

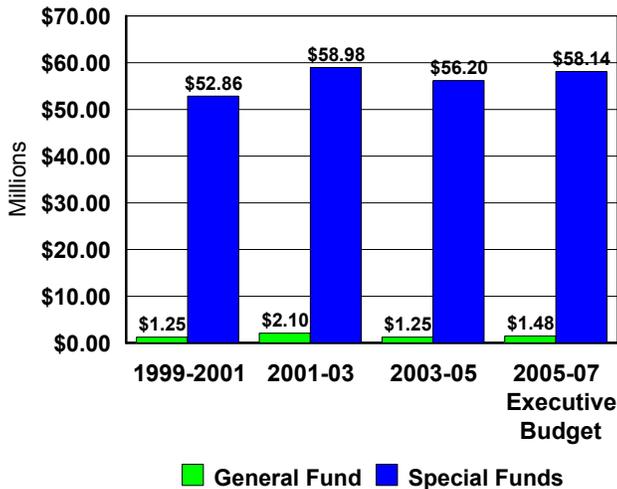
**Department 380 - Job Service North Dakota
 Senate Bill No. 2016**

	FTE Positions	General Fund	Other Funds	Total
2005-07 Executive Budget	355.80	\$1,480,724	\$58,139,352	\$59,620,076
2003-05 Legislative Appropriations	366.17 ¹	1,250,000	56,204,717	57,454,717 ²
Increase (Decrease)	(10.37)	\$230,724	\$1,934,635	\$2,165,359

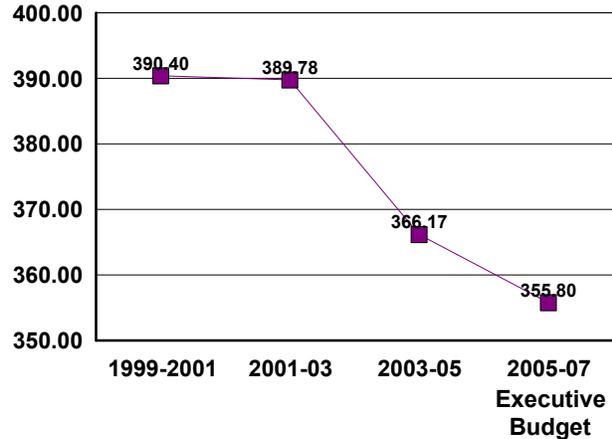
¹The number of FTE positions for the 2003-05 biennium has been adjusted to reflect the reduction and transfer of 1 FTE position relating to information technology services, including electronic mail, file and print server administration, data base administration, storage, application server, and hosting services from Job Service North Dakota to the Information Technology Department as of November 1, 2003, provided for in Section 10 of House Bill No. 1505.

²The 2003-05 appropriation amounts do not include \$225,000 of general fund carryover from the 2001-03 biennium and \$40,000 of special funds resulting from the sale of the old Bismarck customer service building.

Agency Funding



FTE Positions



First House Action

Attached is a summary of the first house changes.

**Executive Budget Highlights
 (With First House Changes Noted)**

	General Fund	Other Funds	Total
1. Increases funding for Work Force 2000, from \$1,250,000 to \$1,480,724, to account for \$225,000 of carryover from the 2001-03 biennium and an increase of \$5,724 relating to the executive budget compensation recommendation. The Senate reduced funding for the Work Force 2000 program by \$225,384 from the general fund.	\$230,724		\$230,724
2. Deletes 10.37 FTE positions not requested by the agency		(\$951,549)	(\$951,549)
3. Increases operating expenses to provide funding for ConnectND charges		\$120,097	\$120,097
4. Decreases funding for operating expenses to reflect savings from the information technology functional consolidation required by North Dakota Century Code Section 54-59-22		(\$117,258)	(\$117,258)

5. Decreases funding for operating expenses by \$1,293,285, as follows:		
Information technology - Data processing	(\$207,674)	(\$207,674)
Information technology - Software and supplies	(\$151,097)	(\$151,097)
Information technology - Contractual services	\$195,777	\$195,777
Operating fees and services	(\$282,892)	(\$282,892)
Repairs	\$146,514	\$146,514
Office supplies	(\$105,412)	(\$105,412)
Professional supplies	(\$137,708)	(\$137,708)
Information technology equipment under \$5,000	(\$453,468)	(\$453,468)
Other	(\$297,325)	(\$297,325)
Total	(\$1,293,285)	(\$1,293,285)
6. Provides funding for bond payments for the new Bismarck customer service office	\$205,000	\$205,000
7. Adjusts funding for grants by \$1,429,373, from \$7,617,792 to \$9,047,165 to account for agency activities	\$1,429,373	\$1,429,373
8. Provides funding to launch a significant reemployment effort (Work First-Reed Act)	\$256,560	\$256,560
9. Provides funding to carry out procurement planning for replacement of the current unemployment insurance tax and benefit system	\$525,000	\$525,000

Major Related Legislation

Senate Bill No. 2016 - Work Force 2000 - Section 7 of Engrossed Senate Bill No. 2016 requires a minimum of 50 percent of the funding provided for Work Force 2000 be used for projects for new or expanding businesses in North Dakota.

Senate Bill No. 2016 - Work First-Reed Act - Section 8 of Engrossed Senate Bill No. 2016 provides that the funding provided for Work First-Reed Act be used by Job Service North Dakota to carry out a demonstration project on the effectiveness of certain actions in causing more rapid reemployment of unemployment insurance claimants and a corresponding reduction in the average duration of claims.

Senate Bill No. 2085 - Performance audits - This bill changes the frequency of agency performance audits.

Senate Bill No. 2086 - Fees for services - This bill allows the agency to charge reasonable fees for providing job task services, testing services, job fair services, and personal reemployment account services and provides the agency a continuing appropriation to use the fees collected for providing such services.

Senate Bill No. 2374 - Shared work demonstration project - This bill provides a \$40,000 general fund appropriation to Job Service North Dakota for the purpose of funding implementation costs associated with implementing a shared work demonstration project.

House Bill No. 1027 - Unemployment compensation tax rate - This bill revised the formula for determining unemployment compensation tax rates so that a proportionately greater responsibility is shifted to negative balance employers for that portion of the unemployment insurance tax burden which represents the amount of revenue necessary to make due progress toward the unemployment insurance reserve fund solvency target.

House Bill No. 1028 - Job Service North Dakota advisory council - This bill establishes an eight-member Job Service North Dakota advisory council, appointed by the Governor, for the purpose of advising Job Service North Dakota regarding issues relating to the operations, effectiveness, fairness, and efficiency of the unemployment insurance program.

House Bill No. 1059 - Name change and eligibility for Work Force 2000 funds - This bill changes the name for the Work Force 2000 program to the Work Force 20/20 program and revises eligibility for the program.