

**Department 101 - Governor's Office
Senate Bill No. 2001**

Executive Budget Comparison to Base Level

	General Fund	Other Funds	Total
2023-25 Executive Budget	\$5,944,435	\$0	\$5,944,435
2023-25 Base Level	4,587,944	0	4,587,944
Increase (Decrease)	\$1,356,491	\$0	\$1,356,491

Selected Budget Changes Recommended in the Executive Budget

	General Fund	Other Funds	Total
1. Adds funding for state employee salary and benefit increases, of which \$360,782 is for salary increases and \$84,420 is for health insurance increases	\$445,202	\$0	\$445,202
2. Adds 1 FTE policy advisor position and 1 FTE communications position	\$501,808	\$0	\$501,808
3. Adds one-time funding for customer relationship management software	\$130,000	\$0	\$130,000
4. Adds one-time funding for Governor's transition in and out expenses	\$65,000	\$0	\$65,000

A summary of the executive budget changes to the agency's base level appropriations is attached as an appendix.

A copy of the draft appropriations bill containing the executive budget recommendations is attached as an appendix.

Selected Bill Sections Recommended in the Executive Budget

Additional income - Section 3 would appropriate any additional federal or other funds available to the Governor's office during the 2023-25 biennium.

Governor's salary - Section 4 would allow the Governor to decline a salary during the 2023-25 biennium and would allow funding in the Governor's salary line item to be transferred to other line items. Section 5 would amend North Dakota Century Code Section 54-07-04 to increase the Governor's salary by 6 percent on July 1, 2023, and 4 percent on July 1, 2024, as follows:

	Current Level	July 1, 2023	July 1, 2024
Governor	\$143,646	\$152,265	\$158,355

Lieutenant Governor's salary - Section 6 would amend Section 54-08-03 to increase the Lieutenant Governor's salary by 6 percent on July 1, 2023, and by 4 percent on July 1, 2024, as follows:

	Current Level	July 1, 2023	July 1, 2024
Lieutenant Governor	\$111,727	\$118,431	\$123,168

Continuing Appropriations

Governor's Prevention and Advisory Council - Section 54-07-07 - Appropriates any funding obtained by the council to discourage impaired driving and alcohol and drug abuse by minors.

Deficiency Appropriations

There are no deficiency appropriations for this agency.

Significant Audit Findings

There are no significant audit findings for this agency.

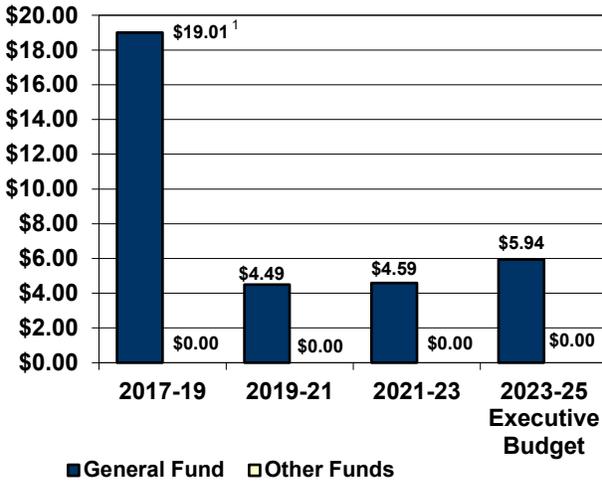
Major Related Legislation

At this time, no major related legislation affecting this agency has been introduced.

Historical Appropriations Information

Agency Appropriations and FTE Positions

Agency Funding (Millions)



FTE Positions



¹ Includes a \$15 million general fund transfer to the Theodore Roosevelt Presidential Library and Museum endowment fund.

