FIRST ENGROSSMENT

Sixty-third Legislative Assembly of North Dakota

ENGROSSED SENATE BILL NO. 2001

Introduced by

Appropriations Committee

(At the request of the Legislative Management)

A BILL for an Act providing an appropriation for defraying the expenses of the legislative branch of state government; to provide for applications, transfers, and cancellation of unexpended appropriations; to create and enact a new section to chapter 54-35 of the North Dakota Century Code, relating to hosting out-of-state dignitaries; to amend and reenact sections subsections 1, 2, and 7 of section 54-03-20 and section 54-35-10 of the North Dakota Century Code, relating to legislative compensation and expense reimbursement; to provide legislative intent; to provide an effective date; to provide for retroactive application; and to declare an emergency.

BE IT ENACTED BY THE LEGISLATIVE ASSEMBLY OF NORTH DAKOTA:

SECTION 1. APPROPRIATION. The funds provided in this section, or so much of the funds as may be necessary, are appropriated out of any moneys in the general fund in the state treasury, not otherwise appropriated, and from special funds derived from the insurance regulatory trust fund, not otherwise appropriated, to the legislative branch of state government for the purpose of defraying the expenses of that branch, for the fiscal period beginning with the effective date of this Act and ending June 30, 2015, as follows:

Subdivision 1.

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SIXTY-THIRD AND SIXTY-FOURTH LEGISLATIVE ASSEMBLIES AND BIENNIUM

| 17 | | | Adjustments or | |
|----|---|-------------------------|---------------------|-------------------------|
| 18 | | Base Level | Enhancements | <u>Appropriation</u> |
| 19 | Salaries and wages | \$8,524,133 | \$681,626 | \$9,205,759 |
| 20 | Operating expenses | 3,268,968 | 959,958 | 4,228,926 |
| 21 | Operating expenses | 3,268,968 | 683,958 | 3,952,926 |
| 22 | Capital assets | 0 | 530,000 | 530,000 |
| 23 | National conference of state legislatures | 232,110 | <u>1,176</u> | 233,286 |
| 24 | Total general fund | \$12,025,211 | \$2,172,760 | \$14,197,971 |

| 1 | Total general fund | \$12,025,211 | \$1,896,760 | \$13,921,971 | |
|----|--|------------------------|------------------------|-------------------------|--|
| 2 | Subdivision 2. | | | | |
| 3 | LEGISLATIVE MANAGEMENT AND LEGISLATIVE COUNCIL | | | | |
| 4 | Adjustments or | | | | |
| 5 | | Base Level | Enhancements | <u>Appropriation</u> | |
| 6 | Salaries and wages | \$7,574,331 | \$762,655 | \$8,336,986 | |
| 7 | Operating expenses | 3,305,520 | 508,007 | 3,813,527 | |
| 8 | Capital assets | <u>16,500</u> | <u>8,500</u> | <u>25,000</u> | |
| 9 | Total all funds | \$10,896,351 | \$1,279,162 | \$12,175,513 | |
| 10 | Less estimated income | 70,000 | <u>(1)</u> | 69,999 | |
| 11 | Total general fund | \$10,826,351 | \$1,279,163 | \$12,105,514 | |
| 12 | Full-time equivalent positions | 34.00 | 0.00 | 34.00 | |
| 13 | Salaries and wages | \$7,574,331 | \$989,695 | \$8,564,026 | |
| 14 | Accrued leave payments | | 143,087 | 143,087 | |
| 15 | Operating expenses | 3,305,520 | 548,007 | 3,853,527 | |
| 16 | Capital assets | 16,500 | 8,500 | 25,000 | |
| 17 | Total all funds | \$10,896,351 | \$1,689,289 | \$12,585,640 | |
| 18 | Less estimated income | 70,000 | (1) | 69,999 | |
| 19 | Total general fund | \$10,826,351 | \$1,689,290 | \$12,515,641 | |
| 20 | Full-time equivalent positions | 34.00 | 3.00 | 37.00 | |
| 21 | Subdivision 3. | | | | |
| 22 | | BILL TOTAL | | | |
| 23 | | | Adjustments or | | |
| 24 | ı | Base Level | Enhancements | <u>Appropriation</u> | |
| 25 | Grand total general fund | \$22,851,562 | \$3,451,923 | \$26,303,485 | |
| 26 | Grand total special funds | 70,000 | (1) | 69,999 | |
| 27 | Grand total all funds | \$22,921,562 | \$3,451,922 | \$26,373,484 | |
| 28 | Grand total general fund | \$22,851,562 | \$3,586,050 | \$26,437,612 | |
| 29 | Grand total special funds | 70,000 | (1) | 69,999 | |
| 30 | Grand total all funds | \$22,921,562 | \$3,586,049 | \$26,507,611 | |

