

FISCAL NOTE
Requested by Legislative Council
01/08/2021

Revised
 Bill/Resolution No.: HB 1155

- 1 A. **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.*

	2019-2021 Biennium		2021-2023 Biennium		2023-2025 Biennium	
	General Fund	Other Funds	General Fund	Other Funds	General Fund	Other Funds
Revenues						
Expenditures			\$362,060	\$429,235	\$240,732	\$285,363
Appropriations			\$362,060	\$429,235	\$240,732	\$285,363

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

	2019-2021 Biennium	2021-2023 Biennium	2023-2025 Biennium
Counties		\$89,418	\$59,453
Cities		\$41,900	\$27,859
School Districts		\$59,794	\$39,757
Townships			

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

HB 1155 Opens eligibility to the NDPERS Non-Medicare Health Plan to additional retirees based on service and participation in a voluntary separation incentive program.

- 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.*

Sanford Health Plan estimates a subsidy of \$354 per month is needed per retiree for the 2021-2023 biennium based on the existing experience of Non-Medicare premiums and administration & claims. Spread over the 18,761 in-force active contracts, this would be \$0.0189 per contract per month. HB 1155 analysis estimates 126 retirees (72 State and 54 Higher Education) would be eligible and consider the plan under the bill provisions on July 1, 2021. This number will decline as members turn age 65.

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.*

N/A

- 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.*

The increase in premium income needed assuming full participation would be approximately \$2.07 per contract for the 2021-2023 biennium. This would be \$791,294 based on the FTE count in the executive budget. The number eligible would decrease to 93 retirees (52 State and 41 Higher Education) on July 2023. An agency breakdown based on the 2021-2023 executive budget is attached.

- 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 or a part of the appropriation is included in the executive budget or relates to a continuing appropriation.*

The increase in premium income needed assuming full participation would be approximately \$2.07 per contract for the 2021-2023 biennium. This would be \$791,294 based on the FTE count in the executive budget. The number eligible would decrease to 93 retirees (52 State and 41 Higher Education) on July 2023. An agency breakdown based on the 2021-2023 executive budget is attached.

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Agency: NDPERS

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Date Prepared: 01/15/2021

Department	21-23 Funding Adjustments		Total
	General	Other	
101 Office of the Governor	\$895	\$0	\$895
108 Office of the Secretary of State	\$1,524	\$67	\$1,591
110 Office of Management and Budget	\$4,603	\$765	\$5,368
112 Information Technology Department	\$1,852	\$22,851	\$24,703
117 Office of the State Auditor	\$1,931	\$952	\$2,883
120 Office of the State Treasurer	\$348	\$0	\$348
125 Office of the Attorney General	\$8,330	\$3,996	\$12,327
127 Office of the Sate Tax Commissioner	\$5,865	\$0	\$5,865
140 Office of Administrative Hearings	\$0	\$249	\$249
150 Legislative Assembly	\$7,008	\$0	\$7,008
160 Legislative Council	\$2,187	\$0	\$2,187
180 Judicial Branch	\$18,042	\$0	\$18,043
188 Legal Counsel of Indigents	\$1,933	\$55	\$1,988
190 Retirement and Investment Office	\$0	\$994	\$994
192 Public Employees Retirement System	\$0	\$1,764	\$1,764
195 Ethics Commission	\$99	\$0	\$99
201 Department of Public Instruction	\$1,422	\$3,015	\$4,436
226 Department of Trust Lands	\$0	\$1,491	\$1,491
250 State Library	\$1,130	\$199	\$1,330
252 School for the Deaf	\$2,115	\$102	\$2,217
253 N.D. Vision Services	\$1,249	\$131	\$1,379
270 Dept of Career and Technical Ed	\$2,500	\$0	\$2,500
215 ND University System	\$5,557	\$2,337	\$7,894
227 Bismarck State College	\$6,678	\$9,868	\$16,546
228 Lake Region State College	\$2,670	\$3,084	\$5,754
229 Williston State College	\$2,211	\$2,823	\$5,035
230 University of North Dakota	\$21,650	\$80,739	\$102,389
232 UND Medical Center	\$9,891	\$14,597	\$24,488
235 North Dakota State University	\$23,894	\$67,036	\$90,930
238 ND State College of Science	\$8,025	\$7,463	\$15,488
239 Dickinson State University	\$3,991	\$4,732	\$8,723
240 Mayville State University	\$4,572	\$6,878	\$11,449
241 Minot State University	\$8,387	\$11,646	\$20,033
242 Valley City State University	\$5,115	\$4,963	\$10,078
243 Dakota College Bottineau	\$2,514	\$2,052	\$4,566
244 ND Forest Service	\$1,349	\$43	\$1,392
301 North Dakota Department of Health	\$5,527	\$5,482	\$11,009
303 Department of Environmental Quality	\$2,495	\$5,756	\$8,251
313 Veterans Home	\$1,311	\$4,394	\$5,706
316 Indian Affairs Commission	\$199	\$0	\$199
321 Department of Veterans Affairs	\$292	\$56	\$348
325 Department of Human Services	\$84,743	\$25,681	\$110,424
360 Protection and Advocacy Project	\$1,417	\$0	\$1,417
380 Job Service North Dakota	\$13	\$7,771	\$7,784
401 Office of the Insurance Commissioner	\$0	\$1,938	\$1,938
405 Industrial Commission	\$5,051	\$329	\$5,380
406 Office of the Labor Commissioner	\$696	\$0	\$696
408 Public Service Commission	\$1,254	\$883	\$2,137
412 Aeronautics Commission	\$0	\$348	\$348
413 Department of Financial Institutions	\$0	\$1,541	\$1,541
414 Office of the Securities Commissioner	\$0	\$497	\$497
471 Bank of North Dakota	\$0	\$8,226	\$8,226
473 North Dakota Housing Finance Agency	\$0	\$2,386	\$2,386
475 North Dakota Mill & Elevator Association	\$0	\$7,754	\$7,754
485 Workforce Safety & Insurance	\$0	\$12,334	\$12,334
504 Highway Patrol	\$7,266	\$2,327	\$9,593
530 Department of Corrections and Rehabilitation	\$42,987	\$2,133	\$45,121
540 Adjutant General	\$4,453	\$6,582	\$11,034
601 Department of Commerce	\$2,382	\$541	\$2,923
602 Department of Agriculture	\$2,219	\$1,658	\$3,877
627 Upper Great Plains Transportation Institute	\$845	\$1,336	\$2,181
628 Branch Research Centers	\$4,172	\$1,207	\$5,378
630 NDSU Extension Service	\$6,619	\$5,447	\$12,067
638 Northern Crops Institute	\$427	\$247	\$673
640 NDSU Main Research Center	\$11,432	\$5,346	\$16,778
649 Agronomy Seed Farm	\$0	\$149	\$149
670 Racing Commission	\$94	\$5	\$99
701 State Historical Society	\$3,621	\$293	\$3,914
709 Council on the Arts	\$249	\$0	\$249
720 Game & Fish Department	\$0	\$8,052	\$8,052
750 Department of Parks & Recreation	\$2,759	\$112	\$2,870
770 State Water Commission	\$0	\$4,473	\$4,473
801 Department Of Transportation	\$0	\$49,058	\$49,058
State Total	\$362,060	\$429,235	\$791,294