

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 2017 legislative revenue forecast**, prepared at the close of the 2017 legislative session.

QUARTERLY SUMMARY Total Collections Comparison to Forecast

The schedule below compares actual and forecasted general fund revenue collections for October 2017 through December 2017.

	October 2017	November 2017	December 2017
Actual collections			
Tax and fee revenues	\$183,919,393	\$143,420,923	\$146,150,983
Transfers and other sources	70,658,650	271,004	265,625
Total actual collections	\$254,578,043	\$143,691,927	\$146,416,608
Forecasted collections			
Tax and fee revenues	\$206,397,063	\$140,721,289	\$124,234,657
Transfers and other sources	70,642,640	390,625	265,625
Total forecasted collections	\$277,039,703	\$141,111,914	\$124,500,282
Variance to forecast			
Tax and fee revenues	(\$22,477,670)	\$2,699,634	\$21,916,326
Transfers and other sources	16,010	(119,621)	0
Total variance	(\$22,461,660)	\$2,580,013	\$21,916,326
Percentage variance	(8.1%)	1.8%	17.6%

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 October 2017 through December 2017.

	October 2017	November 2017	December 2017
Tax and fee revenues			
Sales and use tax	\$84,106,594	\$68,737,632	\$51,901,096
Motor vehicle excise tax	9,819,600	8,100,369	8,171,213
Individual income tax	42,839,736	8,017,398	13,985,404
Corporate income tax	2,634,410	3,066,119	16,098,290
Oil and gas tax collections	33,943,874	34,041,123	46,716,039
Coal conversion tax	1,867,903	1,835,487	1,882,004
Cigarette and tobacco tax	2,072,994	2,405,475	2,147,857
Wholesale liquor tax	658,645	720,624	767,801
Gaming tax	355,672	451,787	43,913
Insurance premium tax	303,216	11,566,408	1,962,042
Departmental collections	2,466,518	2,722,409	2,278,727
Interest income	172,796	175,160	195,235
Mineral leasing fees	2,677,435	1,580,932	1,362
Total tax and fee revenues	\$183,919,393	\$143,420,923	\$146,150,983
Transfers and other sources			
Bank of North Dakota profits	\$70,000,000	\$0	\$0
Mill and Elevator Association profits	0	0	0
Lottery	0	0	0
Gas tax administration	252,015	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
Insurance tax distribution fund	0	0	0
Political subdivision oil tax distributions	406,628	265,625	265,625
Western Area Water Supply Authority loan refinance	0	0	0
Remaining transfers and other sources	7	5,379	0
Total transfers and other sources	\$70,658,650	\$271,004	\$265,625
Total general fund revenues	\$254,578,043	\$143,691,927	\$146,416,608

