

Oil Activity

	Aug 2019	July 2019	June 2019
Actual Average Price per Barrel	\$49.31	\$52.43	\$49.43
Production (barrels/day)	1,477,394	1,445,934	1,425,230
Drilling Permits	127	141	127
Producing Wells	15,942	15,954	15,752
Well Completions	72	128	123
Rig Count	62	57	63

Oil Tax Allocations (in Millions)

	Biennium to Date August 31, 2019		
	Forecast	Actual	Incr (Dcr)
Political Subs	\$ 64.2	\$ 71.5	7.3
Tribes	43.5	43.6	0.1
Legacy Fnd	107.5	113.8	6.3
General Fnd	109.7	115.5	5.8
Education Fnds	35.3	36.0	0.7
Resourc Trst Fnd	35.0	35.6	0.6
Budget Stabil Fnd	0.0	0.0	0.0
Tax Relief Fnd	0.0	0.0	0.0
Municipal Infrastr	0.0	0.0	0.0
County/Town Infrastr	0.0	0.0	0.0
Strat Invst Fnd	0.0	0.0	0.0
Airport Infrastr	0.0	0.0	0.0
Other Allocations	6.6	7.0	0.4
Total	\$ 401.8	\$ 423.0	\$ 21.2

North Dakota Oil Production and Price



The May 2019 legislative forecast assumes North Dakota oil prices will be at \$48.50 per barrel for the first year of the biennium before decreasing to \$48.00 per barrel for the second year of the biennium. Actual average prices reported by the Tax Department show July and August coming in over forecast at \$52.43 and \$49.31 per barrel respectively.

The legislative forecast also assumes North Dakota oil production will stay level at 1,400,000 barrels per day throughout the first year of the 2019-21 biennium before increasing to 1,440,000 barrels per day for the second year. According to numbers released by the North Dakota Industrial Commission's Department of Mineral Resources, average daily production for the first two months of the biennium was over forecast at 1,445,934 million barrels per day in July and 1,477,394 million barrels per day in August, a new record high for North Dakota.

STATEMENT OF GENERAL FUND REVENUES AND FORECASTS
Compared to the Legislative Forecast
2019-21 Biennium
September 2019

Revenues and Transfers	Fiscal Month				Biennium To Date			
	May 2019 Leg. Forecast	Actual	Variance	Percent	May 2019 Leg. Forecast	Actual	Variance	Percent
Sales Tax	74,553,450	93,760,174	19,206,724	25.8%	257,086,969	291,436,826	34,349,857	13.4%
Motor Vehicle Excise Tax	10,385,171	10,614,021	228,850	2.2%	32,843,961	33,742,055	898,094	2.7%
Individual Income Tax	16,093,634	17,528,709	1,435,075	8.9%	88,024,063	97,492,637	9,468,574	10.8%
Corporate Income Tax	7,257,660	16,096,560	8,838,900	121.8%	8,063,904	17,008,936	8,945,032	110.9%
Insurance Premium Tax	391,531	5,239,255	4,847,724	1238.1%	391,531	5,529,150	5,137,619	1312.2%
Oil & Gas Production Tax	24,255,965	24,255,965	-	0.0%	64,060,624	64,060,624	-	0.0%
Oil Extraction Tax	26,802,000	26,802,000	-	0.0%	51,470,918	51,470,918	-	0.0%
Gaming Tax	29,270	43,427	14,157	48.4%	683,956	2,500,594	1,816,638	265.6%
Lottery	-	-	-	-	-	-	-	-
Cigarette & Tobacco Tax	2,395,806	2,333,101	(62,705)	-2.6%	6,925,816	7,003,023	77,207	1.1%
Wholesale Liquor Tax	740,939	770,359	29,420	4.0%	2,489,392	2,464,827	(24,565)	-1.0%
Coal Conversion Tax	1,750,127	1,799,614	49,487	2.8%	3,389,046	3,428,352	39,306	1.2%
Mineral Leasing Fees	1,533,095	1,253,961	(279,134)	-18.2%	4,560,179	7,654,043	3,093,864	67.8%
Departmental Collections	5,830,085	6,488,951	658,866	11.3%	9,424,578	9,351,139	(73,439)	-0.8%
Interest Income	202,000	945,760	743,760	368.2%	464,700	2,134,920	1,670,220	359.4%
State Mill & Elevator-Transfer	-	-	-	-	-	-	-	-
Bank of North Dakota - Transfer	-	-	-	-	-	-	-	-
Legacy Fund - Transfer	-	-	-	-	-	-	-	-
Tax Relief Fund - Transfer	-	-	-	-	8,600,000	8,600,000	-	0.0%
SIIF - Transfer	-	-	-	-	382,200,000	382,200,000	-	0.0%
Gas Tax Administration	-	-	-	-	248,878	248,878	-	0.0%
Miscellaneous	-	-	-	-	-	88	88	100.0%
Total Revenues and Transfers	172,220,733	207,931,857	35,711,124	20.7%	920,928,515	986,327,010	65,398,495	7.1%

