

**FISCAL NOTE**  
**Requested by Legislative Council**  
**01/11/2021**

Revised  
 Bill/Resolution No.: HB 1209

- 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  |
| <b>Revenues</b>       |                    |             |                    |              |                    |              |
| <b>Expenditures</b>   |                    |             | \$28,329,294       | \$30,709,731 | \$40,290,551       | \$43,676,062 |
| <b>Appropriations</b> |                    |             | \$28,329,294       | \$30,709,731 | \$40,290,551       | \$43,676,062 |

- 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 |
|-------------------------|--------------------|--------------------|--------------------|
| <b>Counties</b>         |                    | \$18,806,657       | \$26,747,245       |
| <b>Cities</b>           |                    | \$14,243,098       | \$20,256,850       |
| <b>School Districts</b> |                    | \$23,098,590       | \$32,851,328       |
| <b>Townships</b>        |                    |                    |                    |

- 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 1209 Adjusts main system retirement contributions to the actuarial required contribution (ARC) each year.

- 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.*

The actuarial required contribution effective on January 1st of each year would require an additional \$59,039,025 in State contributions for the 2021-2023 biennium. This is based on the executive budget.

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 actuarial required contribution effective on January 1st each year would require an additional \$59,039,025 in State contributions for the 2021-2023 biennium. An agency breakdown 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 actuarial required contribution effective on January 1st each year would require an additional \$59,039,025 in State contributions for the 2021-2023 biennium. An agency breakdown is attached.

