

**2021-23 BUDGET STATUS SUMMARY
AS OF MAY 21, 2021 - FINAL**

Beginning Balance and Revenues

Legislative estimate of unobligated general fund cash balance - July 1, 2021	\$710,259,973 ¹
Add 2021-23 estimated revenues	
January 2021 legislative base revenue forecast	\$3,947,799,857
Legislative changes to base revenue forecast	
Major increases	
March 2021 forecast revision to 2021-23 biennium revenues	95,500,000
HB 1015 - Transfer from the strategic investment and improvements fund	410,000,000
HB 1407 - Tribal care coordination agreements	1,436,326
Major decreases	
HB 1087 - Continues an insurance premium tax credit for the invisible reinsurance pool	(17,540,170)
HB 1212 - Deposits gaming taxes in a charitable gaming operation fund and decreases the gaming tax	(19,780,781)
HB 1309 - Exempts contractors from use tax on items not contained in a purchase contract	(25,000,000)
HB 1412 - Provides coal conversion tax exemptions to coal conversion facilities	(42,600,000)
Other increases (decreases)	<u>(3,533,237)</u>
Total legislative changes affecting revenues	<u>\$398,482,138</u>
Total estimated general fund revenues and beginning balance - 2021-23 biennium	\$5,056,541,968

Appropriations

Base level appropriations	\$4,794,924,098
Legislative increases (decreases) to base level appropriations	
Major increases	
HB 1006 - Tax Commissioner, including homestead tax credit and disabled veterans' tax credit	\$10,169,700
HB 1009 - Agriculture Commissioner	13,259,283
HB 1012 - Department of Human Services	118,651,701
HB 1452 - Clean Sustainable Energy Authority	25,000,000
HB 1475 - Agriculture diversification and development	10,000,000
SB 2003 - North Dakota University System	37,935,721
SB 2014 - Industrial Commission, including a transfer to the housing incentive fund	8,841,675
SB 2021 - Information Technology Department	11,810,642
SB 2030 - Higher education challenge grants	11,150,000
Major decreases	
HB 1013 - Department of Public Instruction	(62,792,366)
SB 2011 - Highway Patrol	(7,885,813)
SB 2015 - Department of Corrections and Rehabilitation	(10,121,017)
Other increases (decreases) net	<u>32,013,706</u>
Total legislative changes affecting appropriations	<u>\$198,033,232</u>
Total 2021-23 general fund appropriations	\$4,992,957,330

Estimated Ending Balance - June 30, 2023

Estimated budget status general fund balance	<u>\$63,584,638</u>
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2021-23 Ongoing and One-Time General Fund Revenues and Appropriations Comparison

	<u>Ongoing</u>	<u>One-Time</u>	<u>Total</u>
General fund revenues	\$3,936,281,995	\$1,120,259,973	\$5,056,541,968
General fund appropriations	4,878,881,199	114,076,131	4,992,957,330
Balance (Deficit)	(\$942,599,204)	\$1,006,183,842	\$63,584,638

2021-23 General Fund Appropriations Comparison to Executive Budget Recommendation

	Executive Budget	2021-23 Current Budget Status	Increase (Decrease)	
			Amount	Percent
Ongoing general fund appropriations	\$4,733,915,909	\$4,878,881,199	\$144,965,290	3.1%
One-time general fund appropriations	101,754,458	114,076,131	12,321,673	12.1%
Total general fund appropriations	\$4,835,670,367	\$4,992,957,330	\$157,286,963	3.3%

