

**Department 380 - Job Service North Dakota
Senate Bill No. 2016**

Dalrymple Executive Budget Comparison to Prior Biennium Appropriations

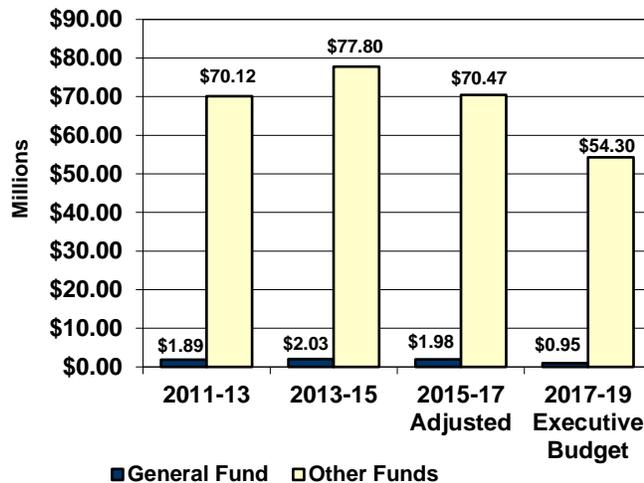
	FTE Positions	General Fund	Other Funds	Total
2017-19 Dalrymple Executive Budget	181.61	\$949,014	\$54,295,639	\$55,244,653
2015-17 Adjusted Legislative Appropriations ¹	237.76	1,977,580	70,467,866	72,445,446
Increase (Decrease)	(56.15)	(\$1,028,566)	(\$16,172,227)	(\$17,200,793)

¹The 2015-17 biennium agency appropriation amounts reflect general fund budget reductions made in August 2016.

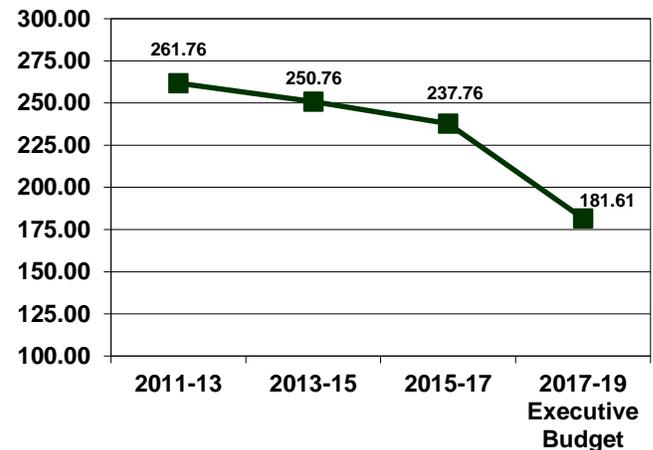
Ongoing and One-Time General Fund Appropriations

	Ongoing General Fund Appropriation	One-Time General Fund Appropriation	Total General Fund Appropriation
2017-19 Dalrymple Executive Budget	\$949,014	\$0	\$949,014
2015-17 Adjusted Legislative Appropriations	1,888,080	89,500	1,977,580
Increase (Decrease)	(\$939,066)	(\$89,500)	(\$1,028,566)

Agency Funding



FTE Positions



Dalrymple Executive Budget Comparison to Base Level

	General Fund	Other Funds	Total
2017-19 Dalrymple Executive Budget	\$949,014	\$54,295,639	\$55,244,653
2017-19 Base Level	1,888,080	70,467,866	72,355,946
Increase (Decrease)	(\$939,066)	(\$16,172,227)	(\$17,111,293)

First House Action

Attached is a comparison worksheet detailing first house changes to base level funding and the executive budget.

**Dalrymple and Burgum Executive Budget Highlights
(With First House Changes in Bold)**

	General Fund	Other Funds	Total
1. Adds funding for state employee salary and benefit increases, of which \$114,511 is for salary increases and \$454,911 is for health insurance increases. (The Burgum budget removed funding for salary increases and provided for employees to pay for a portion of health insurance.) The Senate removed funding for the salary increases.	\$3,815	\$565,607	\$569,422
2. Adjusts funding for base payroll changes, including a reduction of 56.15 FTE positions	(\$12,798)	(\$12,603,617)	(\$12,616,415)
3. Reduces funding for operating expenses, including reductions to information technology contractual services and repairs and information technology software	\$0	(\$2,727,902)	(\$2,727,902)

4. Increases federal funding for participant training contract grants	\$0	\$54,245	\$54,245
5. Reduces funding for the Workforce 20/20 program	(\$930,083)	\$0	(\$930,083)
6. Reduces Reed Act funding	\$0	(\$1,460,560)	(\$1,460,560)
7. (The Burgum budget eliminated the Workforce 20/20 program.)	(\$502,407)		(\$502,407)
The Senate did not eliminate the Workforce 20/20 program.			

Other Sections in Senate Bill No. 2016

Reed Act funds - Section 3 provides a special fund appropriation of \$11,210,286 in Section 1 from federal Reed Act funds made available to the state by the federal Reed Act distributions made in federal fiscal years 1957, 1958, 1999, and 2002, pursuant to section 903 of the federal Social Security Act for the purpose of developing a modernized unemployment insurance computer system.

