

**Department 701 - State Historical Society  
House Bill No. 1018**

**Dalrymple Executive Budget Comparison to Prior Biennium Appropriations**

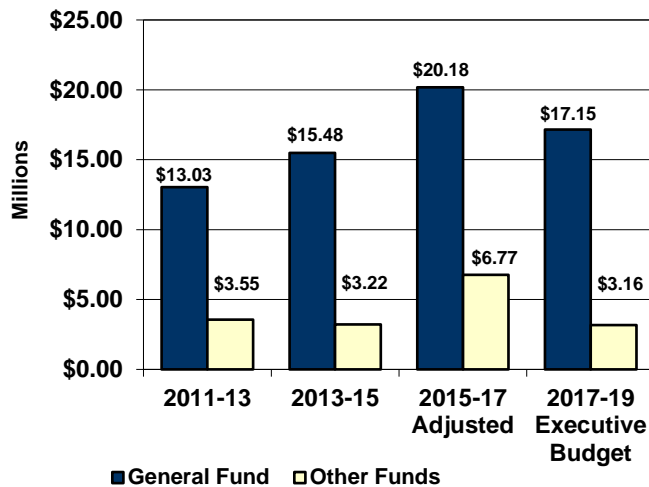
	FTE Positions	General Fund	Other Funds	Total
2017-19 Dalrymple Executive Budget	77.00	\$17,149,885	\$3,161,503	\$20,311,388
2015-17 Adjusted Legislative Appropriations <sup>1</sup>	78.00	20,177,760	6,774,901	26,952,661
Increase (Decrease)	(1.00)	(\$3,027,875)	(\$3,613,398)	(\$6,641,273)

<sup>1</sup>The 2015-17 biennium agency appropriation amounts reflect general fund budget reductions made in August 2016, but do not include \$15,000 of allocations from the general fund to the agency from the state agency energy impact funding pool for temporary salary adjustments for agency employees located in areas of the state affected by energy development.

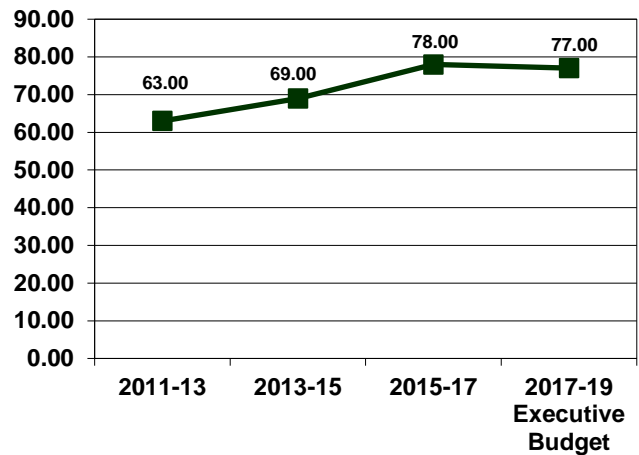
**Ongoing and One-Time General Fund Appropriations**

	Ongoing General Fund Appropriation	One-Time General Fund Appropriation	Total General Fund Appropriation
2017-19 Dalrymple Executive Budget	\$17,149,885	\$0	\$17,149,885
2015-17 Adjusted Legislative Appropriations	17,254,791	2,922,969	20,177,760
Increase (Decrease)	(\$104,906)	(\$2,922,969)	(\$3,027,875)

**Agency Funding**



**FTE Positions**



**Dalrymple Executive Budget Comparison to Base Level**

	General Fund	Other Funds	Total
2017-19 Dalrymple Executive Budget	\$17,149,885	\$3,161,503	\$20,311,388
2017-19 Base Level	17,254,791	3,299,901	20,554,692
Increase (Decrease)	(\$104,906)	(\$138,398)	(\$243,304)

**First House Action**

Attached is a comparison worksheet detailing first house changes to base level funding and the executive budget.

**Dalrymple and Burgum Executive Budget Highlights  
(With First House Changes in Bold)**

	General Fund	Other Funds	Total
1. Adds funding for state employee salary and benefit increases, of which \$51,598 is for salary increases and \$208,926 is for health insurance increases. (The Burgum budget removed funding for salary increases and provided for employees to pay for a portion of health insurance.) <b>The Senate removed funding for the salary increases.</b>	\$238,240	\$22,284	\$260,524
2. Adds funding related to base payroll changes	\$364,479	(\$10,682)	\$353,797
3. Removes 1 FTE custodial position	(\$106,393)		(\$106,393)

4. Unfunds 2 FTE positions. (The Burgum budget removed the 2 unfunded FTE positions.)	(\$58,237)		(\$58,237)
5. Reduces funding for temporary employees	(\$147,986)		(\$147,986)
6. Adjusts funding for capital assets. (The Burgum budget reduces funding for capital assets from the general fund by an additional \$22,641.)	(\$76,141)	\$225,000	\$148,859
7. Reduces grant funding		(\$300,000)	(\$300,000)
8. Reduces funding for operating expenses	(\$25,414)	(\$75,000)	(\$100,414)
9. Removes funding for cultural heritage grants	(\$293,454)		(\$293,454)

### Other Sections in House Bill No. 1018

**Health insurance increase** - Section 2 identifies the amount included in the agency appropriations relating to increases in employee health insurance premiums from \$1,130 to \$1,249 per month.

