23.0256.01001
Title.

Fiscal No. 2

Prepared by the Legislative Council staff for
the Senate Appropriations - Government
Operations Division Committee
February 8, 2023

PROPOSED AMENDMENTS TO SENATE BILL NO. 2002

Page 1, line 2, after "printing" insert "; to amend and reenact section 54-09-05 of the North Dakota Century Code, relating to the salary of the secretary of state; to provide an exemption; and to provide for a transfer"

Page 1, remove lines 10 through 24

Page 2, replace lines 1 through 11 with:

"

Subdivision 1.

SECRETARY OF STATE

	Base Level	Adjustments or Enhancements	Appropriation
Salaries and wages	$5,528,082	$800,244	$6,328,326
Operating expenses	3,308,424	3,175,907	6,484,331
Grants	25,000	0	25,000
Petition review	8,000	0	8,000
Election reform	4,699,689	1,324,371	6,024,060
Total all funds	$13,569,195	$5,300,522	$18,869,717
Less estimated income	8,305,574	3,727,501	12,033,075
Total general fund	$5,263,621	$1,573,021	$6,836,642
Full-time equivalent positions	33.00	1.00	34.00

Subdivision 2.

SECRETARY OF STATE - PUBLIC PRINTING

	Base Level	Adjustments or Enhancements	Appropriation
Public printing	$257,931	$13,404	$271,335
Total general fund	$257,931	$13,404	$271,335

Subdivision 3.

TOTAL - SECTION 1

	Base Level	Adjustments or Enhancements	Appropriation
Grand total general fund	$5,521,552	$1,586,425	$7,107,977
Grand total special funds	8,305,574	3,727,501	12,033,075
Grand total all funds	$13,827,126	$5,313,926	$19,141,052

SECTION 2. ONE-TIME FUNDING - EFFECT ON BASE BUDGET - REPORT TO THE SIXTY-NINTH LEGISLATIVE ASSEMBLY. The following amounts reflect the one-time funding items approved by the sixty-seventh Legislative Assembly for the 2021-23 biennium and the one-time items included in the appropriation in section 1 of this Act.

One-Time Funding Description	2021-23	2023-25
New campaign system and contracted website redesign	$0	$1,000,000
Information technology system enhancements	0	500,000
Help America Vote Act	0	1,000,000
Total other funds	$0	$2,500,000

SECTION 3. ESTIMATED INCOME - STRATEGIC INVESTMENT AND IMPROVEMENTS FUND. The estimated income line item in subdivision 1 of section 1 of this Act includes the sum of $1,500,000 from the strategic investment and improvements fund for a new campaign system, contracted website redesign, and information technology system enhancements for the secretary of state.

SECTION 4. AMENDMENT. Section 54-09-05 of the North Dakota Century Code is amended and reenacted as follows:

54-09-05. Salary of secretary of state.

The annual salary of the secretary of state is ~~one hundred twelve thousand two hundred forty-one~~ one hundred thirty thousand dollars through June 30, ~~2022~~2024, and ~~one hundred fourteen thousand four hundred eighty-six~~one hundred thirty-five thousand two hundred dollars thereafter.

SECTION 5. EXEMPTION - LINE ITEM TRANSFERS. Notwithstanding section 54-16-04, the office of management and budget may transfer up to $100,000 of appropriation authority between line items in subdivision 1 of section 1 of this Act, as requested by the secretary of state, during the biennium beginning July 1, 2023, and ending June 30, 2025."

Renumber accordingly

STATEMENT OF PURPOSE OF AMENDMENT:

Senate Bill No. 2002 - Summary of Senate Action

	Base Budget	Senate Changes	Senate Version
Secretary of State			
Total all funds	$13,569,195	$5,300,522	$18,869,717
Less estimated income	8,305,574	3,727,501	12,033,075
General fund	$5,263,621	$1,573,021	$6,836,642
FTE	33.00	1.00	34.00
Public Printing			
Total all funds	$257,931	$13,404	$271,335
Less estimated income	0	0	0
General fund	$257,931	$13,404	$271,335
FTE	0.00	0.00	0.00
Bill total			
Total all funds	$13,827,126	$5,313,926	$19,141,052
Less estimated income	8,305,574	3,727,501	12,033,075
General fund	$5,521,552	$1,586,425	$7,107,977
FTE	33.00	1.00	34.00

Senate Bill No. 2002 - Secretary of State - Senate Action

	Base Budget	Senate Changes	Senate Version
Salaries and wages	$5,528,082	$800,244	$6,328,326
Operating expenses	3,308,424	3,175,907	6,484,331
Grants	25,000		25,000
Petition review	8,000		8,000
Election reform	4,699,689	1,324,371	6,024,060
Total all funds	$13,569,195	$5,300,522	$18,869,717
Less estimated income	8,305,574	3,727,501	12,033,075
General fund	$5,263,621	$1,573,021	$6,836,642
FTE	33.00	1.00	34.00

