North Dakota REV-E-NEWS

Office of Management

Pam Sharp, Director

May 2016

OFFICE OF MANAGEMENT AND BUDGET 600 EAST BOULEVARD AVE -- DEPT. 110 BISMARCK, ND 58505-0400

MESSAGE FROM THE DIRECTOR

May Oil Tax Revenues Exceed Expectations

Actual revenue numbers just released by the Tax Department show May oil tax revenues exceeding estimates by \$23.3 million. Oil tax revenue collections from February through April 2016 also exceeded estimates by \$10.5 million. The increase in actual revenues can be attributed to average oil production remaining above 1.1 million barrels per day and West Texas Intermediate (WTI) prices rebounding from the \$20's in February to \$48 per barrel today. North Dakota's price per barrel increased from an average of \$22 in February to almost \$30 in March.

Monthly oil tax revenue collections are generated from production from 2 months prior--February 2016 oil tax revenue collections are generated from December

2015 oil production. Daily oil production was estimated at 1.1 million barrels per day in December steadily decreasing to 1.02 million barrels per day in March. The revised forecast anticipates production to drop to 900,000 barrels per day by June 2017

The revised forecast anticipated the WTI price per barrel to range from \$30 beginning in January 2016 increasing to \$43 by June 2017. North Dakota's price per barrel is typically 15 percent below WTI prices. The revised forecast anticipates North Dakota prices to increase to \$37 per barrel by the end of the 2015-17 biennium. The table below shows the revised oil forecast for the remainder of the biennium:

	Actuals through May 2016	Estimates for Remainder of Biennium	Totals for 2015-17
Extraction tax revenue	\$633,368,111	\$615,213,600	\$1,248,581,711
Production Tax revenue	\$636,352,253	\$615,213,600	\$1,251,565,853
Total oil tax revenue	\$1,269,720,364	\$1,230,427,200	\$2,500,147,564
Average price per barrel	\$52.14 - \$29.95	\$26.00 - \$37.00	\$32.71
Average daily production (barrels)	1,211,328 - 1,109-092	1,010,000 - 900,000	1,050,400

OIL ACTIVITY

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Statistical information	Statistical Information	1
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	Mar 2016	Feb 2016	Jan 2016
Actual average price per barrel	\$29.85	\$22.07	\$24.09
Production (barrels/day)	1,109,246	1,119,092	1,122,462
Drilling permits	55	70	78
Producing wells	13,024	13,017	13,141
Rig count	32	40	52

Tax Allocations (in Millions)

	Biennium to Date Apr 30, 2016
Political subs	\$ 213.7
Tribes	87.5
Legacy fund	324.9
General fund	200.0
Education funds	99.6
Resources trust fund	96.1
Oil and gas impact fund	23.6
Tax relief fund	101.6
Other allocations	23.5
Total	\$1,170.5

North Dakota REV-E-NEWS

STATEMENT OF GENERAL FUND REVENUES AND FORECASTS Compared to the January 2016 Revised Forecast ^{/1} 2015-17 Biennium

April 2016 ont

	1	Fiscal N	Month			Biennium	To Date	
Revenues and Transfers	January 2016 <u>Rev. Forecast</u>	<u>Actual</u>	<u>Variance</u>	<u>Percent</u>	January 2016 <u>Rev. Forecast /1</u>	Actual	<u>Variance</u>	<u>Percent</u>
Sales Tax	84,107,000	57,185,245	(26,921,755)	-32.0%	866,773,000	790,416,582	(76,356,419)	-8.8%
Motor Vehicle Excise Tax	10,051,000	8,606,801	(1,444,199)	-14.4%	95,245,000	91,217,254	(4,027,747)	-4.2%
Individual Income Tax*	123,872,000	111,032,487	(12,839,513)	-10.4%	328,549,000	338,779,032	10,230,032	3.1%
Corporate Income Tax	20,697,000	27,278,791	6,581,791	31.8%	70,127,000	77,546,748	7,419,747	10.6%
Insurance Premium Tax	408,870	12,543	(396,327)	-96.9%	34,237,172	41,715,809	7,478,637	21.8%
Financial Institutions Tax		(1,342)	(1,342)	100.0%	244,614	323,933	79,319	-100.0%
Oil & Gas Production Tax**					83,379,176	83,379,177		0.0%
Oil Extraction Tax*					116,620,823	116,620,823		0.0%
Gaming Tax	261,690	224,654	(37,036)	-14.2%	2,701,178	2,712,169	10,991	0.4%
Lottery								
Cigarette & Tobacco Tax	2,434,000	2,345,336	(88,664)	-3.6%	25,140,051	24,427,236	(712,815)	-2.8%
Wholesale Liquor Tax	781,000	749,300	(31,700)	-4.1%	7,584,136	7,527,462	(56,673)	-0.7%
Coal Conversion Tax	1,561,000	1,660,247	99,247	6.4%	16,375,796	16,912,109	536,313	3.3%
Mineral Leasing Fees	819,488	561,373	(258,115)	-31.5%	11,620,388	12,010,056	389,667	3.4%
Departmental Collections	2,108,463	4,050,170	1,941,707	92.1%	33,199,101	34,522,990	1,323,890	4.0%
Interest Income	250,404	230,771	(19,633)	-7.8%	2,233,683	2,191,436	(42,247)	-1.9%
State Mill & Elevator-Transfer								
Major Special Fund Transfers					657,000,000	657,000,000		0.0%
Other Transfers	253,812	253,812		0.0%	1,080,452	1,090,369	9,917	0.9%
Total Revenues and Transfers	247,605,727	214,190,188	(33,415,539)	-13.5%	2,352,110,572	2,298,393,185	(53,717,388)	-2.3%