**Appropriation - Revolving fund** - Section 4 appropriates all fees collected and deposited in the revolving fund to the State Historical Society.

**Appropriation - Gifts, grants, and bequests** - Section 5 appropriates all gifts, grants, devises, bequests, donations, and assignments received by the State Historical Society to the State Historical Society.

**Exemption - Double Ditch Historic Site repairs** - Section 6 added by the House provides that the amount appropriated to the State Historical Society from the general fund, the state disaster relief fund, and Bank of North Dakota loan proceeds for the repair of the Double Ditch Historic Site, as contained in Sections 5 and 6 of Chapter 52 of the 2015 Session Laws, is not subject to the provisions of North Dakota Century Code Section 54-44.1-11.

**Legislative intent - Double Ditch Historic Site repairs** - Section 7 added by the House provides legislative intent that the State Historical Society refrain from obtaining the Bank of North Dakota loan for the repairs of Double Ditch Historic Site. It provides further intent that if the State Historical Society obtains the loan that the funding needed for repayment of the loan plus interest be raised by the State Historical Society from nonstate sources.

**Emergency declaration** - Section 8 added by the House declares Section 7 to be an emergency measure.

### Continuing Appropriations

**Concession fund** - Section 55-02-04 - Operation of the State Historical Society museum store.

**State Historical Society gifts and bequests fund** - Section 55-01-04 - Gifts and bequests for support of museum operations.

**State Historical Society revolving fund** - Section 55-03-04 - Archaeological permits.

### Significant Audit Findings

The operational audit of the State Historical Society conducted by the State Auditor's office for the biennium ended June 30, 2014, included significant audit findings related to the following:

- Segregation of duties weakness surrounding inventory.
- Lack of controls regarding inventory loss prevention.

### Major Related Legislation

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

**State Historical Society - Budget No. 701**  
**House Bill No. 1018**  
**Base Level Funding Changes**

	<b>Burgum Executive Budget Recommendation (Changes to Dalrymple Budget in Bold)</b>				<b>House Version</b>			
	<b>FTE Position</b>	<b>General Fund</b>	<b>Other Funds</b>	<b>Total</b>	<b>FTE Position</b>	<b>General Fund</b>	<b>Other Funds</b>	<b>Total</b>
<b>2017-19 Biennium Base Level</b>	78.00	\$17,254,791	\$3,299,901	\$20,554,692	78.00	\$17,254,791	\$3,299,901	\$20,554,692
<b>2017-19 Ongoing Funding Changes</b>								
Base payroll changes		\$364,479	(\$10,682)	\$353,797		\$364,479	(\$10,682)	\$353,797
<b>Salary increase</b>				<b>0</b>				<b>0</b>
Health insurance increase		191,055	17,871	208,926		191,055	17,871	208,926
<b>Employee portion of health insurance</b>		<b>(100,086)</b>	<b>(9,361)</b>	<b>(109,447)</b>				<b>0</b>
Removes FTE custodial position	(1.00)	(106,393)		(106,393)	(1.00)	(106,393)		(106,393)
Unfunds 2 FTE positions		(58,237)		(58,237)		(58,237)		(58,237)
<b>Removes 2 FTE positions</b>	<b>(2.00)</b>			<b>0</b>	<b>(2.00)</b>			<b>0</b>
Removes temporary employee funding		(147,986)		(147,986)		(147,986)		(147,986)
Removes grant funding			(300,000)	(300,000)			(300,000)	(300,000)
Removes funding for operating expenses		(250,414)	150,000	(100,414)		(250,414)	150,000	(100,414)
Removes funding for cultural heritage grants		(293,454)		(293,454)		(293,454)		(293,454)
Removes funding for Yellowstone-Missouri-Ft Union				0				0
Removes funding for exhibits				0				0
Removes funding for capital construction carryover				0				0
<b>Reduces funding for capital assets</b>		<b>(22,641)</b>		<b>(22,641)</b>		<b>(22,641)</b>		<b>(22,641)</b>
Underfunds salaries and wages				0		(437,428)		(437,428)
Removes funding for the Welk Homestead				0		(85,000)		(85,000)
Total ongoing funding changes	(3.00)	(\$423,677)	(\$152,172)	(\$575,849)	(3.00)	(\$846,019)	(\$142,811)	(\$988,830)
<b>One-time funding items</b>								
No one-time funding items				\$0				\$0
Total one-time funding changes	0.00	\$0	\$0	\$0	0.00	\$0	\$0	\$0
<b>Total Changes to Base Level Funding</b>	<b>(3.00)</b>	<b>(\$423,677)</b>	<b>(\$152,172)</b>	<b>(\$575,849)</b>	<b>(3.00)</b>	<b>(\$846,019)</b>	<b>(\$142,811)</b>	<b>(\$988,830)</b>
<b>2017-19 Total Funding</b>	<b>75.00</b>	<b>\$16,831,114</b>	<b>\$3,147,729</b>	<b>\$19,978,843</b>	<b>75.00</b>	<b>\$16,408,772</b>	<b>\$3,157,090</b>	<b>\$19,565,862</b>

