



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

**Budget Summary**

	<b>FTE Positions</b>	<b>General Fund</b>	<b>Other Funds</b>	<b>Total</b>
Executive budget recommendation	<b>158.61</b>	<b>\$8,419,867</b>	<b>\$71,355,699</b>	<b>\$79,775,566</b>
Base level	158.61	6,733,919	69,268,250	76,002,169
Increase (decrease)	0.00	\$1,685,948	\$2,087,449	\$3,773,397
Percentage increase (decrease)	0.0%	25.0%	3.0%	5.0%

**NOTE:**

More detailed information on the executive budget recommendation is attached as Appendix A.

A copy of the draft appropriations bill reflecting the executive budget recommendation is attached as Appendix B.

**Selected Highlights**

- Adds \$1,443,529, of which \$153,388 is from the general fund and \$1,290,141 is from other funds, for salary increases of up to 4 percent effective July 1, 2025, and 3 percent effective July 1, 2026
- Adds \$930,818, of which \$99,713 is from the general fund and \$831,105 is from other funds, for a health insurance increase of \$250 per month (15.2 percent), from \$1,643 to \$1,893, per employee
- Adds \$2,048,653, of which \$460,937 is from the general fund and \$1,587,716 is from federal funds, to replace the 2023-25 biennium new FTE pool (\$439,818) and 2023-25 biennium vacant FTE pool (\$1,608,835)
- Reduces \$2,917,152 of federal funds for operating expenses
- Adds \$1,791,163, of which \$734,910 is from the general fund and \$1,056,253 is from other funds, for increased information technology (IT) costs
- Adds \$474,000, of which \$237,000 is from the general fund and \$237,000 is from federal funds, for increased mainframe IT costs

**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 one fee. The agency did not recommend any changes to the fee.

**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.



**Job Service North Dakota - Budget No. 380**  
**Agency Worksheet - Senate Bill No. 2016**

	Executive Budget			
	FTE Positions	General Fund	Other Funds	Total
<b>2025-27 Biennium Base Level</b>	158.61	\$6,733,919	\$69,268,250	\$76,002,169
<b>2025-27 Ongoing Funding Changes</b>				
Salary increase		\$153,388	\$1,290,141	\$1,443,529
Health insurance increase		99,713	831,105	930,818
Adds funding to replace the 2023-25 new FTE pool		439,818		439,818
Adds funding to replace the 2023-25 vacant FTE pool		21,119	1,587,716	1,608,835
Adjusts base level funding for operating expenses			(2,914,766)	(2,914,766)
Transfers \$659,489 from operating to salaries				0
Adds funding for increased IT costs		734,910	1,056,253	1,791,163
Adds funding for increased mainframe IT costs		237,000	237,000	474,000
<b>Total ongoing funding changes</b>	<b>0.00</b>	<b>\$1,685,948</b>	<b>\$2,087,449</b>	<b>\$3,773,397</b>
<b>One-Time Funding Items</b>				
No one-time funding items				\$0
<b>Total one-time funding changes</b>	<b>0.00</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>
<b>Total Changes to Base Level Funding</b>	<b>0.00</b>	<b>\$1,685,948</b>	<b>\$2,087,449</b>	<b>\$3,773,397</b>
<b>2025-27 Total Funding</b>	<b>158.61</b>	<b>\$8,419,867</b>	<b>\$71,355,699</b>	<b>\$79,775,566</b>

Federal funds included in other funds

\$70,739,028

Total ongoing changes - Percentage of base level

0.0%

25.0%

3.0%

5.0%

Total changes - Percentage of base level

0.0%

25.0%

3.0%

5.0%

**Other Sections in Job Service North Dakota - Budget No. 380**

Section Description	Executive Budget
Reed Act appropriation	Section 3 would identify \$10,915,000 of funding appropriated in Section 1 as from federal Reed Act funds to develop a modernized unemployment insurance computer system.
Federal funds appropriation authority	Section 4 would appropriate all federal funds received by Job Service North Dakota to the agency for the 2025-27 biennium.
Exemption - Federal State Fiscal Recovery Fund	Section 5 would provide Job Service North Dakota an exemption to continue any unexpended 2023-25 biennium funds from the State Fiscal Recovery Fund into the 2025-27 biennium.
FTE position adjustments	Section 6 would authorize Job Service North Dakota to increase or decrease authorized FTE positions subject to the availability of funds.

