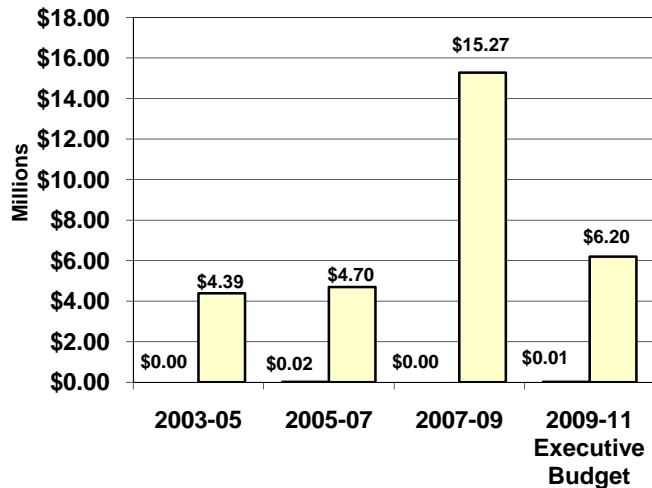


**Department 192 - Public Employees Retirement System
 House Bill No. 1022**

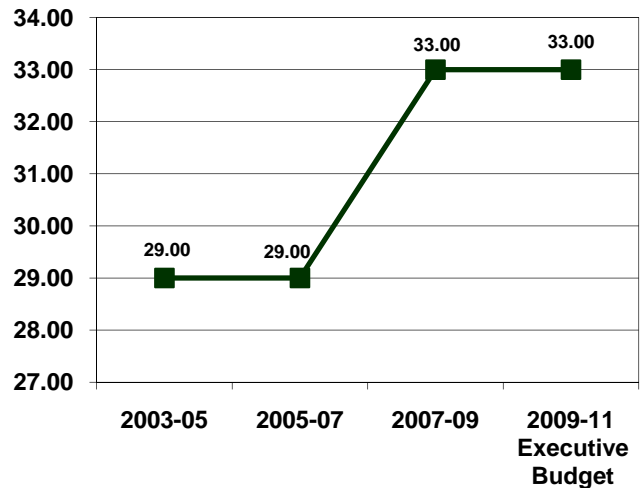
	FTE Positions	General Fund	Other Funds	Total
2009-11 Executive Budget	33.00	\$13,000	\$6,199,136	\$6,212,136
2007-09 Legislative Appropriations	33.00	0	15,273,290	15,273,290 ¹
Increase (Decrease)	0.00	\$13,000	(\$9,074,154)	(\$9,061,154)

¹The 2007-09 appropriation amounts include \$29,988 of other funds for the agency's share of the \$10 million funding pool appropriated to the Office of Management and Budget for special market equity adjustments for classified employees.

Agency Funding



FTE Positions



■ General Fund □ Other Funds

Ongoing and One-Time General Fund Appropriations

	Ongoing General Fund Appropriation	One-Time General Fund Appropriation	Total General Fund Appropriation
2009-11 Executive Budget	\$13,000	\$0	\$13,000
2007-09 Legislative Appropriations	0	0	0
Increase (Decrease)	\$13,000	\$0	\$13,000

First House Action

Attached is a summary of first house changes.

**Executive Budget Highlights
 (With First House Changes in Bold)**

	General Fund	Other Funds	Total
1. Provides funding to address salary equity issues, including \$3,126 for the related second-year salary increase. The House removed this funding.		\$65,648	\$65,648
2. Removes funding provided for an information technology project in the 2007-09 biennium		(\$9,594,000)	(\$9,594,000)
3. Removes funding provided for programming expenses related to Department of Career and Technical Education employee participation as provided in House Bill No. 1078 (2007) in the 2007-09 biennium		(\$3,000)	(\$3,000)
4. Provides increased funding for operating expenses, including travel, printing, and supplies, and a statewide indirect cost allocation plan provided by the Office of Management and Budget		\$63,880	\$63,880
5. Provides benefits to the remaining OASIS retirement plan beneficiary, including a 5 percent increase	\$13,000		\$13,000

6. Removes funding for office equipment under \$5,000	(\$26,700)	(\$26,700)
7. Removes funding for maintenance costs paid to the Information Technology Department for the PERSLink project scheduled to be fully implemented by October 2010	(\$259,000)	(\$259,000)
8. Provides funding for the maintenance fee to be paid to the software vendor supporting the PERSLink system after implementation	\$200,000	\$200,000
9. Provides funding for replacement desktop computers	\$20,600	\$20,600
10. Removes funding for information technology software	(\$1,800)	(\$1,800)

Other Sections in Bill

Section 2 provides, upon approval of their respective boards, the Retirement and Investment Office and the Public Employees Retirement System may transfer from their respective contingencies line items to all other line items. The agencies shall notify the Office of Management and Budget of each transfer made pursuant to this section.

Continuing Appropriations

Public Employees Retirement System - Various sections of the North Dakota Century Code - For benefit payments, investments, and actuarial/technical consulting for each program area.

Major Related Legislation

House Bill No. 1070 - Creates a new section to North Dakota Century Code Chapter 18-11, relating to alternate firefighters relief association plan benefits.

House Bill No. 1121 - Relates to the old-age and survivor insurance trust fund.

House Bill No. 1173 - Provides the Public Employees Retirement System Board the authority to create a trust health care savings plan for all Supreme Court justices and district court judges participating in the Public Employees Retirement System.

House Bill No. 1575 - Provides an appropriation to the Attorney General for benefit enhancements for the employees of the Bureau of Criminal Investigation.

Senate Bill No. 2153 - Amends various sections of the North Dakota Century Code relating to payment of employee contributions and retirement benefits under the Highway Patrolmen's retirement plan and the Public Employees Retirement System, membership of the State Investment Board, purchase of service credit, member refunds, Internal Revenue Code compliance, board elections under the Highway Patrolmen's retirement plan and the Public Employees Retirement System, and participation and employer payments under the uniform group insurance program.

Senate Bill No. 2154 - Relates to participation in the Public Employees Retirement System and the purchase of sick leave credit and provides an increase in the Public Employees Retirement System retiree health credit from \$4.50 per year of service to \$5 funded by an increase in the employer contribution of .14 percent. Additional appropriations are contained in the salary line item of the executive recommendation for state agencies to provide for the increased employer contribution.

ATTACH:1