



Current Biennium: FY 2024-25 General Fund Budget

Estimates of Nondedicated Revenues

November 2023 Forecast

(\$ in Thousands)	Fiscal Year 2024	Fiscal Year 2025	Current Biennium
Non-Dedicated Revenues			
Individual Income Tax	14,510,800	15,835,900	30,346,700
Corporate Income Tax	2,772,909	2,640,142	5,413,051
Sales Tax	7,494,181	7,737,934	15,232,115
23, CH 63 - Cannabis Gross Receipts Tax	9,700	16,700	26,400
Statewide Property Tax	737,996	743,297	1,481,293
Estate Tax	248,500	261,800	510,300
Liquor, Wine & Beer Tax	112,210	114,700	226,910
Cigarette & Tobacco Products Tax	524,550	525,000	1,049,550
Taconite Occupation Tax	35,200	31,600	66,800
Mortgage Registry Tax	107,154	139,317	246,471
Deed Transfer Tax	139,896	159,998	299,894
Insurance Gross Earn & Fire Marshall	540,791	560,319	1,101,110
Controlled Substance Tax	5	5	10
Other Gross Earnings	50	50	100
Lawful Gambling Taxes	194,050	177,350	371,400
Medical Assistance Surcharges	341,802	355,733	697,535
Other Tax Refunds	(5,502)	(6,102)	(11,604)
Investment Income	580,400	215,700	796,100
Lottery Revenue	77,372	70,620	147,992
Tobacco Settlements	171,925	170,459	342,384
Departmental Earnings	215,742	218,685	434,427
DHS MSOP Collections	21,481	22,458	43,939
DHS SOS Collections	144,658	138,894	283,552
Fines & Surcharges	68,363	68,871	137,234
All Other Non-Dedicated Revenue	113,818	100,111	213,929
Transfer and Adjustments	134,513	62,463	196,976
Total Net Non-Dedicated Revenues	29,292,564	30,362,004	59,654,568

The following table sets forth by source the forecasted amounts of non-dedicated revenues allocable to the General Fund for the Current Biennium, presented on a budgetary basis. Individual income tax totals in FY 2024-27 do not include the estimated revenue impact related to a drafting oversight impacting the standard deduction in Ch. 64 (2023 tax bill) that would result in an estimated \$350 million in added revenue each fiscal year if not corrected. It is assumed that the 2024 legislature will pass legislation to correct this oversight.



Planning Estimates: FY 2026-27 General Fund Budget

Estimates of Nondedicated Revenues
November 2023 Forecast

(\$ in Thousands)	Fiscal Year 2026	Fiscal Year 2027	Next Biennium
Non-Dedicated Revenues			
Individual Income Tax	16,474,400	17,291,000	33,765,400
Corporate Income Tax	2,663,159	2,682,955	5,346,114
Sales Tax	8,012,831	8,299,259	16,312,090
23, CH 63 - Cannabis Gross Receipts Tax	44,000	65,800	109,800
Statewide Property Tax	745,381	745,418	1,490,799
Estate Tax	276,200	291,000	567,200
Liquor, Wine & Beer Tax	117,240	119,850	237,090
Cigarette & Tobacco Products Tax	523,660	522,610	1,046,270
Taconite Occupation Tax	29,700	25,000	54,700
Mortgage Registry Tax	148,995	159,825	308,820
Deed Transfer Tax	180,728	200,409	381,137
Insurance Gross Earn & Fire Marshall	574,105	581,279	1,155,384
Controlled Substance Tax	5	5	10
Other Gross Earnings	50	50	100
Lawful Gambling Taxes	160,850	159,350	320,200
Medical Assistance Surcharges	340,822	355,196	696,018
Other Tax Refunds	(6,202)	(6,302)	(12,504)
Investment Income	84,700	60,800	145,500
Lottery Revenue	72,446	72,446	144,892
Tobacco Settlements	169,601	168,397	337,998
Departmental Earnings	216,767	219,074	435,841
DHS MSOP Collections	22,458	22,458	44,916
DHS SOS Collections	138,894	138,894	277,788
Fines & Surcharges	69,054	69,289	138,343
All Other Non-Dedicated Revenue	102,206	99,571	201,777
Transfer and Adjustments	338,395	62,800	401,195
Total Net Non-Dedicated Revenues	31,500,445	32,406,433	63,906,878

The following table sets forth by source the forecasted amounts of non-dedicated revenues allocable to the General Fund for the Planning Estimates, presented on a budgetary basis. Individual income tax totals in FY 2024-27 do not include the estimated revenue impact related to a drafting oversight impacting the standard deduction in Ch. 64 (2023 tax bill) that would result in an estimated \$350 million in added revenue each fiscal year if not corrected. It is assumed that the 2024 legislature will pass legislation to correct this oversight.



