

STATE OF NORTH DAKOTA

OFFICE OF ATTORNEY GENERAL

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BUREAU OF CRIMINAL INVESTIGATION

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ATTORNEY GENERAL

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

Monday, March 27, 2023, at 9:00 am (CST) Senate Appropriations Government Operations Division Chairmen Terry Wanzek

Testimony in support of House Bill (HB) 1309

Chairmen Wanzek and Members of the Senate Appropriations Government Operations Division:

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 26th, 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 has continued to work with NDPERS to determine the cost of the proposed bill. Also attached for your convenience is a fact sheet with relevant information related to the bill.

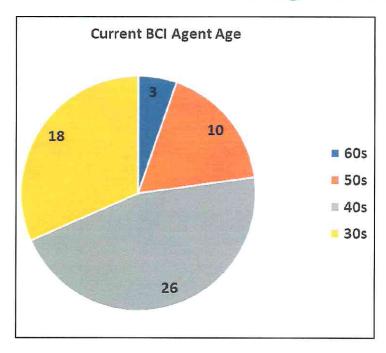
NDBCI worked with Senator Sean Cleary to amend House Bill 1309, when the bill was being reviewed by the Senate State and Local Government Committee. The amendment increases the employee contribution 2%, ultimately raising the current employee contribution of 6% to 8% over the next two years. The amendment results in a reduction to the initial fiscal note.



State Law Enforcement (BCI) Retirement Plan

Benefit Multiplier	Contributions		Vesting	Normal Retirement Age
2.00% - (1.75% for new hires on or after January	16.959	% Total	36 Months	Meet the Rule of 85 or attain age 55 and have 3
1, 2020)	•	9.81% Employer 6% Employee		years of 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:

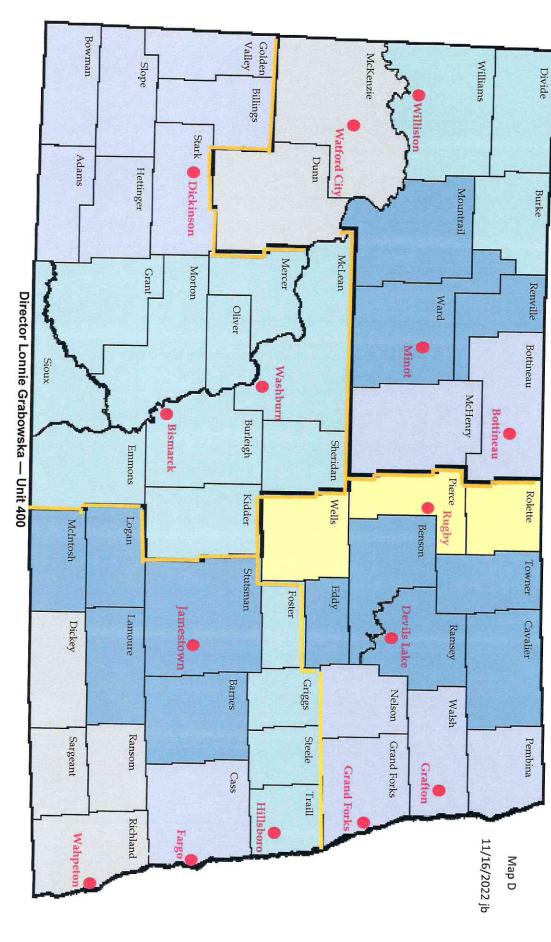
57

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 attain age 55 and have 10 years of eligible service
1.75% for years over 20	(Based on 11.71% increase from actuarial report) • 19.52% Employer • 8% Employee		
	• 1.14% RHIC		

NORTH DAKOTA BUREAU OF CRIMINAL INVESTIGATION



West Region - C/A Ben Leingang - Unit 402
Supervisory Special Agent - Pat Lenerty

Supervisory Special Agent – Pat Lenertz Supervisory Special Agent – Mark Nickel Supervisory Special Agent - Lindsay Wold

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

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