Footnotes

¹ January 2021 base revenue forecast - Unobligated general fund cash balance on June 30, 2021	\$560,493,085 ^a
Legislative action affecting the June 30, 2021, balance	
March 2021 forecast revision to 2019-21 biennium revenues	\$148,843,736
Adjustment to estimated unspent 2019-21 biennium general fund appropriations	39,660,482
HB 1001 - Provides an exemption to the Governor for Roughrider Awards	(10,800)
HB 1003 - Provides an exemption to the Attorney General for information technology equipment	(43,058)
HB 1008 - Provides an emergency clause to deposit Public Service Commission fees in a special fund	(12,000)
HB 1012 - Provides exemptions to the Department of Human Services for behavioral health programs	(4,435,000)
HB 1013 - Provides exemptions to the Department of Public Instruction to repurpose state school aid	(24,137,064)
HB 1015 - Provides an exemption to the Office of Management and Budget for state student internships	(150,000)
HB 1015 - Increases the estimated 2019-21 legacy fund earnings transferred to the general fund	100,000,000
HB 1015 - Provides a transfer to the highway fund to match federal discretionary funds for road projects	(100,000,000)
HB 1016 - Provides exemptions to the Adjutant General for tuition assistance and radio equipment	(1,561,000)
HB 1025 - Provides deficiency appropriations for various state agencies	(21,540,000)
SB 2005 - Authorizes additional spending for the Indian Affairs Commission prior to the end of the biennium	(15,000)
SB 2011 - Replaces Highway Patrol general fund spending with federal funds	6,966,000
SB 2011 - Provides an exemption to the Highway Patrol for ammunition purchases	(50,530)
SB 2015 - Replaces Department of Corrections and Rehabilitation general fund spending with federal funds	43,689,050
SB 2015 - Provides an exemption to the Department of Corrections and Rehabilitation for maintenance	(6,000,000)
SB 2018 - Provides exemptions to the Department of Commerce for various grant programs	(8,978,803)
SB 2025 - Provides an exemption to the Department of Veterans' Affairs for service dog grants	(50,000)
Total legislative changes affecting the beginning balance	\$172,176,013
Estimated general fund cash balance prior to budget stabilization fund transfer	\$732,669,098
Estimated transfer to budget stabilization fund - June 30, 2021	(22,409,125) ^b
Legislative estimate of unobligated general fund cash balance - July 1, 2021	\$710,259,973

^a The beginning balance reflects estimated unexpended 2019-21 biennium general fund appropriations of \$190.6 million.

^b North Dakota Century Code Chapter 54-27.2 provides that any amount in the general fund at the end of a biennium in excess of \$65 million must be transferred to the budget stabilization fund except that the balance in the budget stabilization fund may not exceed 15 percent of the general fund budget approved by the most recently adjourned Legislative Assembly. The amount shown is the estimated transfer based on 15 percent of the 2021-23 biennium current general fund budget status.

Budget Stabilization Fund Transfer and Balance

Estimated balance - June 30, 2021	\$726,534,475
Estimated transfer from general fund	22,409,125
Estimated balance - July 1, 2021	\$748,943,600

Strategic Investment and Improvements Fund

Estimated July 1, 2021, balance available for appropriation or transfer - January 2021 legislative revenue forecast	\$495,934,836
Revenue adjustments	
March 2021 forecast revision to 2019-21 biennium oil and gas tax revenues	\$36,440,000
Total available for appropriation or transfer after revenue adjustments	\$532,374,836
Appropriations and transfers	
HB 1003 - Attorney General - Litigation funding pool	(\$3,000,000)
HB 1009 - Agriculture Commissioner - Grasslands grazing grant program	(5,000,000)
HB 1010 - Insurance Commissioner - Study of lignite coal industry insurance	(200,000)
HB 1015 - Office of Management and Budget - Information technology projects and transfers to other funds	(4,251,304)
HB 1016 - Adjutant General - National Guard deferred maintenance projects	(1,000,000)
HB 1141 - Transfer to the innovation loan fund to support technology advancement	(15,000,000)
SB 2003 - North Dakota University System - Capital building fund program and campus building projects	(21,863,000)
SB 2014 - Industrial Commission - Transfer to the oil and gas research fund	(9,500,000)
SB 2018 - Department of Commerce - Unmanned aircraft system program and other grant programs	(29,000,000)
SB 2020 - Transportation Institute and Research Centers - Remote sensing infrastructure and a greenhouse	(2,298,000)
SB 2230 - Increases the fuel production facility loan guarantees from \$50 million to \$80 million	(30,000,000)
Total appropriations and transfers	(\$121,112,304)
Estimated remaining funds	\$411,262,532
Transfer to general fund	(\$410,000,000)