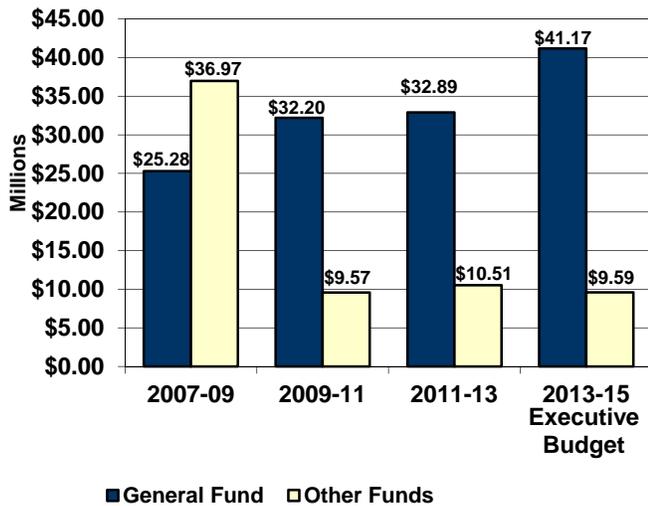


**Department 110 - Office of Management and Budget
 House Bill No. 1015**

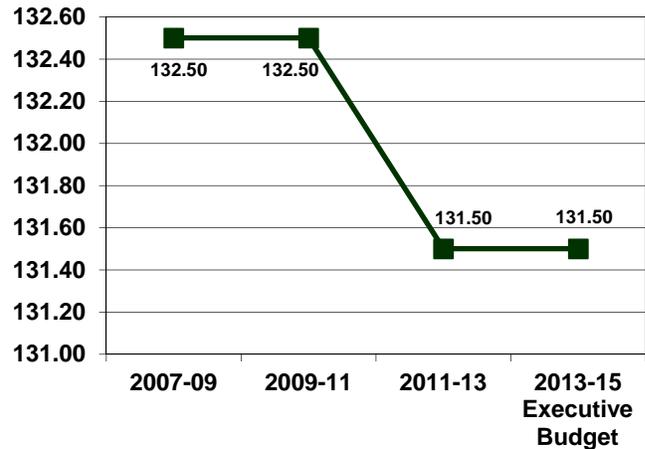
	FTE Positions	General Fund	Other Funds	Total
2013-15 Executive Budget	131.50	\$41,174,940	\$9,589,395	\$50,764,335
2011-13 Legislative Appropriations	131.50	32,892,699 ²	10,514,461	43,407,160 ¹
Increase (Decrease)	0.00	\$8,282,241	(\$925,066)	\$7,357,175

¹The 2011-13 appropriation amounts do not reflect transfers to other state agencies from the state contingencies fund or transfers to other agencies for the state student internship program. The 2011-13 appropriation amounts also do not reflect general fund amounts appropriated to the Office of Management and Budget (OMB) for transfers to various special funds.
²Does not include \$683.6 million included in the executive budget recommendation for OMB to transfer to the state highway fund.

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	\$31,584,940	\$9,590,000	\$41,174,940
2011-13 Legislative Appropriations	29,238,699	3,654,000	32,892,699
Increase (Decrease)	\$2,346,241	\$5,936,000	\$8,282,241

Executive Budget Highlights

	General Fund	Other Funds	Total
Administration			
1. Provides one-time funding for maintenance and replacement of Prairie Public Broadcasting equipment, transmitters, network, and facilities	\$700,000		\$700,000
2. Increases ongoing funding for Prairie Public Broadcasting	\$337,138		\$337,138
3. Provides one-time funding for a temporary planning coordinator for the state's 125 th anniversary celebration	\$190,000		\$190,000
4. Provides funding to contract with an outside audit firm to conduct the state Comprehensive Annual Financial Report audit and the OMB agency audit	\$600,000		\$600,000
5. Provides one-time funding for a health insurance pool to allocate to state agencies for temporary employees that qualify for health insurance due to the requirements of the Affordable Care Act	\$1,000,000	\$1,000,000	\$2,000,000
6. Provides \$700,000 of funding from the general fund for the state contingencies fund, the same amount of funding as provided for the 2011-13 biennium			

