

**Department 380 - Job Service North Dakota  
Senate Bill Nos. 2016 and 2076**

**Executive Budget Comparison to Prior Biennium Appropriations**

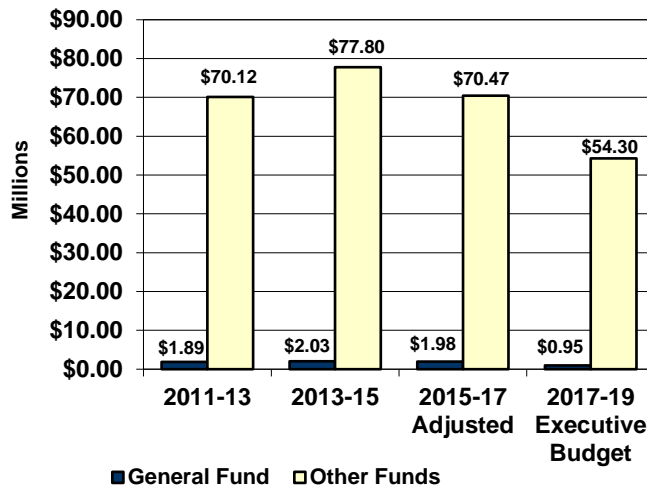
	FTE Positions	General Fund	Other Funds	Total
2017-19 Executive Budget	181.61	\$949,014	\$54,295,639	\$55,244,653
2015-17 Adjusted Legislative Appropriations <sup>1</sup>	237.76	1,977,580	70,467,866	72,445,446
Increase (Decrease)	(56.15)	(\$1,028,566)	(\$16,172,227)	(\$17,200,793)

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

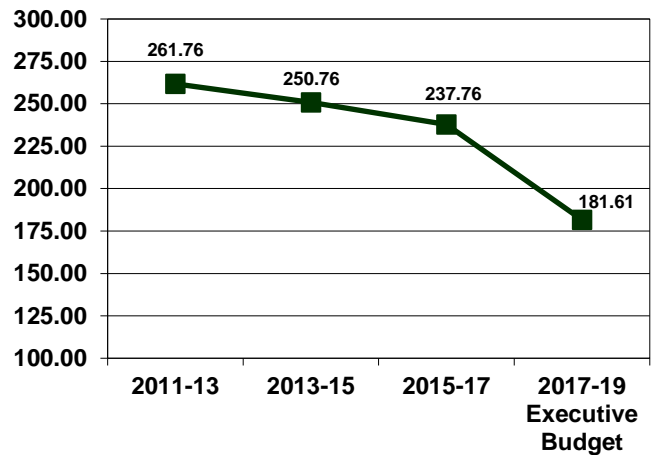
**Ongoing and One-Time General Fund Appropriations**

	Ongoing General Fund Appropriation	One-Time General Fund Appropriation	Total General Fund Appropriation
2017-19 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**



**Executive Budget Comparison to Base Level**

	General Fund	Other Funds	Total
2017-19 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)

**Executive Budget Highlights**

	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	\$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)

**Other Bill Sections Recommended to be Added in the Executive Budget  
(As Detailed in Senate Bill No. 2076)**

**Reed Act funds** - Section 3 provides a special fund appropriation of \$11,213,427 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. 1072** - Section 12 of this bill provides for the Department of Human Services to purchase the Grafton Job Service North Dakota building, using donated funds, for the use of the Life Skills and Transition Center.

**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.

**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.

**Job Service North Dakota - Budget No. 380**  
**Senate Bill Nos. 2016 and 2076**

	<b>Executive Budget Recommendation</b>			
	<b>FTE Position</b>	<b>General Fund</b>	<b>Other Funds</b>	<b>Total</b>
<b>2017-19 Biennium Base Level</b>	237.76	\$1,888,080	\$70,467,866	\$72,355,946
<b>2017-19 Ongoing Funding Changes</b>				
Adjusts funding for base payroll changes	(56.15)	(\$12,798)	(\$12,603,617)	(\$12,616,415)
Salary increase		767	113,744	114,511
Health insurance increase		3,048	451,863	454,911
Reduces funding for operating expenses			(2,727,902)	(2,727,902)
Increases funding for participant training contract grants			54,245	54,245
Reduces funding for Workforce 20/20 program		(930,083)		(930,083)
Reduces Reed Act funding			(1,460,560)	(1,460,560)
Total ongoing funding changes	(56.15)	(\$939,066)	(\$16,172,227)	(\$17,111,293)
<b>One-time funding items</b>				
No one-time funding items				\$0
Total one-time funding changes	0.00	\$0	\$0	\$0
<b>Total Changes to Base Level Funding</b>	(56.15)	(\$939,066)	(\$16,172,227)	(\$17,111,293)
<b>2017-19 Total Funding</b>	181.61	\$949,014	\$54,295,639	\$55,244,653

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

	<b>Executive Budget Recommendation</b>
Reed Act funds	Section 3 provides a special fund appropriation of \$11,213,427 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.

## 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
Executive Budget changes	(939,066)	(89,500)	(1,028,566)
2017-19 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%

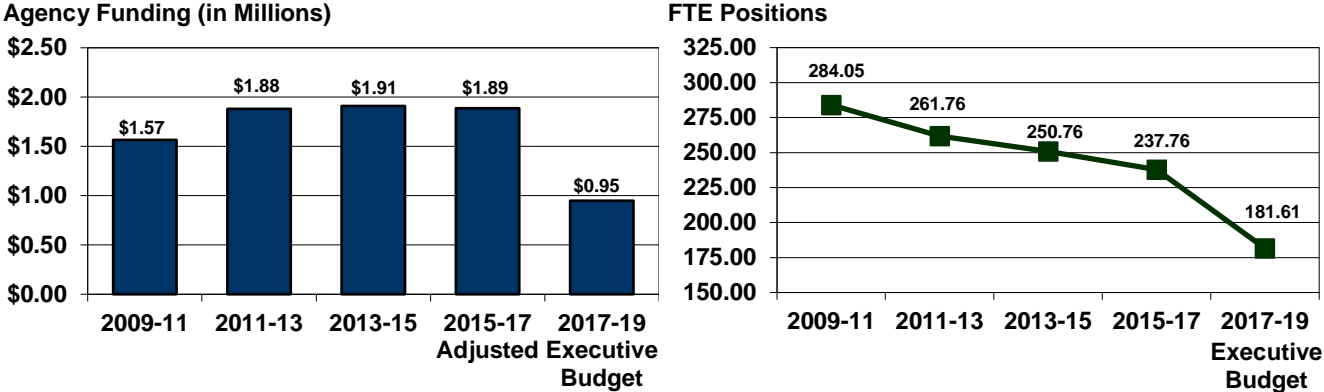
### 2017-19 Executive Budget Changes to the Original and Adjusted Base Budgets

	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 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 (Executive Budget Recommendation)**
  - 1. Reduces funding for the Workforce 20/20 program (\$930,083)