



**State Auditor
Department No. 117
2025 House Bill No. 1004**

**REVISED EXECUTIVE BUDGET RECOMMENDATION
2025-27 BIENNIUM**

Budget Summary

	FTE Positions	General Fund	Other Funds	Total
Burgum budget recommendation	66.00	\$12,204,447	\$7,866,343	\$20,070,790
Revisions - Increase (decrease)	0.00	(84,000)	(52,754)	(136,754)
Armstrong budget recommendation	66.00	\$12,120,447	\$7,813,589	\$19,934,036
Base level	65.00	10,310,849	6,486,821	16,797,670
Increase (decrease)	1.00	\$1,809,598	\$1,326,768	\$3,136,366
Percentage increase (decrease)	1.5%	17.6%	20.5%	18.7%

NOTE:

More detailed information on the revised executive budget recommendation is attached as an appendix.

Selected Highlights

- **Salary increases of up to 3 percent effective July 1, 2025, and 3 percent effective July 1, 2026**
- Health insurance increase of \$250 per month (15.23 percent), from \$1,643 to \$1,893, per employee
- Adds funding to replace 2023-25 biennium new and vacant FTE pool amounts
- Adjusts the funding for 2 FTE positions (\$412,845) from special funds to the general fund
- Adds \$107,202 from federal funds for 1 FTE mineral royalty auditor and related operating expenses and one-time costs
- Increases funding from the general fund (\$45,000) and from special funds (\$90,000) for information technology (IT) consultants for security assessments to provide a total of \$585,000, of which \$195,000 is from the general fund and \$390,000 is from special funds

Deficiency Appropriations

There are no deficiency appropriations for this agency.

Significant Audit Findings

There are no significant audit findings for this agency.

Agency Fees

As reported to the Legislative Management, pursuant to North Dakota Century Code Section 54-35-27, this agency has 5 fees. The agency did not recommend any changes to the fees.

Major Related Legislation

As of the date of this report, there is no major related legislation for this agency.

NOTE:

Please see the Fiscal Impact Report for additional information regarding bills under consideration which contain either a state revenue impact, an appropriation, or a state fiscal impact.



State Auditor - Budget No. 117
Agency Worksheet - House Bill No. 1004

	Armstrong Executive Budget			
	FTE Positions	General Fund	Other Funds	Total
2025-27 Biennium Base Level	65.00	\$10,310,849	\$6,486,821	\$16,797,670
2025-27 Ongoing Funding Changes				
Base payroll changes		\$41,001	(\$40,050)	\$951
Salary increase		376,213	237,448	613,661
Health insurance increase		228,201	159,140	387,341
Adds funding to replace the 2023-25 biennium new FTE pool		218,672	739,760	958,432
Adds funding to replace the 2023-25 biennium vacant FTE pool		375,577	276,409	651,986
Increases funding for cost to continue salaries		152,187	67,801	219,988
Adjusts the funding source for 2 FTE positions from special funds to the general fund		412,845	(412,845)	0
Adds funding for 1 FTE mineral royalty auditor and related operating expenses	1.00		104,202	104,202
Increases funding for operating expenses related to IT rate increases		49,485	31,133	80,618
Adjusts funding for cost to continue operating expenses, including rent, IT, travel, and professional development		(139,783)	59,970	(79,813)
Increases funding for IT consultants for security assessments		45,000	90,000	135,000
Total ongoing funding changes	1.00	\$1,759,398	\$1,312,968	\$3,072,366
One-Time Funding Items				
Adds one-time funding for operating expenses related to 1 FTE mineral royalty auditor			\$3,000	\$3,000
Adds one-time funding for operating expenses related to a peer review required every 3 years		\$25,000		25,000
Adds one-time funding for operating expenses related to migrating to new audit software		25,200	10,800	36,000
Total one-time funding changes	0.00	\$50,200	\$13,800	\$64,000
Total Changes to Base Level Funding	1.00	\$1,809,598	\$1,326,768	\$3,136,366
2025-27 Total Funding	66.00	\$12,120,447	\$7,813,589	\$19,934,036

Federal funds included in other funds

\$1,785,995

Total ongoing changes - Percentage of base level

1.5%

17.1%

20.2%

18.3%

Total changes - Percentage of base level

1.5%

17.6%

20.5%

18.7%

Other Sections in State Auditor - Budget No. 117

Section Description	Armstrong Executive Budget
No other sections	