

**FISCAL NOTE**  
Requested by Legislative Council  
01/26/2011

Bill/Resolution No.: SB 2302

**1A. State fiscal effect:** *Identify the state fiscal effect and the fiscal effect on agency appropriations compared to funding levels and appropriations anticipated under current law.*

	2009-2011 Biennium		2011-2013 Biennium		2013-2015 Biennium	
	General Fund	Other Funds	General Fund	Other Funds	General Fund	Other Funds
Revenues						
Expenditures	\$0	\$0	\$0	\$76,986	\$0	\$76,986
Appropriations	\$0	\$0	\$0	\$76,986	\$0	\$76,986

**1B. County, city, and school district fiscal effect:** *Identify the fiscal effect on the appropriate political subdivision.*

2009-2011 Biennium			2011-2013 Biennium			2013-2015 Biennium		
Counties	Cities	School Districts	Counties	Cities	School Districts	Counties	Cities	School Districts
\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0

**2A. Bill and fiscal impact summary:** *Provide a brief summary of the measure, including description of the provisions having fiscal impact (limited to 300 characters).*

Subsection 2 of NDCC Section 21-10-01 calls for creating a second state investment board for the budget stabilization fund and legacy fund which would include 6 legislative members who would be entitled to compensation and reimbursement for attending meetings and related events.

**B. Fiscal impact sections:** *Identify and provide a brief description of the sections of the measure which have fiscal impact. Include any assumptions and comments relevant to the analysis.*

Subsection 2 of NDCC Section 21-10-01 calls for creating a second state investment board for the budget stabilization fund and legacy fund which would include 6 legislative members. These members would be allowed compensation at \$148 per meeting plus FICA tax at \$11.32 for a total cost of \$159.32 per member per meeting. This results in a total compensation estimate of \$21,030 for the biennium assuming the current 11 meetings per fiscal year.

These members would also be allowed reimbursement of travel related expenses to attend these meetings. Assuming current state reimbursement rates for one day/night of reimbursement and average mileage of 200 miles round trip, this would result in total travel reimbursement for meetings for the biennium of \$26,796.

Additionally, RIO currently budgets for board member investment related education at 2 trips per member per biennium. This would result in reimbursment of \$23,760 and conference fees paid of approximately \$5,400 for these 6 members.

**3. State fiscal effect detail:** *For information shown under state fiscal effect in 1A, please:*

**A. Revenues:** *Explain the revenue amounts. Provide detail, when appropriate, for each revenue type and fund affected and any amounts included in the executive budget.*

Appropriations for state investment board program expenditures are paid from special funds. Actual expenditures paid are allocated to each investment client fund affected by the expenditure on a pro rata basis. Expenditures associated with this fiscal note would be paid from the budget stabilization fund and legacy fund assets.

**B. Expenditures:** *Explain the expenditure amounts. Provide detail, when appropriate, for each agency, line item, and fund affected and the number of FTE positions affected.*

Compensation

Salary 148.00 x 6 members x 22 meetings = 19,536  
FICA 11.32 x 6 members x 22 meetings = 1,494  
Total Compensation 21,030

Travel Reimbursement to attend meetings

Lodging 76.00 x 6 members x 22 meetings = 10,032  
Meals 25.00 x 6 members x 22 meetings = 3,300  
Mileage 102.00 x 6 members x 22 meetings = 13,464  
(mileage is assumed to be 200 miles round trip per member)  
Total Travel Reimbursement 26,796  
Travel for Education (2/member) 1,980.00 x 6 x 2 = 23,760  
Conference Fees 450.00 x 6 x 2 = 2,700

Total Special Fund 76,986

C. **Appropriations:** *Explain the appropriation amounts. Provide detail, when appropriate, for each agency and fund affected. Explain the relationship between the amounts shown for expenditures and appropriations. Indicate whether the appropriation is also included in the executive budget or relates to a continuing appropriation.*

Total anticipated expenditures of \$76,986 would need to be appropriated for Fund 207 of the Retirement and Investment Office. The source for this appropriation is all special funds.

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