

**STATEMENT OF PURPOSE OF AMENDMENT:**

**Senate Bill No. 2010 - Funding Summary**

	<b>Base Budget</b>	<b>Final Legislative Action</b>	<b>Comparison To Base Budget</b>
<b>Insurance Department</b>			
Salaries and wages	\$8,019,514	\$8,943,097	\$923,583
Operating expenses	2,858,008	2,512,042	(345,966)
Capital assets		90,000	90,000
Fire department grants	15,336,386	16,701,207	1,364,821
Accrued leave payments	163,182		(163,182)
<b>Total all funds</b>	<b>\$26,377,090</b>	<b>\$28,246,346</b>	<b>\$1,869,256</b>
Less estimated income	26,377,090	28,246,346	1,869,256
General fund	\$0	\$0	\$0
<b>FTE</b>	<b>49.50</b>	<b>49.50</b>	<b>0.00</b>
<b>Bill Total</b>			
Total all funds	\$26,377,090	\$28,246,346	\$1,869,256
Less estimated income	26,377,090	28,246,346	1,869,256
General fund	\$0	\$0	\$0
<b>FTE</b>	<b>49.50</b>	<b>49.50</b>	<b>0.00</b>

**Senate Bill No. 2010 - Insurance Department - Senate Action**

	<b>Base Budget</b>	<b>Senate Changes</b>	<b>Senate Version</b>
Salaries and wages	\$8,019,514	\$961,224	\$8,980,738
Operating expenses	2,858,008	(345,966)	2,512,042
Capital assets		90,000	90,000
Fire department grants	15,336,386	1,364,821	16,701,207
Accrued leave payments	163,182	(163,182)	
<b>Total all funds</b>	<b>\$26,377,090</b>	<b>\$1,906,897</b>	<b>\$28,283,987</b>
Less estimated income	26,377,090	1,906,897	28,283,987
General fund	\$0	\$0	\$0
<b>FTE</b>	<b>49.50</b>	<b>0.00</b>	<b>49.50</b>

**Department 401 - Insurance Department - Detail of Senate Changes**

	<b>Adjusts Base Payroll<sup>1</sup></b>	<b>Adds Funding for Salary and Benefit Increases<sup>2</sup></b>	<b>Adjusts Funding for Operating Expenses<sup>3</sup></b>	<b>Increases Grant to the Firefighter's Association<sup>4</sup></b>	<b>Increases Grants to Fire Districts<sup>5</sup></b>	<b>Adds One-Time Funding for IT Software<sup>6</sup></b>
Salaries and wages	419,148	542,076				
Operating expenses			(345,966)			
Capital assets						90,000
Fire department grants				90,000	1,144,821	
Accrued leave payments	(163,182)					
<b>Total all funds</b>	<b>\$255,966</b>	<b>\$542,076</b>	<b>(\$345,966)</b>	<b>\$90,000</b>	<b>\$1,144,821</b>	<b>\$90,000</b>
Less estimated income	255,966	542,076	(345,966)	90,000	1,144,821	90,000
General fund	\$0	\$0	\$0	\$0	\$0	\$0
<b>FTE</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>

	<b>Adds One-Time Funding for Firefighter's Association<sup>7</sup></b>	<b>Total Senate Changes</b>
Salaries and wages		961,224
Operating expenses		(345,966)
Capital assets		90,000
Fire department grants	130,000	1,364,821
Accrued leave payments		(163,182)
Total all funds	\$130,000	\$1,906,897
Less estimated income	130,000	1,906,897
General fund	\$0	\$0
FTE	0.00	0.00

<sup>1</sup> Funding is added for cost-to-continue 2013-15 biennium salaries and benefit increases and for other base payroll changes.

<sup>2</sup> The following funding is added for 2015-17 biennium performance salary adjustments of 2 to 4 percent per year and increases in monthly health insurance premiums:

	<b>General Fund</b>	<b>Other Funds</b>	<b>Total</b>
Salary increase - Performance	\$0	\$326,187	\$326,187
Health insurance increase	0	215,889	215,889
Total	\$0	\$542,076	\$542,076

<sup>3</sup> Funding for operating expenses is reduced by \$692,031 from federal funds relating primarily to actuarial services for the rate review grant and increased by \$346,065 from special funds relating primarily to travel and office rental costs.

<sup>4</sup> The grant to the North Dakota Firefighter's Association is increased by \$90,000 to provide a total of \$890,000 of ongoing funding from the insurance tax distribution fund.

<sup>5</sup> Grants to fire districts are increased by \$1,144,821 to provide a total of \$15,681,207 from the insurance tax distribution fund.

<sup>6</sup> One-time funding of \$90,000 from the state fire and tornado fund is added to purchase a new boiler inspection software program.

<sup>7</sup> One-time funding of \$130,000 from the insurance tax distribution fund is provided for a grant to the North Dakota Firefighter's Association to create a computerized database for all data pertaining to firefighters.

