Legislative Revenue Forecast

February 12, 2013

Legislative Revenue Forecast
Office of Management and Budget

	2011-13			2013-15		
	Executive Forecast	Legislative Forecast	Change	Executive Forecast	Legislative Forecast	Change
Tax Types						
Sales and Use Tax	$2,131,700,016	$2,161,188,016	$29,488,000	$2,523,121,000	$2,489,496,000	($33,625,000)
Motor Vehicle Excise Tax	255,579,505	258,965,505	3,386,000	311,544,000	324,917,000	13,373,000
Individual Income Tax	883,137,013	882,917,013	(220,000)	926,128,000	900,469,000	(25,659,000)
Corporate Income Tax	372,161,771	380,517,771	8,356,000	380,492,000	380,255,000	(237,000)
Insurance Premium Tax	78,642,395	78,642,395	0	81,019,362	81,019,362	0
Financial Inst. Tax	7,283,160	7,283,160	0	7,300,000	7,300,000	0
Oil & Gas Production Tax	163,458,104	163,458,104	0	133,834,000	133,834,000	0
Oil Extraction Tax	136,541,896	136,541,896	0	166,166,000	166,166,000	0
Gaming	11,309,769	11,309,769	0	11,174,696	11,174,696	0
Cigarette and Tobacco Tax	54,485,013	54,485,013	0	57,953,000	57,953,000	0
Wholesale Liquor Tax	17,255,477	17,578,477	323,000	18,674,000	19,142,000	468,000
Coal Conversion Tax	39,425,126	39,425,126	0	39,300,000	39,300,000	0
Mineral Leasing Fees	34,781,711	34,781,711	0	19,000,000	19,000,000	0
Departmental Collections	71,934,254	71,934,254	0	74,840,398	74,840,398	0
Interest	14,166,716	14,166,716	0	32,666,716	32,666,716	0
Total Revenues before transfers	$4,271,861,926	$4,313,194,926	$41,333,000	$4,783,213,172	$4,737,533,172	($45,680,000)
Transfers						
State Mill profits - Transfer	$7,645,978	$7,645,978	$0	$1,704,300	$1,704,300	$0
Lottery	12,500,000	12,500,000	0	11,000,000	11,000,000	0
Property Tax Relief Sustainability Fund	295,000,000	295,000,000	0	0	0	0
SII Fund	305,000,000	305,000,000	0	0	0	0
Gas tax admin - Transfer	1,485,000	1,485,000	0	1,777,360	1,777,360	0
Misc.	120,513	120,513	0	0	0	0
Total transfers	$621,751,491	$621,751,491	$0	$14,481,660	$14,481,660	$0
Total revenues and transfers	$4,893,613,417	$4,934,946,417	$41,333,000	$4,797,694,832	$4,752,014,832	($45,680,000)

