

FISCAL NOTE

Requested by Legislative Council
02/23/2011

Amendment to: SB 2302

1A. State fiscal effect: *Identify the state fiscal effect and the fiscal effect on agency appropriations compared to funding levels and appropriations anticipated under current law.*

	2009-2011 Biennium		2011-2013 Biennium		2013-2015 Biennium	
	General Fund	Other Funds	General Fund	Other Funds	General Fund	Other Funds
Revenues						
Expenditures	\$0	\$0	\$0	\$51,324	\$0	\$51,324
Appropriations	\$0	\$0	\$0	\$51,324	\$0	\$51,324

1B. County, city, and school district fiscal effect: *Identify the fiscal effect on the appropriate political subdivision.*

2009-2011 Biennium			2011-2013 Biennium			2013-2015 Biennium		
Counties	Cities	School Districts	Counties	Cities	School Districts	Counties	Cities	School Districts
\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0

2A. Bill and fiscal impact summary: *Provide a brief summary of the measure, including description of the provisions having fiscal impact (limited to 300 characters).*

Subsection 1a as amended of NDCC Section 21-10-01 calls for creating a second state investment board for the budget stabilization fund and legacy fund which would include 4 legislative members who would be entitled to compensation and reimbursement for attending meetings and related events.

B. Fiscal impact sections: *Identify and provide a brief description of the sections of the measure which have fiscal impact. Include any assumptions and comments relevant to the analysis.*

Subsection 1a as amended of NDCC Section 21-10-01 calls for creating a second state investment board for the budget stabilization fund and legacy fund which would include 4 legislative members. These members would be allowed compensation at \$148 per meeting plus FICA tax at \$11.32 for a total cost of \$159.32 per member per meeting. This results in a total compensation estimate of \$14,020 for the biennium assuming the current 11 meetings per fiscal year.

These members would also be allowed reimbursement of travel related expenses to attend these meetings. Assuming current state reimbursement rates for one day/night of reimbursement and average mileage of 200 miles round trip, this would result in total travel reimbursement for meetings for the biennium of \$17,864.

Additionally, RIO currently budgets for board member investment related education at 2 trips per member per biennium. This would result in reimbursment of \$15,840 and conference fees paid of approximately \$3,600 for these 4 members.

3. State fiscal effect detail: *For information shown under state fiscal effect in 1A, please:*

A. Revenues: *Explain the revenue amounts. Provide detail, when appropriate, for each revenue type and fund affected and any amounts included in the executive budget.*

Appropriations for state investment board program expenditures are typically paid from special funds. Actual expenditures paid are allocated to each investment client fund affected by the expenditure on a pro rata basis. However, due to limitations on expending funds from the Legacy Fund, it is unclear where expenditures associated with this fiscal note would be paid from.

B. Expenditures: *Explain the expenditure amounts. Provide detail, when appropriate, for each agency, line item, and fund affected and the number of FTE positions affected.*

Compensation

Salary 148.00 x 4 members x 22 meetings = 13,024
FICA 11.32 x 4 members x 22 meetings = 996
Total Compensation 14,020

Travel Reimbursement to attend meetings

Lodging 76.00 x 4 members x 22 meetings = 6,688
Meals 25.00 x 4 members x 22 meetings = 2,200
Mileage 102.00 x 4 members x 22 meetings = 8,976
(mileage is assumed to be 200 miles round trip per member)
Total Travel Reimbursement 17,864
Travel for Education (2/member) 1,980.00 x 4 x 2 = 15,840
Conference Fees 450.00 x 4 x 2 = 3,600
Total Special Fund 51,324

- C. **Appropriations:** *Explain the appropriation amounts. Provide detail, when appropriate, for each agency and fund affected. Explain the relationship between the amounts shown for expenditures and appropriations. Indicate whether the appropriation is also included in the executive budget or relates to a continuing appropriation.*

Total additional costs associated with this fiscal note are \$51,324 as detailed above. It is unclear at this time where the funding will come from since it cannot be paid from the Legacy Fund.

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