Ongoing General Fund Appropriations

	2015-17	2017-19	2019-21	2021-23	2023-25 Executive Budget
Ongoing general fund appropriations	\$4,094,559	\$4,007,758	\$4,287,298	\$4,587,944	\$5,749,435
Increase (decrease) from previous biennium	N/A	(\$86,801)	\$279,540	\$300,646	\$1,161,491
Percentage increase (decrease) from previous biennium	N/A	(2.1%)	7.0%	7.0%	25.3%
Cumulative percentage increase (decrease) from 2015-17 biennium	N/A	(2.1%)	4.7%	12.0%	40.4%

Major Increases (Decreases) in Ongoing General Fund Appropriations

2017-19 Biennium

1. Reduced funding for salaries and wages (\$93,004)
2. Reduced funding for operating expenses (\$45,254)

2019-21 Biennium

1. Underfunded salaries and wages (\$86,305)
2. Added funding for temporary employees \$30,000
3. Added funding for operating expenses \$60,000

2021-23 Biennium

1. Added funding for salary equity \$150,000
2. Added funding for event travel expenses \$50,000

2023-25 Biennium (Executive Budget Recommendation)

1. Adds 2 FTE positions \$501,808
2. Adds funding for a new Capitol space rent model \$159,854

One-Time General Fund Appropriations

	2015-17	2017-19	2019-21	2021-23	2023-25 Executive Budget
One-time general fund appropriations	\$110,200	\$15,000,000	\$204,808	\$0	\$195,000

Major One-Time General Fund Appropriations

2017-19 Biennium

- | | |
|---|--------------|
| 1. Provided for a \$15 million appropriation from the general fund to be transferred to the Theodore Roosevelt Presidential Library and Museum endowment fund | \$15,000,000 |
|---|--------------|

2019-21 Biennium

- | | |
|---|-----------|
| 1. Added funding for a board and commission database project | \$139,808 |
| 2. Added funding for transition costs in the event a new Governor was elected | \$65,000 |

2021-23 Biennium

- | | |
|------|-----|
| None | \$0 |
|------|-----|

2023-25 Biennium (Executive Budget Recommendation)

- | | |
|---|-----------|
| 1. Adds funding for customer relationship management software | \$130,000 |
| 2. Adds funding for Governor transition costs | \$65,000 |

Governor's Office - Budget No. 101
Senate Bill No. 2001
Base Level Funding Changes

	Executive Budget Recommendation			
	FTE Positions	General Fund	Other Funds	Total
2023-25 Biennium Base Level	17.00	\$4,587,944	\$0	\$4,587,944
2023-25 Ongoing Funding Changes				
Base payroll and budget changes		\$54,627		\$54,627
Salary increase		360,782		360,782
Health insurance increase		84,420		84,420
New FTE positions	2.00	501,808		501,808
New Capitol rent space model		159,854		159,854
Total ongoing funding changes	2.00	\$1,161,491	\$0	\$1,161,491
One-time funding items				
CRM software		\$130,000		\$130,000
Governor transition costs		65,000		65,000
Total one-time funding changes	0.00	\$195,000	\$0	\$195,000
Total Changes to Base Level Funding	2.00	\$1,356,491	\$0	\$1,356,491
2023-25 Total Funding	19.00	\$5,944,435	\$0	\$5,944,435
<i>Federal funds included in other funds</i>			<i>\$0</i>	
<i>Total ongoing changes as a percentage of base level</i>	<i>11.8%</i>	<i>25.3%</i>		<i>25.3%</i>
<i>Total changes as a percentage of base level</i>	<i>11.8%</i>	<i>29.6%</i>		<i>29.6%</i>

Other Sections in Governor's Office - Budget No. 101

	Executive Budget Recommendation
Additional income	Section 3 would appropriate any additional federal or other funds available to the Governor's office during the 2023-25 biennium.
Governor's salary	Section 4 would allow the Governor to decline a salary during the 2023-25 biennium and would allow funding in the Governor's salary line item to be transferred to other line items. Section 5 would amend Section 54-07-04 to increase the Governor's salary by 6 percent on July 1, 2023, and 4 percent on July 1, 2024.
Lieutenant Governor's salary	Section 6 would amend Section 54-08-03 to increase the Lieutenant Governor's salary by 6 percent on July 1, 2023, and by 4 percent on July 1, 2024.

