

**STATEMENT OF PURPOSE OF AMENDMENT:**

**House Bill No. 1005 - State Treasurer - House Action**

	Base Budget	House Changes	House Version
Salaries and wages	\$1,605,584	\$975,431	\$2,581,015
New and vacant FTE pool		54,672	54,672
Operating expenses	265,346	804,258	1,069,604
Coal severance payments	118,000	4,000	122,000
Carbon dioxide pipeline payments		2,000,000	2,000,000
<b>Total all funds</b>	<b>\$1,988,930</b>	<b>\$3,838,361</b>	<b>\$5,827,291</b>
Less estimated income	0	1,711,352	1,711,352
<b>General fund</b>	<b>\$1,988,930</b>	<b>\$2,127,009</b>	<b>\$4,115,939</b>
<b>FTE</b>	<b>7.00</b>	<b>4.00</b>	<b>11.00</b>

**Department 120 - State Treasurer - Detail of House Changes**

	Adds Funding for Salary and Benefit Increases <sup>1</sup>	Adds Funding to Replace 2023-25 FTE Pool <sup>2</sup>	Transfers Funding for 2025-27 New and Vacant FTE Pool <sup>3</sup>	Transfers Funding Between Line Items <sup>4</sup>	Transfers FTE Positions from Trust Lands <sup>5</sup>	Transfers Unclaimed Property Operating Expenses <sup>6</sup>
Salaries and wages	\$159,675	\$21,090	(\$78,103)	\$14,372	\$858,397	
New and vacant FTE pool			54,672			
Operating expenses				(14,372)		\$687,000
Coal severance payments						
Carbon dioxide pipeline payments						
<b>Total all funds</b>	<b>\$159,675</b>	<b>\$21,090</b>	<b>(\$23,431)</b>	<b>\$0</b>	<b>\$858,397</b>	<b>\$687,000</b>
Less estimated income	55,681	0	(7,726)	0	858,397	687,000
<b>General fund</b>	<b>\$103,994</b>	<b>\$21,090</b>	<b>(\$15,705)</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>
<b>FTE</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>4.00</b>	<b>0.00</b>

	Adds Funding for IT Rate Increases <sup>7</sup>	Adds Funding for Distributions <sup>8</sup>	Adds One-Time Funding Items <sup>9</sup>	Total House Changes
Salaries and wages				\$975,431
New and vacant FTE pool				54,672
Operating expenses	\$13,630		\$118,000	804,258
Coal severance payments		\$4,000		4,000
Carbon dioxide pipeline payments		2,000,000		2,000,000
<b>Total all funds</b>	<b>\$13,630</b>	<b>\$2,004,000</b>	<b>\$118,000</b>	<b>\$3,838,361</b>
Less estimated income	0	0	118,000	1,711,352
<b>General fund</b>	<b>\$13,630</b>	<b>\$2,004,000</b>	<b>\$0</b>	<b>\$2,127,009</b>
<b>FTE</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>4.00</b>

<sup>1</sup> The following funding is added for 2025-27 biennium salary adjustments of 3 percent on July 1, 2025, and 3 percent on July 1, 2026, and increases in health insurance premiums from \$1,643 to \$1,893 per month:

	General Fund	Other Funds	Total
Salary increase	\$61,957	\$31,661	\$93,618
Health insurance increase	42,037	24,020	66,057
<b>Total</b>	<b>\$103,994</b>	<b>\$55,681</b>	<b>\$159,675</b>

<sup>2</sup> Funding of \$21,090 is added from the general fund to replace 2023-25 biennium new and vacant FTE pool funding for vacant FTE positions.

<sup>3</sup> Funding of \$78,103 for estimated savings from vacant FTE positions is removed and funding of \$54,672 is added for a 2025-27 new and vacant FTE pool line item as follows:

	<b>General Fund</b>	<b>Other Funds</b>	<b>Total</b>
Vacant FTE positions	(\$52,351)	(\$25,752)	(\$78,103)
Funding pool line item	<u>36,646</u>	<u>18,026</u>	<u>54,672</u>
Net savings	(\$15,705)	(\$7,726)	(\$23,431)

<sup>4</sup> Funding of \$14,372 is transferred from the operating expenses line item to the salaries and wages line item for cost to continue 2023-25 salary increases.

<sup>5</sup> The following unclaimed property FTE positions and related funding are transferred from the Department of Trust Lands to the State Treasurer:

	<b>FTE Positions</b>	<b>General Fund</b>	<b>Other Funds</b>	<b>Total</b>
Unclaimed property program manager position	1.00	\$0	\$282,917	\$282,917
Unclaimed property administrative services positions	3.00	<u>0</u>	<u>575,480</u>	<u>575,480</u>
Total	4.00	\$0	\$858,397	\$858,397

<sup>6</sup> Funding of \$687,000 from special funds for unclaimed property operating expenses is transferred from the Department of Trust Lands to the State Treasurer.

<sup>7</sup> Funding of \$13,630 from the general fund is added from the general fund for information technology rate increases.

<sup>8</sup> Funding of \$2,004,000 from the general fund is added for distributions as follows:

- \$4,000 for coal severance shortfall payments to provide total funding of \$122,000.
- \$2,000,000 for carbon dioxide pipeline payments in lieu of taxes pursuant to North Dakota Century Code Section 57-06-17.2.

<sup>9</sup> One-time funding is added as follows:

- \$110,000 from the strategic investment and improvements fund for information technology projects.
- \$8,000 from special funds for office furniture or equipment related to unclaimed property.

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The House version:

- Adds a section regarding the use of funding in the new and vacant FTE pool line item.
- Adds a section identifying \$110,000 from the strategic investment and improvements fund for information technology projects.
- Adds sections to transfer the administration of unclaimed property from the Department of Trust Lands to the State Treasurer.
- Adds a section to provide the statutory changes necessary to increase the State Treasurer's annual salary to \$139,256 (3 percent) effective July 1, 2025, and to \$143,434 (3 percent) effective July 1, 2026.