/1 The January 2016 revised revenue forecast includes legislative estimates through December 31, 2015.
* The amount shown for April revenues includes \$20.5 million in ACH deposits dated April 30, which were credited to May revenues in PeopleSoft.
** The general fund cap for oil and gas taxes contains two tiers. The first tier of \$200.0 million was reached in January 2016. Additional oil taxes will flow to the tax relief fund until that fund receives \$300 million, after which time the general fund will receive an additional \$100.0 million.

STATEMENT OF GENERAL FUND REVENUES AND FORECASTS

Compared to the Previous Biennium Revenues

2015-17 Biennium April 2016

		Fiscal I	Month			Biennium	To Date	
Revenues and Transfers	April <u>2014</u>	April <u>2016</u>	<u>Variance</u>	<u>Percent</u>	<u>2013-15</u>	<u>2015-17</u>	<u>Variance</u>	Percent
Sales Tax	97,586,204	57,185,245	(40,400,959)	-41.4%	1,011,713,280	790,416,582	(221,296,699)	-21.9%
Motor Vehicle Excise Tax	12,702,780	8,606,801	(4,095,979)	-32.2%	112,681,197	91,217,254	(21,463,943)	-19.0%
Individual Income Tax	162,398,275	111,032,487	(51,365,788)	-31.6%	478,586,143	338,779,032	(139,807,111)	-29.2%
Corporate Income Tax	59,592,996	27,278,791	(32,314,205)	-54.2%	189,676,291	77,546,748	(112,129,543)	-59.1%
Insurance Premium Tax	411,965	12,543	(399,422)	-97.0%	31,249,617	41,715,809	10,466,192	33.5%
Financial Institutions Tax	14,395	(1,342)	(15,737)	-109.3%	(4,887,518)	323,933	5,211,451	-106.6%
Oil & Gas Production Tax*	33,304,172		(33,304,172)	100.0%	146,071,108	83,379,177	(62,691,931)	-42.9%
Oil Extraction Tax*	9,306,671		(9,306,671)	100.0%	153,928,892	116,620,823	(37,308,069)	-24.2%
Gaming Tax	262,370	224,654	(37,717)	-14.4%	2,938,367	2,712,169	(226,199)	-7.7%
Lottery								
Cigarette & Tobacco Tax	2,276,416	2,345,336	68,920	3.0%	24,566,511	24,427,236	(139,275)	-0.6%
Wholesale Liquor Tax	681,836	749,300	67,464	9.9%	7,579,208	7,527,462	(51,746)	-0.7%
Coal Conversion Tax	1,670,244	1,660,247	(9,997)		13,559,296	16,912,109	3,352,813	24.7%
Mineral Leasing Fees	3,233,345	561,373	(2,671,972)		15,416,617	12,010,056	(3,406,562)	-22.1%
Departmental Collections	2,931,170	4,050,170	1,119,000	38.2%	34,694,068	34,522,990	(171,077)	-0.5%
Interest Income	237,396	230,771	(6,625)		2,071,638	2,191,436	119,798	5.8%
State Mill & Elevator-Transfer	,		(0,020)		_,,	_,,		
Major Special Fund Transfers					341,790,000	657,000,000	315,210,000	92.2%
	222,170	253,812	31,642	14.2%	1,067,934	1,090,369	22,435	2.1%
Uther Transfers			01,042	14.270	1,007,004	1,000,000	,	
	386,832,404	214,190,188 T OF GENERA Compared to	o the Legislat	ENUES A	2,562,702,649 AND FORECAST cast	<u>2,298,393,185</u> S	(264,309,464)	-10.3%
Other Transfers Total Revenues and Transfers	386,832,404	214,190,188 T OF GENERA Compared to 20	L FUND REV the Legislat 15-17 Bienni April 2016	ENUES A	AND FORECAST	S		-10.3%
	386,832,404 STATEMEN	214,190,188 T OF GENERA Compared to	L FUND REV the Legislat 15-17 Bienni April 2016	ENUES A	AND FORECAST cast			-10.3%
	386,832,404	214,190,188 T OF GENERA Compared to 20	L FUND REV the Legislat 15-17 Bienni April 2016	ENUES A	AND FORECAST	S		-10.3%
Total Revenues and Transfers	386,832,404 STATEMEN May 2015	214,190,188 T OF GENERA Compared to 20 Fiscal I	L FUND REV o the Legislat 15-17 Bienni April 2016 Month	ENUES A tive Fored um	AND FORECAST cast May 2015	S Biennium	To Date	(
Total Revenues and Transfers Revenues and Transfers	386,832,404 STATEMEN May 2015 Leg. Forecast	214,190,188 T OF GENERA Compared to 20 Fiscal I <u>Actual</u>	L FUND REV o the Legislat 15-17 Bienni April 2016 Month <u>Variance</u>	/ENUES / tive Fore um <u>Percent</u>	AND FORECAST cast May 2015 Leg. Forecast	S Biennium <u>Actual</u>	To Date <u>Variance</u>	Percent
