

FISCAL NOTE
HOUSE BILL NO. 1039
LC# 23.0196.05000
01/06/2023

1 - 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.

	2021-2023 Biennium		2023-2025 Biennium		2025-2027 Biennium	
	General Fund	Other Funds	General Fund	Other Funds	General Fund	Other Funds
Revenues						
Expenditures			\$441,168,349	\$249,622,873	\$254,846,305	\$325,443,787
Appropriations			\$250,000,000			

2 - County, City, School District, and Township Fiscal Effect

Identify the fiscal effect on the appropriate political subdivision.

	2021-2023 Biennium	2023-2025 Biennium	2025-2027 Biennium
Counties		\$2,907,174	\$3,876,232
Cities		\$1,894,105	\$2,525,474
School Districts		\$3,913,549	\$5,218,065
Townships			

3 - Bill and Fiscal Impact Summary

Provide a brief summary of the measure, including description of the provisions having fiscal impact (limited to 300 characters).

Provides for \$250,000,000 of lump sum deposits from the general fund, and an additional \$70,000,000 in special funds for the 2023-2025 and 2025-2027 biennium. It includes a 37.9% employer contribution increase for state employers, and a 1% employer contribution increase for political subdivisions.

4 - Fiscal Impact Sections Detail

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.

Provides for \$250,000,000 of lump sum deposits from the general fund, and an additional \$70,000,000 in special funds for the 2023-2025 and 2025-2027 biennium. It includes a 37.9% employer contribution increase for state employers, and a 1% employer contribution increase for political subdivisions.

5 - Revenues Detail

For information shown under state fiscal effect in 1 or 2, please explain the revenue amounts. Provide detail, when appropriate, for each revenue type and fund affected and any amounts included in the executive budget.

N/A

6 - Expenditures Detail

For information shown under state fiscal effect in 1 or 2, please explain the expenditure amounts. Provide detail, when appropriate, for each agency, line item, and fund affected and the number of FTE positions affected.

Total expenses for the 2023-2027 timeframe per the executive budget would be \$977.08 million. An agency breakdown for the 2023-2025 biennium is attached.

7 - Appropriations Detail

For information shown under state fiscal effect in 1 or 2, please 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 or a part of the appropriation is included in the executive budget or relates to a continuing appropriation.

\$250,000,000 from the general fund for the purpose of reducing the unfunded liability of the public employees retirement system main system plan, for the biennium beginning July 1, 2023, and ending June 30, 2025.