MOODY'S
ANALYTICS

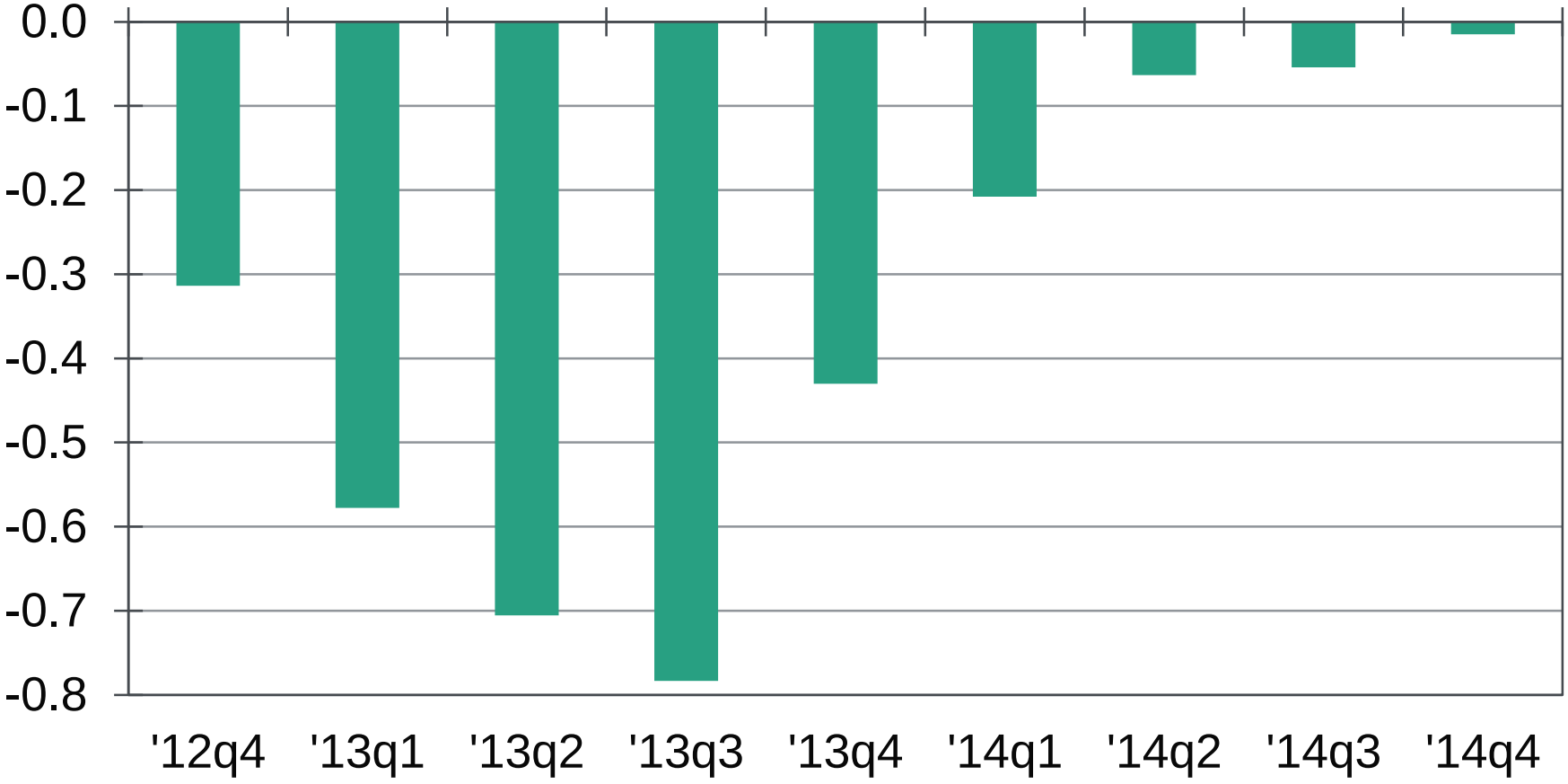
The Economic Outlook

STEVEN COCHRANE, MANAGING DIRECTOR

State of North Dakota, February 12, 2013

Sequester is a Significant Weight on Growth

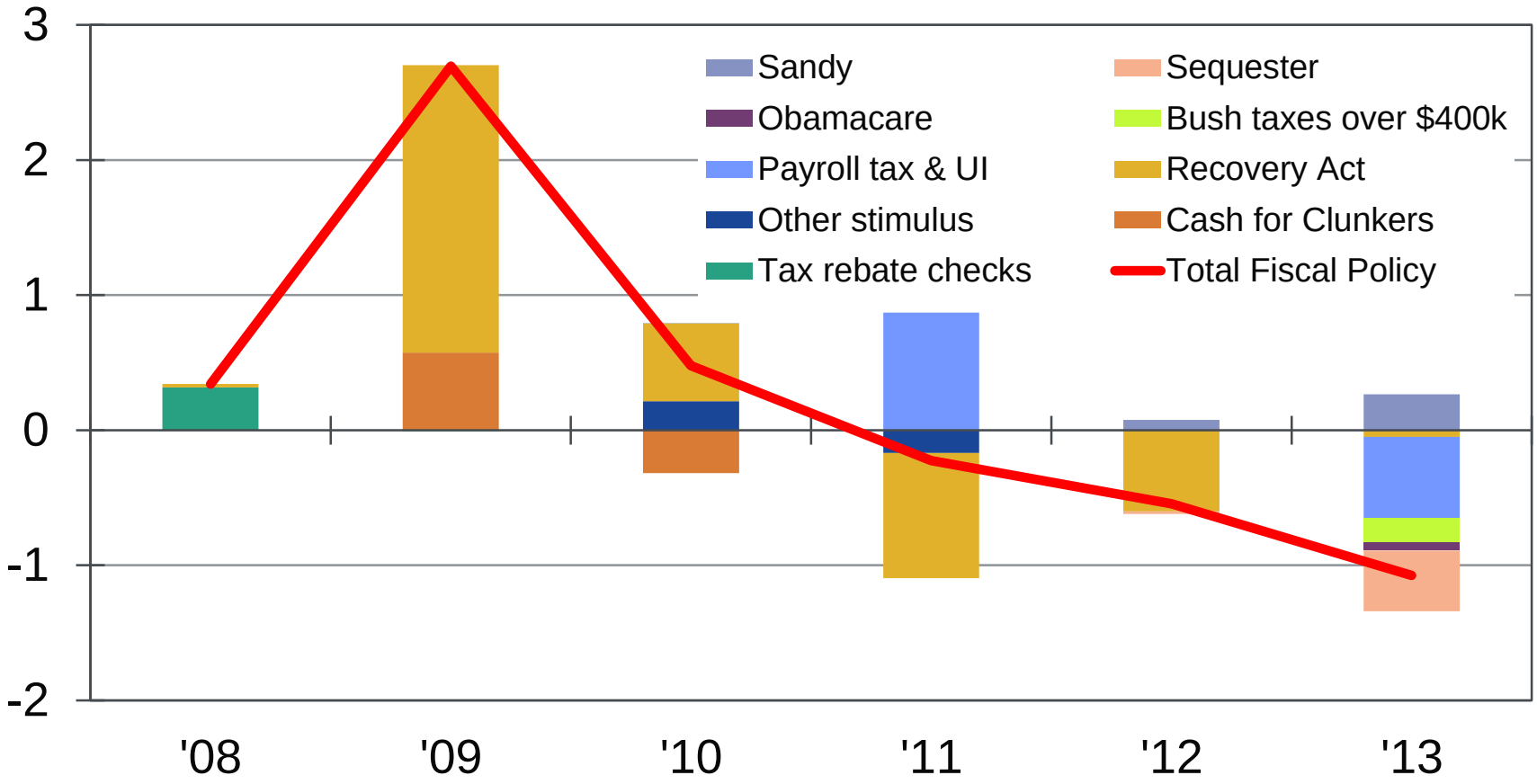
Real GDP growth impact of full sequester, percentage points



