

## STATE OF NORTH DAKOTA OFFICE OF ATTORNEY GENERAL

www.attorneygeneral.nd.gov (701) 328-2210

Drew H. Wrigley
ATTORNEY GENERAL

BUREAU OF CRIMINAL INVESTIGATION 1720 BURLINGTON DRIVE, SUITE B, PO BOX 1054 BISMARCK, ND 58502-1054 (701) 328-5500 FAX (701) 328-5510 1-800-472-2185 (Toll Free)

Written testimony of Director Lonnie Grabowska North Dakota Bureau of Criminal Investigation (NDBCI) North Dakota Office of Attorney's General (NDOAG)

Tuesday, February 14, 2023, at 4:00 pm (CST) House Appropriations Committee Chairman Don Vigesaa

Testimony in support of House Bill (HB) 1309

Chairman Vigesaa and Members of the House Appropriations Committee:

My name is Lonnie Grabowska, and I am the Director of the North Dakota Bureau of Criminal Investigation (NDBCI). I am here on behalf of the North Dakota Office of Attorney's General (NDOAG) to testify in support of House Bill 1309. On October 26<sup>th</sup>, 2022, I testified in front of the Employee Benefits Programs Committee (EBPC) regarding a draft bill (23.0077.01000) to increase the multiplier for the BCI Public Safety retirement plan. The committee moved the bill forward with a unanimous favorable recommendation.

EBPC Chairman Boschee introduced the draft bill as House Bill 1309. It is our goal to improve the system to allow BCI Agents to retire with approximately 60% of their salary after 20 years of active service which typically is around age 55. To be eligible for hire as a BCI agent, an individual must have a bachelor's degree and five years of investigative experience, or an acceptable combination of both. Because of our hiring requirements, the average age of hire for an Agent is 34 years of age.

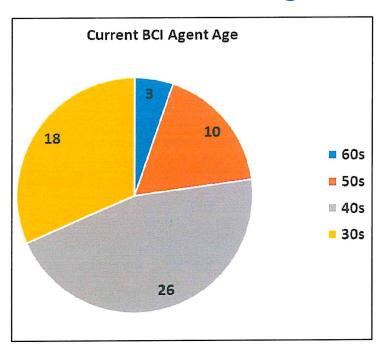
Under the current 1.75 multiplier in the Public Safety retirement plan, an Agent hired at age 34 would have to work until age 68 to achieve 60% retirement. The North Dakota Office of Attorney's General's Finance Division worked with NDPERS to determine the actual cost of the proposed bill. According to the attached fiscal note, the financial cost is estimated to be \$1.37 million per biennium. Also attached for your convenience is a fact sheet with relevant information that I will present at this time.



### State Law Enforcement (BCI) Retirement Plan

| Benefit Multiplier        | Contributions                      | Vesting   | Normal Retirement Age    |
|---------------------------|------------------------------------|-----------|--------------------------|
| 2.00% - (1.75% for new    | 16.95% Total                       | 36 Months | Meet the Rule of 85 or   |
| hires on or after January |                                    |           | attain age 55 and have 3 |
| 1, 2020)                  | <ul> <li>9.81% Employer</li> </ul> |           | years of                 |
|                           | <ul> <li>6% Employee</li> </ul>    |           | eligible service         |
|                           | • 1.14% RHIC                       |           |                          |

### **Current BCI Agent Demographics**



Average age of hire for BCI Agents:

33.8

Average age of current BCI Agents:

44.4

**Total number of BCI agents:** 

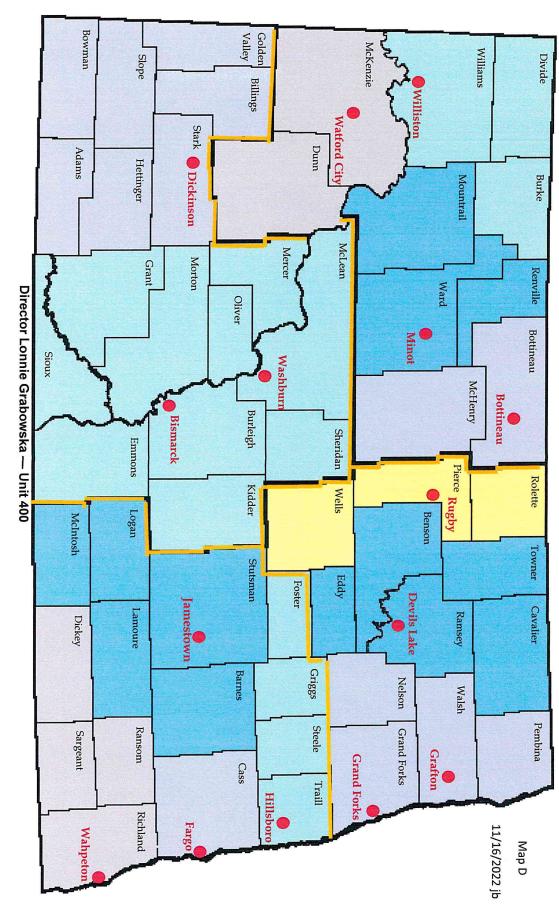
57

50 male, 7 female

# PROPOSED State Law Enforcement (BCI) Retirement Plan in HB 1309

| Benefit Multiplier   | Contributions                       | Vesting    | Normal Retirement Age     |
|--|-------------------------------------|------------|---------------------------|
| 3.00% for first 20 years   | 28.66% Total                        | 120 Months | Meet the Rule of 85 or    |
| 1.75% for years over 20  | (Based on 11.71% increase           |            | attain age 55 and have 10 |
| Committee School Committee | from actuarial report)              | ;          | years of                  |
|  | <ul> <li>21.52% Employer</li> </ul> |            | eligible service          |
|  | <ul> <li>6% Employee</li> </ul>     |            | Chigher Service           |
|  | • 1.14% RHIC                        |            |                           |

# NORTH DAKOTA BUREAU OF CRIMINAL INVESTIGATION



West Region - C/A Ben Leingang - Unit 402
Supervisory Special Agent - Pat Lenertz
Supervisory Special Agent - Mark Nickel
Supervisory Special Agent - Lindsay Wold

Supervisory Special Agent— Jim Shaw (Cyber Crime)
POST & 24/7 C/A Steve Harstad - Unit 401

East Region - C/A Casey Miller - Unit 403 Supervisory Special Agent - Arnie Rummel Supervisory Special Agent - Steve Gilpin