STATEMENT OF GENERAL FUND REVENUES AND FORECASTS
Compared to the Previous Biennium Revenues
2019-21 Biennium
September 2019

Revenues and Transfers	Fiscal Month				Biennium To Date			
	September <u>2017</u>	September <u>2019</u>	<u>Variance</u>	<u>Percent</u>	<u>2017-19</u>	<u>2019-21</u>	<u>Variance</u>	<u>Percent</u>
Sales Tax	63,044,562	93,760,174	30,715,612	48.7%	213,553,658	291,436,826	77,883,168	36.5%
Motor Vehicle Excise Tax	9,033,985	10,614,021	1,580,036	17.5%	29,461,608	33,742,055	4,280,447	14.5%
Individual Income Tax	13,643,722	17,528,709	3,884,987	28.5%	78,935,408	97,492,637	18,557,228	23.5%
Corporate Income Tax	177,407	16,096,560	15,919,153	8973.2%	1,093,921	17,008,936	15,915,015	1454.9%
Insurance Premium Tax	911,635	5,239,255	4,327,620	474.7%	6,090,426	5,529,150	(561,276)	-9.2%
Oil & Gas Production Tax*	-	24,255,965	24,255,965	100.0%	14,428,375	64,060,624	49,632,249	344.0%
Oil Extraction Tax*	16,400,586	26,802,000	10,401,414	63.4%	33,501,847	51,470,918	17,969,071	53.6%
Gaming Tax	26,064	43,427	17,363	66.6%	666,675	2,500,594	1,833,919	275.1%
Lottery	-	-	-	-	-	-	-	-
Cigarette & Tobacco Tax	2,656,120	2,333,101	(323,019)	-12.2%	7,592,563	7,003,023	(589,540)	-7.8%
Wholesale Liquor Tax	776,693	770,359	(6,334)	-0.8%	2,416,689	2,464,827	48,138	2.0%
Coal Conversion Tax	1,807,674	1,799,614	(8,060)	-0.4%	3,293,197	3,428,352	135,155	4.1%
Mineral Leasing Fees	1,218,530	1,253,961	35,431	2.9%	3,551,575	7,654,043	4,102,468	115.5%
Departmental Collections	8,118,731	6,488,951	(1,629,780)	-20.1%	11,747,622	9,351,139	(2,396,482)	-20.4%
Interest Income	202,078	945,760	743,682	368.0%	466,697	2,134,920	1,668,223	357.5%
State Mill & Elevator-Transfer	-	-	-	-	-	-	-	-
Major Special Fund Transfers	-	-	-	-	307,000,000	390,800,000	83,800,000	27.3%
Other Transfers	499,622	-	(499,622)	-100.0%	30,403,070	248,966	(30,154,104)	-99.2%
Total Revenues and Transfers	118,517,411	207,931,857	89,414,446	75.4%	744,203,330	986,327,010	242,123,680	32.5%

VARIANCES**Compared to May 2019
Legislative Forecast**

September 2019 revenues totaled \$207.9 million, which is \$35.7 million, or 20.7 percent above forecast. Biennium-to-date revenues of \$986.3 million are \$65.4 million, or 7.1 percent more than projected. When transfers from major special funds are excluded, 2019-21 revenues to date are tracking \$158.3 million or 36.2 percent ahead of the same time period in the 2017-19 biennium. Significant monthly variances are as follows:

Sales tax collections of \$93.7 million were:

- \$19.2 million, or 25.8 percent, higher than the legislative forecast.
- \$30.7 million, or 48.7 percent, higher than September 2017.
- \$25.1 million, or 36.6 percent, higher than September 2018.

Individual income tax collections of \$17.5 million were:

- \$1.4 million, or 8.9 percent higher than the legislative forecast.
- \$3.9 million, or 28.5 percent, more than September 2017.
- \$387,964, or 2.2 percent, less than September 2018.

Corporate income tax collections of \$16.1 million were:

- \$8.8 million, or 121.8 percent, higher than the legislative forecast.
- \$15.9 million higher than September 2017.
- \$18.0 million, or 52.7 percent less than September 2018.

NORTH Dakota
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