

May 18, 2001

**2001-03 BUDGET STATUS SUMMARY
AS OF MAY 18, 2001 (FINAL)**

Beginning Balance and Revenues

Legislative budget estimate of unobligated general fund cash balance - July 1, 2001	\$52,662,700 ¹
Add 2001-03 estimated revenues	
Proposed Schafer executive budget general fund revenues	<u>\$1,670,453,663</u>
Legislative revenue changes	
Major increases	
March 2001 forecast revision	\$3,435,174
HB 1015 - Bank of North Dakota and student loan trust transfers	19,000,000
HB 1023 - Water development trust fund transfer	9,733,820
HB 1196 - Intergovernmental transfer program	11,650,000
SB 2051 - Sales and use tax collections on boat sales	276,000
SB 2181 - Sales tax and surcharge on automobile rentals	1,998,000
SB 2299 - Coal conversion taxes	22,758,000
Major decreases	
HB 1003 - Gaming tax allocation for enforcement grants	(629,000)
HB 1015 - Sale of DD loans	(700,000)
HB 1052 - Sales tax exemption for used farm machinery	(6,710,000)
HB 1413 - Seed capital investment tax credit	(1,000,000)
HB 1460 - Renaissance fund investment tax credit	(1,000,000)
SB 2299 - Coal severance taxes	(22,703,000)
Other increases (decreases)	(246,950)
Total legislative changes affecting revenues	<u>\$35,862,044</u>
Total estimated general fund revenues and beginning balance - 2001-03	<u>\$1,758,978,407 ²</u>

Appropriations

Schafer executive budget general fund appropriations - 2001-03	\$1,706,299,108 ³
Legislative appropriations changes	
Major increases	
Department of Public Instruction (HB 1013)	\$18,991,310
Department of Public Instruction (HB 1344)	241,500
Department of Human Services (HB 1012)	16,040,990
Department of Human Services (HB 1196)	11,650,000
State Water Commission (HB 1023)	9,733,820
Highway Patrol (SB 2011)	7,529,858
Department of Public Instruction (HB 1301)	1,665,000
Major decreases	
Information Technology Department (SB 2022)	(17,056,088)
Department of Corrections and Rehabilitation (SB 2016)	(7,419,968)
Department of Commerce (SB 2019, HB 1015, HB 1022)	(1,924,893) ⁴
Higher education (SB 2003)	(444,091)
Judicial branch (SB 2002)	(952,341)
Other increases (decreases) net	2,629,508
Total legislative changes affecting appropriations	<u>\$40,684,605</u>
Current status of 2001-03 general fund appropriations	<u>\$1,746,983,713 ³</u>

Estimated Ending Balance

Estimated general fund balance - June 30, 2003 \$11,994,694

Comparison of 2001-03 General Fund Appropriations to 1999-2001 Appropriations

Current status of 2001-03 general fund appropriations	\$1,746,983,713 ³
1999-2001 legislative general fund appropriations	<u>1,614,882,210</u>
Increase (decrease)	<u><u>\$132,101,503</u></u>

Footnotes

¹ Beginning balance - Schafer executive budget unobligated general fund cash balance - July 1, 2001	\$50,515,628 ^a
Legislative action affecting the July 1, 2001, balance	
March 2001 forecast revision	\$580,098
HB 1003 - Deficiency appropriation	(197,714)
HB 1013 - Increased agency turnback	427,838
HB 1015 - Increased agency turnback	198,000
HB 1026 - Deficiency appropriations	(1,182,733)
HB 1301 - School district reorganization bonuses	3,000,000
SB 2002 - Decreased agency turnback	(350,000)
SB 2003 - Deficiency appropriation	(286,117)
SB 2090 - Deferred collection of fees	<u>(42,300)</u>
Total legislative changes affecting the beginning balance	<u>\$2,147,072</u>
Estimated unobligated general fund cash balance - July 1, 2001	<u><u>\$52,662,700</u></u>

^a The beginning balance includes the effect of recommended general fund deficiency appropriations of \$19,177,108 and estimated agency general fund turnback of \$9,662,410.

² Bills with indeterminable fiscal impact - The budget status revenue amounts do not reflect the impact of the following bills which provide state income tax credits, exemptions, or deductions, the impact of which the Tax Department has indicated is indeterminable:

- HB 1223 - Income tax credit - Alternative energy devices (final action)
- SB 2189 - Corporate income tax deduction - Dividends (final action)
- SB 2386 - Income tax credit - Investments in qualified agricultural businesses (final action)

³ Senate Bill No. 2018 authorizes the Office of Administrative Hearings to borrow up to \$100,000 from the general fund during the 2001-03 biennium. The bill also provides the Office of Administrative Hearings a special funds appropriation for repayment of the loan and requires that any loan be repaid by June 30, 2003. The amount shown does not reflect either of these appropriations.

⁴ The amount shown reflects the legislative changes to Senate Bill No. 2019 and the reduction in funding in House Bill Nos. 1015 and 1022 related to the incorporation of the Division of Community Services and the Department of Tourism into the Department of Commerce.

This summary and additional detail are available on-line at www.state.nd.us/lr/fiscal/reports.html.