| 1 | SECTION 2. LEGISLATIVE ASSEMBLY ONE-TI | ME FUNDING - EFFECT O | N BASE |
|----|--|-----------------------|----------------|
| 2 | BUDGET - REPORT TO SIXTY-FOURTH LEGISLATIVE ASSEMBLY. The following amounts | | |
| 3 | reflect the one-time funding items approved by the sixty-second legislative assembly for the | | |
| 4 | 2011-13 biennium and the 2013-15 one-time funding items included in the appropriation for the | | |
| 5 | legislative assembly in section 1 of this Act: | | |
| 6 | One-Time Funding Description | <u>2011-13</u> | <u>2013-15</u> |
| 7 | Computer equipment replacement | \$510,750 | \$0 |
| 8 | Legislative wing equipment and improvements | 1,300,000 | 500,000 |
| 9 | Redistricting special session | 272,018 | 0 |
| 10 | Information technology projects | <u>159,938</u> | 439,000 |
| 11 | Total general fund | \$2,242,706 | \$939,000 |
| 12 | Information technology projects | 159,938 | 42,000 |
| 13 | Total general fund | \$2,242,706 | \$542,000 |
| 14 | The 2013-15 one-time funding amounts are not a part of the entity's base budget for the | | |
| 15 | 2015-17 biennium. The legislative assembly shall report to the appropriations committees of the | | |
| 16 | sixty-fourth legislative assembly on the use of this one-time funding for the biennium beginning | | |
| 17 | July 1, 2013, and ending June 30, 2015. | | |
| 18 | SECTION 3. LEGISLATIVE MANAGEMENT AND LEGISLATIVE COUNCIL ONE-TIME | | |
| 19 | FUNDING - EFFECT ON BASE BUDGET - REPORT TO SIXTY-FOURTH LEGISLATIVE | | |
| 20 | ASSEMBLY. The following amounts reflect the one-time funding items approved by the | | |
| 21 | sixty-second legislative assembly for the 2011-13 biennium and the 2013-15 one-time funding | | |
| 22 | items included in the appropriation for the legislative management and legislative council in | | |
| 23 | section 1 of this Act: | | |
| 24 | One-Time Funding Description | <u>2011-13</u> | <u>2013-15</u> |
| 25 | Computer equipment replacement | \$76,000 | \$0 |
| 26 | Information technology projects | 483,807 | 50,000 |
| 27 | Office equipment replacement | 25,000 | 25,000 |
| 28 | Office improvements | 50,000 | 50,000 |
| 29 | Performance review of the state auditor's office | 100,000 | <u>0</u> |
| 30 | Total general fund | \$734,807 | \$125,000 |

- 1 The 2013-15 one-time funding amounts are not a part of the entity's base budget for the
- 2 2015-17 biennium. The legislative council shall report to the appropriations committees of the
- 3 sixty-fourth legislative assembly on the use of this one-time funding for the biennium beginning
- 4 July 1, 2013, and ending June 30, 2015.

5 **SECTION 4. TRANSFERS.** Notwithstanding section 54-16-05, the director of the office of management and budget and the state treasurer shall make transfers of funds between line

7 items of appropriations for the legislative management and legislative council as may be

requested by the chairman of the legislative management or the chairman's designee upon the

finding by the chairman or designee that the nature of studies and duties assigned to the

legislative management or legislative council requires the transfers in properly carrying on the

legislative management's and legislative council's functions and duties. The director of the office

12 of management and budget and the state treasurer shall similarly make transfers of funds

between the line items for the sixty-third and sixty-fourth legislative assemblies, upon request by

the chairman of the legislative management or the chairman's designee upon the finding by the

chairman or designee that the transfers are required for the legislative assembly to carry on its

16 functions and duties.

