

A photograph of a pumpkin patch at a festival. In the foreground, two large pumpkins are prominent: one is a smooth, bright orange pumpkin on the left, and the other is a larger, mottled orange and green pumpkin on the right. The background is filled with many smaller pumpkins of various colors (orange, white, green) and people walking around, some in blue shirts. The scene is outdoors and brightly lit.

STATUS OF THE GENERAL FUND

Photo Credit: ND Tourism

Presented to the

BUDGET SECTION

WEDNESDAY, OCTOBER 28, 2020

JOE MORRISSETTE, OFFICE OF MANAGEMENT AND BUDGET DIRECTOR

**GENERAL FUND STATUS STATEMENT
2019-21 BIENNIUM
AS OF SEPTEMBER 30, 2020**

Beginning balance:		
Beginning unobligated balance - July 1, 2019	\$65,000,000	
Balance obligated for authorized carryover of appropriations	<u>130,404,813</u>	
 Total beginning balance		 \$195,404,813
Revenues:		
Revenues collected to date	\$3,429,762,397	
Remaining forecasted revenues	<u>1,485,846,731</u>	
Total revenues		<u>4,915,609,128</u>
 Total available		 \$5,111,013,941
Expenditures:		
Legislative appropriations - One time	(\$48,639,068)	
Legislative appropriations - Ongoing	(4,794,924,098)	
2019-21 authority used in 2017-19	106,000	
Authorized carryover from previous biennium	<u>(130,404,813)</u>	
 Total authorized expenditures		 <u>(4,973,861,979)</u>
 Estimated ending balance - June 30, 2021		 <u><u>\$137,151,962</u></u> ^{\1}

\1 NDCC Section 54-27.2-02 provides that any end of biennium balance in excess of \$65.0 million must be transferred to the budget stabilization fund, up to a cap of 15.0 percent of general fund appropriations.

**SELECTED SPECIAL FUNDS
SEPTEMBER 30, 2020 FUND BALANCES**

Fund	Balance
Budget Stabilization Fund (Aug 31 RIO balance minus trsfr to GF)	\$736,330,843
Legacy Fund (Aug 31 RIO balance plus Sept oil tax allocation)	\$7,523,377,899
Foundation Aid Stabilization Fund	\$379,902,629
Tax Relief Fund	\$290,474,146
6/30/20 Strategic Investment and Improvement Fund (\$673,192,439 committed)	\$768,070,988

**OIL UPDATE
SEPTEMBER 30, 2020 (Based on July 31, 2020 Production)**

	Forecast	Actual to Date
Average Price:	\$48.43	\$39.61
Average Production:	1,405,714	1,331,098
Oil Revenue	\$2,812,982,540	\$2,214,754,420

STATEMENT OF GENERAL FUND REVENUES AND FORECASTS
Compared to the Legislative Forecast
2019-21 Biennium
September 2020

Revenues and Transfers	Fiscal Month			Biennium To Date				
	Original 2019	Actual	Variance	Percent	Original 2019	Actual	Variance	Percent
	Leg. Forecast				Leg. Forecast			
Sales Tax	75,534,137	72,167,929	(3,366,208)	-4.5%	1,188,496,021	1,190,453,507	1,957,486	0.2%
Motor Vehicle Excise Tax	10,716,297	11,265,589	549,292	5.1%	156,905,942	153,474,649	(3,431,293)	-2.2%
Individual Income Tax	16,509,319	17,460,489	951,170	5.8%	486,829,113	504,966,480	18,137,367	3.7%
Corporate Income Tax	7,413,910	20,531,512	13,117,602	176.9%	73,667,195	112,924,592	39,257,397	53.3%
Insurance Premium Tax	-	1,100,841	1,100,841	100.0%	42,264,905	54,004,440	11,739,535	27.8%
Oil & Gas Production Tax*	2,989,094	2,989,094	-	0.0%	226,783,019	226,783,019	-	0.0%
Oil Extraction Tax*	11,397,255	11,397,255	-	0.0%	161,630,597	161,630,597	-	0.0%
Gaming Tax	29,270	56,585	27,315	93.3%	4,439,554	14,457,002	10,017,448	225.6%
Lottery	-	-	-	0.0%	6,122,500	4,100,000	(2,022,500)	-33.0%
Cigarette & Tobacco Tax	2,314,669	2,221,452	(93,217)	-4.0%	31,022,264	32,199,245	1,176,981	3.8%
Wholesale Liquor Tax	754,290	868,656	114,366	15.2%	11,802,248	11,787,615	(14,633)	-0.1%
Coal Conversion Tax	1,751,817	1,742,380	(9,437)	-0.5%	24,101,318	24,435,579	334,261	1.4%
Mineral Leasing Fees	1,379,785	1,461,234	81,449	5.9%	24,104,161	26,050,037	1,945,876	8.1%
Departmental Collections	5,675,711	6,773,695	1,097,984	19.3%	43,463,282	46,753,861	3,290,579	7.6%
Interest Income	446,000	523,470	77,470	17.4%	4,536,400	12,721,225	8,184,825	180.4%
State Mill & Elevator-Transfer	-	-	-	0.0%	6,700,000	5,423,841	(1,276,159)	-19.0%
Bank of North Dakota - Transfer	-	-	-	0.0%	70,000,000	70,000,000	-	0.0%
Legacy Fund - Transfer	-	-	-	0.0%	-	-	-	0.0%
Tax Relief Fund - Transfer	-	-	-	0.0%	8,600,000	8,600,000	-	0.0%
SIIF - Transfer	-	-	-	0.0%	764,400,000	764,400,000	-	0.0%
Gas Tax Administration	-	-	-	0.0%	1,244,390	1,244,784	394	0.0%
Miscellaneous	-	2,289,864	2,289,864	100.0%	-	3,351,923	3,351,923	100.0%
Total Revenues and Transfers	136,911,554	152,850,045	15,938,491	11.6%	3,337,112,909	3,429,762,396	92,649,487	2.8%

* The General Fund cap for oil and gas taxes contains two tiers. The first tier of \$200.0 million was reached in November 2019. Additional oil taxes were allocated to the Tax Relief Fund until that fund received \$200.0 million, and then to the Budget Stabilization Fund until that fund reached its max fund balance of \$726.5 million. In March, the General Fund began receiving allocations to meet its second tier of \$200.0 million.