Human Services
- Average increase: 12.3%
- 2007-09 biennial increase: 22.2%

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2007-09 appropriation includes $41 million of one-time funding for future correctional facility needs.
Appropriations – Comparison of General Fund Appropriations and Total Personal Income

Personal income - Cumulative percentage increase 57.9%

Appropriations - Cumulative percentage increase 62.6%
Higher Education – General Fund Appropriations and Tuition and Student Fee Revenue

Average biennial general fund increase is 9.0%

Average biennial tuition and fee revenue increase is 24.0%

2007-09 biennial general fund increase is 20.3%
Higher Education – General Fund Appropriations and Full-Time Equivalent Enrollments

Average biennial general fund increase is 9.0%

2007-09 biennial general fund increase is 20.3%

Projected enrollment decrease is 0.2%

Average FTE enrollment increase is 3.3%
Higher Education – Resident Tuition Rates

2-Year Institutions
Average annual increase-6.8%
Cumulative increase-90.7%

Research Institutions
Average annual increase-8.5%
Cumulative increase-124.5%

Other Four-Year Institutions
Average annual increase-8.2%
Cumulative increase-177.8%
Kindergarten Through Grade 12 –
State School Aid and Other Grant Funding

- Average biennial increase is 6.3%
- 2007-09 biennial increase is 11.6%
- Average biennial increase is 9.4%
- 2007-09 biennial increase is 6.4%

General Fund - School Aid and Other General Fund Grants
State Tuition Fund
Kindergarten Through Grade 12 – Teachers and Student Enrollment

Average annual personnel decrease from 1997-98 to 2006-07 is 0.3%

Average annual enrollment decrease from 1997-98 to 2006-07 is 2.1%
Department of Human Services –
General Fund and Total Fund Appropriations

Average increase-9.9%
2007-09 biennial increase-12.0%

Average increase-9.1%
2007-09 biennial increase-7.9%

Average increase-12.3%
2007-09 biennial increase-22.2%

Average increase-11.3%
2007-09 biennial increase-7.9%
Department of Human Services – Medicaid Funding

Average biennial total funds increase is 12.9%

2007-09 biennial total funds increase is 13.4%
Department of Human Services – Major Medicaid Costs

Millions

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<td>$123.3</td>
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- **Nursing Homes**
- **Developmental Disabilities**
- **Hospitals**
- **Physicians**
- **Drugs**
In 2009, the FMAP will be the lowest since 1987.
Department of Human Services – Nursing Home and Home and Community-Based Care Funding – Total Funds

Average biennial increase is 8.8%

Average biennial increase is 16.8%

2007-09 biennial increase is 2.0%

2007-09 biennial increase is 8.3%
Department of Corrections and Rehabilitation –
General Fund Appropriations and Inmate Counts

- Average biennial increase is 30.6%
- Average biennial total inmate count increase is 11.6%
- 2007-09 biennial increase is 63.1%

- 2007-09 appropriation includes $41 million of one-time funding for future correctional facility needs.
Department of Corrections and Rehabilitation – FTE Positions and Inmate Counts

Average biennial FTE position increase is 6.5%

2007-09 biennial FTE position increase is 5.0%

Average biennial total inmate count increase is 11.6%

- Average Daily Male Inmate (Incarcerated) Count
- Average Daily Female Inmate (Incarcerated) Count

FTE Positions

- 1997-99: 518.64
- 1999-2001: 572.68
- 2001-03: 615.18
- 2003-05: 644.18
- 2005-07: 677.28
- 2007-09: 711.29

- 1997-99: 68
- 1999-2001: 73
- 2001-03: 110
- 2003-05: 125
- 2005-07: 157
- 2007-09: 211
FTE positions increase from 1997-99 to 2007-09 is 579.90
Major Direct Assistance to Political Subdivisions (Including School-Related Funding)

Millions

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<td>$602.7</td>
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<td>$674.5</td>
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Total

- 1997-99: $816.2
- 1999-2001: $963.5
- 2001-03: $1,021.6
- 2003-05: $1,105.1
- 2005-07: $1,197.0
- 2007-09: $1,197.0
## Major Direct Assistance to Political Subdivisions (Including School-Related Funding)

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<tr>
<th>Year</th>
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- **Total**
  - $891.3
  - $963.5
  - $1,021.6
  - $1,105.1
  - $1,197.0

### Categories
- **Other Appropriations and Revenue Allocations**
- **Coal and Oil Related Taxes**
- **Motor Vehicle Fuel Tax and Registration Fee Allocations**
- **State Aid Distribution Funds**
- **School-Related Funding**