This amendment also:

- Increases funding from the state bonding fund for administrative expenses from \$43,451 to \$50,813.
- Increases funding from the state fire and tornado fund for administrative expenses from \$1,469,026 to \$1,660,748.
- Decreases funding from the state unsatisfied judgment fund for administrative expenses from \$30,048 to \$29,062.
- Increases funding from the state petroleum release compensation fund for administrative expenses from \$104,269 to \$116,881.
- Changes the statutory salary for the Insurance Commissioner to provide for a 3 percent annual increase.

**Senate Bill No. 2010 - Insurance Department - House Action**

	<b>Base Budget</b>	<b>Senate Version</b>	<b>House Changes</b>	<b>House Version</b>
Salaries and wages	\$8,019,514	\$8,980,738	(\$37,641)	\$8,943,097
Operating expenses	2,858,008	2,512,042		2,512,042
Capital assets		90,000		90,000
Fire department grants	15,336,386	16,701,207	(220,000)	16,481,207
Accrued leave payments	163,182			
<b>Total all funds</b>	<b>\$26,377,090</b>	<b>\$28,283,987</b>	<b>(\$257,641)</b>	<b>\$28,026,346</b>
Less estimated income	26,377,090	28,283,987	(257,641)	28,026,346
General fund	\$0	\$0	\$0	\$0
FTE	49.50	49.50	0.00	49.50

**Department 401 - Insurance Department - Detail of House Changes**

	<b>Adjusts Funding for Health Insurance Premium Increases<sup>1</sup></b>	<b>Removes Grant Increase for the Firefighter's Association<sup>2</sup></b>	<b>Removes Funding for Firefighter's Association Computerized Database<sup>3</sup></b>	<b>Total House Changes</b>
Salaries and wages	(37,641)			(37,641)
Operating expenses				
Capital assets				
Fire department grants		(90,000)	(130,000)	(220,000)
Accrued leave payments				
<b>Total all funds</b>	<b>(\$37,641)</b>	<b>(\$90,000)</b>	<b>(\$130,000)</b>	<b>(\$257,641)</b>
Less estimated income	(37,641)	(90,000)	(130,000)	(257,641)
General fund	\$0	\$0	\$0	\$0
FTE	0.00	0.00	0.00	0.00

<sup>1</sup> Funding for employee health insurance premiums is adjusted to reflect the revised premium estimate of \$1,130.22 per month.

<sup>2</sup> The House removed \$90,000 of increased ongoing grant funding from the insurance tax distribution fund for the North Dakota Firefighter's Association to provide ongoing funding of \$800,000.

<sup>3</sup> The House removed \$130,000 of one-time grant funding from the insurance tax distribution fund for a computerized database for the North Dakota Firefighter's Association.

**Senate Bill No. 2010 - Insurance Department - Conference Committee Action**

	<b>Base Budget</b>	<b>Senate Version</b>	<b>Conference Committee Changes</b>	<b>Conference Committee Version</b>	<b>House Version</b>	<b>Comparison to House</b>
Salaries and wages	\$8,019,514	\$8,980,738	(\$37,641)	\$8,943,097	\$8,943,097	
Operating expenses	2,858,008	2,512,042		2,512,042	2,512,042	
Capital assets		90,000		90,000	90,000	
Fire department grants	15,336,386	16,701,207		16,701,207	16,481,207	220,000
Accrued leave payments	163,182					
<b>Total all funds</b>	<b>\$26,377,090</b>	<b>\$28,283,987</b>	<b>(\$37,641)</b>	<b>\$28,246,346</b>	<b>\$28,026,346</b>	<b>\$220,000</b>
Less estimated income	26,377,090	28,283,987	(37,641)	28,246,346	28,026,346	220,000
General fund	\$0	\$0	\$0	\$0	\$0	\$0
FTE	49.50	49.50	0.00	49.50	49.50	0.00

**Department 401 - Insurance Department - Detail of Conference Committee Changes**

	<b>Adjusts Funding for Health Insurance Premium Increases<sup>1</sup></b>	<b>Total Conference Committee Changes</b>
Salaries and wages	(37,641)	(37,641)
Operating expenses		
Capital assets		
Fire department grants		
Accrued leave payments		
Total all funds	(\$37,641)	(\$37,641)
Less estimated income	(37,641)	(37,641)
General fund	\$0	\$0
FTE	0.00	0.00

<sup>1</sup> Funding for employee health insurance premiums is adjusted to reflect the revised premium estimate of \$1,130.22 per month.

This amendment also:

- Adds 3 sections to amend North Dakota Century Code Sections 26.1-26.6-01, 26.1-26.6-04, and 26.1-26.6-05 relating to bail bond agents.
- Adds a section to amend Subsection 4 of Section 26.1-44-03.1 relating to surplus lines insurance filings.
- Does not include the change from the House version to remove funding of \$90,000 from the insurance tax distribution fund for increased grant funding for the North Dakota Firefighter's Association.
- Does not include the change from the House version to remove one-time funding of \$130,000 from the insurance tax distribution fund for a computerized database for the North Dakota Firefighter's Association.