

21.0281.01001
Title.

Fiscal No. 1

Prepared by the Legislative Council staff for
the House Appropriations - Government
Operations Division Committee
February 10, 2021

PROPOSED AMENDMENTS TO HOUSE BILL NO. 1022

Page 1, replace lines 9 through 15 with:

| " | Base Level | Adjustments or Enhancements | Appropriation |
|--------------------------------|-------------|--------------------------------|---------------|
| Salaries and wages | \$4,928,230 | \$64,544 | \$4,992,774 |
| Operating expenses | 888,934 | 429,220 | 1,318,154 |
| Contingencies | 52,000 | 0 | 52,000 |
| Total special funds | \$5,869,164 | \$493,764 | \$6,362,928 |
| Full-time equivalent positions | 20.00 | (1.00) | 19.00" |

Page 1, remove lines 21 through 23

Page 2, replace lines 1 and 2 with:

"SECTION 3. EXEMPTION. The amount of \$9,000,000 appropriated in section 1 of chapter 47 of the 2019 Session Laws for the pension administration system project is not subject to section 54-44.1-11 and any unexpended funds are available for completing the project during the biennium beginning July 1, 2021, and ending June 30, 2023."

Renumber accordingly

STATEMENT OF PURPOSE OF AMENDMENT:

House Bill No. 1022 - Retirement and Investment Office - House Action

| | Base Budget | House Changes | House Version |
|-----------------------|----------------|------------------|------------------|
| Salaries and wages | \$4,928,230 | \$64,544 | \$4,992,774 |
| Operating expenses | 888,934 | 429,220 | 1,318,154 |
| Contingencies | 52,000 | | 52,000 |
| Total all funds | \$5,869,164 | \$493,764 | \$6,362,928 |
| Less estimated income | 5,869,164 | 493,764 | 6,362,928 |
| General fund | \$0 | \$0 | \$0 |
| FTE | 20.00 | (1.00) | 19.00 |

Department 190 - Retirement and Investment Office - Detail of House Changes

| | Adjusts Funding for Base Payroll Changes ¹ | Adds Funding for Salary and Benefit Increases ² | Adds Funding for Salaries ³ | Adds 1 FTE Public Information Officer Position ⁴ | Transfers 2 FTE Positions for IT Unification ⁵ | Decreases Funding for Operating Expenses ⁶ |
|-----------------------|--|---|---|---|--|--|
| Salaries and wages | \$185,639 | \$98,220 | \$11,225 | \$210,000 | (\$440,540) | |
| Operating expenses | | | | 15,000 | 449,031 | (\$107,934) |
| Contingencies | | | | | | |
| Total all funds | \$185,639 | \$98,220 | \$11,225 | \$225,000 | \$8,491 | (\$107,934) |
| Less estimated income | 185,639 | 98,220 | 11,225 | 225,000 | 8,491 | (107,934) |
| General fund | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| FTE | 0.00 | 0.00 | 0.00 | 1.00 | (2.00) | 0.00 |

| | Adds Funding for Desktop Support ⁷ | Increases Funding for Microsoft Office 365 Licensing Expenses ⁸ | Total House Changes |
|-----------------------|---|---|------------------------|
| Salaries and wages | | | \$64,544 |
| Operating expenses | \$70,920 | \$2,203 | 429,220 |
| Contingencies | | | |
| Total all funds | \$70,920 | \$2,203 | \$493,764 |
| Less estimated income | 70,920 | 2,203 | 493,764 |
| General fund | \$0 | \$0 | \$0 |
| FTE | 0.00 | 0.00 | (1.00) |

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:

| | <u>Other Funds</u> |
|---------------------------|--------------------|
| Salary increase | \$97,337 |
| Health insurance increase | 883 |
| Total | \$98,220 |

³ Funding is added for salaries and wages for cost to continue 2019-21 biennium salary equity increases.

⁴ Funding and authorization are provided for 1 FTE public information officer position (\$210,000) and related operating expenses (\$15,000).

⁵ Two FTE positions are transferred to the Information Technology Department for the IT unification project, reducing salaries and wages by \$440,540 and increasing operating expenses by \$449,031.

⁶ Funding is decreased for operating expenses primarily related to information technology costs.

⁷ Funding is added to pay for desktop support services from the Information Technology Department.

⁸ Funding is increased for Microsoft Office 365 licensing expenses.

This amendment also adds a section to provide an exemption to allow funding for an information technology project to continue into the 2021-23 biennium.

Introduced by

Appropriations Committee

1 A BILL for an Act to provide an appropriation for defraying the expenses of the retirement and
2 investment office; and to provide an exemption.

3 **BE IT ENACTED BY THE LEGISLATIVE ASSEMBLY OF NORTH DAKOTA:**

4 **SECTION 1. APPROPRIATION.** The funds provided in this section, or so much of the funds
5 as may be necessary, are appropriated out of any moneys from special funds derived from
6 income, to the retirement and investment office for the purpose of defraying the expenses of the
7 retirement and investment office, for the biennium beginning July 1, 2021, and ending June 30,
8 2023, as follows:

| | | | |
|----|--------------------------------|-----------------------|----------------------|
| 9 | <u>Governor's</u> | | |
| 10 | <u>Base Level</u> | <u>Recommendation</u> | <u>Appropriation</u> |
| 11 | Salaries and wages | \$4,928,230 | \$5,274,195 |
| 12 | Operating expenses | 888,934 | 854,123 |
| 13 | Contingencies | 52,000 | 52,000 |
| 14 | Total special funds | \$5,869,164 | \$6,180,318 |
| 15 | Full-time equivalent positions | 20.00 | 20.00 |
| 16 | <u>Adjustments or</u> | | |
| 17 | <u>Base Level</u> | <u>Enhancements</u> | <u>Appropriation</u> |
| 18 | Salaries and wages | \$4,928,230 | \$64,544 |
| 19 | Operating expenses | 888,934 | 429,220 |
| 20 | Contingencies | 52,000 | 0 |
| 21 | Total special funds | \$5,869,164 | \$493,764 |
| 22 | Full-time equivalent positions | 20.00 | (1.00) |

23 **SECTION 2. ONE-TIME FUNDING.** The following amounts reflect the one-time funding
24 items approved by the sixty-sixth legislative assembly for the 2019-21 biennium:

Sixty-seventh
Legislative Assembly

| 1 | <u>One-Time Funding Description</u> | <u>2019-21</u> | <u>2021-23</u> |
|---|---------------------------------------|--------------------|----------------|
| 2 | Pension administration system project | <u>\$9,000,000</u> | <u>\$0</u> |
| 3 | Total special funds | \$9,000,000 | \$0 |

4 ~~SECTION 3. EXEMPTION -- LINE ITEM TRANSFERS. Notwithstanding section 54-16-04,~~
5 ~~the director of the office of management and budget shall transfer appropriation authority from~~
6 ~~the contingencies line item to any other line item as may be requested by the state investment~~
7 ~~board. The agency shall notify the legislative council of any transfers made pursuant to this~~
8 ~~section.~~

9 **SECTION 3. EXEMPTION.** The amount of \$9,000,000 appropriated in section 1 of
10 chapter 47 of the 2019 Session Laws for the pension administration system project is not
11 subject to section 54-44.1-11 and any unexpended funds are available for completing the
12 project during the biennium beginning July 1, 2021, and ending June 30, 2023.