Total Revenues and Transfers Revenues and Transfers Sales Tax	386,832,404 STATEMEN May 2015 Leg. Forecast 103,345,000	214,190,188 T OF GENERA Compared to 20 Fiscal I <u>Actual</u> 57,185,245	L FUND REV o the Legislat 15-17 Bienni April 2016 Month <u>Variance</u> (46,159,755)	/ENUES / tive Fore um <u>Percent</u> -44.7%	AND FORECAST cast May 2015 <u>Leg. Forecast</u> 1,158,880,000	S Biennium <u>Actual</u> 790,416,582	To Date <u>Variance</u> (368,463,418)	<u>Percent</u> -31.8%
Total Revenues and Transfers Revenues and Transfers Sales Tax Motor Vehicle Excise Tax	386,832,404 STATEMEN May 2015 Leg. Forecast 103,345,000 12,554,000	214,190,188 T OF GENERA Compared to 20 Fiscal f <u>Actual</u> 57,185,245 8,606,801	L FUND REV 5 <i>the Legislat</i> 15-17 Bienni April 2016 Month <u>Variance</u> (46,159,755) (3,947,199)	/ENUES / tive Fore um <u>Percent</u> -44.7% -31.4%	AND FORECAST cast May 2015 Leg. Forecast 1,158,880,000 128,141,000	Biennium <u>Actual</u> 790,416,582 91,217,254	To Date <u>Variance</u> (368,463,418) (36,923,746)	Percent -31.8% -28.8%
Total Revenues and Transfers Revenues and Transfers Sales Tax Motor Vehicle Excise Tax Individual Income Tax	386,832,404 STATEMEN May 2015 Leg. Forecast 103,345,000 12,554,000 123,855,000	214,190,188 T OF GENERA Compared to 20 Fiscal I <u>Actual</u> 57,185,245 8,606,801 111,032,487	L FUND REV the Legislat 15-17 Bienni April 2016 Month <u>Variance</u> (46,159,755) (3,947,199) (12,822,513)	/ENUES / tive Fore um <u>Percent</u> -44.7% -31.4% -10.4%	AND FORECAST cast May 2015 Leg. Forecast 1,158,880,000 128,141,000 342,536,000	Biennium Actual 790,416,582 91,217,254 338,779,032	To Date <u>Variance</u> (368,463,418) (36,923,746) (3,756,968)	Percent -31.8% -28.8% -1.1%
Total Revenues and Transfers Revenues and Transfers Sales Tax Motor Vehicle Excise Tax Individual Income Tax Corporate Income Tax	386,832,404 STATEMEN May 2015 Leg. Forecast 103,345,000 12,554,000 123,855,000 40,325,000	214,190,188 T OF GENERA Compared to 20 Fiscal I <u>Actual</u> 57,185,245 8,606,801 111,032,487 27,278,791	L FUND REV the Legislat 15-17 Bienni April 2016 Month Variance (46,159,755) (3,947,199) (12,822,513) (13,046,209)	ZENUES A tive Fore um <u>Percent</u> -44.7% -31.4% -10.4% -32.4%	AND FORECAST cast May 2015 Leg. Forecast 1,158,880,000 128,141,000 342,536,000 136,213,000	Biennium Actual 790,416,582 91,217,254 338,779,032 77,546,748	To Date <u>Variance</u> (368,463,418) (36,923,746) (3,756,968) (58,666,252)	Percent -31.8% -28.8% -1.1% -43.1%
Total Revenues and Transfers Revenues and Transfers Sales Tax Motor Vehicle Excise Tax Individual Income Tax Corporate Income Tax Insurance Premium Tax	386,832,404 STATEMEN May 2015 Leg. Forecast 103,345,000 12,554,000 123,855,000 40,325,000	214,190,188 T OF GENERA Compared to 20 Fiscal f <u>Actual</u> 57,185,245 8,606,801 111,032,487 27,278,791 12,543	L FUND REV the Legislat 15-17 Biennii April 2016 Month <u>Variance</u> (46,159,755) (3,947,199) (12,822,513) (13,046,209) (396,327)	ZENUES A tive Fore um <u>Percent</u> -44.7% -31.4% -32.4% -32.4% -96.9%	AND FORECAST cast May 2015 Leg. Forecast 1,158,880,000 128,141,000 342,536,000 136,213,000	Biennium <u>Actual</u> 790,416,582 91,217,254 338,779,032 77,546,748 41,715,809	To Date <u>Variance</u> (368,463,418) (36,923,746) (3,756,968) (58,666,252) 10,701,199	Percent -31.8% -28.8% -1.1% -43.1% 34.5%