Previous Biennium: FY 2022-23

Actual FY 2022-23

(\$ in thousands)

	Actual FY 2022	Actual FY 2023	Biennial Total FY 2022-23
<u>Actual & Estimated Resources</u>			
Balance Forward From Prior Year	7,025,957	12,969,000	7,025,957
Current Resources:			
Tax Revenues	29,390,413	29,138,776	58,529,189
Non-Tax Revenues	926,552	1,346,243	2,272,795
Subtotal - Non-Dedicated Revenue	30,316,965	30,485,019	60,801,984
Dedicated Revenue	4	1	5
Transfers In	179,721	162,304	342,025
Prior Year Adjustments	132,779	143,291	276,070
Subtotal - Other Revenue	312,504	305,596	618,100
Subtotal-Current Resources	30,629,469	30,790,615	61,420,084
Total Resources Available	37,655,426	43,759,615	68,446,041
<u>Actual & Estimated Spending</u>			
E-12 Education	9,960,012	10,204,038	20,164,050
Higher Education	1,750,216	1,767,950	3,518,166
Property Tax Aids & Credits	2,052,912	2,569,273	4,622,185
Health & Human Services	6,922,572	8,214,743	15,137,315
Public Safety & Judiciary	1,292,489	1,430,248	2,722,737
Transportation	236,332	171,126	407,458
Environment & Energy	188,853	185,399	374,252
Jobs, Commerce, Ag and Housing	848,116	474,688	1,322,804
State Government & Veterans	665,137	1,112,086	1,777,223
Debt Service	592,426	547,759	1,140,185
Capital Projects & Grants	177,361	566,109	743,470
Total Expenditures & Transfers	24,686,426	27,243,419	51,929,845
Balance Before Reserves	12,969,000	16,516,196	16,516,196
Cash Flow Account	350,000	350,000	350,000
Budget Reserve	2,672,484	2,852,098	2,852,098
Stadium Reserve	229,397	0	0
Appropriations Carried Forward	972,828	211,070	211,070
Budgetary Balance	8,744,291	13,103,028	13,103,028



Previous Biennium: FY 2022-23

Actual FY 2022-23 vs End of 2023 Legislative Session

(\$ in thousands)

	EOS FY 2022-23	Actual FY 2022-23	\$ Change
<u>Actual & Estimated Resources</u>			
Balance Forward From Prior Year	7,025,957	7,025,957	0
Current Resources:			
Tax Revenues	58,023,319	58,529,189	505,870
Non-Tax Revenues	2,148,732	2,272,795	124,063
Subtotal - Non-Dedicated Revenue	60,172,051	60,801,984	629,933
Dedicated Revenue	9	5	-4
Transfers In	339,216	342,025	2,809
Prior Year Adjustments	170,029	276,070	106,041
Subtotal - Other Revenue	509,254	618,100	108,846
Subtotal-Current Resources	60,681,305	61,420,084	738,779
Total Resources Available	67,707,262	68,446,041	738,779
<u>Actual & Estimated Spending</u>			
E-12 Education	20,182,712	20,164,050	-18,662
Higher Education	3,536,024	3,518,166	-17,858
Property Tax Aids & Credits	4,641,530	4,622,185	-19,345
Health & Human Services	15,202,551	15,137,315	-65,236
Public Safety & Judiciary	2,730,604	2,722,737	-7,867
Transportation	482,698	407,458	-75,240
Environment & Energy	387,780	374,252	-13,528
Jobs, Commerce, Ag and Housing	1,479,543	1,322,804	-156,739
State Government & Veterans	1,708,467	1,777,223	68,756
Debt Service	1,140,185	1,140,185	0
Capital Projects & Grants	744,709	743,470	-1,239
Estimated Cancellations	-15,000	0	15,000
Total Expenditures & Transfers	52,221,803	51,929,845	-291,958
Balance Before Reserves	15,485,459	16,516,196	1,030,737
Cash Flow Account	350,000	350,000	0
Budget Reserve	2,852,098	2,852,098	0
Appropriations Carried Forward	0	211,070	211,070
Budgetary Balance	12,283,361	13,103,028	819,667