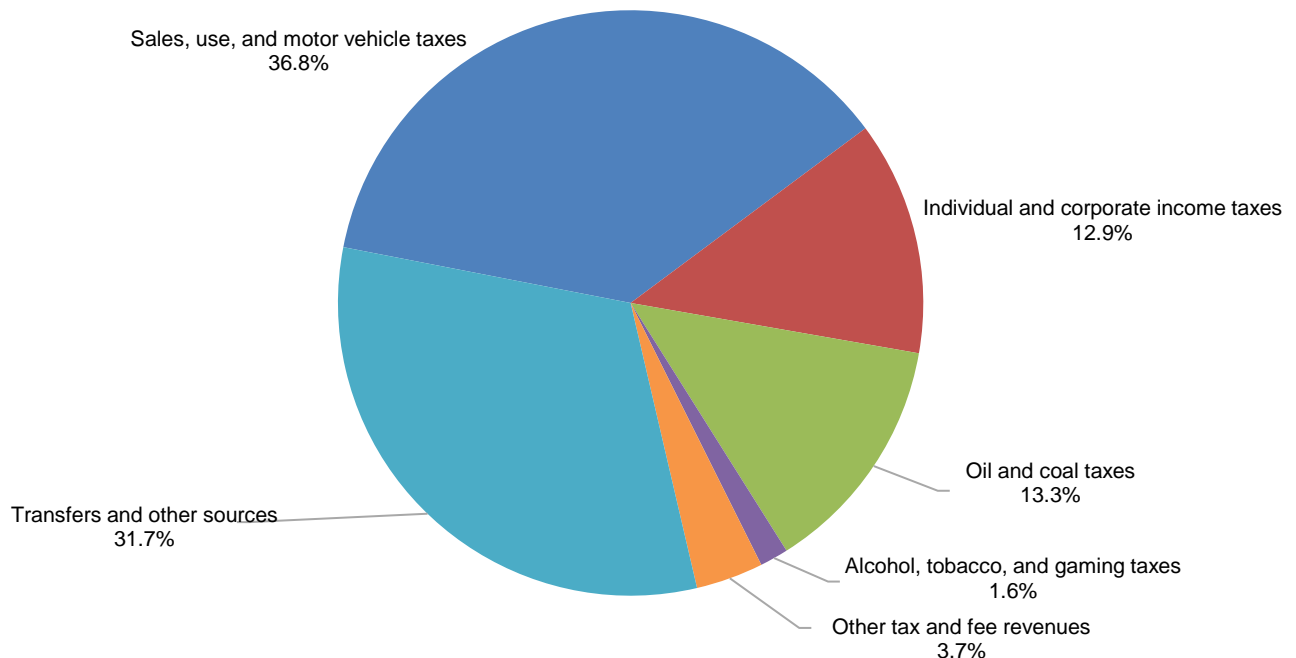
CURRENT BIENNIUM COMPARISON TO FORECAST

The schedule below provides a comparison of actual to forecasted general fund revenue collections for the biennium to date through December 2017. 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	\$418,298,980	\$398,294,000	\$20,004,980	5.0%
Motor vehicle excise tax	55,552,790	55,343,000	209,790	0.4%
Individual income tax	143,777,946	145,913,000	(2,135,054)	(1.5%)
Corporate income tax	22,892,740	15,244,000	7,648,740	50.2%
Oil and gas tax collections	162,631,258	162,631,258	0	0.0%
Coal conversion tax	8,878,591	8,352,000	526,591	6.3%
Cigarette and tobacco tax	14,218,889	14,089,000	129,889	0.9%
Wholesale liquor tax	4,563,759	4,501,211	62,548	1.4%
Gaming tax	1,518,047	1,742,148	(224,101)	(12.9%)
Insurance premium tax	19,922,092	20,574,177	(652,085)	(3.2%)
Departmental collections	19,215,275	16,027,724	3,187,551	19.9%
Interest income	1,009,888	1,181,000	(171,112)	(14.5%)
Mineral leasing fees	7,811,304	9,077,181	(1,265,877)	(13.9%)
Total tax and fee revenues	\$880,291,559	\$852,969,699	\$27,321,860	3.2%
Transfers and other sources				
Bank of North Dakota profits	\$70,000,000	\$70,000,000	\$0	0.0%
Mill and Elevator Association profits	0	0	0	N/A
Lottery	0	0	0	N/A
Gas tax administration	504,030	504,030	0	0.0%
Legacy fund	0	0	0	N/A
Tax relief fund	183,000,000	183,000,000	0	0.0%
Strategic investment and improvements fund	124,000,000	124,000,000	0	0.0%
Research North Dakota fund	4,000,000	4,000,000	0	0.0%
Insurance tax distribution fund	475,000	475,000	0	0.0%
Political subdivision oil tax distributions	1,437,500	1,437,500	0	0.0%
Western Area Water Supply Authority loan refinance	25,000,000	25,000,000	0	0.0%
Remaining transfers and other sources	181,818	0	181,818	N/A
Total transfers and other sources	\$408,598,348	\$408,416,530	\$181,818	0.0%
Total general fund revenues	\$1,288,889,907	\$1,261,386,229	\$27,503,678	2.2%

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 December 2017.



CURRENT BIENNIUM PROJECTIONS

The schedule below provides information on actual general fund revenue collections through December 2017 and forecasted amounts for the remainder of the biennium. **The amounts shown for the original forecast reflect the 2017 legislative revenue forecast**, prepared at the close of the 2017 legislative session.

2017-19 Biennium Actual Allocations and Remaining Forecast				
	Actual Through December 2017	Remaining Forecast	Biennium Total	Original Forecast
Tax and fee revenues				
Sales and use tax	\$418,298,980	\$1,303,453,285	\$1,721,752,265	\$1,701,747,285
Motor vehicle excise tax	55,552,790	164,660,000	220,212,790	220,003,000
Individual income tax	143,777,946	552,815,000	696,592,946	698,728,000
Corporate income tax	22,892,740	86,844,415	109,737,155	102,088,415
Oil and gas tax collections	162,631,258	237,368,742	400,000,000	400,000,000
Coal conversion tax	8,878,591	31,212,000	40,090,591	39,564,000
Cigarette and tobacco tax	14,218,889	39,158,000	53,376,889	53,247,000
Wholesale liquor tax	4,563,759	13,581,789	18,145,548	18,083,000
Gaming tax	1,518,047	5,559,332	7,077,379	7,301,480
Insurance premium tax	19,922,092	109,062,944	128,985,036	129,637,121
Departmental collections	19,215,275	65,956,140	85,171,415	81,983,864
Interest income	1,009,888	6,819,000	7,828,888	8,000,000
Mineral leasing fees	7,811,304	21,422,819	29,234,123	30,500,000
Total tax and fee revenues	\$880,291,559	\$2,637,913,466	\$3,518,205,025	\$3,490,883,165
Transfers and other sources				
Bank of North Dakota profits	\$70,000,000	\$70,000,000	\$140,000,000	\$140,000,000
Mill and Elevator Association profits	0	18,566,604	18,566,604	18,566,604
Lottery	0	15,000,000	15,000,000	15,000,000
Gas tax administration	504,030	1,512,090	2,016,120	2,016,120
Legacy fund	0	200,000,000	200,000,000	200,000,000
Tax relief fund	183,000,000	0	183,000,000	183,000,000
Strategic investment and improvements fund	124,000,000	124,000,000	248,000,000	248,000,000
Research North Dakota fund	4,000,000	0	4,000,000	4,000,000
Insurance tax distribution fund	475,000	0	475,000	475,000
Political subdivision oil tax distributions	1,437,500	1,437,500	2,875,000	2,875,000
Western Area Water Supply Authority loan refinance	25,000,000	0	25,000,000	25,000,000
Remaining transfers and other sources	181,818	0	181,818	0
Total transfers and other sources	\$408,598,348	\$430,516,194	\$839,114,542	\$838,932,724
Total general fund revenues	\$1,288,889,907	\$3,068,429,660	\$4,357,319,567	\$4,329,815,889

CURRENT BIENNIUM TO PRIOR BIENNIUM COMPARISON

The schedule below provides information on actual and forecasted total general fund revenue collections for the first 6 months of the 2015-17 biennium and 2017-19 biennium.

	2017-19 Biennium Through December 2017	2015-17 Biennium Through December 2015	Increase (Decrease)	
			Amount	Percentage
Actual	\$1,288,889,907	\$1,684,786,988	(\$395,897,081)	(23.5%)
Forecast (Original)	1,261,386,229	1,904,723,066	(643,336,837)	(33.8%)
Variance to forecast	\$27,503,678	(\$219,936,078)	\$247,439,756	112.5%
Percentage variance to forecast	2.2%	(11.5%)		