SENATE BILL NO. 2001
(Governor’s Recommendation)

Introduced by

Appropriations Committee

(At the request of the Governor)

A bill for an act to provide an appropriation for defraying the expenses of the office of the governor; to amend and reenact sections 54-07-04 and 54-08-03 of the North Dakota Century Code, relating to the salary of the governor and lieutenant governor.

BE IT ENACTED BY THE LEGISLATIVE ASSEMBLY OF NORTH DAKOTA:

SECTION 1. APPROPRIATION. The funds provided in this section, or so much of the funds as may be necessary, are appropriated out of any moneys in the general fund in the state treasury, not otherwise appropriated, to the office of the governor for the purpose of defraying the expenses of the office of the governor, for the biennium beginning July 1, 2023, and ending June 30, 2025, as follows:

	<u>Base Level</u>	<u>Adjustments or Enhancements</u>	<u>Appropriation</u>
Salaries and Wages	\$3,861,034	\$1,024,322	\$4,885,356
Governor’s Salary	284,475	49,473	333,948
Operating Expenses	421,635	217,696	639,331
Contingencies	10,000	0	10,000
Transition In	0	15,000	15,000
Transition Out	0	50,000	50,000
Roughrider Awards	<u>10,800</u>	<u>0</u>	<u>10,800</u>
Total General Fund	\$4,587,944	\$1,356,491	\$5,944,435
Full-time Equivalent Positions	17.00	2.00	19.00

SECTION 2. ONE-TIME FUNDING. The following amounts reflect the one-time funding items approved by the sixty-sixth legislative assembly for the 2021-23:

<u>One-Time Funding Description</u>	<u>2021-23</u>	<u>2023-25</u>
Governor’s Transition Lines	\$ 0	\$65,000
Customer Relations IT Project	<u>0</u>	<u>130,000</u>
Total General Fund	\$0	\$195,000

SECTION 3. APPROPRIATION - GOVERNOR'S OFFICE. In addition to the amounts appropriated to the governor’s office in section 1 of this Act, there is appropriated any additional income from federal or other funds which may become available to the agency for the biennium beginning July 1, 2023 and ending June 30, 2025. Any funds received under this section must be used for the specific purpose intended for the funds or transferred to the appropriate state agency or institution. Upon receipt of the funds under this section, the governor’s office shall provide a report to the budget section regarding the source, amount, and purpose of the funds received.

SECTION 4. GOVERNOR'S SALARY – EXEMPTION The governor's salary line item in section 1 of this Act includes the sum of \$333,948 for the salary of the governor for the biennium beginning July 1, 2023 and ending June 30, 2025. If the governor chooses not to accept the salary or any portion of the salary pursuant to section 54-07-04, section 54-07-04 does not apply to the portion of the salary not accepted. Notwithstanding section 54-16-04, the office of management and budget may transfer appropriation authority from the governor's salary line item to other line items in section 1 of this Act.

SECTION 5. AMENDMENT. Section 54-07-04 of the North Dakota Century Code is amended and reenacted as follows:

54-07-04. Salary of governor. The annual salary of the governor is ~~one hundred forty-three thousand six hundred forty-six dollars through June 30, 2023, and one hundred fifty-two thousand two hundred sixty-five dollars through June 30, 2024 and one hundred fifty-eight thousand three hundred fifty-five dollars thereafter.~~

SECTION 6. AMENDMENT. Section 54-08-03 of the North Dakota Century Code is amended and reenacted as follows:

54-08-03. Salary of lieutenant governor. The annual salary of the lieutenant governor is ~~one hundred eleven thousand seven hundred twenty-seven dollars through June 30, 2023 and one hundred eighteen thousand four hundred thirty-one dollars through June 30, 2024 and one hundred twenty-three thousand one hundred sixty-eight dollars thereafter.~~