

**Adjutant General, including the National Guard and the Department of Emergency Services  
Budget No. 540  
House Bill Nos. 1016 and 1395**

	<b>FTE Positions</b>	<b>General Fund</b>	<b>Other Funds</b>	<b>Total</b>
<b>2021-23 legislative appropriations</b>	<b>222.00</b>	<b>\$24,862,232</b>	<b>\$170,906,231</b>	<b>\$195,768,463</b>
2021-23 base budget	222.00	27,390,197	117,322,789	144,712,986
Legislative increase (decrease) to base budget	0.00	(\$2,527,965)	\$53,583,442	\$51,055,477

**ONGOING AND ONE-TIME GENERAL FUND APPROPRIATIONS**

	<b>Ongoing General Fund Appropriation</b>	<b>One-Time General Fund Appropriation</b>	<b>Total General Fund Appropriation</b>
<b>2021-23 legislative appropriations</b>	<b>\$22,882,232</b>	<b>\$1,980,000</b>	<b>\$24,862,232</b>
2019-21 legislative appropriations	27,390,197	181,000	27,571,197
2021-23 legislative increase (decrease) to 2019-21 appropriations	(\$4,507,965)	\$1,799,000	(\$2,708,965)
Percentage increase (decrease) to 2019-21 appropriations	(16.5%)	993.9%	(9.8%)

**SUMMARY OF LEGISLATIVE CHANGES TO THE BASE BUDGET AND MAJOR FUNDING ITEMS  
Changes to Base Budget**

	<b>FTE Positions</b>	<b>General Fund</b>	<b>Other Funds</b>	<b>Total</b>
The legislative action:				
Adjusted funding for base payroll changes		\$289,961	\$502,545	\$792,506
Added funding to provide employee salary increases of 1.5 percent on July 1, 2021, with a minimum monthly increase of \$100 and 2.0 percent on July 1, 2022		376,443	578,798	955,241
Added funding for employee health insurance premiums to reflect a revised premium estimate of \$1,428.77 per month		3,902	6,536	10,438
<b>Department of Emergency Services</b>				
Added State Radio FTE positions	2.00		265,530	265,530
Adjusted funding sources for State Radio to increase funding from special funds		(707,690)	1,007,690	300,000
Adjusted funding sources for the Department of Emergency Services to increase funding from other funds		(72,608)	72,608	0

Reduced funding for grants, including emergency management, hazard mitigation, and hazardous material emergency preparation grants		(1,723,425)	(1,723,425)
Increased funding for disaster costs to provide a total of \$51.5 million, including \$110,125 from the general fund, \$44.4 million from federal funds, \$4.1 million from the state disaster relief fund, \$2.5 million from Bank of North Dakota loan proceeds, and \$394,521 from the emergency management fund		15,768,863	15,768,863
Transferred maintenance of State Radio towers to the Information Technology Department	(1,858,240)		(1,858,240)
Added funding for equipment		660,000	660,000
Added <b>one-time funding</b> for emergency response equipment and supplies	100,000		100,000
Added <b>one-time funding</b> from federal funds to assist state, local, territorial, and tribal governments in preparing and responding to disasters (House Bill No. 1395)		887,873	887,873
<b>National Guard</b>			
Removed a facility services FTE position	(1.00)	(285,132)	(285,132)
Removed a reintegration program FTE position	(1.00)	(191,376)	(191,376)
Added funding for Fargo Readiness Center operations		170,000	340,000
Added funding to lease land for the Camp Grafton expansion		280,000	280,000
Adjusted funding sources to increase funding from federal funds		(808,320)	0
Reduced funding for the Civil Air Patrol		(778)	(778)
Reduced funding for tuition assistance to provide a total of \$3,042,235		(1,739,837)	(1,739,837)
Added funding for the Veterans' Cemetery, including \$75,000 from the general fund to increase total funding for the interment of veterans' spouses and dependents to \$250,000		75,000	152,822
Added funding for Microsoft Office 365 license expenses		710	992
Reduced funding for equipment		(40,000)	(80,000)
Added <b>one-time funding</b> to purchase land for the Camp Grafton expansion		1,750,000	3,500,000
Added <b>one-time funding</b> for a Fraine Barracks complex automation system		80,000	320,000

Added <b>one-time funding</b> from the strategic investment and improvements fund for deferred maintenance			1,000,000	1,000,000
Added <b>one-time funding</b> for Fargo Readiness Center equipment	50,000		50,000	100,000
Added <b>one-time funding</b> from federal funds for a Dickinson Readiness Center project			15,500,000	15,500,000
Added <b>one-time funding</b> from federal funds for a bridge training site project			6,000,000	6,000,000
Added <b>one-time funding</b> from gifts, grants, and donations for a North Dakota military museum			10,000,000	10,000,000
Total	<u>0.00</u>	<u>(\$2,527,965)</u>	<u>\$53,583,442</u>	<u>\$51,055,477</u>

#### FTE Changes

The Legislative Assembly authorized 222 FTE positions for the Adjutant General for the 2021-23 biennium, the same as the 2019-21 biennium. The Legislative Assembly removed 2 FTE National Guard positions and added 2 FTE State Radio positions.