Total Revenues and Transfers Revenues and Transfers Sales Tax Motor Vehicle Excise Tax Individual Income Tax Corporate Income Tax Insurance Premium Tax Financial Institutions Tax	386,832,404 STATEMEN May 2015 Leg. Forecast 103,345,000 12,554,000 123,855,000 40,325,000	214,190,188 T OF GENERA Compared to 20 Fiscal f <u>Actual</u> 57,185,245 8,606,801 111,032,487 27,278,791 12,543	L FUND REV the Legislat 15-17 Biennii April 2016 Month <u>Variance</u> (46,159,755) (3,947,199) (12,822,513) (13,046,209) (396,327)	ZENUES A tive Fore um <u>Percent</u> -44.7% -31.4% -32.4% -32.4% -96.9%	AND FORECAST cast May 2015 Leg. Forecast 1,158,880,000 128,141,000 342,536,000 136,213,000 31,014,610	Biennium <u>Actual</u> 790,416,582 91,217,254 338,779,032 77,546,748 41,715,809 323,933	To Date <u>Variance</u> (368,463,418) (36,923,746) (3,756,968) (58,666,252) 10,701,199	Percent -31.8% -28.8% -1.1% -43.1% 34.5% -100.0%
Total Revenues and TransfersRevenues and TransfersSales TaxMotor Vehicle Excise TaxIndividual Income TaxCorporate Income TaxCorporate Income TaxInsurance Premium TaxFinancial Institutions TaxOil & Gas Production Tax*	386,832,404 STATEMEN May 2015 Leg. Forecast 103,345,000 12,554,000 123,855,000 40,325,000	214,190,188 T OF GENERA Compared to 20 Fiscal f <u>Actual</u> 57,185,245 8,606,801 111,032,487 27,278,791 12,543	L FUND REV the Legislat 15-17 Biennii April 2016 Month <u>Variance</u> (46,159,755) (3,947,199) (12,822,513) (13,046,209) (396,327)	ZENUES A tive Fore um <u>Percent</u> -44.7% -31.4% -32.4% -32.4% -96.9%	AND FORECAST cast May 2015 Leg. Forecast 1,158,880,000 128,141,000 342,536,000 136,213,000 31,014,610 83,379,176	Biennium Actual 790,416,582 91,217,254 338,779,032 77,546,748 41,715,809 323,933 83,379,177	To Date <u>Variance</u> (368,463,418) (36,923,746) (3,756,968) (58,666,252) 10,701,199	Percent -31.8% -28.8% -1.1% -43.1% 34.5% -100.0% 0.0%
Revenues and TransfersRevenues and Transfers Sales TaxMotor Vehicle Excise TaxIndividual Income TaxCorporate Income TaxInsurance Premium TaxFinancial Institutions TaxOil & Gas Production Tax*Oil Extraction Tax*	386,832,404 STATEMEN May 2015 Leg. Forecast 103,345,000 12,554,000 123,855,000 40,325,000 408,870	214,190,188 T OF GENERA Compared to 20 Fiscal M <u>Actual</u> 57,185,245 8,606,801 111,032,487 27,278,791 12,543 (1,342)	L FUND REV the Legislat 15-17 Biennii April 2016 Month <u>Variance</u> (46,159,755) (3,947,199) (12,822,513) (13,046,209) (396,327) (1,342)	ZENUES A tive Fore um <u>Percent</u> -44.7% -31.4% -31.4% -32.4% -96.9% 100.0%	AND FORECAST cast May 2015 Leg. Forecast 1,158,880,000 128,141,000 342,536,000 136,213,000 31,014,610 83,379,176 116,620,823	Biennium <u>Actual</u> 790,416,582 91,217,254 338,779,032 77,546,748 41,715,809 323,933 83,379,177 116,620,823	To Date <u>Variance</u> (368,463,418) (36,923,746) (3,756,968) (58,666,252) 10,701,199 323,933	Percent -31.8% -28.8% -1.1% -43.1% 34.5% -100.0% 0.0% 0.0%
Revenues and TransfersSales Tax Motor Vehicle Excise TaxIndividual Income TaxCorporate Income TaxInsurance Premium TaxFinancial Institutions TaxOil & Gas Production Tax*Oil Extraction TaxGaming Tax	386,832,404 STATEMEN May 2015 Leg. Forecast 103,345,000 12,554,000 123,855,000 40,325,000 408,870	214,190,188 T OF GENERA Compared to 20 Fiscal M <u>Actual</u> 57,185,245 8,606,801 111,032,487 27,278,791 12,543 (1,342)	L FUND REV the Legislat 15-17 Biennii April 2016 Month <u>Variance</u> (46,159,755) (3,947,199) (12,822,513) (13,046,209) (396,327) (1,342)	ZENUES A tive Fore um <u>Percent</u> -44.7% -31.4% -31.4% -32.4% -96.9% 100.0%	AND FORECAST cast May 2015 Leg. Forecast 1,158,880,000 128,141,000 342,536,000 136,213,000 31,014,610 83,379,176 116,620,823	Biennium <u>Actual</u> 790,416,582 91,217,254 338,779,032 77,546,748 41,715,809 323,933 83,379,177 116,620,823	To Date <u>Variance</u> (368,463,418) (36,923,746) (3,756,968) (58,666,252) 10,701,199 323,933	Percent -31.8% -28.8% -1.1% -43.1% 34.5% -100.0% 0.0% 0.0%