Current Biennium: FY 2024-25

November 2023 Forecast

(\$ in thousands)

	Nov FY 2024	Nov FY 2025	Biennial Total FY 2024-25
<u>Actual & Estimated Resources</u>			
Balance Forward From Prior Year	16,516,196	7,836,566	16,516,196
Current Resources:			
Tax Revenues	27,764,292	29,293,743	57,058,035
Non-Tax Revenues	1,393,759	1,005,798	2,399,557
Subtotal - Non-Dedicated Revenue	29,158,051	30,299,541	59,457,592
Dedicated Revenue	1,970	2,055	4,025
Transfers In	97,600	25,807	123,407
Prior Year Adjustments	34,943	34,601	69,544
Subtotal - Other Revenue	134,513	62,463	196,976
Subtotal-Current Resources	29,292,564	30,362,004	59,654,568
Total Resources Available	45,808,760	38,198,570	76,170,764
<u>Actual & Estimated Spending</u>			
E-12 Education	12,145,836	12,318,015	24,463,851
Higher Education	2,079,158	2,115,326	4,194,484
Property Tax AISs & Credits	2,826,157	2,651,408	5,477,565
Health & Human Services	10,722,648	10,395,549	21,118,196
Public Safety & Judiciary	1,803,043	1,746,516	3,549,559
Transportation	1,196,489	198,870	1,395,359
Environment & Energy	675,168	373,295	1,048,463
Jobs, Commerce, Ag and Housing	3,093,942	850,191	3,944,133
State Government & Veterans	1,753,981	1,133,211	2,887,192
Debt Service	507,577	633,192	1,140,769
Capital Projects & Grants	1,173,196	143,061	1,316,257
Estimated Cancellations	-5,000	-15,000	-20,000
Total Expenditures & Transfers	37,972,195	32,543,634	70,515,828
Balance Before Reserves	7,836,566	5,654,936	5,654,936
Cash Flow Account	350,000	350,000	350,000
Budget Reserve	2,913,422	2,913,422	2,913,422
Budgetary Balance	4,573,144	2,391,514	2,391,514

*Individual income tax totals in FY 2024-27 do not include the estimated revenue impact related to a drafting oversight impacting the standard deduction in Ch. 64 (2023 tax bill) that would result in an estimated \$350 million in added revenue each fiscal year if not corrected. It is assumed that the 2024 legislature will pass legislation to correct this oversight.



Current Biennium: FY 2024-25

November 2023 Forecast vs End of 2023 Legislative Session

(\$ in thousands)

	EOS FY 2024-25	Nov FY 2024-25	\$ Change
<u>Actual & Estimated Resources</u>			
Balance Forward From Prior Year	15,485,459	16,516,196	1,030,737
Current Resources:			
Tax Revenues	56,347,741	57,058,035	710,294
Non-Tax Revenues	2,278,435	2,399,557	121,122
Subtotal - Non-Dedicated Revenue	58,626,176	59,457,592	831,416
Dedicated Revenue	10	4,025	4,015
Transfers In	122,308	123,407	1,099
Prior Year Adjustments	69,061	69,544	483
Subtotal - Other Revenue	191,379	196,976	5,597
Subtotal-Current Resources	58,817,555	59,654,568	837,013
Total Resources Available	74,303,014	76,170,764	1,867,750
<u>Actual & Estimated Spending</u>			
E-12 Education	24,258,581	24,463,851	205,270
Higher Education	4,173,528	4,194,484	20,956
Property Tax Aids & Credits	5,314,496	5,477,565	163,069
Health & Human Services	20,622,802	21,118,196	495,394
Public Safety & Judiciary	3,557,456	3,549,559	-7,897
Transportation	1,315,295	1,395,359	80,064
Environment & Energy	1,037,957	1,048,463	10,506
Jobs, Commerce, Ag and Housing	3,894,598	3,944,133	49,535
State Government & Veterans	2,867,601	2,887,192	19,591
Debt Service	1,179,726	1,140,769	-38,957
Capital Projects & Grants	1,315,481	1,316,257	776
Estimated Cancellations	-20,000	-20,000	0
Total Expenditures & Transfers	69,517,521	70,515,828	998,307
Balance Before Reserves	4,785,493	5,654,936	869,443
Cash Flow Account	350,000	350,000	0
Budget Reserve	2,852,098	2,913,422	61,324
Budgetary Balance	1,583,395	2,391,514	808,119

