

DEPARTMENT 380 - JOB SERVICE NORTH DAKOTA 2027-29 BASE-LEVEL BUDGET

Base Budget - Summary

	<u>Base Level</u>
Salaries and wages	\$37,487,953
New and vacant FTE pool	1,614,189
Operating expenses	21,028,263
Capital assets	20,000
Grants	8,054,512
Reed Act - unemployment insurance computer modernization	<u>10,915,000</u>
Total all funds	\$79,119,917
Less other funds	<u>70,569,524</u>
Total General Fund	\$8,550,393
FTE positions	159.61

Selected Base Budget Information

	General Fund	Other Funds	Total
1. Includes funding for salaries and wages of 159.61 FTE positions, including \$5,192,748 for temporary salaries	\$3,536,555	\$33,951,398	\$37,487,953
2. Includes a portion of the funding removed from the salaries and wages line item for estimated savings from new and vacant FTE positions. This line item includes \$167,825 related to a new FTE H2A Foreign Agriculture Workers Program position and \$1,446,364 related to vacant positions. Funding may be transferred from this line if savings from vacant positions is less than estimated.	\$329,228	\$1,284,961	\$1,614,189
3. Includes funding for operating expenses, primarily related to information technology (IT) data processing and communications (\$8,603,661), contractual services (\$7,765,586), utilities and insurance (\$1,431,032), and postage, printing, and supplies (\$1,621,216)	\$4,384,610	\$16,643,653	\$21,028,263
4. Includes federal funding for capital assets	\$0	\$20,000	\$20,000
5. Includes funding for grants, primarily related to the Workforce Innovation and Opportunity Act Grant Program (\$6,287,335) and the Trade Adjustment Assistance Grant Program (\$1,467,177)	\$300,000	\$7,754,512	\$8,054,512
6. Includes funding for the Reed Act - unemployment insurance computer modernization, primarily related to contractual services (\$10,888,432)	\$0	\$10,915,000	\$10,915,000

Continuing Appropriations

Federal Advance Interest Repayment Fund - North Dakota Century Code Section 52-04-22 - Collection of penalty and interest on delinquent unemployment insurance contribution reports and payment of any interest due on federal and nonfederal obligations of the Unemployment Insurance Trust Fund. For the 2023-25 biennium, the fund had \$2,887,887 of revenue, \$601,776 of expenditures, and a fund balance of \$11,947,425 on June 30, 2025.

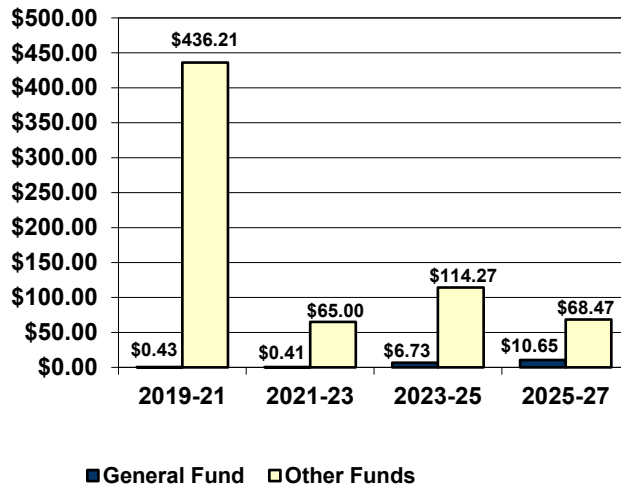
Unemployment Insurance Tax Fund - Section 52-03-04 - Collection of unemployment taxes and the payments of unemployment benefits. For the 2023-25 biennium, the fund had \$199,018,794 of revenue, \$183,580,491 of expenditures, and a fund balance of \$316,927,892 on June 30, 2025.

Job task analysis - Section 52-08-13 - Collection of fees for providing job task analysis services to employers that request these services and the payment of the expenses related to the activity. For the 2023-25 biennium, the fund had no revenue, no expenditures, and a fund balance of \$0 on June 30, 2025.

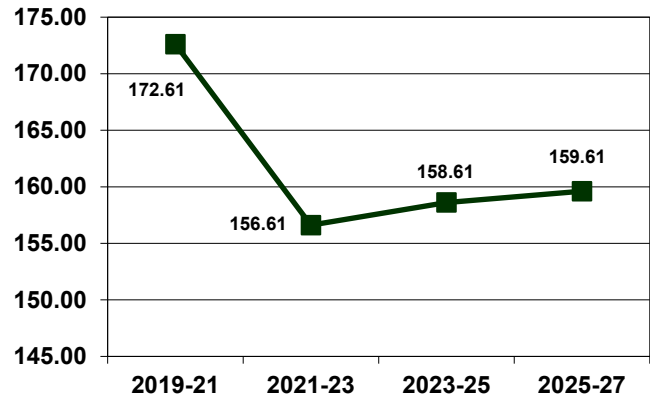
Historical Appropriations Information

Agency Appropriations and FTE Positions

Agency Funding (Millions)



FTE Positions



Ongoing General Fund Appropriations

	2017-19	2019-21	2021-23	2023-25	2025-27
Ongoing General Fund appropriations	\$445,793	\$430,624	\$410,229	\$6,733,919	\$8,550,393
Increase (decrease) from previous biennium	N/A	(\$15,169)	(\$20,395)	\$6,323,690	\$1,816,474
Percentage increase (decrease) from previous biennium	N/A	(3.4%)	(4.7%)	1,541.5%	27.0%
Cumulative percentage increase (decrease) from 2017-19 biennium	N/A	(3.4%)	(8.0%)	1,410.5%	1,818.0%