Source: Moody's Analytics

Fiscal Stimulus to Fiscal Drag

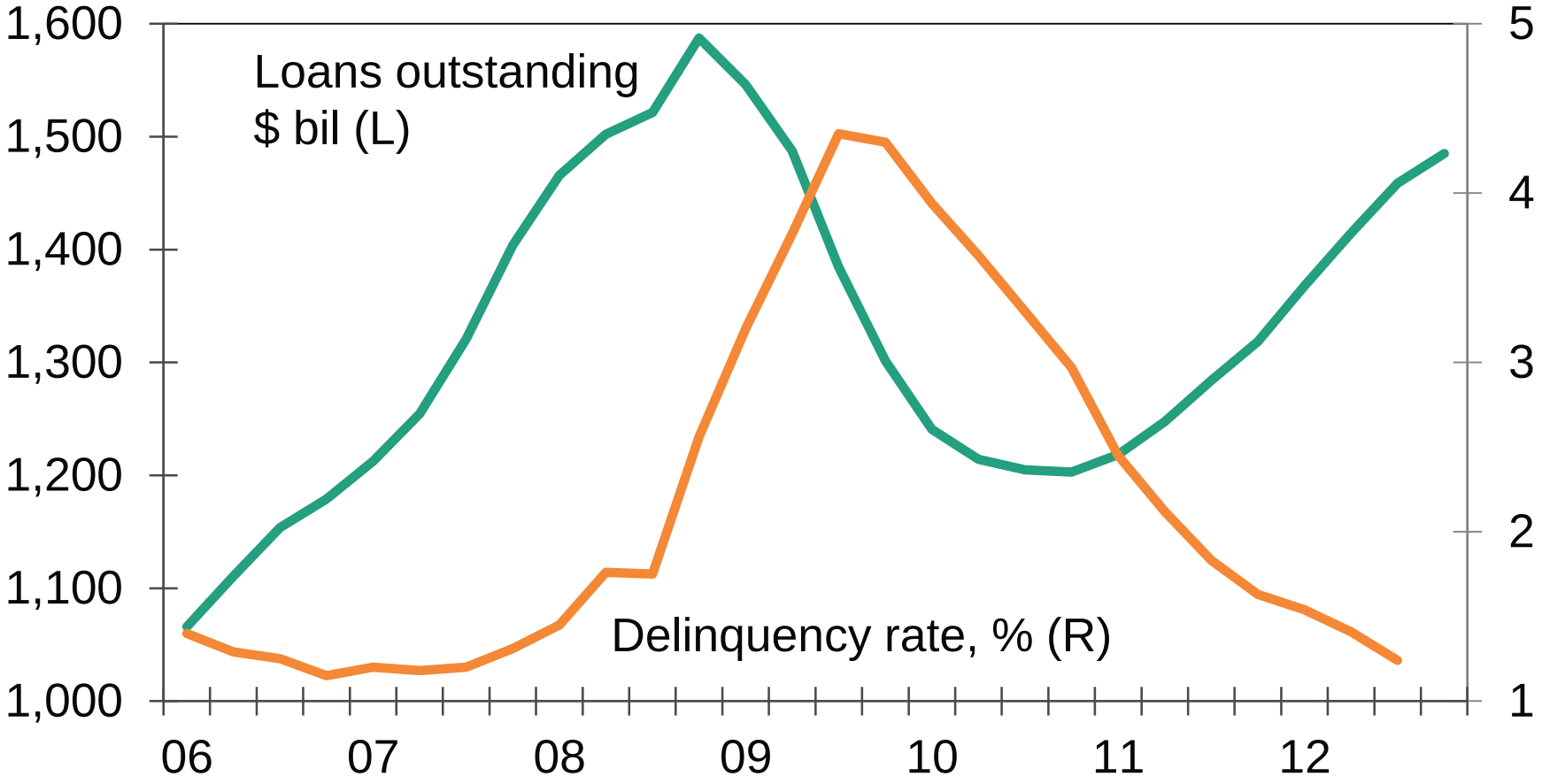
Federal discretionary fiscal policy contribution to real GDP growth, %