Revenues and TransfersRevenues and Transfers Sales TaxMotor Vehicle Excise TaxIndividual Income TaxCorporate Income TaxInsurance Premium TaxFinancial Institutions TaxOil & Gas Production Tax*Oil Extraction Tax*Gaming TaxLottery	386,832,404 STATEMEN May 2015 Leg. Forecast 103,345,000 123,855,000 40,325,000 408,870 261,690	214,190,188 T OF GENERA Compared to 20 Fiscal I 57,185,245 8,606,801 111,032,487 27,278,791 12,543 (1,342) 224,654	L FUND REV the Legislat 15-17 Biennin April 2016 Month Variance (46,159,755) (3,947,199) (12,822,513) (13,046,209) (396,327) (1,342) (37,036)	ZENUES A tive Fore um Percent -44.7% -31.4% -31.4% -32.4% -96.9% 100.0% -14.2%	AND FORECAST cast May 2015 Leg. Forecast 1,158,880,000 128,141,000 342,536,000 136,213,000 31,014,610 83,379,176 116,620,823 2,930,760	Biennium <u>Actual</u> 790,416,582 91,217,254 338,779,032 77,546,748 41,715,809 323,933 83,379,177 116,620,823 2,712,169	To Date <u>Variance</u> (368,463,418) (36,923,746) (3,756,968) (58,666,252) 10,701,199 323,933 (218,591)	Percent -31.8% -28.8% -1.1% -43.1% 34.5% -100.0% 0.0% 0.0% -7.5%
Revenues and TransfersRevenues and Transfers Sales TaxMotor Vehicle Excise TaxIndividual Income TaxCorporate Income TaxInsurance Premium TaxFinancial Institutions TaxOil & Gas Production Tax*Oil Extraction Tax*Gaming TaxLotteryCigarette & Tobacco Tax	386,832,404 STATEMEN May 2015 Leg. Forecast 103,345,000 12,554,000 123,855,000 40,325,000 408,870 261,690 2,434,000	214,190,188 T OF GENERA <i>Compared to</i> 20 Fiscal I <u>Actual</u> 57,185,245 8,606,801 111,032,487 27,278,791 12,543 (1,342) 224,654 2,345,336	L FUND REV b the Legislat 15-17 Biennii April 2016 Month Variance (46,159,755) (3,947,199) (12,822,513) (13,046,209) (396,327) (1,342) (37,036) (88,664)	ZENUES A tive Fore um Percent -44.7% -31.4% -31.4% -32.4% -96.9% 100.0% -14.2% -3.6%	AND FORECAST cast May 2015 Leg. Forecast 1,158,880,000 128,141,000 342,536,000 136,213,000 31,014,610 83,379,176 116,620,823 2,930,760 25,253,000	Biennium <u>Actual</u> 790,416,582 91,217,254 338,779,032 77,546,748 41,715,809 323,933 83,379,177 116,620,823 2,712,169 24,427,236	To Date <u>Variance</u> (368,463,418) (36,923,746) (3,756,968) (58,666,252) 10,701,199 323,933 (218,591) (825,764)	Percent -31.8% -28.8% -1.1% -43.1% 34.5% -100.0% 0.0% 0.0% -7.5%
Total Revenues and TransfersRevenues and TransfersSales TaxMotor Vehicle Excise TaxIndividual Income TaxCorporate Income TaxInsurance Premium TaxFinancial Institutions TaxOil & Gas Production Tax*Oil Extraction Tax*Gaming TaxLotteryCigarette & Tobacco TaxWholesale Liquor Tax	386,832,404 STATEMEN May 2015 Leg. Forecast 103,345,000 12,554,000 123,855,000 40,325,000 408,870 261,690 2,434,000 781,000	214,190,188 T OF GENERA <i>Compared to</i> 20 Fiscal I <u>Actual</u> 57,185,245 8,606,801 111,032,487 27,278,791 12,543 (1,342) 224,654 2,345,336 749,300	L FUND REV b the Legislat 15-17 Bienni April 2016 Month Variance (46,159,755) (3,947,199) (12,822,513) (13,046,209) (396,327) (1,342) (37,036) (88,664) (31,700)	ZENUES A tive Fore um Percent -44.7% -31.4% -31.4% -32.4% -96.9% 100.0% -14.2% -3.6% -3.6% -4.1%	May 2015 Leg. Forecast 1,158,880,000 128,141,000 342,536,000 136,213,000 31,014,610 83,379,176 116,620,823 2,930,760 25,253,000 7,564,000	Biennium <u>Actual</u> 790,416,582 91,217,254 338,779,032 77,546,748 41,715,809 323,933 83,379,177 116,620,823 2,712,169 24,427,236 7,527,462	To Date <u>Variance</u> (368,463,418) (36,923,746) (3,756,968) (58,666,252) 10,701,199 323,933 (218,591) (825,764) (36,538)	Percent -31.8% -28.8% -1.1% -43.1% -43.1% -100.0% 0.0% 0.0% 0.0% -7.5%