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**Agency:** NDPERS

**Telephone:** 701-328-3919

**Date Prepared:** 01/14/2021

| Department                                       | 21-23 Funding Adjustments |                        |                        | Total |
|--|---------------------------|------------------------|------------------------|-------|
|  | General                   | Other                  |                        |       |
| 101 Office of the Governor                       | \$122,117.36              | \$0.00                 | \$122,117.36           |       |
| 108 Office of the Secretary of State             | \$143,626.78              | \$13,481.32            | \$157,108.10           |       |
| 110 Office of Management and Budget              | \$511,855.28              | \$85,102.84            | \$596,958.12           |       |
| 112 Information Technology Department            | \$282,024.07              | \$3,480,762.08         | \$3,762,786.15         |       |
| 117 Office of the State Auditor                  | \$266,451.31              | \$131,302.43           | \$397,753.74           |       |
| 120 Office of the State Treasurer                | \$44,612.46               | \$0.00                 | \$44,612.46            |       |
| 125 Office of the Attorney General               | \$1,104,607.87            | \$529,922.00           | \$1,634,529.87         |       |
| 127 Office of the Sate Tax Commissioner          | \$708,602.27              | \$0.00                 | \$708,602.27           |       |
| 140 Office of Administrative Hearings            | \$0.00                    | \$42,157.71            | \$42,157.71            |       |
| 150 Legislative Assembly                         | \$0.00                    | \$0.00                 | \$0.00                 |       |
| 160 Legislative Council                          | \$350,326.71              | \$0.00                 | \$350,326.71           |       |
| 180 Judicial Branch                              | \$1,993,332.97            | \$51.24                | \$1,993,384.22         |       |
| 188 Legal Counsel of Indigents                   | \$253,110.23              | \$7,187.23             | \$260,297.46           |       |
| 190 Retirement and Investment Office             | \$0.00                    | \$171,656.55           | \$171,656.55           |       |
| 192 Public Employees Retirement System           | \$0.00                    | \$208,436.67           | \$208,436.67           |       |
| 195 Ethics Commission                            | \$13,521.33               | \$0.00                 | \$13,521.33            |       |
| 201 Department of Public Instruction             | \$183,642.55              | \$389,441.41           | \$573,083.96           |       |
| 215 ND University System                         | \$833,455.97              | \$350,575.52           | \$1,184,031.50         |       |
| 226 Department of Trust Lands                    | \$0.00                    | \$200,640.06           | \$200,640.06           |       |
| 227 Bismarck State College                       | \$194,000.67              | \$286,670.68           | \$480,671.34           |       |
| 228 Lake Region State College                    | \$94,483.72               | \$109,125.66           | \$203,609.38           |       |
| 229 Williston State College                      | \$45,775.94               | \$58,439.47            | \$104,215.40           |       |
| 230 University of North Dakota                   | \$703,334.61              | \$2,622,868.05         | \$3,326,202.67         |       |
| 232 UND Medical Center                           | \$243,461.25              | \$359,292.63           | \$602,753.88           |       |
| 235 North Dakota State University                | \$649,426.39              | \$1,822,051.73         | \$2,471,478.12         |       |
| 238 ND State College of Science                  | \$266,148.13              | \$247,506.90           | \$513,655.03           |       |
| 239 Dickinson State University                   | \$100,721.55              | \$119,443.64           | \$220,165.20           |       |
| 240 Mayville State University                    | \$123,492.51              | \$185,791.10           | \$309,283.60           |       |
| 241 Minot State University                       | \$175,241.21              | \$243,353.12           | \$418,594.33           |       |
| 242 Valley City State University                 | \$101,199.78              | \$98,186.34            | \$199,386.12           |       |
| 243 Dakota College Bottineau                     | \$52,199.37               | \$42,609.66            | \$94,809.02            |       |
| 244 ND Forest Service                            | \$133,305.51              | \$4,211.25             | \$137,516.76           |       |
| 250 State Library                                | \$97,214.04               | \$17,126.91            | \$114,340.95           |       |
| 252 School for the Deaf                          | \$219,330.54              | \$10,629.81            | \$229,960.35           |       |
| 253 N.D. Vision Services                         | \$127,120.46              | \$13,303.21            | \$140,423.67           |       |
| 270 Dept of Career and Technical Ed              | \$313,903.53              | \$0.00                 | \$313,903.53           |       |
| 301 North Dakota Department of Health            | \$642,823.64              | \$637,635.70           | \$1,280,459.34         |       |
| 303 Department of Environmental Quality          | \$297,843.83              | \$687,137.99           | \$984,981.83           |       |
| 313 Veterans Home                                | \$104,454.04              | \$350,004.56           | \$454,458.60           |       |
| 316 Indian Affairs Commission                    | \$27,590.67               | \$0.00                 | \$27,590.67            |       |
| 321 Department of Veterans Affairs               | \$33,403.53               | \$6,391.90             | \$39,795.44            |       |
| 325 Department of Human Services                 | \$8,786,803.68            | \$2,662,757.77         | \$11,449,561.46        |       |
| 360 Protection and Advocacy Project              | \$178,762.91              | \$0.00                 | \$178,762.91           |       |
| 380 Job Service North Dakota                     | \$1,318.22                | \$798,788.22           | \$800,106.44           |       |
| 401 Office of the Insurance Commissioner         | \$0.00                    | \$265,164.98           | \$265,164.98           |       |
| 405 Industrial Commission                        | \$682,619.28              | \$44,509.44            | \$727,128.72           |       |
| 406 Office of the Labor Commissioner             | \$79,501.41               | \$0.00                 | \$79,501.41            |       |
| 408 Public Service Commission                    | \$185,627.87              | \$130,672.72           | \$316,300.59           |       |
| 412 Aeronautics Commission                       | \$0.00                    | \$50,713.16            | \$50,713.16            |       |
| 413 Department of Financial Institutions         | \$0.00                    | \$239,514.08           | \$239,514.08           |       |
| 414 Office of the Securities Commissioner        | \$0.00                    | \$70,242.75            | \$70,242.75            |       |
| 471 Bank of North Dakota                         | \$0.00                    | \$1,069,989.62         | \$1,069,989.62         |       |
| 473 North Dakota Housing Finance Agency          | \$0.00                    | \$290,131.11           | \$290,131.11           |       |
| 475 North Dakota Mill & Elevator Association     | \$0.00                    | \$913,829.81           | \$913,829.81           |       |
| 485 Workforce Safety & Insurance                 | \$0.00                    | \$1,510,343.51         | \$1,510,343.51         |       |
| 504 Highway Patrol                               | \$132,604.79              | \$42,460.88            | \$175,065.66           |       |
| 530 Department of Corrections and Rehabilitation | \$4,376,156.30            | \$217,181.67           | \$4,593,337.97         |       |
| 540 Adjutant General                             | \$474,434.24              | \$701,282.38           | \$1,175,716.62         |       |
| 601 Department of Commerce                       | \$335,688.02              | \$76,184.92            | \$411,872.94           |       |
| 602 Department of Agriculture                    | \$243,421.71              | \$181,879.81           | \$425,301.53           |       |
| 627 Upper Great Plains Transportation Institute  | \$38,094.50               | \$60,175.55            | \$98,270.05            |       |
| 628 Branch Research Centers                      | \$175,709.90              | \$50,821.59            | \$226,531.49           |       |
| 630 NDSU Extension Service                       | \$132,228.43              | \$108,820.66           | \$241,049.09           |       |
| 638 Northern Crops Institute                     | \$5,503.23                | \$3,182.31             | \$8,685.54             |       |
| 640 NDSU Main Research Center                    | \$180,401.01              | \$84,364.14            | \$264,765.15           |       |
| 649 Agronomy Seed Farm                           | \$0.00                    | \$17,257.42            | \$17,257.42            |       |
| 670 Racing Commission                            | \$12,092.83               | \$639.33               | \$12,732.17            |       |
| 701 State Historical Society                     | \$380,597.47              | \$30,803.19            | \$411,400.67           |       |
| 709 Council on the Arts                          | \$30,215.37               | \$1.05                 | \$30,216.42            |       |
| 720 Game & Fish Department                       | \$0.00                    | \$1,081,239.98         | \$1,081,239.98         |       |
| 750 Department of Parks & Recreation             | \$339,750.34              | \$13,766.29            | \$353,516.63           |       |
| 770 State Water Commission                       | \$0.00                    | \$620,126.87           | \$620,126.87           |       |
| 801 Department Of Transportation                 | \$0.00                    | \$5,840,388.86         | \$5,840,388.86         |       |
| <b>State Total</b>                               | <b>\$28,329,293.54</b>    | <b>\$30,709,731.42</b> | <b>\$59,039,024.95</b> |       |