Source: Moody's Analytics

Credit Spigot Opens

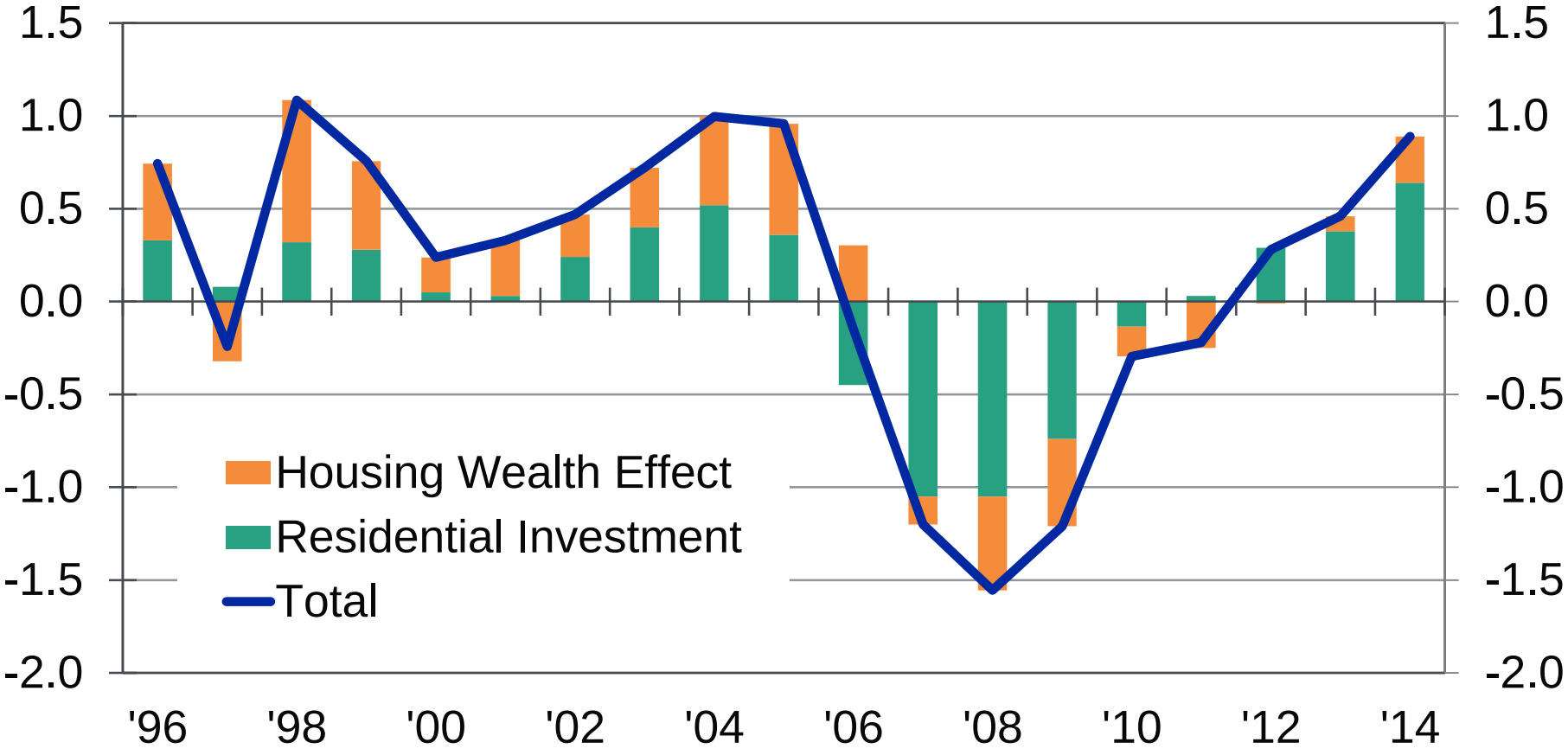
Commercial and industrial loans



Sources: Federal Reserve, Moody's Analytics

A Big Turn in Housing's Contribution

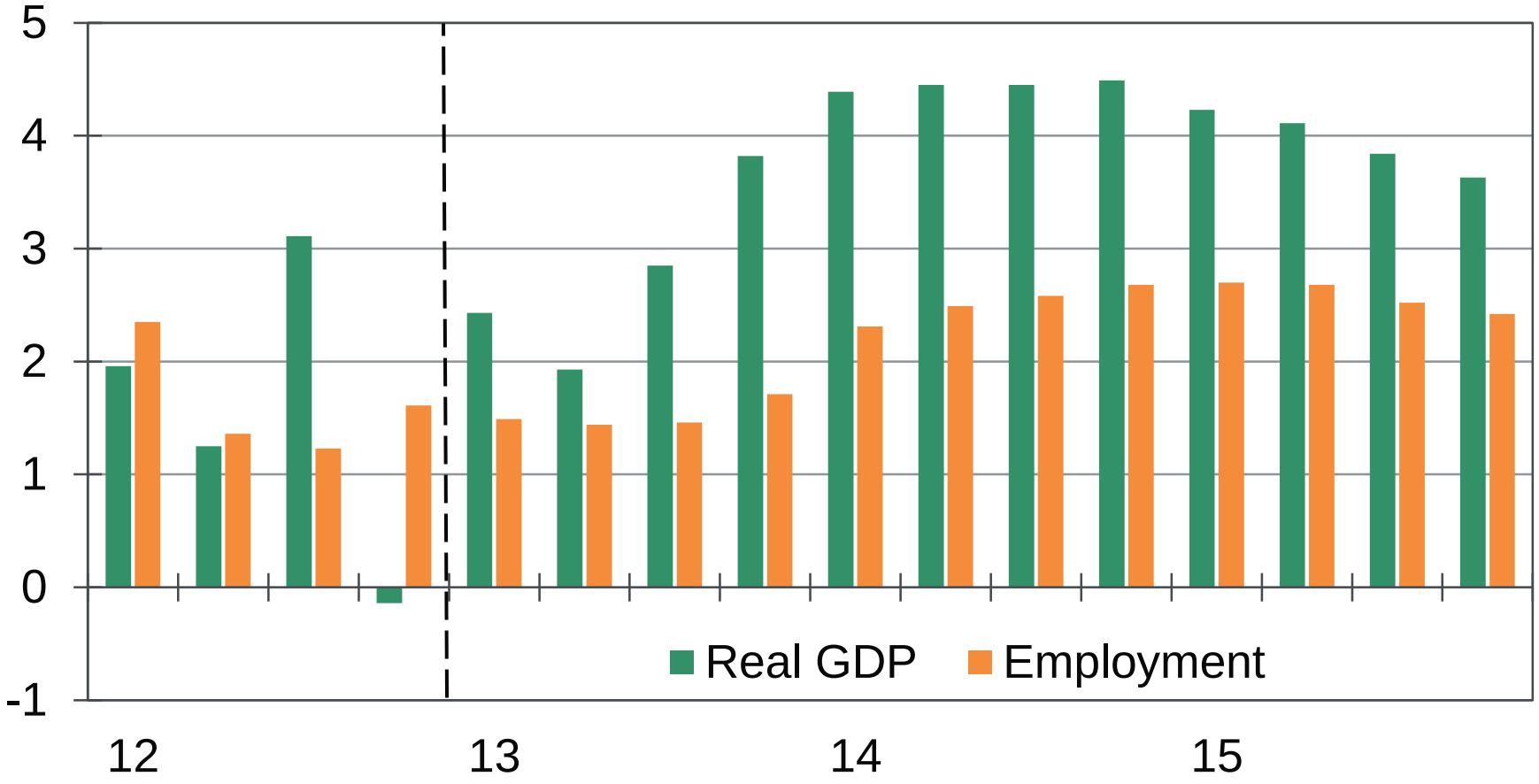
Contribution to real GDP growth, %



Source: Moody's Analytics

2013 Starts Slowly, Then Accelerates

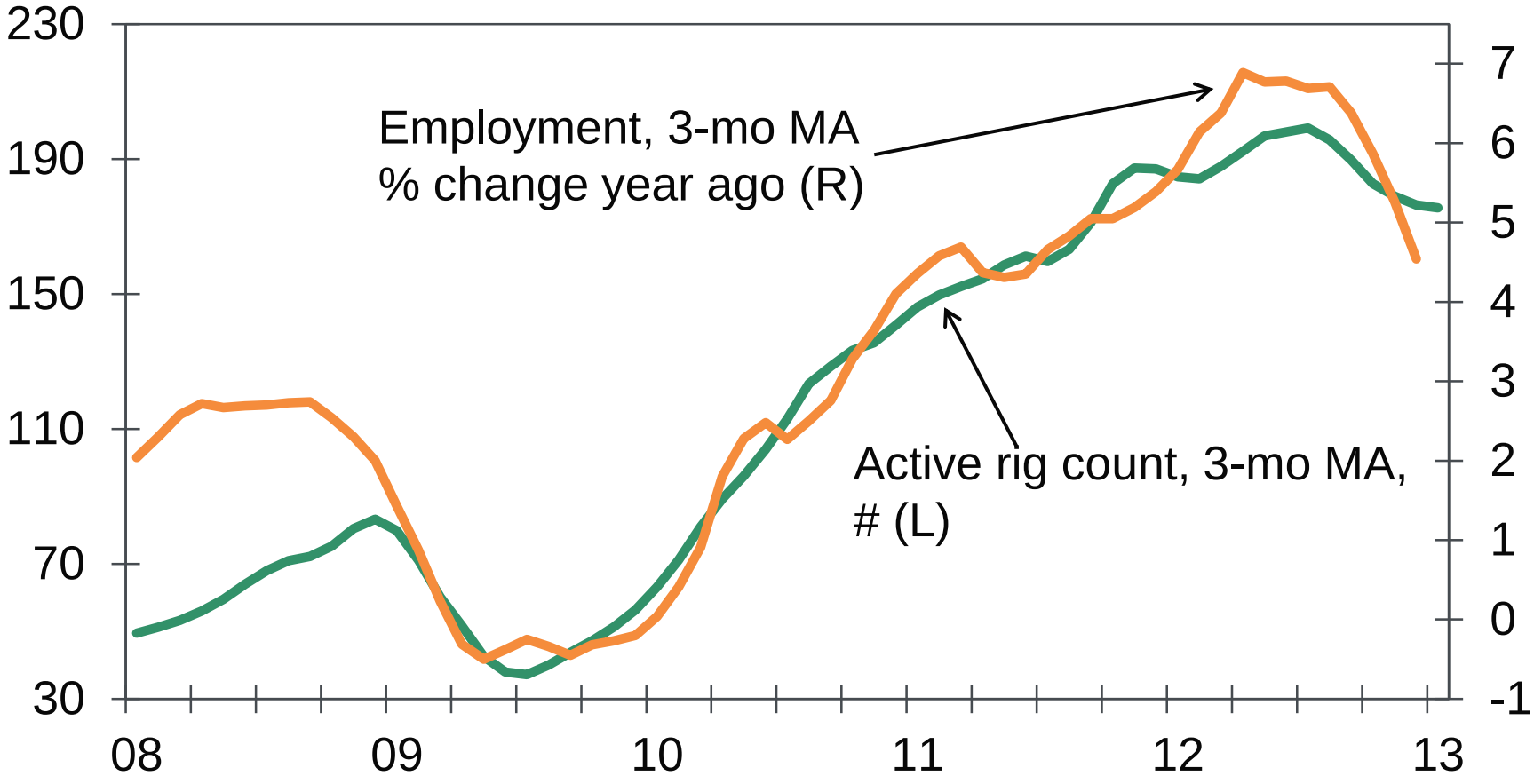
U.S. forecast indicators, quarterly annualized % change



