

NORTH
Dakota
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Management
and Budget



STATUS OF THE GENERAL FUND

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Presented to the
GOVERNMENT FINANCE COMMITTEE
TUESDAY, JUNE 23, 2020

JOE MORRISSETTE, OFFICE OF MANAGEMENT AND BUDGET DIRECTOR

**GENERAL FUND STATUS STATEMENT
2019-21 BIENNIUM
AS OF MAY 31, 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	\$2,381,561,754	
Remaining forecasted revenues	<u>2,486,830,988</u>	
Total revenues		<u>4,868,392,742</u>
 Total available		 \$5,063,797,555
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>\$89,935,576</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
MAY 31, 2020 FUND BALANCES**

Fund	Balance
Budget Stabilization Fund (April 30 RIO balance)	\$707,941,205
Legacy Fund (April 30 RIO balance plus May oil tax allocation)	\$6,614,754,938
Foundation Aid Stabilization Fund	\$370,598,789
Tax Relief Fund	\$290,474,146
Strategic Investment and Improvement Fund (\$680,310,434 committed)	\$766,892,684

**OIL UPDATE
MAY 31, 2020 (Based on March 31, 2020 Production)**

	Forecast	Actual to Date
Average Price:	\$48.50	\$46.58
Average Production:	1,400,000	1,461,918
Oil Revenue	\$2,002,235,200	\$1,962,605,218

**STATEMENT OF GENERAL FUND REVENUES AND FORECASTS
Compared to the Legislative Forecast**

2019-21 Biennium
May 2020

Revenues and Transfers	Fiscal Month				Biennium To Date			
	May 2019		May 2020		May 2019			
	Leg. Forecast	Actual	Variance	Percent	Leg. Forecast	Actual	Variance	Percent
Sales Tax	77,459,556	50,051,122	(27,408,434)	-35.4%	859,404,556	895,592,668	36,188,112	4.2%
Motor Vehicle Excise Tax	11,060,848	7,295,131	(3,765,717)	-34.0%	112,205,201	109,558,465	(2,646,736)	-2.4%
Individual Income Tax	13,817,731	4,738,577	(9,079,154)	-65.7%	378,411,374	334,066,887	(44,344,487)	-11.7%
Corporate Income Tax	2,103,385	2,678,336	574,951	27.3%	52,737,016	80,967,955	28,230,939	53.5%
Insurance Premium Tax	10,492,852	10,505,774	12,922	0.1%	40,545,132	50,670,202	10,125,070	25.0%
Oil & Gas Production Tax*	18,226,545	18,226,545	-	0.0%	195,648,689	195,648,689	-	0.0%
Oil Extraction Tax*	11,120,790	11,120,790	-	0.0%	134,017,527	134,017,527	-	0.0%
Gaming Tax	721,403	1,064,589	343,186	47.6%	3,662,223	10,360,394	6,698,171	182.9%
Lottery	-	-	-	0.0%	-	-	-	0.0%
Cigarette & Tobacco Tax	1,877,323	1,912,893	35,570	1.9%	22,170,430	23,065,259	894,829	4.0%
Wholesale Liquor Tax	768,701	739,223	(29,478)	-3.8%	8,431,011	8,358,926	(72,085)	-0.9%
Coal Conversion Tax	1,649,097	1,713,809	64,712	3.9%	17,107,812	17,471,629	363,817	2.1%
Mineral Leasing Fees	1,895,029	714,785	(1,180,244)	-62.3%	17,550,228	23,225,061	5,674,833	32.3%
Departmental Collections	1,747,143	5,672,711	3,925,568	224.7%	30,017,541	26,715,496	(3,302,045)	-11.0%
Interest Income	375,000	858,729	483,729	129.0%	2,424,400	9,150,685	6,726,285	277.4%
State Mill & Elevator-Transfer	-	-	-	0.0%	-	-	-	0.0%
Bank of North Dakota - Transfer	35,000,000	35,000,000	-	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%	382,200,000	382,200,000	-	0.0%
Gas Tax Administration	-	-	-	0.0%	995,512	995,906	394	0.0%
Miscellaneous	-	872	872	100.0%	-	896,005	896,005	100.0%
Total Revenues and Transfers	188,315,403	152,293,886	(36,021,517)	-19.1%	2,336,128,652	2,381,561,754	45,433,102	1.9%

* 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.