



2009–2011 Budget Address to the North Dakota Legislative Assembly

December 3, 2008

Gov. John Hoeven

2009–11 Budget Objectives

Fund Our Priorities

Provide Tax Relief

Build Our Reserves

Fund Our Priorities

On-going Revenues Exceed On-going Expenditures

2009–11 General Fund Revenue Forecast (After \$100 Million Income Tax Relief)	\$2.784 Billion
2009–11 Recommended Ongoing Expenditures	\$2.754 Billion

Fund Our Priorities

One-time Capital Investments
Limited to June 30, 2009 Cash Balance

Cash Balance June 30, 2009	\$391.8 Million
One-time Capital Investments	\$357.2 Million

Permanent Tax Relief

Property Tax Relief	\$300.0 Million
Individual Income Tax Relief	<u>\$100.0 Million</u>
Total Permanent Tax Relief	<u>\$400.0 Million</u>

Build Our Reserves

July 1, 2009

General Fund Cash Balance	\$	392	
Less: 2009–11 Capital Investments		<u>(357)</u>	
			\$ 35
Budget Stabilization Fund	\$	200	
Addition to Budget Stabilization Fund		<u>111</u>	
			311
Permanent Oil Tax Trust Fund	\$	562	
Reserved for 09–11 Property Tax Relief		<u>(300)</u>	
			<u>262</u>
Total (Beginning 2009–2011 Biennium)	\$		<u>608</u>

* In Millions

Projected Reserves

Executive Budget Forecast –Economy.com
June 30, 2011

Oil Tax Trust Fund Beginning Balance	\$	262	
Oil Tax Trust Fund Projected Revenues		<u>567</u>	
Total Oil Tax Trust Fund	\$		829
Budget Stabilization Fund			311
Projected General Fund Ending Balance		<u>65</u>	
Total Reserves (End 2009–2011 Biennium)	\$		<u>1,205</u>

* In Millions

Projected Reserves

Based on Current Oil Price

June 30, 2011

Oil Tax Trust Fund Beginning Balance	\$	224	
Oil Tax Trust Fund Projected Revenues		<u>204</u>	
Total Oil Tax Trust Fund	\$		428
Budget Stabilization Fund			311
Projected General Fund Ending Balance		<u>65</u>	
Total Reserves (End 2009–2011 Biennium)	\$		<u>804</u>

* In Millions