Department 108 - Secretary of State - Detail of Senate Changes

	Adjusts Funding for Base Payroll Changes[1]	Adds Funding for Salary and Benefit Increases[2]	Adds Salary Equity Funding for Elected Officials[3]	Adjusts Funding for Salaries and Wages[4]	Adds Election Specialist FTE Position[5]	Adds Funding for Changes in Employee Duties[6]
Salaries and wages	$260,050	$413,446	$26,748			$100,000
Operating expenses						
Grants						
Petition review						
Election reform		9,478			$200,950	
Total all funds	$260,050	$422,924	$26,748	$0	$200,950	$100,000
Less estimated income	208,745	60,442	0	(479,143)	200,950	0
General fund	$51,305	$362,482	$26,748	$479,143	$0	$100,000
FTE	0.00	0.00	0.00	0.00	1.00	0.00

	Adds Matching Funds[7]	Adjusts Operating Funding[8]	Adds One-Time Funding[9]	Total Senate Changes
Salaries and wages				$800,244
Operating expenses		$1,675,907	$1,500,000	3,175,907
Grants				
Petition review				
Election reform	$200,000	(86,057)	1,000,000	1,324,371
Total all funds	$200,000	$1,589,850	$2,500,000	$5,300,522
Less estimated income	0	1,236,507	2,500,000	3,727,501
General fund	$200,000	$353,343	$0	$1,573,021
FTE	0.00	0.00	0.00	1.00

[1] Funding is adjusted for base payroll changes, including the cost to continue 2021-23 biennium salary increases.

[2] The following funding is added for 2023-25 biennium salary adjustments of 4 percent on July 1, 2023, and 4 percent on July 1, 2024, and increases in health insurance premiums from $1,429 to $1,648 per month:

	General Fund	Other Funds	Total
Salary increase	$236,186	$39,392	$275,578
Health insurance increase	126,296	21,050	147,346
Total	$362,482	$60,442	$422,924

[3] Funding is added for providing a salary equity increase for the Secretary of State. The Secretary of State's annual salary is increased from the current level of $114,486 to $130,000 (13.6 percent) effective July 1, 2023. This funding is in addition to the funding added for the general 4 percent annual salary increases for state employees.

[4] Funding of $479,143 for salaries and wages is provided from the general fund instead of from special funds.

[5] Funding of $200,950 from federal funds is added for a new FTE election specialist position and related operating expenses.

[6] Funding of $100,000 from the general fund is added for increased salaries and wages relating to changes in employee responsibilities and duties.

[7] Funding of $200,000 from the general fund is added to match federal Help America Vote Act funds.

[8] Operating funding is adjusted as follows:

	General Fund	Other Funds	Total
Election reform		($86,057)	($86,057)
Capitol space rent model	$201,331		201,331
Text messaging software and ongoing maintenance	165,000	165,000	165,000
Various operating adjustments, including an increase in information technology expenses	(12,988)	1,157,564	1,144,576
Total	$353,343	$1,236,507	$1,589,850

[9] One-time funding is added as follows:

- $1 million from the strategic investment and improvements fund is added for a new campaign system and contracted information technology services to redesign the Secretary of State's website;
- $500,000 from the strategic investment and improvements fund is added for information technology system enhancements to FirstStop, the Central Indexing System, and other systems; and
- $1 million from federal funds derived from the Help America Vote Act is added for election reform expenses.

This amendment also:

- Adds a section to allow the Secretary of State to transfer up to $100,000 between line items; and
- Adds a section to provide the statutory changes necessary to increase the Secretary of State's annual salary to $130,000 (13.6 percent) effective July 1, 2023, and to $135,200 (4 percent) effective July 1, 2024.

Senate Bill No. 2002 - Public Printing - Senate Action

	Base Budget	Senate Changes	Senate Version
Public printing	$257,931	$13,404	$271,335
Total all funds	$257,931	$13,404	$271,335
Less estimated income	0	0	0
General fund	$257,931	$13,404	$271,335
FTE	0.00	0.00	0.00

Department 109 - Public Printing - Detail of Senate Changes

	Increases Funding for Public Printing[1]	Total Senate Changes
Public printing	$13,404	$13,404
Total all funds	$13,404	$13,404
Less estimated income	0	0
General fund	$13,404	$13,404
FTE	0.00	0.00

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[1] Funding of $13,404 from the general fund is added for public printing expenses.