Total Revenues and TransfersRevenues and TransfersSales TaxMotor Vehicle Excise TaxIndividual Income TaxCorporate Income TaxInsurance Premium TaxFinancial Institutions TaxOil & Gas Production Tax*Oil Extraction Tax*Gaming TaxLotteryCigarette & Tobacco TaxWholesale Liquor TaxCoal Conversion Tax	386,832,404 STATEMEN May 2015 Leg. Forecast 103,345,000 123,855,000 40,325,000 408,870 261,690 2,434,000 781,000 1,561,000	214,190,188 T OF GENERA Compared to 20 Fiscal I 57,185,245 8,606,801 111,032,487 27,278,791 12,543 (1,342) 224,654 2,345,336 749,300 1,660,247	L FUND REV b the Legislat 15-17 Biennin April 2016 Month Variance (46,159,755) (3,947,199) (12,822,513) (13,046,209) (396,327) (1,342) (37,036) (88,664) (31,700) 99,247	ZENUES A tive Fore um Percent -44.7% -31.4% -31.6%	May 2015 Leg. Forecast 1,158,880,000 128,141,000 342,536,000 136,213,000 31,014,610 83,379,176 116,620,823 2,930,760 25,253,000 7,564,000 14,591,000	Biennium <u>Actual</u> 790,416,582 91,217,254 338,779,032 77,546,748 41,715,809 323,933 83,379,177 116,620,823 2,712,169 24,427,236 7,527,462 16,912,109	To Date <u>Variance</u> (368,463,418) (36,923,746) (3,756,968) (58,666,252) 10,701,199 323,933 (218,591) (825,764) (36,538) 2,321,109	Percent -31.8% -28.8% -1.1% -43.1% 34.5% -100.0% 0.0% 0.0% 0.0% -7.5% -3.3% -0.5% 15.9%
Total Revenues and TransfersRevenues and TransfersSales TaxMotor Vehicle Excise TaxIndividual Income TaxCorporate Income TaxInsurance Premium TaxFinancial Institutions TaxOil & Gas Production Tax*Oil Extraction Tax*Gaming TaxLotteryCigarette & Tobacco TaxWholesale Liquor TaxCoal Conversion TaxMineral Leasing Fees	386,832,404 STATEMEN May 2015 Leg. Forecast 103,345,000 12,554,000 123,855,000 40,325,000 40,325,000 408,870 261,690 2,434,000 781,000 1,561,000 819,488	214,190,188 T OF GENERA <i>Compared to</i> 20 Fiscal I <u>Actual</u> 57,185,245 8,606,801 111,032,487 27,278,791 12,543 (1,342) 224,654 2,345,336 749,300 1,660,247 561,373	L FUND REV b the Legislat 15-17 Biennin April 2016 Month Variance (46,159,755) (3,947,199) (12,822,513) (13,046,209) (396,327) (1,342) (37,036) (88,664) (31,700) 99,247 (258,115)	ZENUES A tive Fore um Percent -44.7% -31.4% -31.4% -32.4% -96.9% 100.0% -14.2% -3.6% -4.1% 6.4% -31.5%	May 2015 Leg. Forecast 1,158,880,000 128,141,000 342,536,000 136,213,000 31,014,610 83,379,176 116,620,823 2,930,760 25,253,000 7,564,000 14,591,000 8,194,880	Biennium <u>Actual</u> 790,416,582 91,217,254 338,779,032 77,546,748 41,715,809 323,933 83,379,177 116,620,823 2,712,169 24,427,236 7,527,462 16,912,109 12,010,056	To Date <u>Variance</u> (368,463,418) (36,923,746) (3,756,968) (58,666,252) 10,701,199 323,933 (218,591) (825,764) (36,538) 2,321,109 3,815,176	Percent -31.8% -28.8% -1.1% -43.1% 34.5% -100.0% 0.0% 0.0% 0.0% -7.5% -3.3% -0.5% 15.9% 46.6%
Total Revenues and TransfersRevenues and TransfersSales TaxMotor Vehicle Excise TaxIndividual Income TaxCorporate Income TaxInsurance Premium TaxFinancial Institutions TaxOil & Gas Production Tax*Oil Extraction Tax*Gaming TaxLotteryCigarette & Tobacco TaxWholesale Liquor TaxCoal Conversion TaxMineral Leasing FeesDepartmental Collections	386,832,404 STATEMEN May 2015 Leg. Forecast 103,345,000 12,554,000 123,855,000 40,325,000 408,870 261,690 2,434,000 781,000 1,561,000 819,488 2,108,463	214,190,188 T OF GENERA <i>Compared to</i> 20 Fiscal I <u>Actual</u> 57,185,245 8,606,801 111,032,487 27,278,791 12,543 (1,342) 224,654 2,345,336 749,300 1,660,247 561,373 4,050,170	L FUND REV b the Legislat 15-17 Bienni April 2016 Month Variance (46,159,755) (3,947,199) (12,822,513) (13,046,209) (396,327) (1,342) (37,036) (88,664) (31,700) 99,247 (258,115) 1,941,707	ZENUES A tive Fore um Percent -44.7% -31.4% -31.4% -32.4% -32.4% -96.9% 100.0% -32.4% -31.4% -31.5% 6.4% -31.5% 92.1%	May 2015 Leg. Forecast 1,158,880,000 128,141,000 342,536,000 136,213,000 31,014,610 83,379,176 116,620,823 2,930,760 25,253,000 7,564,000 14,591,000 8,194,880 32,043,340	Biennium Actual 790,416,582 91,217,254 338,779,032 77,546,748 41,715,809 323,933 83,379,177 116,620,823 2,712,169 24,427,236 7,527,462 16,912,109 12,010,056 34,522,990	To Date <u>Variance</u> (368,463,418) (36,923,746) (3,756,968) (58,666,252) 10,701,199 323,933 (218,591) (825,764) (36,538) 2,321,109 3,815,176 2,479,650	Percent -31.8% -28.8% -1.1% -43.1% 34.5% -100.0% 0.0% 0.0% 0.0% -7.5% -3.3% -0.5% 15.9% 46.6% 7.7%
