

STATEMENT OF PURPOSE OF AMENDMENT:

House Bill No. 1005 - State Treasurer - House Action

	Base Budget	House Changes	House Version
Salaries and wages	\$1,605,584	\$975,431	\$2,581,015
New and vacant FTE pool		54,672	54,672
Operating expenses	265,346	804,258	1,069,604
Coal severance payments	118,000	4,000	122,000
Carbon dioxide pipeline payments		2,000,000	2,000,000
Total all funds	\$1,988,930	\$3,838,361	\$5,827,291
Less estimated income	0	1,711,352	1,711,352
General fund	\$1,988,930	\$2,127,009	\$4,115,939
FTE	7.00	4.00	11.00

Department 120 - State Treasurer - Detail of House Changes

	Adds Funding for Salary and Benefit Increases ¹	Adds Funding to Replace 2023-25 FTE Pool ²	Transfers Funding for 2025-27 New and Vacant FTE Pool ³	Transfers Funding Between Line Items ⁴	Transfers FTE Positions from Trust Lands ⁵	Transfers Unclaimed Property Operating Expenses ⁶
Salaries and wages	\$159,675	\$21,090	(\$78,103)	\$14,372	\$858,397	
New and vacant FTE pool			54,672			
Operating expenses				(14,372)		\$687,000
Coal severance payments						
Carbon dioxide pipeline payments						
Total all funds	\$159,675	\$21,090	(\$23,431)	\$0	\$858,397	\$687,000
Less estimated income	55,681	0	(7,726)	0	858,397	687,000
General fund	\$103,994	\$21,090	(\$15,705)	\$0	\$0	\$0
FTE	0.00	0.00	0.00	0.00	4.00	0.00

	Adds Funding for IT Rate Increases ⁷	Adds Funding for Distributions ⁸	Adds One-Time Funding Items ⁹	Total House Changes
Salaries and wages				\$975,431
New and vacant FTE pool				54,672
Operating expenses	\$13,630		\$118,000	804,258
Coal severance payments		\$4,000		4,000
Carbon dioxide pipeline payments		2,000,000		2,000,000
Total all funds	\$13,630	\$2,004,000	\$118,000	\$3,838,361
Less estimated income	0	0	118,000	1,711,352
General fund	\$13,630	\$2,004,000	\$0	\$2,127,009
FTE	0.00	0.00	0.00	4.00

¹ The following funding is added for 2025-27 biennium salary adjustments of 3 percent on July 1, 2025, and 3 percent on July 1, 2026, and increases in health insurance premiums from \$1,643 to \$1,893 per month:

	General Fund	Other Funds	Total
Salary increase	\$61,957	\$31,661	\$93,618
Health insurance increase	42,037	24,020	66,057
Total	\$103,994	\$55,681	\$159,675

² Funding of \$21,090 is added from the general fund to replace 2023-25 biennium new and vacant FTE pool funding for vacant FTE positions.

³ Funding of \$78,103 for estimated savings from vacant FTE positions is removed and funding of \$54,672 is added for a 2025-27 new and vacant FTE pool line item as follows:

	General Fund	Other Funds	Total
Vacant FTE positions	(\$52,351)	(\$25,752)	(\$78,103)
Funding pool line item	<u>36,646</u>	<u>18,026</u>	<u>54,672</u>
Net savings	(\$15,705)	(\$7,726)	(\$23,431)

⁴ Funding of \$14,372 is transferred from the operating expenses line item to the salaries and wages line item for cost to continue 2023-25 salary increases.

⁵ The following unclaimed property FTE positions and related funding are transferred from the Department of Trust Lands to the State Treasurer:

	FTE Positions	General Fund	Other Funds	Total
Unclaimed property program manager position	1.00	\$0	\$282,917	\$282,917
Unclaimed property administrative services positions	<u>3.00</u>	<u>0</u>	<u>575,480</u>	<u>575,480</u>
Total	4.00	\$0	\$858,397	\$858,397

⁶ Funding of \$687,000 from special funds for unclaimed property operating expenses is transferred from the Department of Trust Lands to the State Treasurer.

⁷ Funding of \$13,630 from the general fund is added from the general fund for information technology rate increases.

⁸ Funding of \$2,004,000 from the general fund is added for distributions as follows:

- \$4,000 for coal severance shortfall payments to provide total funding of \$122,000.
- \$2,000,000 for carbon dioxide pipeline payments in lieu of taxes pursuant to Section 57-06-17.2.

⁹ One-time funding is added as follows:

- \$110,000 from the strategic investment and improvements fund for information technology projects.
- \$8,000 from special funds for office furniture or equipment related to unclaimed property.

The House version:

- Adds a section regarding the use of funding in the new and vacant FTE pool line item.
- Adds a section identifying \$110,000 from the strategic investment and improvements fund for information technology projects.
- Adds sections to transfer the administration of unclaimed property from the Department of Trust Lands to the State Treasurer.
- Adds a section to provide the statutory changes necessary to increase the State Treasurer's annual salary to \$139,256 (3 percent) effective July 1, 2025, and to \$143,434 (3 percent) effective July 1, 2026.