

Budget Status

July 27, 2016

Presented for

ND League of Cities

by

Pam Sharp, Director of OMB

2015-17 Biennium General Fund Revenues

Revised July 2016

Comparison to 2015 Legislative Forecast

<u>Tax Type</u>	<u>2015 Legislative Forecast</u>	<u>January 2016 Revised Forecast</u>	<u>July 2016 Revised Forecast</u>	<u>Inc/Dec From 2015 Forecast</u>
Sales and Use Taxes	\$ 2,868,026,560	\$ 2,124,321,000	\$ 1,863,517,574	\$ (1,004,508,986)
Motor Vehicle Excise Tax	314,324,000	230,737,000	201,543,785	\$ (112,780,215)
Individual Income Tax	763,276,000	708,999,000	690,525,749	\$ (72,750,251)
Corporate Income Tax	371,422,000	169,176,000	158,713,800	\$ (212,708,200)
Oil Tax Revenues	300,000,000	300,000,000	300,000,000	\$ -
Other Revenue Types	1,021,459,632	1,031,080,850	1,041,163,980	\$ 19,704,348
Total Revenues	\$ 5,638,508,192	\$ 4,564,313,850	\$ 4,255,464,888	\$ (1,383,043,304)

2015-17 Biennium Oil Revenues

Distributions from Gross Production and Extraction Taxes

Revised July 2016

Comparison to 2015 Legislative Forecast

<u>Distributions</u>	<u>2015 Legislative Forecast</u>	<u>January 2016 Revised Forecast</u>	<u>July 2016 Revised Forecast</u>	<u>Inc/Dec From 2015 Forecast</u>
Political Subdivisions	\$ 630,487,015	\$ 478,072,790	\$ 525,157,833	\$ (105,329,182)
Tribes	265,075,756	188,328,172	201,090,904	\$ (63,984,852)
Legacy Fund	950,597,208	683,387,883	810,675,615	\$ (139,921,593)
General Fund	300,000,000	300,000,000	300,000,000	\$ -
Education Funds	268,459,276	213,365,306	246,896,593	\$ (21,562,683)
Resources Trust Fund	264,259,277	209,298,480	242,695,177	\$ (21,564,100)
Oil and Gas Impact Fund	140,000,000	28,619,538	74,423,771	\$ (65,576,229)
Tax Relief Fund	300,000,000	300,000,000	300,000,000	\$ -
Other Allocations	314,854,584	65,216,150	202,403,595	\$ (112,450,989)
Total Revenues	\$ 3,433,733,116	\$ 2,466,288,319	\$ 2,903,343,488	\$ (530,389,628)

January 2016 Budget Shortfall Summary

General Fund Revenue Shortfall	<u>\$ 1,074,194,342</u>
June 30, 2017 Ending Balance	\$ 331,733,100
General Fund Allotment of 4.05%	244,869,588
Budget Stabilization Fund	<u>497,591,654</u>
	<u>\$ 1,074,194,342</u>

Pursuant to NDCC 54-44.1-12, NDDPI will receive a transfer of \$ 71,758,143 from the Foundation Aid Stabilization Fund to cover State School Aid, Transportation and Special Education Payments