*Individual income tax totals in FY 2024-27 do not include the estimated revenue impact related to a drafting oversight impacting the standard deduction in Ch. 64 (2023 tax bill) that would result in an estimated \$350 million in added revenue each fiscal year if not corrected. It is assumed that the 2024 legislature will pass legislation to correct this oversight.



Biennial Comparison

November 2023 Forecast

(\$ in thousands)

	Actual FY 2022-23	Nov FY 2024-25	\$ Change
<u>Actual & Estimated Resources</u>			
Balance Forward From Prior Year	7,025,957	16,516,196	9,490,239
Current Resources:			
Tax Revenues	58,529,189	57,058,035	-1,471,154
Non-Tax Revenues	2,272,795	2,399,557	126,762
Subtotal - Non-Dedicated Revenue	60,801,984	59,457,592	-1,344,392
Dedicated Revenue	5	4,025	4,020
Transfers In	342,025	123,407	-218,618
Prior Year Adjustments	276,070	69,544	-206,526
Subtotal - Other Revenue	618,100	196,976	-421,124
Subtotal-Current Resources	61,420,084	59,654,568	-1,765,516
Total Resources Available	68,446,041	76,170,764	7,724,723
<u>Actual & Estimated Spending</u>			
E-12 Education	20,164,050	24,463,851	4,299,801
Higher Education	3,518,166	4,194,484	676,318
Property Tax Aids & Credits	4,622,185	5,477,565	855,380
Health & Human Services	15,137,315	21,118,196	5,980,881
Public Safety & Judiciary	2,722,737	3,549,559	826,822
Transportation	407,458	1,395,359	987,901
Environment & Energy	374,252	1,048,463	674,211
Jobs, Commerce, Ag and Housing	1,322,804	3,944,133	2,621,329
State Government & Veterans	1,777,223	2,887,192	1,109,969
Debt Service	1,140,185	1,140,769	584
Capital Projects & Grants	743,470	1,316,257	572,787
Estimated Cancellations	0	-20,000	-20,000
Estimated Inflation	0	0	0
Total Expenditures & Transfers	51,929,845	70,515,828	18,585,983
Balance Before Reserves	16,516,196	5,654,936	-10,861,260
Cash Flow Account	350,000	350,000	0
Budget Reserve	2,852,098	2,913,422	61,324
Appropriations Carried Forward	211,070	0	-211,070
Budgetary Balance	13,103,028	2,391,514	-10,711,514

*Individual income tax totals in FY 2024-27 do not include the estimated revenue impact related to a drafting oversight impacting the standard deduction in Ch. 64 (2023 tax bill) that would result in an estimated \$350 million in added revenue each fiscal year if not corrected. It is assumed that the 2024 legislature will pass legislation to correct this oversight.



FY 2026-27 Planning Estimates

November 2023 Forecast

(\$ in thousands)