Federal funds - Section 4 provides all federal funds received by Job Service North Dakota in excess of those funds appropriated in Section 1 are appropriated for the 2017-19 biennium.

Continuing Appropriations

Federal advance interest repayment fund - North Dakota Century Code Section 52-04-22 - Collection of penalty and interest on delinquent unemployment insurance contribution reports and payment of any interest due on federal and nonfederal obligations of the unemployment insurance trust fund.

Unemployment insurance tax fund - Section 52-03-04 - Collection of unemployment taxes and the payments of unemployment benefits.

Job task analysis - Section 52-08-13 - Collection of fees for providing job task analysis services to employers that request such services and the payment of the expenses related to the activity.

Deficiency Appropriation

There are no deficiency appropriations for this agency.

Significant Audit Findings

There are no significant audit findings for this agency.

Major Related Legislation

House Bill No. 1132 - This bill requires Job Service North Dakota to complete a criminal background check on all employees, final applicants for employment with Job Service North Dakota, and contractors of Job Service North Dakota with access to federal tax information.

House Bill No. 1196 - This bill expands the expense categories for which the federal advance interest repayment (FAIR) fund can be used. The revenue deposited in the fund consists of interest and penalty funds collected by the unemployment insurance program. Currently, funds are authorized for building and lease expenditures, state fleet charges, and renovation and maintenance costs. This bill would allow for additional administration costs for the unemployment insurance program to be paid through the FAIR fund.

Senate Bill No. 2104 - This bill requires a written agreement between Job Service North Dakota and the Information Technology Department for disclosure of any data identifying individual unemployment insurance wage data.

Senate Bill No. 2119 - This bill authorizes the state of North Dakota, acting through Job Service North Dakota, to sell certain property and to declare an emergency.

Senate Bill No. 2311 - This bill allows cities and counties to assign liability for employment insurance large construction projects to up to five general or prime contractors from the current level of one. Other project owners are limited to one bond assignment. An emergency clause is included to allow these changes to be effective during the 2015-17 biennium.

Job Service North Dakota - Budget No. 380
Senate Bill No. 2016

	Burgum Executive Budget Recommendation (Changes to Dalrymple Budget in Bold)				Senate Version			
	FTE Position	General Fund	Other Funds	Total	FTE Position	General Fund	Other Funds	Total
2017-19 Biennium Base Level	237.76	\$1,888,080	\$70,467,866	\$72,355,946	237.76	\$1,888,080	\$70,467,866	\$72,355,946
2017-19 Ongoing Funding Changes								
Adjusts funding for base payroll changes	(56.15)	(\$12,798)	(\$12,603,617)	(\$12,616,415)	(56.15)	(\$12,798)	(\$12,603,617)	(\$12,616,415)
Salary increase - Performance				0				0
Health insurance increase		3,048	451,863	454,911		3,048	451,863	454,911
Employee portion of health insurance		(1,597)	(236,712)	(238,309)				0
Reduces funding for operating expenses			(2,727,902)	(2,727,902)			(2,727,902)	(2,727,902)
Increases funding for participant training contract grants			54,245	54,245			54,245	54,245
Reduces funding for Workforce 20/20 program		(930,083)		(930,083)		(930,083)		(930,083)
Eliminates funding for Workforce 20/20 program		(502,407)		(502,407)				0
Reduces Reed Act funding			(1,460,560)	(1,460,560)			(1,460,560)	(1,460,560)
Total ongoing funding changes	(56.15)	(\$1,443,837)	(\$16,522,683)	(\$17,966,520)	(56.15)	(\$939,833)	(\$16,285,971)	(\$17,225,804)
One-time funding items								
No one-time funding items				\$0				\$0
Total one-time funding changes	0.00	\$0	\$0	\$0	0.00	\$0	\$0	\$0
Total Changes to Base Level Funding	(56.15)	(\$1,443,837)	(\$16,522,683)	(\$17,966,520)	(56.15)	(\$939,833)	(\$16,285,971)	(\$17,225,804)
2017-19 Total Funding	181.61	\$444,243	\$53,945,183	\$54,389,426	181.61	\$948,247	\$54,181,895	\$55,130,142

Other Sections in Job Service North Dakota - Budget No. 380

	Burgum Executive Budget Recommendation (Changes to Dalrymple Budget in Bold)	Senate Version
Reed Act funds	Section 3 provides a special fund appropriation of \$11,210,286 in Section 1 from federal Reed Act funds made available to the state by the federal Reed Act distributions made in federal fiscal years 1957, 1958, 1999, and 2002, pursuant to section 903 of the federal Social Security Act for the purpose of developing a modernized unemployment insurance computer system. (The Burgum budget recommendation reduces this section.)	Section 3 provides a special fund appropriation of \$11,210,286 in Section 1 from federal Reed Act funds made available to the state by the federal Reed Act distributions made in federal fiscal years 1957, 1958, 1999, and 2002, pursuant to section 903 of the federal Social Security Act for the purpose of developing a modernized unemployment insurance computer system.
Federal funds	Section 4 provides all federal funds received by Job Service North Dakota in excess of those funds appropriated in Section 1 are appropriated for the 2017-19 biennium.	Section 4 provides all federal funds received by Job Service North Dakota in excess of those funds appropriated in Section 1 are appropriated for the 2017-19 biennium.

