

**Job Service North Dakota
Budget No. 380
House Bill No. 1016**

	FTE Positions	General Fund	Other Funds	Total
2019-21 legislative appropriations	172.61	\$430,624	\$65,255,570	\$65,686,194
2019-21 base budget	181.61	445,793	54,899,156	55,344,949
Legislative increase (decrease) to base budget	(9.00)	(\$15,169)	\$10,356,414	\$10,341,245

ONGOING AND ONE-TIME GENERAL FUND APPROPRIATIONS

	Ongoing General Fund Appropriation	One-Time General Fund Appropriation	Total General Fund Appropriation
2019-21 legislative appropriations	\$430,624	\$0	\$430,624
2017-19 legislative appropriations	445,793	100,000	545,793
2019-21 legislative increase (decrease) to 2017-19 appropriations	(\$15,169)	(\$100,000)	(\$115,169)
Percentage increase (decrease) to 2017-19 appropriations	(3.4%)	(100.0%)	(21.1%)

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

	FTE Positions	General Fund	Other Funds	Total
The legislative action:				
Adjusted funding for base payroll changes.		(\$334)	\$1,029,081	\$1,028,747
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.		1,348	891,820	893,168
Added funding for employee health insurance premiums to reflect a revised premium estimate of \$1,426.74 per month.		1,116	759,181	760,297
Removed 9 FTE unfunded positions and related operating expenses of \$22,290.	(9.00)	(22,290)		(22,290)
Adjusted funding for operating expenses, primarily related to decreases in postage, repairs, and professional services and increases in information technology supplies, data processing, and contractual services.		334	(191,803)	(191,469)

Added funding for grants to provide total federal grant funding of \$6,166,112.			707,541	707,541
Added funding for Microsoft Office 365 license expenses.	4,657		72,962	77,619
Added funding for operating expenses for an unemployment insurance registration project.			1,069,980	1,069,980
Added funding for operating expenses related to the unemployment insurance system modernization project.			5,405,800	5,405,800
Added one-time funding for grants related to the unemployment insurance system modernization project.			611,852	611,852
Total	<u>(9.00)</u>	<u>(\$15,169)</u>	<u>\$10,356,414</u>	<u>\$10,341,245</u>

FTE Changes

The Legislative Assembly approved 172.61 FTE positions for Job Service North Dakota for the 2019-21 biennium, a decrease of 9 FTE positions from the 2017-19 biennium. The positions removed include 2 FTE customer service consultant positions, 2 FTE administrative assistant II positions, 1 FTE computer and network specialist I position, 1 FTE program administrator III position, 1 FTE program administrator II position, 1 FTE document imaging specialist II position, and 1 FTE programmer analyst III position. These FTE positions were unfunded in previous bienniums.

One-Time Funding

In Section 2 of House Bill No. 1016, the Legislative Assembly identified \$611,852 of one-time funding from federal funds for the unemployment insurance system modernization project. See the **Unemployment Insurance Computer Modernization Project - Reed Act** section below.

Unemployment Insurance Computer Modernization Project - Reed Act

In Section 3 of House Bill No. 1016, the Legislative Assembly identified \$11,086,966 of other funds appropriated from federal Reed Act distributions received in federal fiscal years 1957, 1958, 1999, and 2002 for developing a modernized unemployment insurance computer system.

The Legislative Assembly provided total federal funding of \$17,562,746 for the unemployment insurance computer modernization project for the 2019-21 biennium, of which \$11,086,966 is in the Reed Act - Unemployment insurance computer modernization line item and \$6,475,780 is in the operating expenses line item. Of the \$6,475,780 in the operating expenses line item, \$1,069,980 relates to an unemployment insurance registration project component of the modernization project.

Other Sections in House Bill No. 1016

Federal funds appropriation - Section 4 provides all federal funds received by Job Service North Dakota in excess of those funds appropriated in Section 1 are appropriated for the 2019-21 biennium.

New jobs training - Section 5 provides that no more than \$2.5 million may be awarded during the 2019-21 biennium for new agreements related to the new jobs training program.

Related Legislation

Senate Bill No. 2085 - Rolla regional office - This bill authorizes Job Service North Dakota to sell the agency's regional office located in Rolla.