	Nov FY 2026	Nov FY 2027	Biennial Total FY 2026-27
<u>Actual & Estimated Resources</u>			
Balance Forward From Prior Year	5,654,936	4,777,817	5,654,936
Current Resources:			
Tax Revenues	30,285,924	31,492,704	61,778,628
Non-Tax Revenues	876,126	850,929	1,727,055
Subtotal - Non-Dedicated Revenue	31,162,050	32,343,633	63,505,683
Dedicated Revenue	2,316	2,379	4,695
Transfers In	301,552	25,967	327,519
Prior Year Adjustments	34,527	34,454	68,981
Subtotal - Other Revenue	338,395	62,800	401,195
Subtotal-Current Resources	31,500,445	32,406,433	63,906,878
Total Resources Available	37,155,381	37,184,250	69,561,814
<u>Actual & Estimated Spending</u>			
E-12 Education	12,509,840	12,968,891	25,478,731
Higher Education	1,985,078	1,985,142	3,970,220
Property Tax Aids & Credits	2,280,143	2,370,034	4,650,177
Health & Human Services	11,150,224	11,710,651	22,860,875
Public Safety & Judiciary	1,690,797	1,690,726	3,381,523
Transportation	238,620	243,795	482,415
Environment & Energy	217,358	217,256	434,614
Jobs, Commerce, Ag and Housing	420,796	406,823	827,619
State Government & Veterans	824,234	816,833	1,641,067
Debt Service	641,294	698,758	1,340,052
Capital Projects & Grants	143,601	145,328	288,929
Estimated Cancellations	-5,000	-15,000	-20,000
Estimated Inflation	280,579	599,846	880,425
Total Expenditures & Transfers	32,377,564	33,839,083	66,216,647
Balance Before Reserves	4,777,817	3,345,167	3,345,167
Cash Flow Account	350,000	350,000	350,000
Budget Reserve	2,913,422	2,913,422	2,913,422
Budgetary Balance	1,514,395	81,745	81,745

*Individual income tax totals in FY 2024-27 do not include the estimated revenue impact related to a drafting oversight impacting the standard deduction in Ch. 64 (2023 tax bill) that would result in an estimated \$350 million in added revenue each fiscal year if not corrected. It is assumed that the 2024 legislature will pass legislation to correct this oversight.



FY 2026-27 Planning Estimates

November 2023 Forecast vs End of 2023 Legislative Session

(\$ in thousands)

	EOS FY 2026-27	Nov FY 2026-27	\$ Change
<u>Actual & Estimated Resources</u>			
Balance Forward From Prior Year	4,785,493	5,654,936	869,443
Current Resources:			
Tax Revenues	61,883,420	61,778,628	-104,792
Non-Tax Revenues	1,657,836	1,727,055	69,219
Subtotal - Non-Dedicated Revenue	63,541,256	63,505,683	-35,573
Dedicated Revenue	10	4,695	4,685
Transfers In	327,519	327,519	0
Prior Year Adjustments	67,862	68,981	1,119
Subtotal - Other Revenue	395,391	401,195	5,804
Subtotal-Current Resources	63,936,647	63,906,878	-29,769
Total Resources Available	68,722,140	69,561,814	839,674
<u>Actual & Estimated Spending</u>			
E-12 Education	25,367,192	25,478,731	111,539
Higher Education	3,970,220	3,970,220	0
Property Tax Aids & Credits	4,505,124	4,650,177	145,053
Health & Human Services	22,297,307	22,860,875	563,568
Public Safety & Judiciary	3,391,523	3,381,523	-10,000
Transportation	345,897	482,415	136,518
Environment & Energy	433,294	434,614	1,320
Jobs, Commerce, Ag and Housing	844,156	827,619	-16,537
State Government & Veterans	1,641,065	1,641,067	2
Debt Service	1,353,342	1,340,052	-13,290
Capital Projects & Grants	288,208	288,929	721
Estimated Cancellations	-20,000	-20,000	0
Estimated Inflation	817,060	880,425	63,365
Total Expenditures & Transfers	65,234,388	66,216,647	982,259
Balance Before Reserves	3,487,752	3,345,167	-142,585
Cash Flow Account	350,000	350,000	0
Budget Reserve	2,852,098	2,913,422	61,324
Budgetary Balance	285,654	81,745	-203,909

*Individual income tax totals in FY 2024-27 do not include the estimated revenue impact related to a drafting oversight impacting the standard deduction in Ch. 64 (2023 tax bill) that would result in an estimated \$350 million in added revenue each fiscal year if not corrected. It is assumed that the 2024 legislature will pass legislation to correct this oversight.