#### One-Time Funding

The following is a summary of one-time funding items for the Adjutant General for the 2021-23 biennium:

	General Fund	Other Funds	Total
Emergency response equipment and supplies	\$100,000		\$100,000
Camp Grafton expansion land purchase	1,750,000	\$1,750,000	3,500,000
Fraine Barracks complex automation system	80,000	240,000	320,000
National Guard deferred maintenance (strategic investment and improvements fund)		1,000,000	1,000,000
Fargo Readiness Center equipment	50,000	50,000	100,000
Dickinson Readiness Center project (federal funds)		15,500,000	15,500,000
Bridge training site project (federal funds)		6,000,000	6,000,000
North Dakota military museum (gifts, grants, and donations)		10,000,000	10,000,000
Emergency management performance grant (federal funds) (House Bill No. 1395)		887,873	887,873
Total	\$1,980,000	\$35,427,873	\$37,407,873

#### Federal COVID-19 Funding - 2019-21 Biennium

In House Bill No. 1394, the Legislative Assembly appropriated \$148,666,667 from federal funds to the Adjutant General for the 2019-21 biennium to increase the Federal Emergency Management Agency reimbursement rate from 75 to 100 percent for COVID-19-related disaster expenses.

In House Bill No. 1395, the Legislative Assembly appropriated \$11,196,780 of federal coronavirus relief funds to the Adjutant General for the 2019-21 biennium for cleaning and personal protective equipment and supplies, salary costs, and other expenses related to the COVID-19 pandemic.

#### Federal COVID-19 Funding - 2021-23 Biennium

In House Bill No. 1395, the Legislative Assembly appropriated \$887,873 from federal funds to the Adjutant General for the 2021-23 biennium to assist state, local, territorial, and tribal governments in preparing and responding to disasters.

### **Deficiency Appropriation**

**House Bill No. 1025** - Provides deficiency appropriations of \$3,880,540 from the state disaster relief fund, including \$3,130,540 to repay Bank of North Dakota loans for the state's share of disaster costs and \$750,000 to pay interest on a loan relating to Dakota Access Pipeline law enforcement.

### **Other Sections in House Bill No. 1016**

**Camp Grafton expansion - Appropriation** - Section 3 transfers \$1,750,000 from the general fund to the National Guard training area and facility development trust fund, the sum of which is appropriated to the Adjutant General for the expansion of Camp Grafton.

**North Dakota military museum** - Section 4 authorizes the Adjutant General to accept and spend \$10 million from other funds to construct a North Dakota military museum. Section 17 declares this section to be an emergency measure.

**Veterans' Cemetery maintenance fund** - Section 5 appropriates any funds received and deposited in the Veterans' Cemetery maintenance fund pursuant to North Dakota Century Code Sections 37-03-14 and 39-04-10.10 for the operation of the Veterans' Cemetery for the 2021-23 biennium.

**Wildfire response - Loan authorization** - Section 6 authorizes the Adjutant General to borrow \$2.5 million from the Bank of North Dakota for fire emergency and wildfire response mutual aid. Section 17 declares this section to be an emergency measure.

**Strategic investment and improvements fund** - Section 7 identifies \$1 million from the strategic investment and improvements fund for National Guard deferred maintenance.

**Northern Emergency Management Assistance Compact** - Section 8 amends Section 37-17.1-14.6 of the Northern Emergency Management Assistance Compact to correct a grammatical error.

**Maintenance and repairs** - Section 9 authorizes the Adjutant General to transfer up to \$500,000 from various line items to the operating expenses and capital assets line items for the maintenance and repair of state-owned armories during the 2021-23 biennium. Any amounts transferred must be reported to the Office of Management and Budget.

**Exemption - Statewide interoperable radio network** - Section 10 provides that any unexpended general fund or special funds appropriation authority continued in the Department of Emergency Services operating expenses line item relating to one-time funding from the strategic investment and improvements fund for mobile repeaters and programming radios for the 2017-19 biennium is not subject to the provisions of Section 54-44.1-11 and may be continued and expended during the 2021-23 biennium.

**Exemption - Tuition, recruiting, and retention** - Section 11 provides that any unexpended general fund or special funds appropriation authority in the tuition, recruiting, and retention line item for the 2019-21 biennium is not subject to the provisions of Section 54-44.1-11 and may be continued and expended during the 2021-23 biennium.

**Exemption - Computer-aided dispatch equipment** - Section 12 provides that \$516,000, including \$66,000 from the general fund and \$450,000 from the strategic investment and improvements fund, appropriated for computer-aided dispatch equipment for the 2019-21 biennium is not subject to the provisions of Section 54-44.1-11 and may be continued and expended during the 2021-23 biennium.

**Exemption - Message switch upgrade** - Section 13 provides that \$335,000, including \$95,000 from the general fund and \$240,000 from the strategic investment and improvements fund, appropriated for the State Radio message switch upgrade project for the 2019-21 biennium is not subject to the provisions of Section 54-44.1-11 and may be continued and expended during the 2021-23 biennium.

**Exemption - Camp Grafton expansion** - Section 14 provides that \$600,000 from the strategic investment and improvements fund appropriated for the Camp Grafton expansion for the 2019-21 biennium is not subject to the provisions of Section 54-44.1-11 and may be continued and expended during the 2021-23 biennium.

**Camp Grafton expansion - Legislative intent** - Section 15 provides legislative intent for the Adjutant General to purchase or lease land for the Camp Grafton expansion.

**Camp Grafton expansion - Report** - Section 16 provides for the Adjutant General to report to the Budget Section regarding any land purchased for the expansion of Camp Grafton.

### **Related Legislation**

**House Bill No. 1118** - Relates to the duration of the Governor's declared state of disaster or emergency.

**House Bill No. 1394** - Provides a 2019-21 biennium appropriation of \$148,666,667 from federal funds to the Adjutant General for expenses relating to the COVID-19 disaster.

**House Bill No. 1395** - Provides for 2019-21 biennium spending authority adjustments relating to funding from the federal Coronavirus Relief Fund.

**Senate Bill No. 2114** - Relates to the use of funds in the National Guard training area and facility development trust fund.

**Senate Bill No. 2117** - Authorizes the National Guard to pay a death benefit to a designated beneficiary or the next of kin of a National Guard service member who died while serving in a state active duty status.