Sources: BLS, BEA, Moody's Analytics

Fewer Rigs, Slower Job Growth

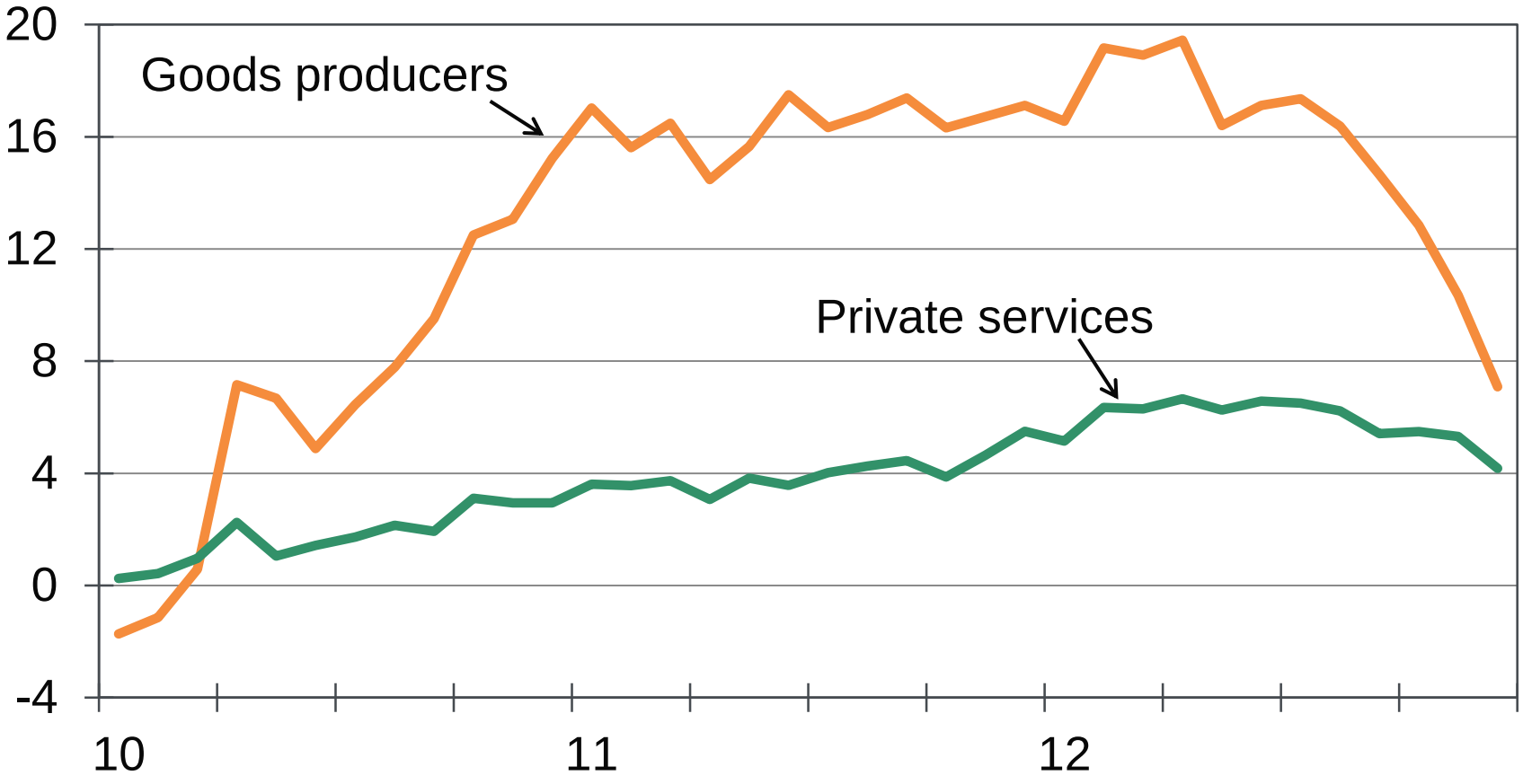
North Dakota



Sources: BLS, Baker Hughes Incorporated, Moody's Analytics

Job Growth Switching Over to Services…

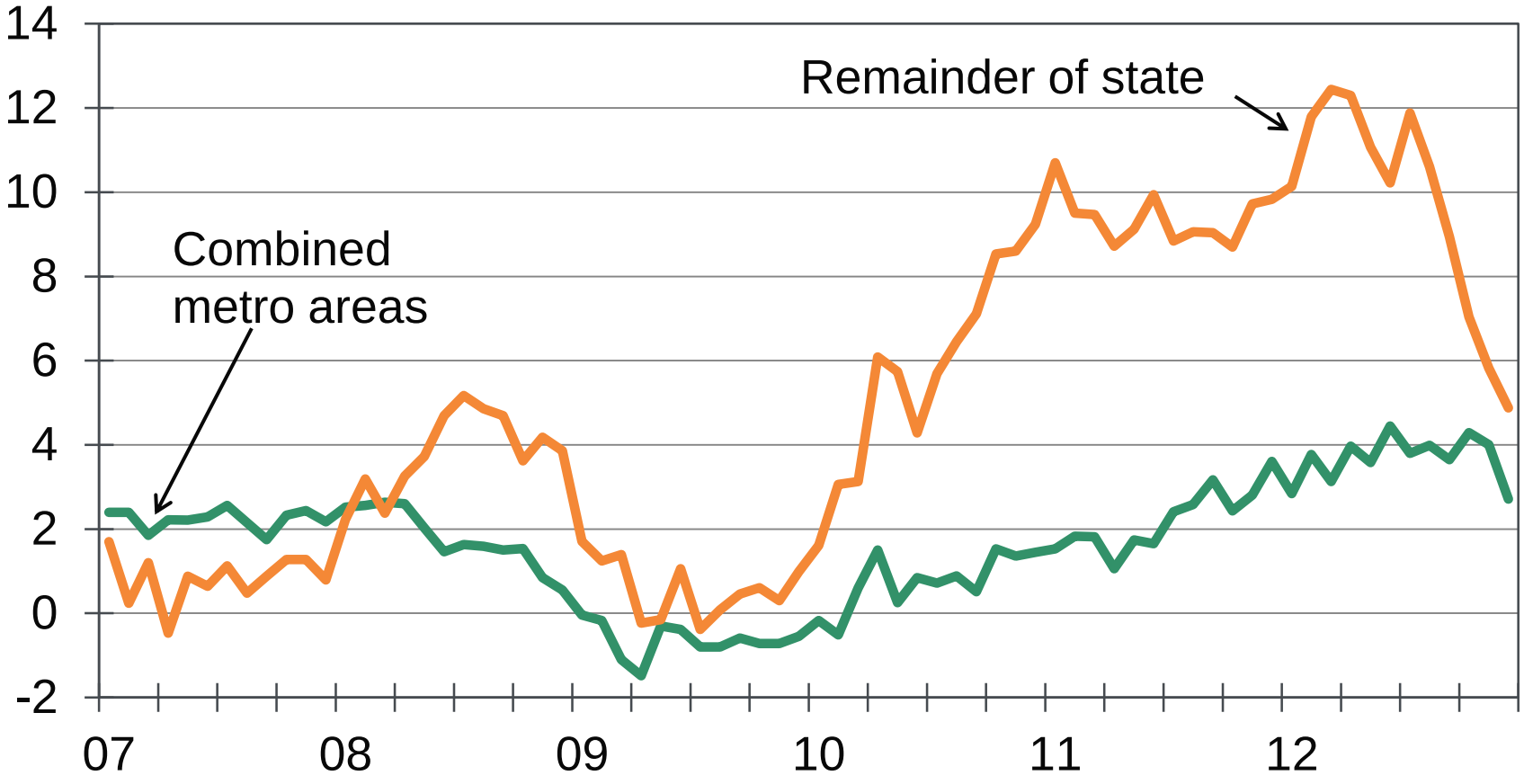
