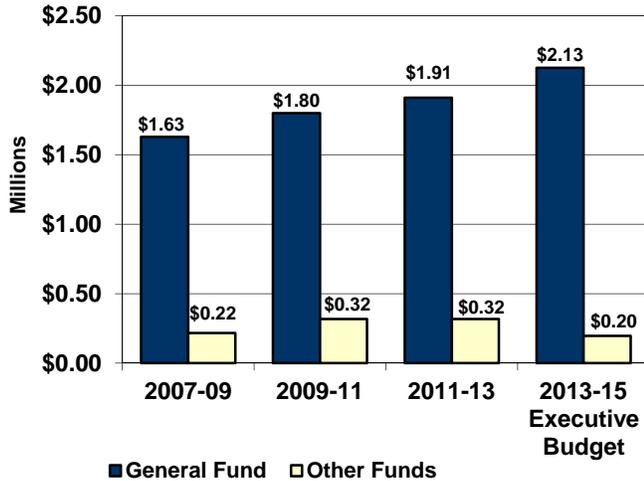


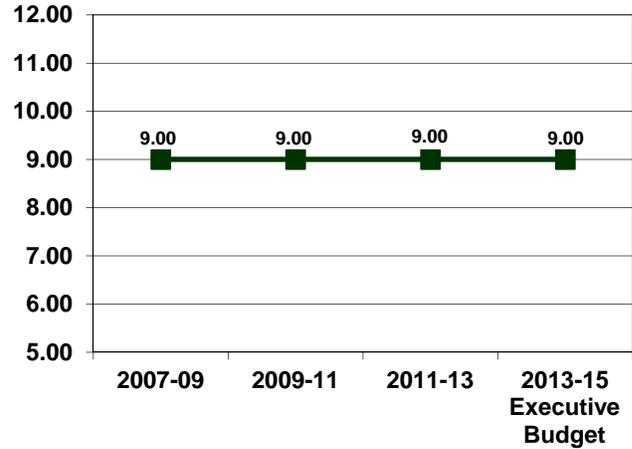
**Department 414 - Securities Department
 House Bill No. 1011**

	FTE Positions	General Fund	Other Funds	Total
2013-15 Executive Budget	9.00	\$2,125,192	\$195,850	\$2,321,042
2011-13 Legislative Appropriations	9.00	1,909,220	317,199	2,226,419
Increase (Decrease)	0.00	\$215,972	(\$121,349)	\$94,623

Agency Funding



FTE Positions



Ongoing and One-Time General Fund Appropriations

	Ongoing General Fund Appropriation	One-Time General Fund Appropriation	Total General Fund Appropriation
2013-15 Executive Budget	\$2,086,265	\$38,927	\$2,125,192
2011-13 Legislative Appropriations	1,909,220	0	1,909,220
Increase (Decrease)	\$177,045	\$38,927	\$215,972

First House Action

Attached is a summary of first house changes.

**Executive Budget Highlights
 (With First House Changes in Bold)**

	General Fund	Other Funds	Total
1. Adds funding from the investor education and technology fund for the replacement of agency computers and software upgrades		\$25,850	\$25,850
2. Reduces appropriation authority from the investor education and technology fund for investor education programs to reflect anticipated expenditures		(\$147,199)	(\$147,199)
3. Provides funding for state employee salary increases of which \$78,140 relates to performance increases and \$37,924 is for market equity adjustments. The House added funding of \$5,746 to correct the executive compensation package and reduced funding by \$50,205 for performance and market equity adjustments.	\$116,064		\$116,064
4. Adds one-time funding for retirement leave payouts	\$38,927		\$38,927

Continuing Appropriations

Investor education and technology fund - North Dakota Century Code Section 10-04-03 - This fund receives funding from tuition, grants, donations, and certain civil penalties assessed by the Securities Commissioner. The moneys in the fund can be used for public education services and for the technology needs of the Securities Department.

Investor restitution fund - Section 10-04-03 - This fund used to deposit civil penalties collected from enforcement action to be distributed to aggrieved investors.

Major Related Legislation

No major related legislation is under consideration that affects the Securities Department.

ATTACH:1

STATEMENT OF PURPOSE OF AMENDMENT:

House Bill No. 1011 - Funding Summary

	Executive Budget	House Changes	House Version
Securities Department			
Salaries and wages	\$1,735,950	(\$95,268)	\$1,640,682
Operating expenses	585,092		585,092
Accrued leave payments		38,927	38,927
Total all funds	\$2,321,042	(\$56,341)	\$2,264,701
Less estimated income	195,850	0	195,850
General fund	\$2,125,192	(\$56,341)	\$2,068,851
FTE	9.00	0.00	9.00
Bill Total			
Total all funds	\$2,321,042	(\$56,341)	\$2,264,701
Less estimated income	195,850	0	195,850
General fund	\$2,125,192	(\$56,341)	\$2,068,851
FTE	9.00	0.00	9.00

House Bill No. 1011 - Securities Department - House Action

	Executive Budget	House Changes	House Version
Salaries and wages	\$1,735,950	(\$95,268)	\$1,640,682
Operating expenses	585,092		585,092
Accrued leave payments		38,927	38,927
Total all funds	\$2,321,042	(\$56,341)	\$2,264,701
Less estimated income	195,850	0	195,850
General fund	\$2,125,192	(\$56,341)	\$2,068,851
FTE	9.00	0.00	9.00

Department 414 - Securities Department - Detail of House Changes

	Corrects Executive Compensation Package¹	Adjusts State Employee Compensation and Benefits Package²	Provides Separate Line Item for Accrued Leave Payments³	Total House Changes
Salaries and wages	5,746	(62,087)	(38,927)	(95,268)
Operating expenses				
Accrued leave payments			38,927	38,927
Total all funds	\$5,746	(\$62,087)	\$0	(\$56,341)
Less estimated income	0	0	0	0
General fund	\$5,746	(\$62,087)	\$0	(\$56,341)
FTE	0.00	0.00	0.00	0.00

¹ Funding is added due to a calculation error in the executive compensation package.

² This amendment adjusts the state employee compensation and benefits package as follows:

- Reduces the performance component from 3 to 5 percent per year to 2 to 4 percent per year.
- Reduces the market component from 2 to 4 percent per year for employees below the midpoint of their salary range to up to 2 percent for employees in the first quartile of their salary range for the first year of the biennium only.
- Removes funding for additional retirement contribution increases.

³ Funding from the general fund included in the executive budget for accrued leave payments for the Securities Department is reallocated to an accrued leave payments line item.