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SECTION 5. APPLICATION, TRANSFER AUTHORITY, AND CANCELLATION OF UNEXPENDED APPROPRIATIONS. Sections 54-16-04 and 54-44.1-11 do not apply to chapter 1 of the 2011 Session Laws. The director of the office of management and budget and the state treasurer shall make transfers of funds between the line items and the agencies of the legislative branch within section 1 of that chapter as requested by the chairman of the legislative management or the chairman's designee. The office of management and budget shall cancel unexpended appropriations for the legislative assembly and legislative council enacted prior to the 2011-13 biennium as directed by the chairman of the legislative management or the chairman's designee.

SECTION 6. AMENDMENT. Section 54-03-20 of the North Dakota Century Code is amended and reenacted as follows:

54-03-20. Compensation and expense reimbursement of members of the legislative assembly.

1. Each member of the legislative assembly is entitled to receive as compensation for services the sum of one hundred fifty-sevensixty-two dollars for each calendar day

during any organizational, special, or regular legislative session and for each day that member attends a meeting of a legislative committee between the organizational session and the regular session as authorized by legislative rule.

- a. Each member of the legislative assembly is entitled to receive reimbursement for lodging, which may not exceed per calendar month the amount established under this subdivision by the director of the office of management and budget for lodging in state and which may not exceed the rate provided in section 44-08-04 for each calendar day during the period of any organizational, special, or regular session. On August first of each even-numbered year, the director of the office of management and budget shall set the maximum monthly reimbursement for the subsequent two-year period at an amount equal to thirty times sixty-five percent of the daily lodging reimbursement in effect on that date as provided under subdivision d of subsection 2 of section 44-08-04.
- b. Notwithstanding subdivision a:
- (1) A member of the legislative assembly may elect to be reimbursed for less than the amount to which the legislator is entitled under this subsection by claiming the lesser amount on a voucher submitted with the receipt required by section 44-08-04.
 - (2) The legislative management may establish guidelines that may result in a reduced maximum reimbursement for a single dwelling in which two or more legislators share lodging and the total rent for that dwelling exceeds the amount to which a legislator is entitled under subdivision a.
- a. Members of the legislative assembly who receive reimbursement for lodging are also entitled to reimbursement for travel for not to exceed one round trip taken during any calendar week, or portion of a week, the legislative assembly is insession, between their residences and the place of meeting of the legislative assembly, at the rate provided for state employees with the additional limitation that reimbursement for travel by common carrier may be only at the cost of coach fare and may not exceed one and one-half times the amount the member would be entitled to receive as mileage reimbursement for travel by motor vehicle.

are each entitled to receive as compensation, in addition to any othercompensation or expense reimbursement provided by law, the sum of threehundred sixteentwenty five dollars per month during the biennium for theirexecution of public duties.

- 8. Attendance at any organizational, special, or regular session of the legislative assembly by any member is a conclusive presumption of entitlement as set out in this section and compensation and expense allowances must be excluded from gross-income for income tax purposes to the extent permitted for federal income tax purposes under section 127 of the Economic Recovery Tax Act of 1981 [Pub. L. 97-34; 95 Stat. 202; 26 U.S.C. 162(i)].
- 9. Before each regular legislative session, the legislative management shall make recommendations and submit any necessary legislation to adjust legislative compensation amounts.
- SECTION 7. AMENDMENT. Section 54-03-20 of the North Dakota Century Code is amended and reenacted as follows:
- 54-03-20. Compensation and expense reimbursement of members of the legislative assembly.
 - 1. Each member of the legislative assembly is entitled to receive as compensation for services the sum of one hundred sixty-twosixty-seven dollars for each calendar day during any organizational, special, or regular legislative session and for each day that member attends a meeting of a legislative committee between the organizational session and the regular session as authorized by legislative rule.
 - 2. a. Each member of the legislative assembly is entitled to receive reimbursement for lodging, which may not exceed per calendar month the amount established under this subdivision by the director of the office of management and budget for lodging in state and which may not exceed the rate provided in section 44-08-04 for each calendar day during the period of any organizational, special, or regular session. On August first of each even-numbered year, the director of the office of management and budget shall set the maximum monthly reimbursement for the subsequent two-year period at an amount equal to thirty times sixty-five percent