July 2016 Budget Shortfall Summary

July 2016 Additional General Fund
Revenue Shortfall

\$ 308,848,964

Available from Budget
Stabilization Fund

\$ 75,000,000

Combination of Budget Reductions
and Other Resources

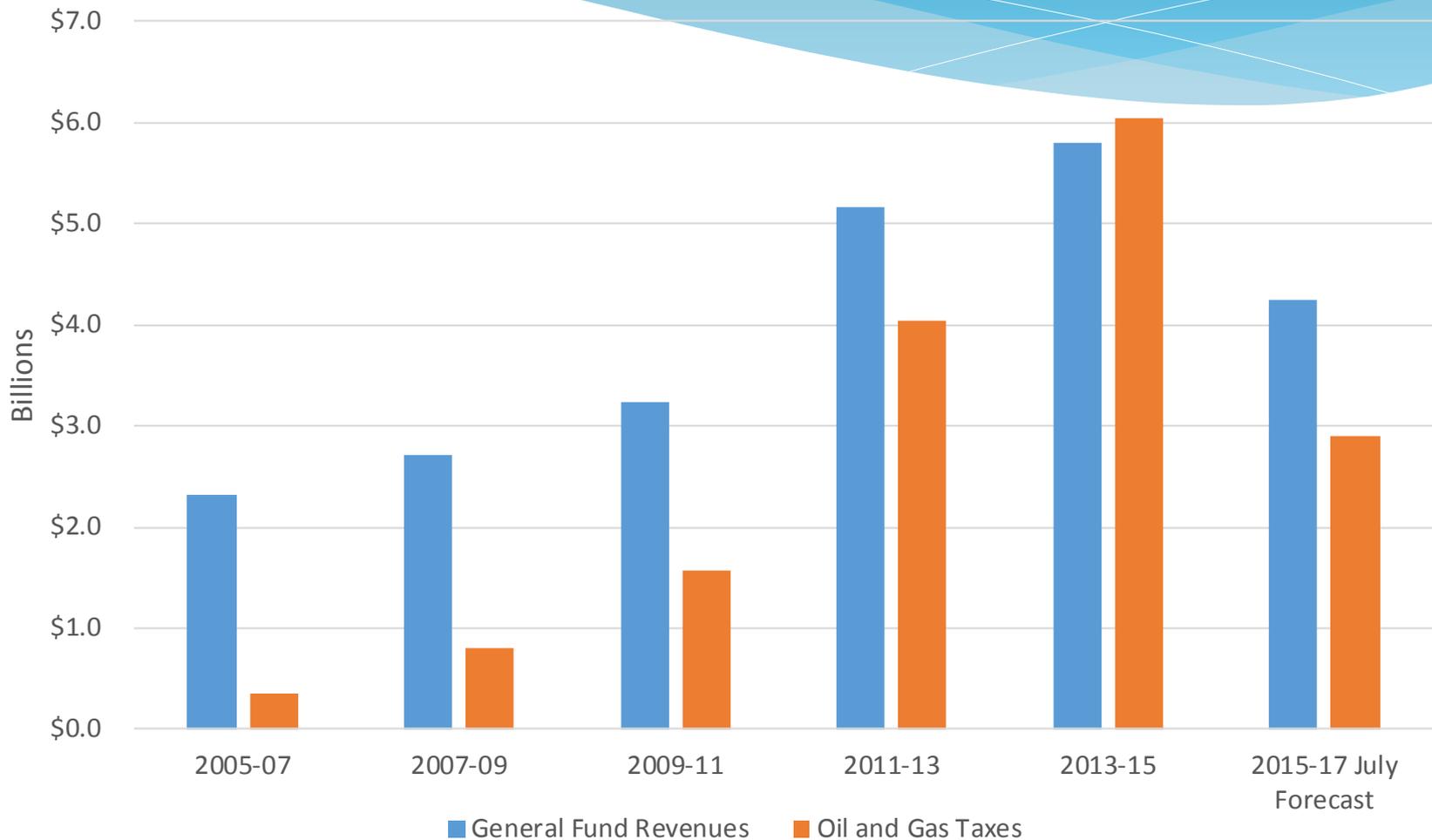
\$ 233,848,964

\$ 308,848,964

Current Balances

Budget Stabilization Fund	\$572,485,453
Tax Relief Fund	\$154,133,217
Strategic Investment Fund (Uncommitted)	\$125,500,610
Foundation Aid Stabilization Fund	\$603,666,253
Legacy Fund	\$3,803,246,847
Common Schools Trust Fund	\$3,430,000,000

North Dakota General Fund Revenue and Oil and Gas Taxes



Next Steps

- Special Legislative Session – August 2-4
- Preliminary Revenue Forecast for 2017-19
- November Revenue Forecast
- Governor Releases Executive Budget Recommendations – December 7



This presentation can be found on
OMB's website:

www.nd.gov/omb/