Sixty-ninth  
Legislative Assembly  
of North Dakota

**SENATE BILL NO. 2016**  
**(Governor's Recommendation)**

Introduced by

Appropriations Committee

(At the request of the Governor)

A bill for an act to provide an appropriation for defraying the expenses of job service North Dakota; and to provide an exemption.

**BE IT ENACTED BY THE LEGISLATIVE ASSEMBLY OF NORTH DAKOTA:**

**SECTION 1. APPROPRIATION.** The funds provided in this section, or so much of the funds as may be necessary, are appropriated out of any moneys in the general fund in the state treasury, not otherwise appropriated, and from special funds derived from federal funds and other income, to job service North Dakota for the purpose of defraying the expenses of job service North Dakota, for the biennium beginning July 1, 2025 and ending June 30, 2027, as follows:

	<u>Base Level</u>	<u>Adjustments or Enhancements</u>	<u>Appropriation</u>
Salaries and Wages	\$34,722,502	\$5,082,489	\$39,804,991
Operating Expenses	22,290,155	(1,309,092)	20,981,063
Capital Assets	20,000	0	20,000
Grants	8,054,512	0	8,054,512
Reed Act–UI Computer Modernization	10,915,000	0	10,915,000
Total All Funds	<u>\$76,002,169</u>	<u>\$3,773,397</u>	<u>\$79,775,566</u>
Less Estimated Income	<u>69,268,250</u>	<u>2,087,449</u>	<u>71,355,699</u>
Total General Fund	\$ 6,733,919	\$ 1,685,948	\$ 8,419,867
Full-time Equivalent Positions	158.61	0.00	158.61

**SECTION 2. ONE-TIME FUNDING.** The following amounts reflect the one-time funding items approved by the sixty-eighth legislative assembly for the 2023-25 biennium:

<u>One-Time Funding Description</u>	<u>2023-25</u>	<u>2025-27</u>
Unemployment Insurance Modernization Project	<u>\$45,000,000</u>	<u>\$0</u>
Total All Funds	<u>\$45,000,000</u>	<u>\$0</u>
Total Special Funds	<u>45,000,000</u>	<u>0</u>
Total General Fund	\$0	\$0

**SECTION 3. APPROPRIATION - REED ACT FUNDS - UNEMPLOYMENT INSURANCE COMPUTER MODERNIZATION.** The special fund appropriation of \$10,915,000 in section 1 of this Act is from federal Reed Act funds made available to the state by the federal Reed Act distributions made in federal fiscal years 1957, 1958, 1999, and 2002, pursuant to section 903 of the Social Security Act. This sum, or so much of the sum as may be necessary, is for the purpose of developing a modernized unemployment insurance computer system, for the biennium beginning July 1, 2025, and ending June 30, 2027.

**SECTION 4. APPROPRIATION.** All federal funds received by job service North Dakota in excess of those funds appropriated in section 1 of this Act are appropriated for the biennium beginning July 1, 2025, and ending June 30, 2027.

**SECTION 5. EXEMPTION – FEDERAL STATE FISCAL RECOVERY FUND.** The sum of \$45,000,000 from federal fund derived from the state fiscal recovery fund appropriated to job service of North Dakota for the

unemployment insurance modernization project is not subject to section 54-44.1-11, and any unexpended funds from this appropriation may be continued and used during the biennium beginning July 1, 2025, and ending June 30, 2027.

**SECTION 6. EXEMPTION - FULL-TIME EQUIVALENT POSITION ADJUSTMENTS.** Notwithstanding any other provisions of law, the job service of North Dakota may increase or decrease authorized full-time equivalent positions as needed, subject to availability of funds, during the biennium beginning July 1, 2025, and ending June 30, 2027. The job service of North Dakota shall report to the office of management and budget and legislative council any adjustments made pursuant to this section.