Non-farm payroll employment, North Dakota, % change year ago



Sources: BLS, Moody's Analytics

…And Concentrating More in ND Metro Areas

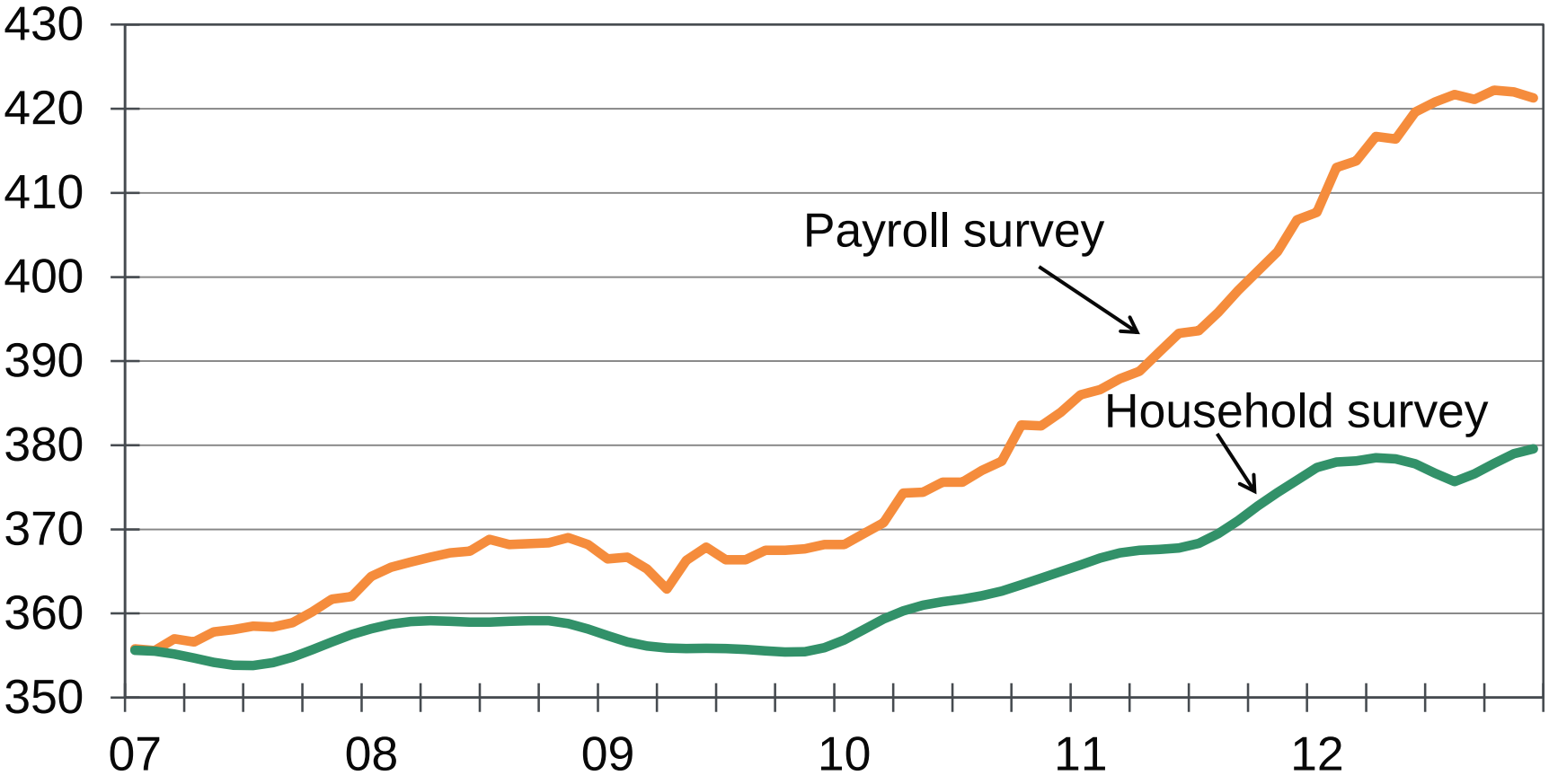
Non-farm payroll employment, year ago % change



