

**STATEMENT OF PURPOSE OF AMENDMENT:****Senate Bill No. 2010 - Funding Summary**

|                                      | <b>Executive<br/>Budget</b> | <b>Final<br/>Legislative<br/>Action</b> | <b>Comparison<br/>To Executive<br/>Budget</b> |
|--------------------------------------|-----------------------------|---|---|
| Insurance Tax to Fire<br>Departments |                             |   |   |
| Grants                               | \$5,304,000                 | \$5,304,000                             |   |
|                                      | <hr/>                       | <hr/>                                   | <hr/>   |
| Total all funds                      | \$5,304,000                 | \$5,304,000                             | \$0   |
| Less estimated income                | 5,304,000                   | 5,304,000                               | 0   |
| General fund                         | \$0                         | \$0                                     | \$0   |
|                                      |                             |   |   |
| FTE                                  | 0.00                        | 0.00                                    | 0.00  |
|                                      |                             |   |   |
| Insurance Department                 |                             |   |   |
| Salaries and wages                   | \$4,754,936                 | \$4,698,378                             | (\$56,558)                                    |
| Operating expenses                   | 1,576,501                   | 1,781,501                               | 205,000                                       |
| Capital assets                       | 6,900                       | 6,900                                   |   |
|                                      | <hr/>                       | <hr/>                                   | <hr/>   |
| Total all funds                      | \$6,338,337                 | \$6,486,779                             | \$148,442                                     |
| Less estimated income                | 6,338,337                   | 6,486,779                               | 148,442                                       |
| General fund                         | \$0                         | \$0                                     | \$0   |
|                                      |                             |   |   |
| FTE                                  | 45.50                       | 45.50                                   | 0.00  |
|                                      |                             |   |   |
| Bill Total                           |                             |   |   |
| Total all funds                      | \$11,642,337                | \$11,790,779                            | \$148,442                                     |
| Less estimated income                | 11,642,337                  | 11,790,779                              | 148,442                                       |
| General fund                         | \$0                         | \$0                                     | \$0   |
|                                      |                             |   |   |
| FTE                                  | 45.50                       | 45.50                                   | 0.00  |

**Senate Bill No. 2010 - Insurance Tax to Fire Departments - Senate Action**

This amendment also removes the grants line item in Section 1 of the bill as introduced relating to making payments of insurance premiums to fire departments (\$5,200,000) and to the North Dakota Firefighter's Association (\$104,000) from the insurance tax distribution fund as the funding for these payments is also appropriated in Section 2 of the bill.

**Senate Bill No. 2010 - Insurance Tax to Fire Departments - House Action**

This amendment amends Section 2 of the bill to refer to the North Dakota Firefighter's Association instead of the North Dakota Firemen's Association.

**Senate Bill No. 2010 - Insurance Tax to Fire Departments - Conference Committee Action**

The Senate acceded to the House amendments.

**Senate Bill No. 2010 - Insurance Department - Senate Action**

|                       | <b>Executive<br/>Budget</b> | <b>Senate<br/>Changes</b> | <b>Senate<br/>Version</b> |
|-----------------------|-----------------------------|---------------------------|---------------------------|
| Salaries and wages    | \$4,754,936                 | (\$51,708)                | \$4,703,228               |
| Operating expenses    | 1,576,501                   | 55,000                    | 1,631,501                 |
| Capital assets        | 6,900                       |                           | 6,900                     |
| Total all funds       | <u>\$6,338,337</u>          | <u>\$3,292</u>            | <u>\$6,341,629</u>        |
| Less estimated income | <u>6,338,337</u>            | <u>3,292</u>              | <u>6,341,629</u>          |
| General fund          | \$0                         | \$0                       | \$0                       |
| FTE                   | 45.50                       | 0.00                      | 45.50                     |