| of the daily lodging reimbursement in effect on that date as provided under |
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| subdivision d of subsection 2 of section 44-08-04. |
| b. Notwithstanding subdivision a: |
| (1) A member of the legislative assembly may elect to be reimbursed for less- |
| than the amount to which the legislator is entitled under this subsection by |
| claiming the lesser amount on a voucher submitted with the receipt required |
| by section 44-08-04. |
| (2) The legislative management may establish guidelines that may result in a |
| reduced maximum reimbursement for a single dwelling in which two or more- |
| legislators share lodging and the total rent for that dwelling exceeds the |
| amount to which a legislator is entitled under subdivision a. |
| 3. a. Members of the legislative assembly who receive reimbursement for lodging are |
| also entitled to reimbursement for travel for not to exceed one round trip taken |
| during any calendar week, or portion of a week, the legislative assembly is in- |
| session, between their residences and the place of meeting of the legislative |
| assembly, at the rate provided for state employees with the additional limitation |
| that reimbursement for travel by common carrier may be only at the cost of coach- |
| fare and may not exceed one and one-half times the amount the member would |
| be entitled to receive as mileage reimbursement for travel by motor vehicle. |
| b. A member of the legislative assembly who does not receive reimbursement for |
| lodging and whose place of residence in the legislative district that the member- |
| represents is not within the city of Bismarck is entitled to reimbursement at the |
| rate provided for state employees for necessary travel for not to exceed one- |
| round trip taken per day between the residence and the place of meeting of the |
| legislative assembly when it is in session and may receive reimbursement for |
| lodging at the place of meeting of the legislative assembly as provided in section- |
| 44-08-04 for each calendar day for which round trip travel reimbursement is not- |
| claimed, provided that the total reimbursement may not exceed the maximum |
| monthly reimbursement allowed under subdivision a of subsection 2. |
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9. Before each regular legislative session, the legislative management shall make recommendations and submit any necessary legislation to adjust legislative compensation amounts.

SECTION 6. AMENDMENT. Subsections 1 and 7 of section 54-03-20 of the North Dakota Century Code are amended and reenacted as follows:

- 1. Each member of the legislative assembly is entitled to receive as compensation for services the sum of one hundred <u>fifty-sevensixty-two</u> dollars for each calendar day during any organizational, special, or regular legislative session and for each day that member attends a meeting of a legislative committee between the organizational session and the regular session as authorized by legislative rule.
- a. In addition, each member is entitled to receive during the term for which the
 member was elected, as compensation for the execution of public duties during
 the biennium, the sum of four hundred fortyfifty-three dollars a month, paid
 monthly.
 - b. If a member dies or resigns from office during the member's term, the member may be paid only the allowances provided for in this section for the period for which the member was actually a member.
 - c. The majority and minority leaders of the house and senate and the chairman of the legislative management, if the chairman is not a majority or minority leader, are each entitled to receive as compensation, in addition to any other compensation or expense reimbursement provided by law, the sum of three hundred <u>sixteentwenty-five</u> dollars per month during the biennium for their execution of public duties.

SECTION 7. AMENDMENT. Subsections 1 and 7 of section 54-03-20 of the North Dakota Century Code are amended and reenacted as follows:

1. Each member of the legislative assembly is entitled to receive as compensation for services the sum of one hundred <u>sixty-twosixty-seven</u> dollars for each calendar day during any organizational, special, or regular legislative session and for each day that member attends a meeting of a legislative committee between the organizational session and the regular session as authorized by legislative rule.

- a. In addition, each member is entitled to receive during the term for which the
 member was elected, as compensation for the execution of public duties during
 the biennium, the sum of four hundred <u>fifty-threesixty-seven</u> dollars a month, paid
 monthly.
 - b. If a member dies or resigns from office during the member's term, the member may be paid only the allowances provided for in this section for the period for which the member was actually a member.
 - c. The majority and minority leaders of the house and senate and the chairman of the legislative management, if the chairman is not a majority or minority leader, are each entitled to receive as compensation, in addition to any other compensation or expense reimbursement provided by law, the sum of three hundred twenty-fivethirty-five dollars per month during the biennium for their execution of public duties.