Sources: BLS, Moody's Analytics

More Workers Non-Residents

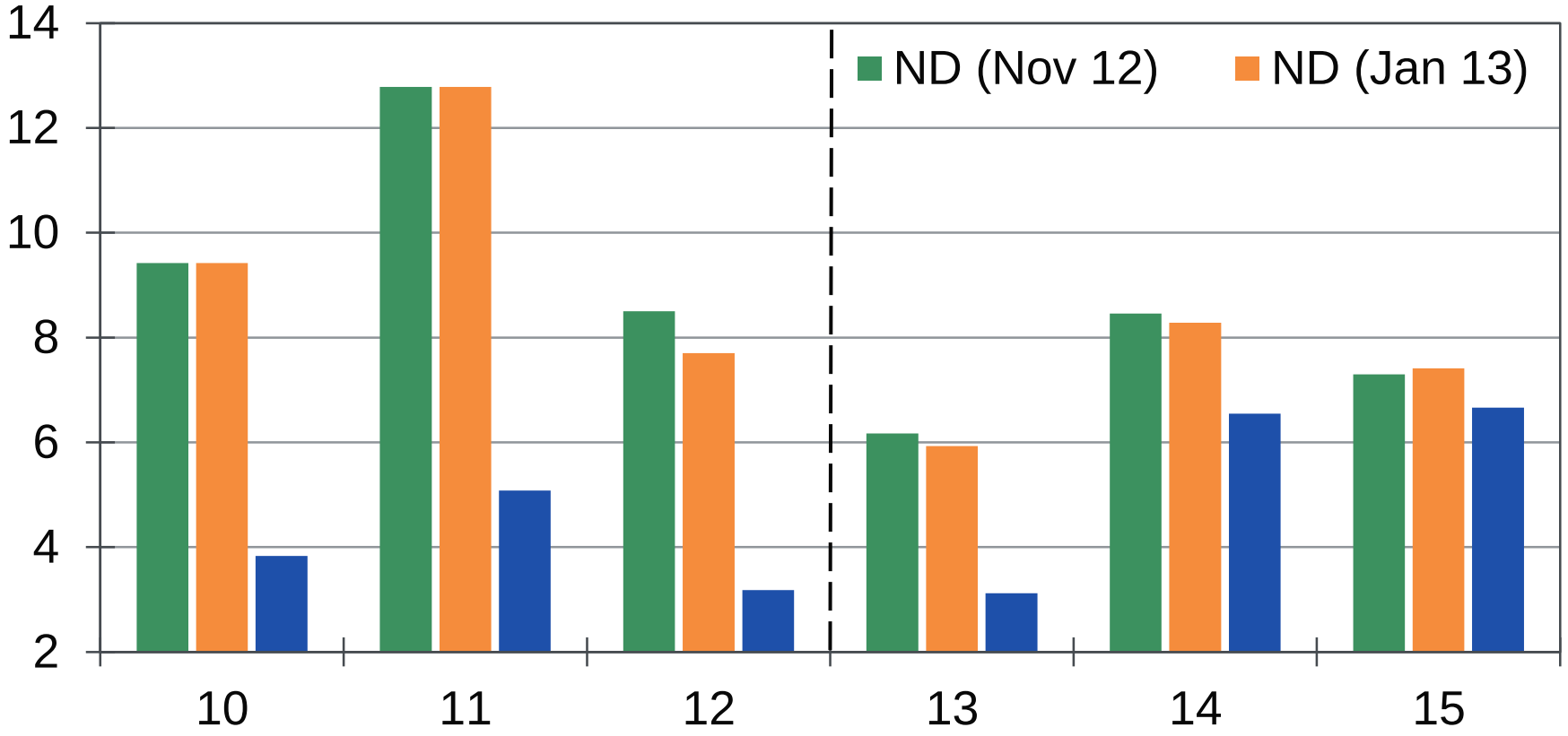
Employment, ths.