**Department No. 401 - Insurance Department - Detail of Senate Changes**

|                       | <b>Removes<br/>Recommended<br/>Salary Increase<sup>1</sup></b> | <b>Provides<br/>Funding for<br/>Health<br/>Insurance<br/>Mandate<br/>Analyses<sup>2</sup></b> | <b>Total Senate<br/>Changes</b> |
|-----------------------|--|---|---------------------------------|
| Salaries and wages    | (\$51,708)   |   | (\$51,708)                      |
| Operating expenses    |  | 55,000  | 55,000                          |
| Capital assets        |  |   |                                 |
| Total all funds       | <u>(\$51,708)</u>  | <u>\$55,000</u>   | <u>\$3,292</u>                  |
| Less estimated income | <u>(51,708)</u>  | <u>55,000</u>   | <u>3,292</u>                    |
| General fund          | \$0  | \$0   | \$0                             |
| FTE                   | 0.00   | 0.00  | 0.00                            |

<sup>1</sup> This amendment removes the Governor's recommendation for state employee salary increases and retains the recommended state payment for health insurance.

<sup>2</sup> This amendment provides funding of \$55,000 from special funds relating to the payment for cost-benefit analyses of 2005 Legislative Assembly measures mandating health insurance coverage. (North Dakota Century Code Section 54-03-28 requires these analyses.)

**Senate Bill No. 2010 - Insurance Department - House Action**

|                       | <b>Executive<br/>Budget</b> | <b>Senate<br/>Version</b> | <b>House<br/>Changes</b> | <b>House<br/>Version</b> |
|-----------------------|-----------------------------|---------------------------|--------------------------|--------------------------|
| Salaries and wages    | \$4,754,936                 | \$4,703,228               | (\$4,850)                | \$4,698,378              |
| Operating expenses    | 1,576,501                   | 1,631,501                 | 150,000                  | 1,781,501                |
| Capital assets        | 6,900                       | 6,900                     |                          | 6,900                    |
| Total all funds       | <u>\$6,338,337</u>          | <u>\$6,341,629</u>        | <u>\$145,150</u>         | <u>\$6,486,779</u>       |
| Less estimated income | <u>6,338,337</u>            | <u>6,341,629</u>          | <u>145,150</u>           | <u>6,486,779</u>         |
| General fund          | \$0                         | \$0                       | \$0                      | \$0                      |
| FTE                   | 45.50                       | 45.50                     | 0.00                     | 45.50                    |

**Department No. 401 - Insurance Department - Detail of House Changes**

|                       | <b>Reduces<br/>Recommended<br/>Funding for<br/>Health<br/>Insurance<sup>1</sup></b> | <b>Increases<br/>Funding for<br/>Operating<br/>Expenses<sup>2</sup></b> | <b>Total House<br/>Changes</b> |
|-----------------------|---|---|--------------------------------|
| Salaries and wages    | (\$4,850)   |   | (\$4,850)                      |
| Operating expenses    |   | 150,000   | 150,000                        |
| Capital assets        |   |   |                                |
| Total all funds       | (\$4,850)   | \$150,000   | \$145,150                      |
| Less estimated income | (4,850)   | 150,000   | 145,150                        |
| General fund          | \$0   | \$0   | \$0                            |
| FTE                   | 0.00  | 0.00  | 0.00                           |

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<sup>1</sup> This amendment reduces funding for state employee health insurance premiums from \$493 per month to \$488.70 per month.

<sup>2</sup> This amendment increases funding for operating expenses by \$150,000 of special funds, from \$1,631,501 to \$1,781,501, for marketing efforts associated with the Insurance Commissioner's fraud unit established in 2003 House Bill No. 1231.

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This amendment also changes the amount of administrative costs allocated to the anhydrous ammonia storage facility inspection fund from \$75,000 to \$175,000 to provide necessary funding for costs associated with the Insurance Commissioner's activities.

**Senate Bill No. 2010 - Insurance Department - Conference Committee Action**

The Senate acceded to the House amendments.