SECTION 8. AMENDMENT. Subsection 2 of section 54-03-20 of the North Dakota Century Code is amended and reenacted as follows:

- 2. a. Each member of the legislative assembly is entitled to receive reimbursement for lodging, which may not exceed per calendar month the amount established under this subdivision by the director of the office of management and budget for lodging in state and which may not exceed the rate provided in section 44-08-04 for each calendar day during the period of any organizational, special, or regular session. On August first of each even-numbered year, the director of the office of management and budget shall set the maximum monthly reimbursement for the subsequent two-year period at an amount equal to thirty times sixty-fiveseventy-five percent of the daily lodging reimbursement in effect on that date as provided under subdivision d of subsection 2 of section 44-08-04.
 - b. Notwithstanding subdivision a:
 - (1) A member of the legislative assembly may elect to be reimbursed for less than the amount to which the legislator is entitled under this subsection by claiming the lesser amount on a voucher submitted with the receipt required by section 44-08-04.

(2) The legislative management may establish guidelines that may result in a reduced maximum reimbursement for a single dwelling in which two or more legislators share lodging and the total rent for that dwelling exceeds the amount to which a legislator is entitled under subdivision a.

SECTION 9. AMENDMENT. Section 54-35-10 of the North Dakota Century Code is amended and reenacted as follows:

54-35-10. Compensation of members and leadership.

- 1. The members of the legislative management and the members of any committee of the legislative management are entitled to be compensated for the time spent in attendance at sessions of the legislative management and of its committees at the rate of one hundred <u>fifty-sevensixty-two</u> dollars per day and must also be paid for expenses incurred in attending said meetings and in the performance of their official duties in the amounts provided by law for other state officers.
- 2. In addition to the compensation provided in subsection 1, the chairman of the legislative management is entitled to receive an additional five dollars for each day spent in attendance at sessions of the legislative management and of its committees, and the chairman of each of the legislative management's committees is entitled to receive five dollars for each day spent in attendance at sessions of the legislative management or of the committee which the person chairs.

SECTION 10. AMENDMENT. Section 54-35-10 of the North Dakota Century Code is amended and reenacted as follows:

54-35-10. Compensation of members and leadership.

- 1. The members of the legislative management and the members of any committee of the legislative management are entitled to be compensated for the time spent in attendance at sessions of the legislative management and of its committees at the rate of one hundred sixty-twosixty-seven dollars per day and must also be paid for expenses incurred in attending said meetings and in the performance of their official duties in the amounts provided by law for other state officers.
- 2. In addition to the compensation provided in subsection 1, the chairman of the legislative management is entitled to receive an additional five dollars for each day spent in attendance at sessions of the legislative management and of its committees,

January 1, 2013.

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1 and the chairman of each of the legislative management's committees is entitled to 2 receive five dollars for each day spent in attendance at sessions of the legislative 3 management or of the committee which the person chairs. 4 SECTION 11. A new section to chapter 54-35 of the North Dakota Century Code is created 5 and enacted as follows: 6 Legislative hosting of dignitaries. 7 The legislative management or the chairman of the legislative management may approve 8 the hosting of out-of-state dignitaries on behalf of the legislative assembly and may authorize the majority and minority leaders of the senate and the house of representatives or their 9 10 designees to assist in the hosting of such dignitaries. An expenditure for the purchase of items 11 to promote or to host a dignitary under this section may not be construed as a gift for purposes. 12 of section 18 of article X of the Constitution of North Dakota. The provisions of chapter 44-08 do 13 not apply to expenditures made under this section. 14 SECTION 12. LEGISLATIVE INTENT. It is the intent of the sixty-third legislative assembly 15 that the legislative management not proceed with implementing a process to record and archive 16 video of standing committee meetings during the legislative session for the biennium beginning 17 July 1, 2013, and ending June 30, 2015. 18 SECTION 13. LEGISLATIVE INTENT. It is the intent of the sixty-third legislative assembly 19 that the legislative management consider implementing during the sixty-fourth legislative 20 assembly a limited bill analysis report pilot project to provide bill analysis reports similar to 21 analysis reports prepared in other states. 22 SECTION 14. EFFECTIVE DATE. Sections 6 and 89 of this Act become effective on July 1, 23 2013, and sections 7 and 910 become effective on July 1, 2014. 24 SECTION 15. RETROACTIVE APPLICATION. Section 8 of this Act applies retroactively to 25

SECTION 16. EMERGENCY. This Act is declared to be an emergency measure.