

FISCAL NOTE
Requested by Legislative Council
02/02/2017

Amendment to: Engrossed SB 2107

- 1 A. **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.*

	2015-2017 Biennium		2017-2019 Biennium		2019-2021 Biennium	
	General Fund	Other Funds	General Fund	Other Funds	General Fund	Other Funds
Revenues	\$0	\$0	\$0	\$0	\$0	\$0
Expenditures	\$0	\$370,050	\$0	\$249,700	\$0	\$249,700
Appropriations	\$0	\$370,050	\$0	\$249,700	\$0	\$249,700

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

	2015-2017 Biennium	2017-2019 Biennium	2019-2021 Biennium
Counties	\$0	\$0	\$0
Cities	\$0	\$0	\$0
School Districts	\$0	\$0	\$0
Townships	\$0	\$0	\$0

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

This bill relates to pay and benefits for National Guard members performing state active duty in response to state emergencies. Fiscal impacts are for health insurance coverage (Section 1) and pay enhancements (Sections 2 & 3).

- 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.*

Fiscal impact for Section 1, health insurance reimbursement estimate:

2015-17 DAPL @ \$325,050 and 2017-19 Floods @ \$221,700 = \$546,750

Notes: 2015-17 DAPL estimate based on being retroactive to Sept 2016 (per Section 4 of SB 2107), ending in March 2017 and without external reimbursement. 2017-19 flood estimate is based upon the response to the 2011 floods and includes a 75% external reimbursement.

Fiscal impact for Sections 2 & 3, Stipend pay estimate:

2015-17 DAPL @ \$45,000 and 2017-19 Floods @ \$28,000 = \$73,000

Notes: 2015-17 DAPL estimate based on reimbursement for March 2017 only (SB 2107 becomes law and stipend is not retroactive) and with no external reimbursement. 2017-19 flood estimate is based upon the response to the 2011 floods and includes a 75% external reimbursement.

There are no fiscal impacts to the Emergency Management Assistance Compact (EMAC) provisions in Sections 2 and 3.

Sections 2. & 3. also include emergency management assistance compact pay which has no fiscal impact as all costs will be reimbursed by requesting state.

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.*

N/A

- 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.*

Health insurance (Section 1) costs for National Guard members performing state active duty is estimated at \$546,750 which includes \$325,050 for current biennium based on DAPL event and \$221,700 is an estimate for the 2017-19 biennium. Current biennium estimates assume retroactive costs to September 2016.

Pay enhancements referenced in Sections 2 & 3 is estimated at \$73,000 which includes \$45,000 for current biennium based on DAPL event and \$28,000 is an estimate for the 2017-19 biennium. Current biennium estimates only include March 2017.

Costs summarize by biennium: 2015-17 Health Insurance \$325,050 + 2015-17 Stipend \$45,000 = \$370,050 Total
2017-19 Health Insurance \$221,700 + 2017-19 Stipend \$28,000 = \$249,700 Total

Past state disaster costs have utilized the state disaster relief fund.

The budget line is "Disaster Costs" line 65.

ND National Guard soldiers are activated as temporary state employees with no direct affect to FTE positions.

- 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 or a part of the appropriation is included in the executive budget or relates to a continuing appropriation.*

This bill affects the Office of Adjutant General. No appropriations as it pertains to this bill is included in the executive budget. As emergencies/disasters occur, appropriations are increased through the State Emergency Commission.

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FISCAL NOTE SUMMARY
SAD PAY

HEALTH INSURANCE

DAPL (PAY IN CURRENT BIENNIUM)	\$ 325,050.00
ESTIMATES FOR 2017-19	<u>\$ 221,700.00</u>
	\$ 546,750.00

STIPEND - \$300

DAPL (PAY IN CURRENT BIENNIUM)	\$ 45,000.00
ESTIMATES FOR 2017-19	<u>\$ 28,000.00</u>
	\$ 73,000.00

- 1/ DAPL ESTIMATES ARE BASED ON NO EXTERNAL REIMBURSEMENT.
- 2/ DAPL ESTIMATES ARE BASED UPON HEALTH INSURANCE RETROACTIVE TO 9/2016 AND CONTINUING THROUGH 3/2017
- 3/ ESTIMATES FOR 2017-19 IS BASED ONLY UPON 2011 FLOOD AND WITH A 25% STATE COST SHARE.