**Other Sections in State Historical Society - Budget No. 701**

	<b>Burgum Executive Budget Recommendation (Changes to Dalrymple Budget in Bold)</b>	<b>House Version</b>
Health insurance increase		Section 2 identifies the funding increase for health insurance premium increases included in the agency's appropriation.
Appropriation - Revolving fund	Section 3 appropriates all fees collected and deposited in the revolving fund to the State Historical Society.	Section 4 appropriates all fees collected and deposited in the revolving fund to the State Historical Society.

**Other Sections in State Historical Society - Budget No. 701**

**Burgum Executive Budget Recommendation  
(Changes to Dalrymple Budget in Bold)**

**House Version**

Appropriation - Gifts, grants, and bequests

Section 4 appropriates all gifts, grants, devises, bequests, donations, and assignments received by the State Historical Society to the State Historical Society.

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Exemption - Double Ditch Historic Site repairs

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Legislative intent - Double Ditch Historic Site repairs

Section 7 provides legislative intent that the State Historical Society refrain from obtaining the Bank of North Dakota loan for the repairs of Double Ditch Historic Site. It provides further intent that if the State Historical Society obtains the loan that the funding needed for repayment of the loan plus interest be raised by the State Historical Society from nonstate sources.

Emergency declaration

Section 8 declares Section 7 to be an emergency measure.

## Department 701 - State Historical Society

## Appropriations Comparisons to the Original and Adjusted Base Budgets

### General Fund Appropriations Adjustments (As a result of the August 2016 General Fund Budget Reductions)

	Ongoing	One-Time	Total
2015-17 original general fund appropriations	\$18,102,389	\$3,489,650	\$21,592,039
General fund reductions	(847,598)	(566,681)	(1,414,279)
Adjusted 2015-17 appropriations	\$17,254,791	\$2,922,969	\$20,177,760
Dalrymple Executive Budget changes	(104,906)	(2,922,969)	(3,027,875)
2017-19 Dalrymple Executive Budget	\$17,149,885	\$0	\$17,149,885

### Summary of August 2016 General Fund Budget Reductions

	Ongoing	One-Time	Total
Reduced funding for salaries and wages	(\$433,353)	\$0	(\$433,353)
Reduced funding for operating expenses	(118,707)	0	(118,707)
Reduced funding for capital assets	(80,000)	0	(80,000)
Reduced funding for cultural heritage grants	(211,046)	0	(211,046)
Removed funding for Yellowstone-Missouri-Fort Union	(4,492)	0	(4,492)
Reduced funding for technology costs	0	(46,681)	(46,681)
Removed funding for the electronic records project	0	(264,000)	(264,000)
Reduced funding for Dakota the Dinosaur	0	(100,000)	(100,000)
Reduced funding for traveling and historic sites exhibits	0	(49,000)	(49,000)
Reduced promotion funding for historical events	0	(107,000)	(107,000)
Total reductions	(\$847,598)	(\$566,681)	(\$1,414,279)
Percentage reduction to ongoing and one-time general fund appropriations	4.68%	16.24%	6.55%