CURRENT BUDGET STATUS COMPARISON TO HOEVEN EXECUTIVE BUDGET

Summary

	Hoeven Budget	Current Budget Status	Budget Status Comparison to Hoeven
Estimated unobligated general fund balance - July 1, 2001	\$37,785,628	\$52,662,700	\$14,877,072
Add estimated 2001-03 general fund revenues	<u>1,688,456,921</u>	<u>1,706,315,707</u>	<u>17,858,786</u>
Total revenues and beginning balance - 2001-03	\$1,726,242,549	\$1,758,978,407	\$32,735,858
Less 2001-03 general fund appropriations	<u>1,716,218,611</u>	<u>1,746,983,713</u>	<u>30,765,102</u>
Estimated general fund balance - June 30, 2003	<u>\$10,023,938</u>	<u>\$11,994,694</u>	<u>\$1,970,756</u>

Beginning Balance

Schafer budget estimated unobligated beginning balance	<u>\$50,515,628</u>	<u>\$50,515,628</u>	<u>\$0</u>
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Changes to the Schafer executive budget

Beginning balance changes based on 1999-2001 revenue	(\$12,730,000)	\$580,098	\$13,310,098
HB 1003 - Deficiency appropriation - Gaming grants		(197,714)	(197,714)
HB 1013 - Increased turnback - Department of Public Instruction		427,838	427,838
HB 1015 - Increased turnback - Office of Management and Budget		198,000	198,000
HB 1026 - Deficiency appropriations - Various agencies		(1,182,733)	(1,182,733)
HB 1301 - Increased turnback - Department of Public Instruction		3,000,000	3,000,000
SB 2002 - Decreased turnback - Judicial branch		(350,000)	(350,000)
SB 2003 - Deficiency appropriation - Higher education		(286,117)	(286,117)
SB 2090 - Deferred collection of fees - Securities Commissioner		(42,300)	(42,300)

Total changes to Schafer budget	<u>(\$12,730,000)</u>	<u>\$2,147,072</u>	<u>\$14,877,072</u>
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Estimated unobligated general fund balance - July 1, 2001	<u>\$37,785,628</u>	<u>\$52,662,700</u>	<u>\$14,877,072</u>
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Revenues

Schafer budget estimated general fund revenues	<u>\$1,670,453,663</u>	<u>\$1,670,453,663</u>	<u>\$0</u>
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Changes to Schafer executive budget

Sales tax exemption - Used farm machinery (HB 1052)	(\$5,500,000)	(\$6,710,000)	(\$1,210,000)
Motor vehicle excise tax - Revised forecast	4,600,958	8,509,000	3,908,042
Income tax credit for business investment (HB 1413)	(2,500,000)	(1,000,000)	1,500,000
Departmental collections - Revised estimates	2,472,300	3,222,300	750,000
Additional transfer - Bank of North Dakota (HB 1015)	10,000,000	10,000,000	
Transfer - Student loan trust fund (HB 1015)	9,000,000	9,000,000	
Interest income	630,000	575,000	(55,000)
Proceeds from sale of DD loans (HB 1015)	(700,000)	(700,000)	
HB 1003 - Gaming tax allocations		(629,000)	(629,000)
HB 1023 - Water development trust fund transfer		9,733,820	9,733,820
HB 1196 - Intergovernmental transfer program		11,650,000	11,650,000
HB 1460 - Renaissance fund investment tax credit		(1,000,000)	(1,000,000)
SB 2051 - Sales and use tax collections on boat sales		276,000	276,000
SB 2181 - Sales tax and surcharge on automobile rentals		1,998,000	1,998,000
SB 2299 - Coal conversion and coal severance taxes		55,000	55,000
Other changes - Revised forecast		(8,871,126)	(8,871,126)
Other legislative changes (net)		(246,950)	(246,950)

Total changes to Schafer budget	<u>\$18,003,258</u>	<u>\$35,862,044</u>	<u>\$17,858,786</u>
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Estimated 2001-03 biennium general fund revenues	<u>\$1,688,456,921</u>	<u>\$1,706,315,707</u>	<u>\$17,858,786</u>
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	Appropriations		
Schafer budget recommended general fund appropriations	<u>\$1,706,299,108</u>	<u>\$1,706,299,108</u>	<u>\$0</u>
Changes to Schafer executive budget			
Information Technology Department (SB 2022)	(\$10,117,500)	(\$17,056,088)	(\$6,938,588)
Judicial branch (SB 2002)		(952,341)	(952,341)
Department of Public Instruction (HB 1013, HB 1301, HB 1344)	19,783,965	20,897,810	1,113,845
Higher education (SB 2003)	1,358,900	(444,091)	(1,802,991)
Department of Human Services (HB 1012, HB 1196, SB 2308)		27,779,990	27,779,990
Department of Commerce (SB 2019, HB 1015, HB 1022)	(2,402,831)	(1,924,893)	477,938
Department of Corrections and Rehabilitation (SB 2016)		(7,419,968)	(7,419,968)
State Water Commission (HB 1023)		9,733,820	9,733,820
Highway Patrol (SB 2011)		7,529,858	7,529,858
Other changes (net)	<u>1,296,969</u>	<u>2,540,508</u>	<u>1,243,539</u>
Total appropriation changes	<u>\$9,919,503</u>	<u>\$40,684,605</u>	<u>\$30,765,102</u>
Total 2001-03 general fund appropriations	<u>\$1,716,218,611</u>	<u>\$1,746,983,713</u>	<u>\$30,765,102</u>
	Estimated Ending Balance		
Estimated general fund balance - June 30, 2003	<u>\$10,023,938</u>	<u>\$11,994,694</u>	<u>\$1,970,756</u>