

**State Treasurer
Budget No. 120
Senate Bill No. 2005**

| | FTE Positions | General Fund | Other Funds | Total |
|--|----------------------|---------------------|--------------------|--------------------|
| 2019-21 legislative appropriations | 7.00 | \$1,746,370 | \$35,000 | \$1,781,370 |
| 2019-21 base budget | 7.00 | 1,747,399 | 0 | 1,747,399 |
| Legislative increase (decrease) to base budget | 0.00 | (\$1,029) | \$35,000 | \$33,971 |

ONGOING AND ONE-TIME GENERAL FUND APPROPRIATIONS

| | Ongoing General Fund Appropriation | One-Time General Fund Appropriation | Total General Fund Appropriation |
|---|---|--|---|
| 2019-21 legislative appropriations | \$1,746,370 | \$0 | \$1,746,370 |
| 2017-19 legislative appropriations | 1,747,399 | 0 | 1,747,399 |
| 2019-21 legislative increase (decrease) to 2017-19 appropriations | (\$1,029) | \$0 | (\$1,029) |
| Percentage increase (decrease) to 2017-19 appropriations | (0.1%) | N/A | (0.1%) |

**SUMMARY OF LEGISLATIVE CHANGES TO THE BASE BUDGET AND MAJOR FUNDING ITEMS
Changes to Base Budget**

| | FTE Positions | General Fund | Other Funds | Total |
|--|----------------------|---------------------|--------------------|--------------|
| The legislative action: | | | | |
| Adjusted funding for base payroll changes. | | (\$19,339) | | (\$19,339) |
| Added funding 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 2.5 percent on July 1, 2020. | | 40,523 | | 40,523 |
| Added funding for employee health insurance premiums to reflect a revised premium estimate of \$1,426.74 per month. | | 31,234 | | 31,234 |
| Provided a salary equity increase to the State Treasurer to align the State Treasurer's salary with the State Auditor's salary. The equity increase includes an adjustment for the 2 percent salary increase on July 1, 2019, and the 2.5 percent salary increase on July 1, 2020. | | 14,584 | | 14,584 |
| Reduced funding for operating expenses, primarily related to information technology costs. | | (59,031) | | (59,031) |

| | | | | |
|--|------|-----------|----------|----------|
| Reduced funding for coal severance shortfall payments related to changes in the coal severance tax revenue allocation formula pursuant to House Bill No. 1005 (2017). | | (9,000) | | (9,000) |
| Added one-time funding from the strategic investment and improvements fund for information technology costs related to changes in the oil and gas tax revenue allocation formulas. | | | \$35,000 | 35,000 |
| Total | 0.00 | (\$1,029) | \$35,000 | \$33,971 |

FTE Changes

The Legislative Assembly approved 7 FTE positions for the State Treasurer for the 2019-21 biennium, the same as the 2017-19 biennium.

One-Time Funding

In Section 2 of Senate Bill No. 2005, the Legislative Assembly identified \$35,000 of one-time funding from the strategic investment and improvements fund for information technology costs related to changes in the oil and gas tax revenue allocation formulas.

Deficiency Appropriations

Section 4 of Senate Bill No. 2016 (2019) appropriates \$8.1 million from the state disaster relief fund to the State Treasurer during the 2017-19 biennium for special transportation funding distributions to non-oil-producing townships due to extraordinary snowfall in 2019 in the eastern part of the state and due to the excessive costs of road maintenance in the western part of the state. The section provides for an allocation of \$5,000 to each organized and unorganized township within non-oil-producing counties to be allocated in June 2019. To be eligible to receive an allocation, a township must be located in one of the 44 counties that received no allocation or an allocation of less than \$5 million under North Dakota Century Code Section 57-51-15 (oil and gas gross production tax allocations) during fiscal year 2018.

Other Sections in Senate Bill No. 2005

Strategic investment and improvements fund - Section 3 identifies \$35,000 from the strategic investment and improvements fund for information technology costs.

Salary of State Treasurer - Section 4 includes 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) on July 1, 2019, and to \$110,582 (2.5 percent) on July 1, 2020. The salary equity increase aligns the State Treasurer's salary with the State Auditor's salary.

Related Legislation

House Bill No. 1014 - Changes the oil and gas tax revenue allocations to the North Dakota outdoor heritage fund and the oil and gas research fund.

House Bill No. 1066 - Changes the oil and gas tax revenue allocation formulas, including the allocations to hub cities and hub city school districts, and creates three new infrastructure funds for grants to non-oil-producing political subdivisions and airports.

House Bill No. 1074 - Authorizes additional background checks for employees of the State Treasurer's office related to federal requirements.

Senate Bill No. 2016 - Limits the oil and gas tax revenue allocations to the state disaster relief fund.

Senate Bill No. 2036 - Removes obsolete language related to the coal conversion tax allocations made by the State Treasurer.

Senate Bill No. 2249 - Provides for oil and gas tax revenue allocations to a newly created state energy research center fund.

Senate Bill No. 2312 - Changes the provisions for oil and gas tax revenue sharing between the state and the Three Affiliated Tribes of the Fort Berthold Reservation increasing the allocations to the Three Affiliated Tribes.

Senate Bill No. 2362 - Changes the method of allocating the oil extraction tax revenue attributed to oil production on tribal lands increasing the allocations to the common schools trust fund, the foundation aid stabilization fund, and the resources trust fund.