

PROPOSED AMENDMENTS TO HOUSE BILL NO. 1006

Page 1, line 3, after the first semicolon insert "to amend and reenact section 57-01-04 of the North Dakota Century Code, relating to the salary of the state tax commissioner;"

Page 1, replace lines 12 through 22 with:

	<u>Base Level</u>	<u>Adjustments or Enhancements</u>	<u>Appropriation</u>
Salaries and wages	\$22,867,956	(\$525,154)	\$22,342,802
Operating expenses	7,112,460	353,660	7,466,120
Capital assets	6,000	0	6,000
Homestead tax credit	15,800,000	2,200,000	18,000,000
Disabled veterans' tax credit	<u>8,410,200</u>	<u>5,589,800</u>	<u>14,000,000</u>
Total all funds	\$54,196,616	\$7,618,306	\$61,814,922
Less estimated income	<u>125,000</u>	<u>0</u>	<u>125,000</u>
Total general fund	\$54,071,616	\$7,618,306	\$61,689,922
Full-time equivalent positions	123.00	(5.00)	118.00"

Page 2, after line 10, insert:

"SECTION 4. AMENDMENT. Section 57-01-04 of the North Dakota Century Code is amended and reenacted as follows:

57-01-04. Salary.

The annual salary of the state tax commissioner is ~~one hundred seventeen thousand eighty seven dollars through June 30, 2020, and one hundred twenty thousand fourteen dollars thereafter~~ one hundred twenty-one thousand eight hundred fourteen dollars through June 30, 2022, and one hundred twenty-three thousand six hundred forty-one dollars thereafter."

Re-number accordingly

STATEMENT OF PURPOSE OF AMENDMENT:

House Bill No. 1006 - State Tax Commissioner - House Action

	Base Budget	House Changes	House Version
Salaries and wages	\$22,867,956	(\$525,154)	\$22,342,802
Operating expenses	7,112,460	353,660	7,466,120
Capital assets	6,000		6,000
Homestead tax credit	15,800,000	2,200,000	18,000,000
Disabled veterans' credit	<u>8,410,200</u>	<u>5,589,800</u>	<u>14,000,000</u>
Total all funds	\$54,196,616	\$7,618,306	\$61,814,922
Less estimated income	<u>125,000</u>	<u>0</u>	<u>125,000</u>
General fund	\$54,071,616	\$7,618,306	\$61,689,922
FTE	123.00	(5.00)	118.00

Department 127 - State Tax Commissioner - Detail of House Changes

	Adjusts Funding for Base Payroll Changes¹	Adds Funding for Salary and Benefit Increases²	Adjusts Funding for Salaries and Wages³	Adjusts Funding for Operating Expenses⁴	Increases Funding for Tax Credit Programs⁵	Total House Changes
Salaries and wages	\$241,271	\$555,827	(\$1,322,252)			(\$525,154)
Operating expenses				\$353,660		353,660
Capital assets						
Homestead tax credit					\$2,200,000	2,200,000
Disabled veterans' credit					5,589,800	5,589,800
Total all funds	\$241,271	\$555,827	(\$1,322,252)	\$353,660	\$7,789,800	\$7,618,306
Less estimated income	0	0	0	0	0	0
General fund	\$241,271	\$555,827	(\$1,322,252)	\$353,660	\$7,789,800	\$7,618,306
FTE	0.00	0.00	(5.00)	0.00	0.00	(5.00)

¹ Funding is adjusted for base payroll changes.

² The following funding is added for 2021-23 biennium salary adjustments of 1.5 percent on July 1, 2021, and July 1, 2022, with a minimum monthly increase of \$100 and a maximum monthly increase of \$250 for both years, and increases in health insurance premiums from \$1,427 to \$1,429 per month:

General Fund	
Salary increase	\$549,839
Health insurance increase	5,988
Total	\$555,827

³ Salaries and wages funding and FTE positions are adjusted as follows:

	FTE Positions	General Fund
Removes undesignated unfunded vacant positions	(5.00)	(\$10)
Underfunds salaries and wages for anticipated savings from vacant positions and employee turnover	0	(1,322,242)
Total	(5.00)	(\$1,322,252)

⁴ Funding for operating expenses is adjusted as follows:

General Fund	
Increases funding for GenTax information technology support	\$294,339
Adds funding for the treasury offset program primarily related to certified mail expenses	45,000
Increases funding for Microsoft Office 365 licensing expenses	14,321
Total	\$353,660

⁵ Funding is increased for the tax credit programs as follows:

General Fund	
Increases funding for the homestead tax credit program	\$2,200,000
Increases funding for the disabled veterans' tax credit program	5,589,800
Total	\$7,789,800

This amendment also adds a section to provide the statutory changes necessary to increase the Tax Commissioner's salary from the current salary of \$120,014 to \$121,814 (1.5 percent) in fiscal year 2022 and to \$123,641 (1.5 percent) in fiscal year 2023.