### 2017-19 Dalrymple Executive Budget Changes to the Original and Adjusted Base Budgets

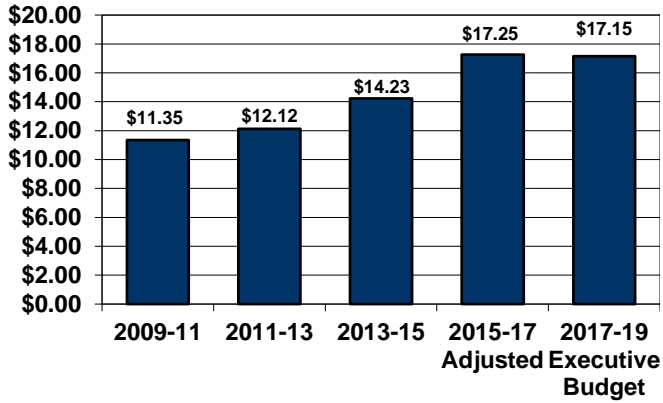
	Changes to Original Budget	Budget Reduction Adjustments	Changes to Adjusted Budget
Adds funding for recommended salary and benefit increases	\$238,240	\$0	\$238,240
Adds funding for salaries and wages	364,479	0	364,479
Removes funding for 3 FTE positions	(390,332)	225,702	(164,630)
Reduces funding for temporary employees	(355,637)	207,651	(147,986)
Adds funding for capital assets	68,859	80,000	148,859
Reduces funding for operating expenses	(369,121)	118,707	(250,414)
Removes funding for cultural heritage grants	(504,500)	211,046	(293,454)
Removes funding for Yellowstone-Missouri-Fort Union	(4,492)	4,492	0
Total	(\$952,504)	\$847,598	(\$104,906)

Department 701 - State Historical Society

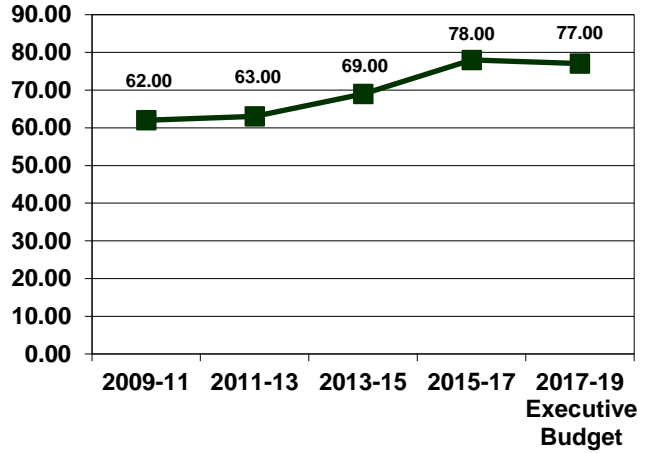
# Historical Appropriations Information

## Ongoing General Fund Appropriations Since 2009-11

Agency Funding (in Millions)



FTE Positions



■ Ongoing General Fund Appropriations

Ongoing General Fund Appropriations					
	2009-11	2011-13	2013-15	2015-17 Adjusted	2017-19 Dalrymple Executive Budget
Ongoing general fund appropriations	\$11,352,752	\$12,119,191	\$14,231,811	\$17,254,791	\$17,149,885
Increase (decrease) from previous biennium	N/A	\$766,439	\$2,112,620	\$3,022,980	(\$104,906)
Percentage increase (decrease) from previous biennium	N/A	6.8%	17.4%	21.2%	(0.6%)
Cumulative percentage increase (decrease) from 2009-11 biennium	N/A	6.8%	25.4%	52.0%	51.1%

### Major Increases (Decreases) in Ongoing General Fund Appropriations

#### 2011-13 Biennium

1. Added funding for salaries and wages for seasonal temporary employees \$174,000
2. Added funding for capital assets \$271,000

#### 2013-15 Biennium

1. Added funding for 5 FTE positions \$682,190
2. Added funding for salaries and wages for seasonal temporary employees \$183,549

#### 2015-17 Biennium (Original Amounts)

1. Added funding for 3 FTE positions \$503,864
2. Added funding to transfer 7 FTE maintenance positions (\$678,269) and related operating expenses (\$100,000) from the Office of Management and Budget for the Heritage Center \$778,269
3. Added funding for salaries and wages for seasonal temporary employees \$305,605
4. Added funding for temporary employee salary increases \$155,226
5. Added funding for an electronic records project \$172,800
6. Added funding for 4<sup>th</sup> grade and governing North Dakota curriculum \$100,000
7. Increased funding for operating expenses \$458,895
8. Increased funding for capital assets \$100,569
9. Added funding for Welk Homestead operations \$100,000

**2017-19 Biennium (Dalrymple and Burgum Executive Budget Recommendations)**

1. Removes funding for 3 FTE positions, but retains 2 FTE positions as unfunded positions. (The Burgum budget removed the 2 unfunded FTE positions.)	(\$164,630)
2. Reduces funding for temporary employees	(\$147,986)
3. Adds funding for capital assets. (The Burgum budget reduced funding for capital assets by \$22,641.)	\$148,859
4. Reduces funding for operating expenses	(\$250,414)
5. Removes funding for cultural heritage grants	(\$293,454)