Biennial Comparison

November 2023 Forecast

(\$ in thousands)

	NOV FY 2024-25	Nov FY 2026-27	\$ Change
<u>Actual & Estimated Resources</u>			
Balance Forward From Prior Year	16,516,196	5,654,936	-10,861,260
Current Resources:			
Tax Revenues	57,058,035	61,778,628	4,720,593
Non-Tax Revenues	2,399,557	1,727,055	-672,502
Subtotal - Non-Dedicated Revenue	59,457,592	63,505,683	4,048,091
Dedicated Revenue	4,025	4,695	670
Transfers In	123,407	327,519	204,112
Prior Year Adjustments	69,544	68,981	-563
Subtotal - Other Revenue	196,976	401,195	204,219
Subtotal-Current Resources	59,654,568	63,906,878	4,252,310
Total Resources Available	76,170,764	69,561,814	-6,608,950
<u>Actual & Estimated Spending</u>			
E-12 Education	24,463,851	25,478,731	1,014,880
Higher Education	4,194,484	3,970,220	-224,264
Property Tax Aids & Credits	5,477,565	4,650,177	-827,388
Health & Human Services	21,118,196	22,860,875	1,742,679
Public Safety & Judiciary	3,549,559	3,381,523	-168,036
Transportation	1,395,359	482,415	-912,944
Environment & Energy	1,048,463	434,614	-613,849
Jobs, Commerce, Ag and Housing	3,944,133	827,619	-3,116,514
State Government & Veterans	2,887,192	1,641,067	-1,246,125
Debt Service	1,140,769	1,340,052	199,283
Capital Projects & Grants	1,316,257	288,929	-1,027,328
Estimated Cancellations	-20,000	-20,000	0
Estimated Inflation	0	880,425	880,425
Total Expenditures & Transfers	70,515,828	66,216,647	-4,299,181
Balance Before Reserves	5,654,936	3,345,167	-2,309,769
Cash Flow Account	350,000	350,000	0
Budget Reserve	2,913,422	2,913,422	0
Budgetary Balance	2,391,514	81,745	-2,309,769

*Individual income tax totals in FY 2024-27 do not include the estimated revenue impact related to a drafting oversight impacting the standard deduction in Ch. 64 (2023 tax bill) that would result in an estimated \$350 million in added revenue each fiscal year if not corrected. It is assumed that the 2024 legislature will pass legislation to correct this oversight.



FY 2022-27 Planning Horizon

November 2023 Forecast

(\$ in thousands)

	Actual FY 2022-23	Nov FY 2024-25	Nov FY 2026-27
<u>Actual & Estimated Resources</u>			
Balance Forward From Prior Year	7,025,957	16,516,196	5,654,936
Current Resources:			
Tax Revenues	58,529,189	57,058,035	61,778,628
Non-Tax Revenues	2,272,795	2,399,557	1,727,055
Subtotal - Non-Dedicated Revenue	60,801,984	59,457,592	63,505,683
Dedicated Revenue	5	4,025	4,695
Transfers In	342,025	123,407	327,519
Prior Year Adjustments	276,070	69,544	68,981
Subtotal - Other Revenue	618,100	196,976	401,195
Subtotal-Current Resources	61,420,084	59,654,568	63,906,878
Total Resources Available	68,446,041	76,170,764	69,561,814
<u>Actual & Estimated Spending</u>			
E-12 Education	20,164,050	24,463,851	25,478,731
Higher Education	3,518,166	4,194,484	3,970,220
Property Tax Aids & Credits	4,622,185	5,477,565	4,650,177
Health & Human Services	15,137,315	21,118,196	22,860,875
Public Safety & Judiciary	2,722,737	3,549,559	3,381,523
Transportation	407,458	1,395,359	482,415
Environment & Energy	374,252	1,048,463	434,614
Jobs, Commerce, Ag and Housing	1,322,804	3,944,133	827,619
State Government & Veterans	1,777,223	2,887,192	1,641,067
Debt Service	1,140,185	1,140,769	1,340,052
Capital Projects & Grants	743,470	1,316,257	288,929
Estimated Cancellations	0	-20,000	-20,000
Estimated Inflation	0	0	880,425
Total Expenditures & Transfers	51,929,845	70,515,828	66,216,647
Balance Before Reserves	16,516,196	5,654,936	3,345,167
Cash Flow Account	350,000	350,000	350,000
Budget Reserve	2,852,098	2,913,422	2,913,422
Appropriations Carried Forward	211,070	0	0
Budgetary Balance	13,103,028	2,391,514	81,745

*Individual income tax totals in FY 2024-27 do not include the estimated revenue impact related to a drafting oversight impacting the standard deduction in Ch. 64 (2023 tax bill) that would result in an estimated \$350 million in added revenue each fiscal year if not corrected. It is assumed that the 2024 legislature will pass legislation to correct this oversight.