Total Revenues and TransfersRevenues and TransfersSales TaxMotor Vehicle Excise TaxIndividual Income TaxCorporate Income TaxInsurance Premium TaxFinancial Institutions TaxOil & Gas Production Tax*Oil Extraction Tax*Gaming TaxLotteryCigarette & Tobacco TaxWholesale Liquor TaxCoal Conversion TaxMineral Leasing FeesDepartmental CollectionsInterest IncomeState Mill & Elevator-TransferMajor Special Fund Transfers	386,832,404 STATEMEN May 2015 Leg. Forecast 103,345,000 12,554,000 123,855,000 40,325,000 408,870 261,690 2,434,000 781,000 1,561,000 819,488 2,108,463 250,404	214,190,188 T OF GENERA <i>Compared to</i> 20 Fiscal I <u>Actual</u> 57,185,245 8,606,801 111,032,487 27,278,791 12,543 (1,342) 224,654 2,345,336 749,300 1,660,247 561,373 4,050,170 230,771	L FUND REV b the Legislat 15-17 Bienni April 2016 Month Variance (46,159,755) (3,947,199) (12,822,513) (13,046,209) (396,327) (1,342) (37,036) (88,664) (31,700) 99,247 (258,115) 1,941,707	Zenues A tive Fore um Percent -44.7% -31.4% -31.4% -32.4% -96.9% 100.0% -32.4% -96.9% 100.0% -31.5% 6.4% -31.5% 92.1% -7.8%	May 2015 Leg. Forecast 1,158,880,000 128,141,000 342,536,000 136,213,000 31,014,610 83,379,176 116,620,823 2,930,760 25,253,000 7,564,000 14,591,000 8,194,880 32,043,340 2,188,514 657,000,000	Biennium <u>Actual</u> 790,416,582 91,217,254 338,779,032 77,546,748 41,715,809 323,933 83,379,177 116,620,823 2,712,169 24,427,236 7,527,462 16,912,109 12,010,056 34,522,990 2,191,436 657,000,000	To Date <u>Variance</u> (368,463,418) (36,923,746) (3,756,968) (58,666,252) 10,701,199 323,933 (218,591) (825,764) (36,538) 2,321,109 3,815,176 2,479,650 2,922	Percent -31.8% -28.8% -1.1% -43.1% 34.5% -100.0% 0.0% 0.0% 0.0% -7.5% -3.3% -0.5% 15.9% 46.6% 7.7% 0.1%
Total Revenues and TransfersRevenues and TransfersSales TaxMotor Vehicle Excise TaxIndividual Income TaxCorporate Income TaxInsurance Premium TaxFinancial Institutions TaxOil & Gas Production Tax*Oil Extraction Tax*Gaming TaxLotteryCigarette & Tobacco TaxWholesale Liquor TaxCoal Conversion TaxMineral Leasing FeesDepartmental CollectionsInterest IncomeState Mill & Elevator-Transfer	386,832,404 STATEMEN May 2015 Leg. Forecast 103,345,000 12,554,000 123,855,000 40,325,000 408,870 261,690 2,434,000 781,000 1,561,000 819,488 2,108,463	214,190,188 T OF GENERA <i>Compared to</i> 20 Fiscal I <u>Actual</u> 57,185,245 8,606,801 111,032,487 27,278,791 12,543 (1,342) 224,654 2,345,336 749,300 1,660,247 561,373 4,050,170	L FUND REV b the Legislat 15-17 Bienni April 2016 Month Variance (46,159,755) (3,947,199) (12,822,513) (13,046,209) (396,327) (1,342) (37,036) (88,664) (31,700) 99,247 (258,115) 1,941,707	ZENUES A tive Fore um Percent -44.7% -31.4% -31.4% -32.4% -32.4% -96.9% 100.0% -32.4% -31.4% -31.5% 6.4% -31.5% 92.1%	May 2015 Leg. Forecast 1,158,880,000 128,141,000 342,536,000 136,213,000 31,014,610 83,379,176 116,620,823 2,930,760 25,253,000 7,564,000 14,591,000 8,194,880 32,043,340 2,188,514	Biennium <u>Actual</u> 790,416,582 91,217,254 338,779,032 77,546,748 41,715,809 323,933 83,379,177 116,620,823 2,712,169 24,427,236 7,527,462 16,912,109 12,010,056 34,522,990 2,191,436	To Date <u>Variance</u> (368,463,418) (36,923,746) (3,756,968) (58,666,252) 10,701,199 323,933 (218,591) (825,764) (36,538) 2,321,109 3,815,176 2,479,650	Percent -31.8% -28.8% -1.1% -43.1% 34.5% -100.0% 0.0% 0.0% -7.5% -3.3% -0.5% 15.9% 46.6% 7.7% 0.1%

