

PROPOSED AMENDMENTS TO ENGROSSED SENATE BILL NO. 2005

That the House recede from its amendments as printed on pages 1443 and 1444 of the Senate Journal and pages 1573 and 1574 of the House Journal and that Engrossed Senate Bill No. 2005 be amended as follows:

Page 1, line 2, remove the first "and"

Page 1, line 3, after "treasurer" insert "; and to provide for a report"

Page 1, line 7, after the second comma insert "and from special funds derived from the strategic investment and improvements fund"

Page 1, replace lines 12 through 15 with:

"Salaries and wages	\$1,316,139	\$67,002	\$1,383,141
Operating expenses	251,260	(24,031)	227,229
Coal severance payments	<u>180,000</u>	<u>(9,000)</u>	<u>171,000</u>
Total all funds	\$1,747,399	\$33,971	\$1,781,370
Less estimated income	<u>0</u>	<u>35,000</u>	<u>35,000</u>
Total general fund	\$1,747,399	(\$1,092)	\$1,746,370"

Page 1, after line 16, insert:

**"SECTION 2. ONE-TIME FUNDING - EFFECT ON BASE BUDGET - REPORT TO THE SIXTY-SEVENTH LEGISLATIVE ASSEMBLY.** The following amounts reflect the one-time funding items approved by the sixty-fifth legislative assembly for the 2017-19 biennium and the 2019-21 biennium one-time funding items included in the appropriation in section 1 of this Act:

<u>One-Time Funding Description</u>	<u>2017-19</u>	<u>2019-21</u>
Information technology costs	<u>\$0</u>	<u>\$35,000</u>
Total special funds	<u>\$0</u>	<u>\$35,000</u>

The 2019-21 biennium one-time funding amounts are not a part of the entity's base budget for the 2021-23 biennium. The state treasurer shall report to the appropriations committees of the sixty-seventh legislative assembly on the use of this one-time funding for the biennium beginning July 1, 2019, and ending June 30, 2021.

**SECTION 3. ESTIMATED INCOME - STRATEGIC INVESTMENT AND IMPROVEMENTS FUND.** The operating expenses line item and the estimated income line item in section 1 of this Act include \$35,000 from the strategic investment and improvements fund for information technology costs."

Page 1, line 23, replace "one hundred eleven thousand one hundred twenty-two" with "one hundred ten thousand five hundred eighty-two"

Renumber accordingly

**STATEMENT OF PURPOSE OF AMENDMENT:**

**Senate Bill No. 2005 - State Treasurer - Conference Committee Action**

	Base Budget	Senate Version	Conference Committee Changes	Conference Committee Version	House Version	Comparison to House
Salaries and wages	\$1,316,139	\$1,380,797	\$2,344	\$1,383,141	\$1,368,557	\$14,584
Operating expenses	251,260	192,229	35,000	227,229	227,229	
Coal severance payments	180,000	171,000		171,000	171,000	
Total all funds	\$1,747,399	\$1,744,026	\$37,344	\$1,781,370	\$1,766,786	\$14,584
Less estimated income	0	0	35,000	35,000	35,000	0
General fund	\$1,747,399	\$1,744,026	\$2,344	\$1,746,370	\$1,731,786	\$14,584
FTE	7.00	7.00	0.00	7.00	7.00	0.00

**Department 120 - State Treasurer - Detail of Conference Committee Changes**

	Adjusts Funding for Salary Increases <sup>1</sup>	Adjusts Funding for Salary Equity Increase to State Treasurer <sup>2</sup>	Adds Funding for Information Technology Costs <sup>3</sup>	Total Conference Committee Changes
Salaries and wages	\$2,381	(\$37)		\$2,344
Operating expenses			\$35,000	35,000
Coal severance payments				
Total all funds	\$2,381	(\$37)	\$35,000	\$37,344
Less estimated income	0	0	35,000	35,000
General fund	\$2,381	(\$37)	\$0	\$2,344
FTE	0.00	0.00	0.00	0.00

<sup>1</sup> Funding is adjusted to provide employee salary increases of 2 percent on July 1, 2019, with a minimum monthly increase of \$120 and a maximum monthly increase of \$200, and a 2.5 percent salary increase on July 1, 2020. The Senate provided funding for salary increases of 2 percent on July 1, 2019, and 3 percent on July 1, 2020.

<sup>2</sup> Funding is adjusted to provide a salary equity increase of \$14,584 to the State Treasurer to align the State Treasurer's salary with the salary of the State Auditor, the same level as the Senate. The \$37 reduction relates to the 2nd year salary increase on the equity increase. The Senate provided a 2nd year salary increase of 3 percent and the Conference Committee is providing for a 2.5 percent 2nd year increase. The House did not provide a salary equity increase for the State Treasurer's salary.

<sup>3</sup> One-time funding of \$35,000 is added from the strategic investment and improvements fund for information technology costs related to changes in the oil and gas tax revenue allocation formulas. The Senate did not include funding for these information technology costs.

This amendment also:

- Adds a section to identify \$35,000 from the strategic investment and improvements fund for information technology costs, the same as the House version. The Senate did not include funding from the strategic investment and improvements fund.
- Includes a section to provide the statutory changes necessary to provide a salary equity increase to the State Treasurer of \$5,889 per year, increasing the current annual salary of \$99,881 to \$105,770 and to increase the salary to \$107,885 (2 percent) in fiscal year 2020 and to \$110,582 (2.5 percent) in fiscal year 2021. The salary equity increase aligns the State Treasurer's salary with the salary of the State Auditor, the same level as the Senate version. The House provided a 2 percent in fiscal year 2020 and a 2.5 percent in fiscal year 2021 without an equity increase.