Sources: BLS, Moody's Analytics

Income Forecast Revised Downward Moderately

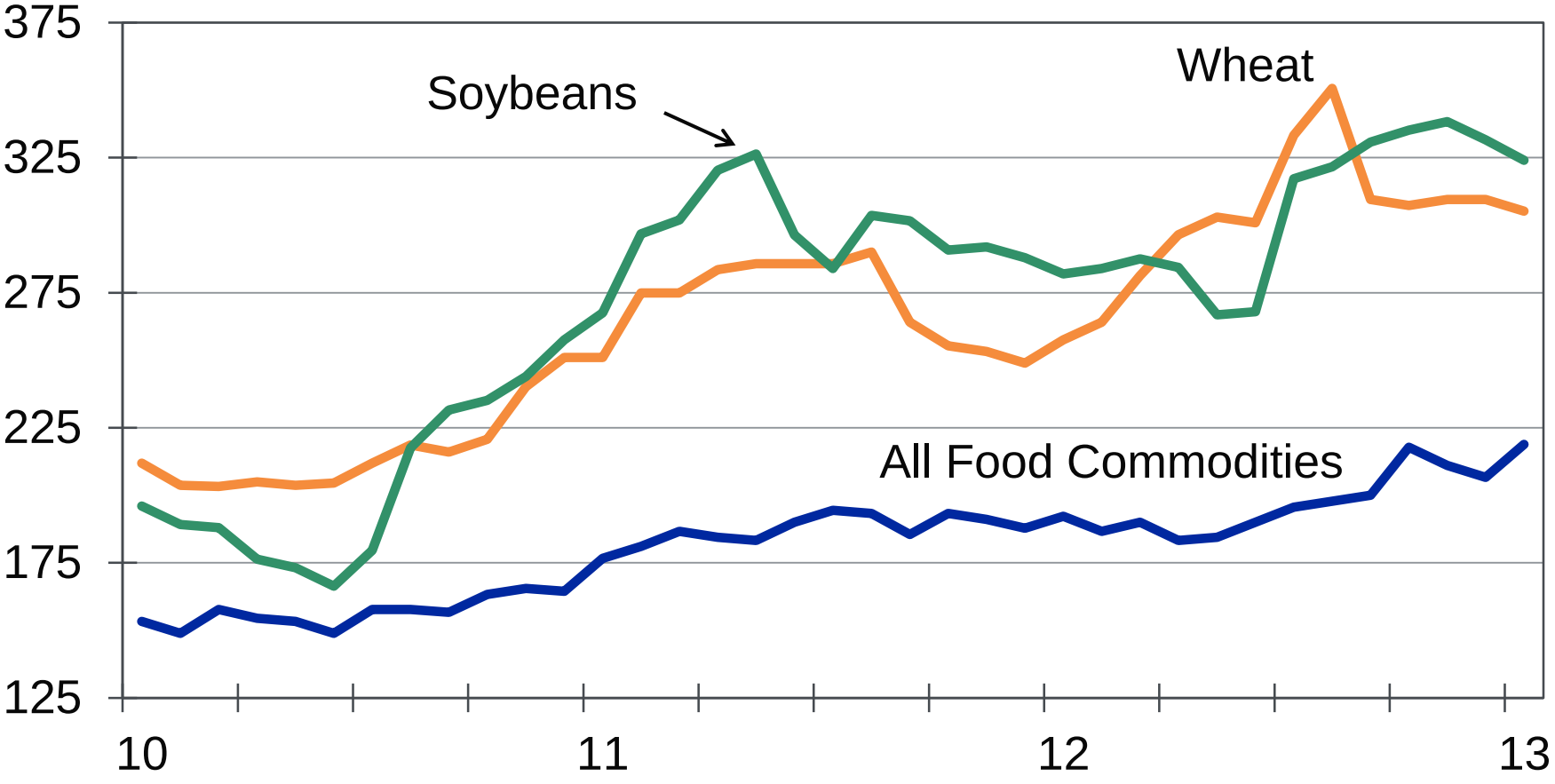
Total personal income, % change



Source: BEA, Moody's Analytics

Core Crop Prices Outperform, But Volatile

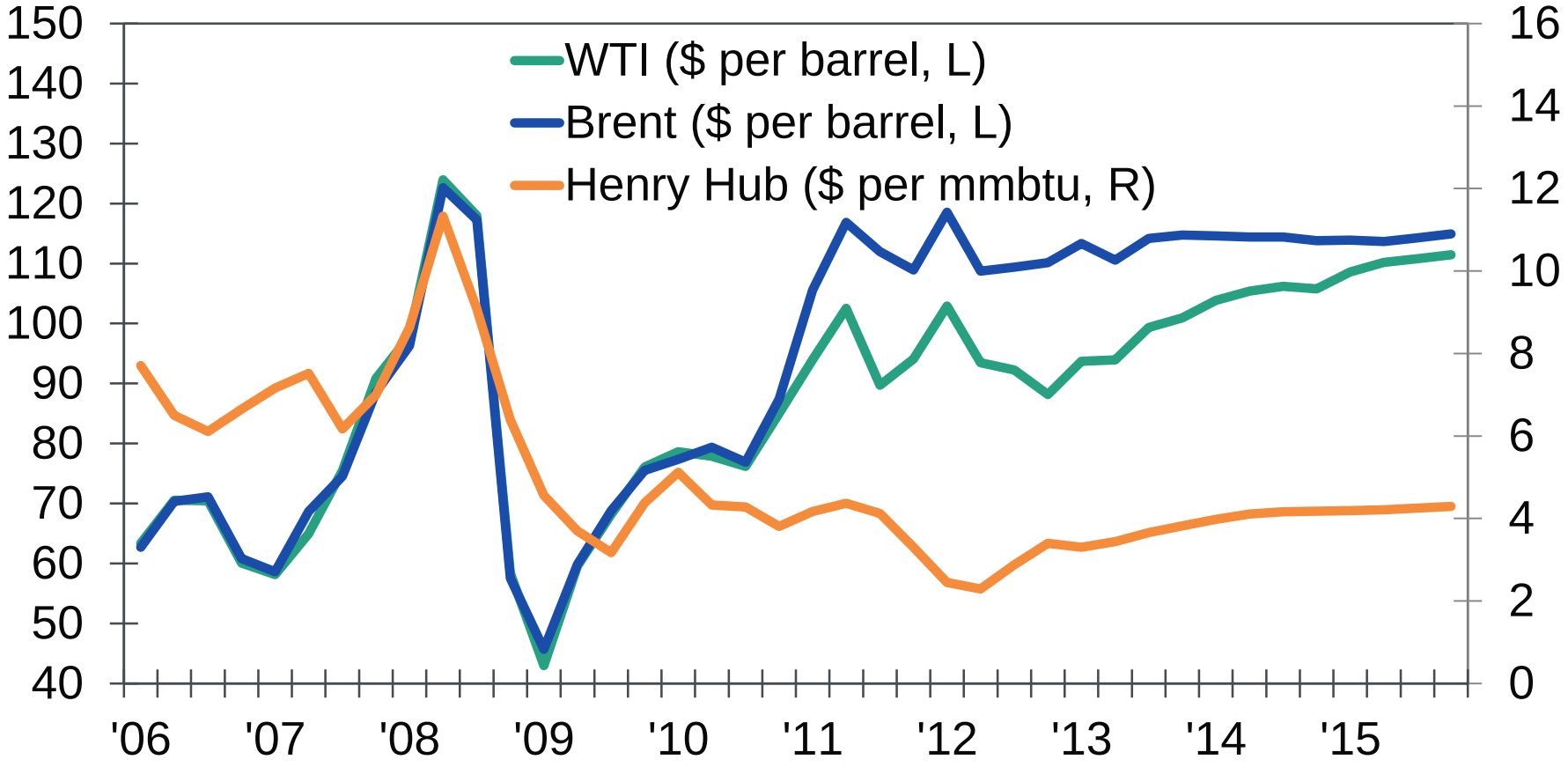
Crop prices, Index (2000 = 100)



Sources: USDA – Agricultural Statistics Board, Moody's Analytics

WTI Spread With Brent Crude Will Narrow

Oil and natural gas prices



Source: Wall Street Journal, Moody's Analytics

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