

**Governor  
Budget No. 101  
Senate Bill No. 2001**

	<b>FTE Positions</b>	<b>General Fund</b>	<b>Other Funds</b>	<b>Total</b>
<b>2019-21 legislative appropriations</b>	<b>18.00</b>	<b>\$4,492,106</b>	<b>\$0</b>	<b>\$4,492,106</b>
2019-21 base budget	18.00	4,007,758	0	4,007,758
Legislative increase (decrease) to base budget	0.00	\$484,348	\$0	\$484,348

**ONGOING AND ONE-TIME GENERAL FUND APPROPRIATIONS**

	<b>Ongoing General Fund Appropriation</b>	<b>One-Time General Fund Appropriation</b>	<b>Total General Fund Appropriation</b>
<b>2019-21 legislative appropriations</b>	<b>\$4,287,298</b>	<b>\$204,808</b>	<b>\$4,492,106</b>
2017-19 legislative appropriations	4,007,758	15,000,000 <sup>1</sup>	19,007,758 <sup>1</sup>
2019-21 legislative increase (decrease) to 2017-19 appropriations	\$279,540	(\$14,795,192)	(\$14,515,652)
Percentage increase (decrease) to 2017-19 appropriations	7.0%	(98.6%)	(76.4%)

<sup>1</sup>The 2017-19 biennium general fund appropriations reflect a 2017-19 biennium supplemental appropriation of \$15 million approved by the 2019 Legislative Assembly. See the **Theodore Roosevelt Presidential Library and Museum** section below for additional information.

**SUMMARY OF LEGISLATIVE CHANGES TO THE BASE BUDGET AND MAJOR FUNDING ITEMS**  
**Changes to Base Budget**

	<b>FTE Positions</b>	<b>General Fund</b>	<b>Other Funds</b>	<b>Total</b>
The legislative action:				
Adjusted funding for base payroll changes.		\$85,362		\$85,362
Added funding to provide employee salary increases of 2 percent on July 1, 2019, with a minimum monthly increase of \$120 and a maximum monthly increase of \$200, and 2.5 percent on July 1, 2020.		113,119		113,119
Added funding for employee health insurance premiums to reflect a revised premium estimate of \$1,426.74 per month.		75,856		75,856
Underfunded salaries and wages.		(86,305)		(86,305)
Added funding for temporary employees.		30,000		30,000
Increased funding for operating expenses.		60,000		60,000
Added funding for Microsoft Office 365 licensing expenses.		1,508		1,508

Added one-time funding for a technology project to update the boards and commissions database.	139,808	139,808
Added one-time funding for transition costs in the event a new Governor is elected in 2020.	65,000	65,000
Total	<u>0.00</u>	<u>\$0</u>
	<u>\$484,348</u>	<u>\$484,348</u>

#### FTE Changes

The Legislative Assembly approved 18 FTE positions for the Governor's office for the 2019-21 biennium, the same as the 2017-19 biennium.

#### One-Time Funding

The following is a summary of one-time funding items for the Governor's office for the 2019-21 biennium:

	General Fund
Boards and commissions database upgrade project	\$139,808
Transition costs if a new Governor is elected in 2020	65,000
Total	<u>\$204,808</u>

#### Theodore Roosevelt Presidential Library and Museum

Senate Bill No. 2001 includes the following sections relating to the Theodore Roosevelt Presidential Library and Museum:

- **Theodore Roosevelt Presidential Library and Museum endowment fund** - Section 5 creates a new section in North Dakota Century Code Chapter 54-07 to establish the Theodore Roosevelt Presidential Library and Museum endowment fund. The interest and earnings of the fund are appropriated to the Governor on a continuing basis to pay interest expenses on a loan authorized in the bill and to provide grants to a private entity subject to the following:

  - The private entity has certified to the Governor the entity has received the sum of \$100 million in cash donations and binding pledged donations for the construction of a presidential library and museum in North Dakota and for grants to affected entities;
  - The Governor has entered an agreement with the private entity that includes provisions that the grant funds will be spent only for operating and maintenance costs of a presidential library located in the state, any unused grant funds will be returned to the state and deposited in the general fund if the presidential library has not been constructed within the period of time specified in the agreement or if the library ceases operations, the private entity agrees to donate \$10 million from the \$100 million of raised funds to a higher education institution foundation in North Dakota for the purpose of creating an endowment to digitize documents relating to Theodore Roosevelt and for the creation of a Theodore Roosevelt conservation scholars program and related academic mission at a North Dakota higher education institution in collaboration with the private entity, and the private entity agrees to donate \$300,000 to a city in North Dakota for prior costs incurred related to planning for a presidential library;
  - The Governor provides a report to the Budget Section which includes copies of the documentation received for the certification relating to the private entity receiving \$100 million for the project; and
  - The Governor provides a report to the Budget Section within 30 days of applying for the loan authorized in the bill which includes all completed loan application documents.
- **General fund appropriation** - Section 7 provides a \$15 million general fund appropriation during the 2017-19 biennium which must be transferred by the Office of Management and Budget to the Theodore Roosevelt Presidential Library and Museum endowment fund.
- **Loan authorization** - Section 8 authorizes the Governor to obtain a loan from the Bank of North Dakota which may not exceed \$35 million. The term of the loan may not exceed 6 years and the interest rate for the loan must be set at the prevailing rate charged by the Bank to governmental entities. The loan proceeds must be deposited in the Theodore Roosevelt Presidential Library and Museum endowment fund. The Governor is to repay the loan from funds to be appropriated by the Legislative Assembly.

**Other Sections in Senate Bill No. 2001**

**Additional income** - Section 3 appropriates any additional federal or other funds made available to the Governor's office during the 2019-21 biennium. The Governor's office must provide a report to the Budget Section regarding any funds received or expended pursuant to this appropriation authority.

**Salary of the Governor and Lieutenant Governor** - Sections 4 and 6 provide for statutory changes to increase the salaries of the Governor and Lieutenant Governor consistent with 2019-21 biennium state employee salary increases as follows:

	<b>Current Level</b>	<b>July 1, 2019</b>	<b>July 1, 2020</b>
Governor	\$132,964	\$135,364	\$138,748
Lieutenant Governor	\$103,221	\$105,285	\$107,917

**Related Legislation**

There is no major related legislation affecting this agency.