North Dakota REV-E-NEWS

VARIANCES

(Compared to January 2016 Revised Forecast)

April 2016 revenues totaled \$214.2 million, which is \$33.4 million, or 13.5 percent below forecast. Biennium-todate revenues of \$2.30 billion are \$53.7 million, or 2.3 percent, less than projected. When transfers from the tax relief fund are excluded, 2015-17 revenues to date are tracking 26.1 percent behind the same time period in the 2013-15 biennium. Significant monthly variances are as follows:

- Sales tax collections of \$57.2 million were \$26.9 million, or 32.0 percent, less than anticipated for the month due in large part to low oil prices and reduced rig counts and low agriculture prices. Biennium-to-date revenues are 8.8 percent below forecast and 21.9 percent less than the same time period in the 2013-15 biennium.
- Motor vehicle excise tax collections of \$8.6 million were \$1.4 million, or 14.4 percent, less than the forecast for the month. Total revenues to date of \$91.2 million are 4.2 percent behind projections and 19.0 percent less than the same period in the 2013-15 biennium. It appears that this variance is related to low oil and agriculture prices.
- Individual income tax collections totaling \$111.0 million were \$12.8 million, or 10.4 percent, less than

the monthly projection due to the weakened economy. Biennium to date collections of \$338.8 million are \$10.2 million. or 3.1 percent. forecast. Tax above rate reductions and above average setaside for refund reserves resulted in collections that were 29.2 percent lower than the same time period in the 2013-15 biennium. **Note:** April revenues include \$20.5 million in ACH deposits dated April 30th which were credited to May revenues in PeopleSoft.

- **Corporate income tax** collections totaling \$27.3 million were \$6.6 million, or 31.8 percent, above forecast due to strong audit collections. Biennium to date collections are 10.6 percent above forecast and 59.1 percent less than the same time period in the 2013-15 biennium.
- Departmental collections totaling \$4.1 million were \$1.9 million, or 92.1 percent, above the monthly projections due to early receipt of telecommunications taxes. The biennium-to-date departmental collections are \$34.5 million, which is \$1.3 million, or 4.0 percent, above forecast.
- **Oil and gas taxes** collections reached \$200.0 million in January - the first tier of the biennial cap. The state share will be deposited in the tax relief fund until that fund reaches its cap of \$300.0 million, after which the general fund will receive an additional \$100.0 million.

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