Major Increases (Decreases) in Ongoing General Fund Appropriations

2019-21 Biennium

Removed 9 FTE unfunded positions and related operating expenses of \$22,290 (\$22,290)

2021-23 Biennium

Reduced funding for unemployment insurance operating expenses, primarily related to IT data processing, IT contractual services and repairs, and IT equipment, including \$4,248,062 from federal funds and \$21,679 from the General Fund (\$21,679)

2023-25 Biennium

1. Added funding for FTE positions for the H2A Foreign Agriculture Workers Program, of which \$439,818 was for salaries and wages and \$23,460 was for related operating expenses \$463,278
2. Added funding for a Job Placement Pilot Program for recently released formerly incarcerated individuals, of which \$340,000 was for temporary salaries and \$300,000 was for grants \$640,000
3. Adjusted funding source for salaries and wages from federal funds to the General Fund \$2,500,000
4. Added funding for unemployment insurance administration and IT inflation costs \$3,000,000

2025-27 Biennium

1. Added funding for 1 FTE H2A Foreign Agriculture Workers Program position, including \$186,472 for salaries and wages and \$47,200 for operating expenses \$233,672
2. Added funding for IT rate increases \$734,910
3. Added funding for increased mainframe leasing and hosting costs \$237,000

One-Time General Fund Appropriations

	2017-19	2019-21	2021-23	2023-25	2025-27
One-time General Fund appropriations	\$100,000	\$0	\$0	\$0	\$2,100,000

Major One-Time General Fund Appropriations

2019-21 Biennium	
None	\$0
2021-23 Biennium	
None	\$0
2023-25 Biennium	
None	\$0
2025-27 Biennium	
Added funding from the General Fund to replace salaries and wages funding from federal funds	\$2,100,000

Other Funds

Major sources of special funds include:

- **Job Service Administration Fund** - The operating fund for Job Service North Dakota, pursuant to Section 52-02-09

Major sources of federal funds include:

- **Unemployment Insurance Program** - Funding provided by the United States Department of Labor for administration of the state's Unemployment Insurance Program, including claims processing, conducting eligibility determinations, employer tax administration, and appeals
- **Workforce Innovation and Opportunity Act** - Funding provided by the United States Department of Labor for adult, dislocated worker, and youth workforce development programs
- **Wagner-Peyser Program** - Funding provided by the United States Department of Labor for administration of public employment services, including job referrals, placement assistance, re-employment services, career guidance, and referrals to training
- **Reed Act distributions** - Funding distributed to states by the United States Department of Labor from excess federal unemployment tax revenues in the federal Unemployment Trust Fund. Funds may be used to pay for unemployment benefits, or for the administration of state unemployment compensation laws and programs.

Other Funds Appropriations

	2017-19	2019-21	2021-23	2023-25	2025-27
Other funds appropriations	\$54,899,156	\$436,208,877	\$64,995,263	\$114,268,250	\$68,469,524
Increase (decrease) from previous biennium	N/A	\$381,309,721	(\$371,213,614)	\$49,272,987	(\$45,798,726)
Percentage increase (decrease) from previous biennium	N/A	694.6%	(85.1%)	75.8%	(40.1%)
Cumulative percentage increase (decrease) from 2017-19 biennium	N/A	694.6%	18.4%	108.1%	24.7%

Major Increases (Decreases) in Other Funds Appropriations

2019-21 Biennium

Ongoing

1. Reduced funding for operating expenses (\$191,803)
2. Added funding for grants \$707,541
3. Added funding for operating expenses for an unemployment insurance registration project \$1,069,980
4. Added funding for operating expenses related to the unemployment insurance system modernization project \$5,405,800

One-time

1. Unemployment insurance claims and other COVID-19-related costs (federal Coronavirus Relief Fund) \$370,953,307
2. Unemployment insurance system modernization project grants \$611,852

2021-23 Biennium

Ongoing

1. Transferred 16 FTE positions to the Information Technology Department, reducing federal funds for salaries and wages by \$2,368,775 for 11 FTE positions and adding \$3,569,976 from federal funds for \$1,201,201

operating expenses to pay the Information Technology Department for the services of up to 16 FTE positions. Of the 16 FTE positions in Job Service, 5 were unfunded.

2. Reduced funding for unemployment insurance operating expenses	(\$4,248,062)
3. Added funding for trade assistance grants	\$1,080,063
4. Added funding for Workforce Investment Act grants	\$1,034,876
5. Added funding for the unemployment insurance system modernization project	\$470,012

One-time

None	\$0
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2023-25 Biennium

Ongoing

1. Adjusted funding source for salaries and wages from federal funds to the General Fund	(\$2,500,000)
2. Added federal funding for 9 FTE vacant unfunded positions and temporary salaries	\$3,355,321
3. Added funding for IT rate increases	\$135,577
4. Added funding for IT contractual services for the Unemployment Insurance Program	\$2,209,296
5. Reduced funding for operating expenses and trade adjustment assistance grants	(\$769,305)

One-time

Unemployment insurance modernization project (federal State Fiscal Recovery Fund)	\$45,000,000
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2025-27 Biennium

Ongoing

1. Reduced funding for operating expenses	(\$2,914,766)
2. Added funding for IT rate increases	\$1,056,253
3. Added funding for increased mainframe leasing and hosting costs	\$237,000

One-time

Reduced funding from federal funds for salaries and wages	(\$2,100,000)
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