7. Provides funding for state employee salary increases of which \$852,783 relates to performance increases and \$376,377 is for market equity adjustments	\$1,020,203	\$208,957	\$1,229,160
Facility Management			
1. Provides one-time funding for the exterior restoration of the judicial and legislative wings of the Capitol building	\$1,500,000		\$1,500,000
2. Provides one-time funding to clean and repair the terrazzo flooring in the Capitol building	\$1,200,000		\$1,200,000
3. Provides one-time funding to remodel the south entrance to the Capitol building	\$1,000,000		\$1,000,000
4. Provides one-time funding to continue the north and west parking lot project	\$4,000,000		\$4,000,000
Central Services			
1. Adds special fund authority resulting from increased business volume and inflationary increases		\$500,000	\$500,000
Human Resource Management Services			
1. Increases funding for the support of ConnectND human resources modules	\$171,348		\$171,348
Risk Management			
1. Adds special fund authority for a foreign travel insurance policy		\$20,000	\$20,000

The following is a comparison of funding from the general fund for statewide dues and memberships:

Statewide Dues and Memberships		
	2011-13 Biennium	2013-15 Biennium
Commission on Uniform State Laws (This budget includes travel costs, conference registration, and annual dues.)	\$151,000	\$145,000
Council of State Governments	182,000	188,000
Governmental Accounting Standards Board	6,000	6,000
Western Governors' Association	74,300	74,300
National Governors Association	81,500	81,500
National Lieutenant Governors Association	1,200	1,200
Education Commission of the States	115,000	115,000
Total dues and memberships	\$611,000	\$611,000

Other Sections in Bill

General fund transfer to property tax relief sustainability fund - Section 3 provides for a transfer of \$744,767,676 from the general fund to the property tax relief sustainability fund during the 2011-13 biennium.

Unexpended appropriation continuation - Section 4 provides that amounts appropriated to the fiscal management section in 2011 Senate Bill No. 2015 are not subject to the provisions of North Dakota Century Code Section 54-44.1-11 which require unexpended appropriations to be canceled at the end of the biennium.

State internship program - Section 6 authorizes the Human Resource Management Services division to transfer funds appropriated for the state student internship program to other agencies.

Temporary Employee Health Insurance Pool - Section 7 authorizes OMB to transfer funds to eligible agencies from the temporary employee health insurance pool.

State employee compensation transfers - Section 8 authorizes state agencies to transfer funding between line items for 2013-15 biennium compensation increases.

State employee compensation adjustments - Section 9 provides legislative intent that funding provided for state employee salary increases be used to provide 3 to 5 percent annual performance compensation adjustments and 1 to 4 percent annual market equity adjustments to eligible state employees during the 2013-15 biennium. Performance compensation adjustments are to vary based on documented performance and equity and employees whose documented performance does not meet standards are not eligible for compensation adjustments. Market equity adjustments are to be provided to employees below their respective market policy point.

Continuing Appropriations

Risk management fund - Chapter 32-12.2 - Risk fund used to timely settle claims and lawsuits

Risk management workers' compensation fund - Section 65-04-03.1 - Provides workers' compensation for state employees

Human Resource Management Services training fund - Section 54-44-11 - State personnel training and development operating fund

Capitol building fund - Chapter 48-10 - Income and interest of the fund may be used for capital grounds projects approved by the Capitol Grounds Planning Commission. The continuing appropriation amount is limited to 50 percent of the unencumbered balance of the fund on the first day of the biennium subject to a maximum amount of \$100,000.

Preliminary planning revolving fund - Section 54-27-22 - Preliminary planning revolving fund for state agencies to study and plan for capital projects

Postage revolving fund - Chapter 48-06 - Used to purchase postage for postage machines in central mailroom

Indigent civil legal services fund - Section 54-06-20 - Used for distributions to legal services programs that provide civil legal assistance to indigent individuals

State purchasing operating fund - Section 54-44-11 - Used for the procurement and maintenance of an equipment and supply inventory for state agencies

Significant Audit Findings

The operational audit of OMB conducted by the State Auditor's office for the biennium ending June 30, 2011, included a significant audit finding relating to a lack of segregation of duties for cash an inventory in the surplus property division.

Major Related Legislation

House Bill No. 1041 - Guardianship and public administrator services grants - Provides an appropriation of \$1,657,100 to OMB to provide grants to counties for guardianship and public administrator services

House Bill No. 1099 - Part-time and temporary FTE position approval - Requires agencies to provide documentation justifying the need for new FTE positions and to receive specific legislative approval for temporary positions in addition to permanent positions