

PROPOSED AMENDMENTS TO ENGROSSED SENATE BILL NO. 2002

Page 1, line 2, after the semicolon insert "and"

Page 1, line 3, remove "to provide an exemption;"

Page 1, line 4, remove "and to provide for a transfer"

Page 1, replace lines 16 through 24 with:

"Salaries and wages	\$5,528,082	\$726,643	\$6,254,725
Operating expenses	3,308,424	4,175,907	7,484,331
Grants	25,000	0	25,000
Petition review	8,000	0	8,000
Election reform	<u>4,699,689</u>	<u>6,131,119</u>	<u>10,830,808</u>
Total all funds	\$11,569,195	\$11,033,669	\$24,602,864
Less estimated income	<u>8,305,574</u>	<u>9,526,501</u>	<u>17,832,075</u>
Total general fund	\$5,263,621	\$1,507,168	\$6,770,789
Full-time equivalent positions	33.00	2.00	35.00"

Page 2, replace lines 11 through 13 with:

"Grand total general fund	\$5,521,552	\$1,520,572	\$7,042,124
Grand total special funds	<u>8,305,574</u>	<u>9,526,501</u>	<u>17,832,075</u>
Grand total all funds	\$13,827,126	\$11,047,073	\$24,874,199"

Page 2, replace lines 19 through 22 with:

"New campaign system and contracted website redesign	\$0	\$1,000,000
Election management system	0	5,000,000
FirstStop	0	1,000,000
Information technology system enhancements	0	500,000
Help America Vote Act	<u>0</u>	<u>1,000,000</u>
Total other funds	\$0	\$8,500,000

The 2023-25 biennium one-time funding amounts are not a part of the entity's base budget for the 2025-27 biennium. The secretary of state shall report to the appropriations committees of the sixty-ninth legislative assembly on the use of this one-time funding for the biennium beginning July 1, 2023, and ending June 30, 2025.

SECTION 3. ESTIMATED INCOME - FEDERAL STATE FISCAL RECOVERY FUND. The estimated income line item in subdivision 1 of section 1 of this Act includes the sum of \$6,000,000 from the federal state fiscal recovery fund for an election management system and to upgrade FirstStop."

Page 3, remove lines 6 through 9

Renumber accordingly

STATEMENT OF PURPOSE OF AMENDMENT:

Senate Bill No. 2002 - Summary of House Action

	Base Budget	Senate Version	House Changes	House Version
Secretary of State				
Total all funds	\$13,569,195	\$18,869,717	\$5,733,147	\$24,602,864
Less estimated income	8,305,574	12,033,075	5,799,000	17,832,075
General fund	\$5,263,621	\$6,836,642	(\$65,853)	\$6,770,789
FTE	33.00	34.00	1.00	35.00
Public Printing				
Total all funds	\$257,931	\$271,335	\$0	\$271,335
Less estimated income	0	0	0	0
General fund	\$257,931	\$271,335	\$0	\$271,335
FTE	0.00	0.00	0.00	0.00
Bill total				
Total all funds	\$13,827,126	\$19,141,052	\$5,733,147	\$24,874,199
Less estimated income	8,305,574	12,033,075	5,799,000	17,832,075
General fund	\$5,521,552	\$7,107,977	(\$65,853)	\$7,042,124
FTE	33.00	34.00	1.00	35.00

Senate Bill No. 2002 - Secretary of State - House Action

	Base Budget	Senate Version	House Changes	House Version
Salaries and wages	\$5,528,082	\$6,328,326	(\$73,601)	\$6,254,725
Operating expenses	3,308,424	6,484,331	1,000,000	7,484,331
Grants	25,000	25,000		25,000
Petition review	8,000	8,000		8,000
Election reform	4,699,689	6,024,060	4,806,748	10,830,808
Total all funds	\$13,569,195	\$18,869,717	\$5,733,147	\$24,602,864
Less estimated income	8,305,574	12,033,075	5,799,000	17,832,075
General fund	\$5,263,621	\$6,836,642	(\$65,853)	\$6,770,789
FTE	33.00	34.00	1.00	35.00

Department 108 - Secretary of State - Detail of House Changes

	Adjusts Funding for Salary and Benefit Increases¹	Reduces Funding for Elected Official Equity²	Adds Funding for Technology Support Position³	Removes Salary Funding for Funding Pool⁴	Adds One-Time Funding⁵	Total House Changes
Salaries and wages	\$85,862	(\$5,600)	\$180,000	(\$333,863)		(\$73,601)
Operating expenses					\$1,000,000	1,000,000
Grants						
Petition review						
Election reform	3,180			(196,432)	5,000,000	4,806,748
Total all funds	\$89,042	(\$5,600)	\$180,000	(\$530,295)	\$6,000,000	\$5,733,147
Less estimated income	12,726	0	0	(213,726)	6,000,000	5,799,000
General fund	\$76,316	(\$5,600)	\$180,000	(\$316,569)	\$0	(\$65,853)
FTE	0.00	0.00	1.00	0.00	0.00	1.00

¹ Salaries and wages funding is adjusted to provide for 2023-25 biennium salary increases of 6 percent on July 1, 2023, and 4 percent on July 1, 2024, and for adjustments to health insurance premium rates as follows:

	General Fund	Other Funds	Total
Salary increase	\$79,156	\$13,200	\$92,356
Health insurance adjustment	(2,840)	(474)	(3,314)
Total	\$76,316	\$12,726	\$89,042

The Senate provided salary adjustments of 4 percent on July 1, 2023, and July 1, 2024.

² Funding of \$5,600 from the general fund is removed to provide a total of \$21,148 from the general fund to increase the salary of the Secretary of State to \$130,000 on July 1, 2023. The Senate provided \$26,748 from the general fund to increase the salary of the Secretary of State to \$130,000 on July 1, 2023. The reduction in necessary equity to provide a salary of \$130,000 is due to the House providing a general salary increase of 6 percent on July 1, 2023, rather than 4 percent.

³ Funding of \$180,000 from the general fund is added for 1 new FTE technology support position. The Senate did not include this position.

⁴ Funding for new FTE positions and estimated savings from vacant FTE positions is removed as shown below. These amounts are available to the agency if needed by submitting a request to the Office of Management and Budget for a transfer from the new and vacant FTE funding pool.

	General Fund	Other Funds	Total
New FTE positions	(\$180,000)	(\$190,950)	(\$370,950)
Vacant FTE positions	<u>(136,569)</u>	<u>(22,776)</u>	<u>(159,345)</u>
Total	(\$316,569)	(\$213,726)	(\$530,295)

⁵ One-time funding of \$6 million from the federal State Fiscal Recovery Fund is added for an election management system (\$5 million) and to upgrade FirstStop (\$1 million). The Senate did not provide funding for these projects.