Contact Information

Name: Derrick Hohbein

Agency: NDPERS

Telephone: 7013283945

Date Prepared: 01/06/2023

ID	Department	23-25 Funding Adjustments		Total
		General	Other	
101	Office of the Governor	\$1,071,818.39	\$0.00	\$1,071,818.39
108	Office of the Secretary of State	\$995,571.57	\$166,008.01	\$1,161,579.58
110	Office of Management and Budget	\$3,918,674.10	\$679,112.21	\$4,597,786.31
112	Information Technology Department	\$4,100,639.26	\$21,907,516.22	\$26,008,155.48
117	Office of the State Auditor	\$1,894,590.39	\$1,273,946.76	\$3,168,537.15
120	Office of the State Treasurer	\$307,472.16	\$0.00	\$307,472.16
125	Office of the Attorney General	\$7,519,067.43	\$4,894,268.60	\$12,413,336.03
127	Office of the Sate Tax Commissioner	\$4,686,744.63	\$0.00	\$4,686,744.63
140	Office of Administrative Hearings	\$0.00	\$292,434.96	\$292,434.96
150	Legislative Assembly	\$0.00	\$0.00	\$0.00
160	Legislative Council	\$2,459,116.25	\$0.00	\$2,459,116.25
180	Judicial Branch	\$19,644,955.61	\$145,872.73	\$19,790,828.35
188	Legal Counsel of Indigents	\$1,847,552.14	\$53,086.61	\$1,900,638.75
190	Retirement and Investment Office	\$0.00	\$1,735,902.25	\$1,735,902.25
192	Public Employees Retirement System	\$0.00	\$1,606,492.02	\$1,606,492.02
195	Ethics Commission	\$161,962.58	\$0.00	\$161,962.58
201	Department of Public Instruction	\$1,453,491.48	\$2,384,869.54	\$3,838,361.02
215	ND University System	\$1,526,391.23	\$605,107.65	\$2,131,498.88
226	Department of Trust Lands	\$0.00	\$1,678,279.48	\$1,678,279.48
227	Bismarck State College	\$1,241,353.60	\$1,768,872.23	\$3,010,225.83
228	Lake Region State College	\$574,478.94	\$757,848.09	\$1,332,327.03
229	Williston State College	\$339,267.68	\$450,019.06	\$789,286.74
230	University of North Dakota	\$4,838,274.39	\$16,330,742.84	\$21,169,017.23
232	UND Medical Center	\$1,596,502.07	\$2,459,260.32	\$4,055,762.39
235	North Dakota State University	\$3,912,068.87	\$11,950,503.08	\$15,862,571.95
238	ND State College of Science	\$1,549,924.00	\$1,786,786.26	\$3,336,710.26
239	Dickinson State University	\$614,960.53	\$709,202.54	\$1,324,163.07
240	Mayville State University	\$813,136.78	\$1,265,198.56	\$2,078,335.35
241	Minot State University	\$1,095,993.18	\$1,609,573.92	\$2,705,567.11
242	Valley City State University	\$649,728.01	\$645,735.54	\$1,295,463.56
243	Dakota College Bottineau	\$380,102.78	\$336,519.72	\$716,622.50
244	ND Forest Service	\$979,608.49	\$31,600.27	\$1,011,208.76
250	State Library	\$697,719.37	\$115,464.77	\$813,184.14
252	School for the Deaf	\$1,512,882.64	\$43,791.49	\$1,556,674.13
253	N.D. Vision Services	\$864,159.52	\$98,719.66	\$962,879.18
270	Dept of Career and Technical Ed	\$2,151,141.19	\$134,250.70	\$2,285,391.89
303	Department of Environmental Quality	\$2,123,192.00	\$5,061,929.01	\$7,185,121.01
313	Veterans Home	\$718,037.62	\$2,533,960.34	\$3,251,997.96
316	Indian Affairs Commission	\$182,524.01	\$0.00	\$182,524.01
321	Department of Veterans Affairs	\$294,437.27	\$47,298.15	\$341,735.42
325	Department of Human Services	\$49,552,368.14	\$37,759,693.72	\$87,312,061.86
360	Protection and Advocacy Project	\$1,212,399.91	\$0.00	\$1,212,399.91
380	Job Service North Dakota	\$57,738.08	\$5,806,257.31	\$5,863,995.40
401	Office of the Insurance Commissioner	\$0.00	\$1,730,333.38	\$1,730,333.38
405	Industrial Commission	\$5,078,577.83	\$430,202.91	\$5,508,780.74
406	Office of the Labor Commissioner	\$475,081.71	\$102,009.48	\$577,091.19
408	Public Service Commission	\$1,321,899.02	\$921,082.13	\$2,242,981.15
412	Aeronautics Commission	\$0.00	\$357,041.85	\$357,041.85
413	Department of Financial Institutions	\$0.00	\$1,751,000.00	\$1,751,000.00
414	Office of the Securities Commissioner	\$0.00	\$482,304.72	\$482,304.72
471	Bank of North Dakota	\$0.00	\$8,468,141.89	\$8,468,141.89
473	North Dakota Housing Finance Agency	\$0.00	\$2,260,623.11	\$2,260,623.11
475	North Dakota Mill & Elevator Association	\$0.00	\$640,250.99	\$640,250.99
485	Workforce Safety & Insurance	\$0.00	\$10,792,414.93	\$10,792,414.93
504	Highway Patrol	\$7,350,976.06	\$2,592,315.23	\$9,943,291.29
530	Department of Corrections and Rehabilitation	\$31,483,677.62	\$1,759,957.78	\$33,243,635.40
540	Adjutant General	\$2,930,193.69	\$5,627,399.78	\$8,557,593.47
601	Department of Commerce	\$2,701,911.49	\$522,232.75	\$3,224,144.24
602	Department of Agriculture	\$1,881,082.07	\$1,336,466.69	\$3,217,548.76
627	Upper Great Plains Transportation Institute	\$196,497.00	\$441,753.09	\$638,250.09
628	Branch Research Centers	\$951,780.66	\$384,657.91	\$1,336,438.58
630	NDSU Extension Service	\$743,471.65	\$765,587.64	\$1,509,059.28
638	Northern Crops Institute	\$28,075.97	\$27,506.96	\$55,582.92
640	NDSU Main Research Center	\$1,060,142.00	\$563,292.88	\$1,623,434.88
649	Agronomy Seed Farm	\$0.00	\$112,077.88	\$112,077.88
670	Racing Commission	\$82,302.39	\$4,332.91	\$86,635.31
701	State Historical Society	\$2,761,391.47	\$336,149.43	\$3,097,540.90
709	Council on the Arts	\$231,587.65	\$0.00	\$231,587.65
720	Game & Fish Department	\$0.00	\$8,170,829.48	\$8,170,829.48
750	Department of Parks & Recreation	\$2,349,654.70	\$144,458.02	\$2,494,112.73
770	State Water Commission	\$0.00	\$4,433,287.20	\$4,433,287.20
801	Department Of Transportation	\$0.00	\$43,339,036.86	\$43,339,036.86
State Total		\$191,168,349.30	\$227,622,872.53	\$418,791,221.83
		45.65%	54.35%	
Main System Political Sub Divisions				
Counties		\$0.00	\$110,201,278.03	\$110,201,278.03
School Districts		\$0.00	\$148,349,584.54	\$148,349,584.54
Cities		\$0.00	\$71,799,216.72	\$71,799,216.72
Others		\$0.00	\$28,358,925.00	\$28,358,925.00
P.S. Total		\$0	\$358,709,004	\$358,709,004
Grand Total:		\$ 191,168,349.30	\$ 586,331,876.83	\$777,500,226.13
Other Systems Not Included				