Department 380 - Job Service North Dakota

Appropriations Comparisons to the Original and Adjusted Base Budgets

General Fund Appropriations Adjustments (As a result of the August 2016 General Fund Budget Reductions)

	Ongoing	One-Time	Total
2015-17 original general fund appropriations	\$2,026,691	\$89,500	\$2,116,191
General fund reductions	(138,611)	0	(138,611)
Adjusted 2015-17 appropriations	\$1,888,080	\$89,500	\$1,977,580
Dalrymple Executive Budget changes	(939,066)	(89,500)	(1,028,566)
2017-19 Dalrymple Executive Budget	\$949,014	\$0	\$949,014

Summary of August 2016 General Fund Budget Reductions

	Ongoing	One-Time	Total
Reduced funding for Workforce 20/20 program	(\$138,611)	\$0	(\$138,611)
Total reductions	(\$138,611)	\$0	(\$138,611)
Percentage reduction to ongoing and one-time general fund appropriations	6.84%	0.00%	6.55%

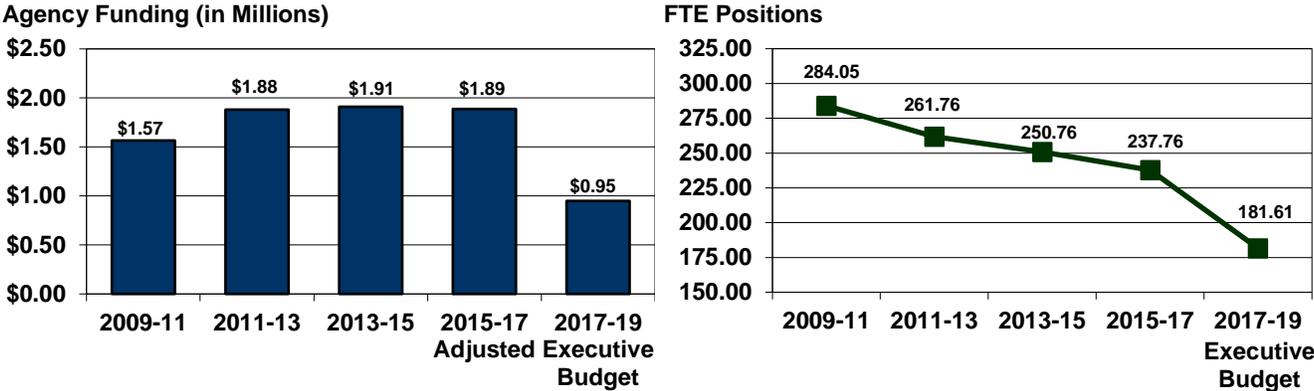
2017-19 Dalrymple Executive Budget Changes to the Original and Adjusted Base Budgets

	Changes to Original Budget	Budget Reduction Adjustments	Changes to Adjusted Budget
Adds funding for recommended salary and benefit increases	\$3,815	\$0	\$3,815
Adjusts funding for base payroll changes	(12,798)	0	(12,798)
Reduces funding for Workforce 20/20 program	(1,068,694)	138,611	(930,083)
Total	(\$1,077,677)	\$138,611	(\$939,066)

Department 380 - Job Service North Dakota

Historical Appropriations Information

Ongoing General Fund Appropriations Since 2009-11



Ongoing General Fund Appropriations					
	2009-11	2011-13	2013-15	2015-17 Adjusted	2017-19 Dalrymple Executive Budget
Ongoing general fund appropriations	\$1,565,442	\$1,879,892	\$1,910,235	\$1,888,080	\$949,014
Increase (decrease) from previous biennium	N/A	\$314,450	\$30,343	(\$22,155)	(\$939,066)
Percentage increase (decrease) from previous biennium	N/A	20.1%	1.6%	(1.2%)	(49.7%)
Cumulative percentage increase (decrease) from 2009-11 biennium	N/A	20.1%	22.0%	20.6%	(39.4%)

Major Increases (Decreases) in Ongoing General Fund Appropriations

2011-13 Biennium

- 1. Added funding to continue job spidering online employment tool \$300,000

2013-15 Biennium

- 1. No major changes identified

2015-17 Biennium

- 1. Added funding for Virtual OneStop application to allow access to Job Service North Dakota job listings \$100,000

2017-19 Biennium (Dalrymple and Burgum Executive Budget Recommendations)

- 1. Reduces funding for the Workforce 20/20 program (\$930,083)
- 2. The Burgum budget eliminated the Workforce 20/20 program. (The Senate did not eliminate the Workforce 20/20 program.) (\$502,407)