

STATEMENT OF PURPOSE OF AMENDMENT:

Senate Bill No. 2002 - Funding Summary

	Base Budget	Final Legislative Action	Comparison to Base Budget
Secretary of State			
Operating expenses	\$2,711,018	\$3,009,553	\$298,535
Salaries and wages	4,652,764	4,978,126	325,362
Petition review	8,000	8,000	
Election reform	<u>1,192,655</u>	<u>12,801,747</u>	<u>11,609,092</u>
Total all funds	\$8,564,437	\$20,797,426	\$12,232,989
Less estimated income	<u>3,044,155</u>	<u>15,431,641</u>	<u>12,387,486</u>
General fund	\$5,520,282	\$5,365,785	(\$154,497)
FTE	32.00	32.00	0.00
Public Printing			
Public printing	<u>\$288,450</u>	<u>\$257,278</u>	<u>(\$31,172)</u>
Total all funds	\$288,450	\$257,278	(\$31,172)
Less estimated income	<u>0</u>	<u>0</u>	<u>0</u>
General fund	\$288,450	\$257,278	(\$31,172)
FTE	0.00	0.00	0.00
Bill total			
Total all funds	\$8,852,887	\$21,054,704	\$12,201,817
Less estimated income	<u>3,044,155</u>	<u>15,431,641</u>	<u>12,387,486</u>
General fund	\$5,808,732	\$5,623,063	(\$185,669)
FTE	32.00	32.00	0.00

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

	Base Budget	Senate Changes	Senate Version
Operating expenses	\$2,711,018	\$298,535	\$3,009,553
Salaries and wages	4,652,764	296,571	4,949,335
Petition review	8,000		8,000
Election reform	<u>1,192,655</u>	<u>11,607,965</u>	<u>12,800,620</u>
Total all funds	\$8,564,437	\$12,203,071	\$20,767,508
Less estimated income	<u>3,044,155</u>	<u>12,385,493</u>	<u>15,429,648</u>
General fund	\$5,520,282	(\$182,422)	\$5,337,860
FTE	32.00	0.00	32.00

Department 108 - Secretary of State - Detail of Senate Changes

	Adjusts Funding for Base Payroll Changes¹	Adds Funding for Salary and Benefit Increases²	Adds Funding for Temporary Salaries³	Reduces Funding for Election Reform⁴	Increases Funding for Operating Expenses⁵	Increases Funding for Technology Projects⁶
Operating expenses					\$293,671	
Salaries and wages	(\$118,954)	\$265,525	\$150,000			
Petition review						
Election reform	<u>1,020</u>	<u>9,442</u>		<u>(\$402,497)</u>		<u>\$800,000</u>
Total all funds	(\$117,934)	\$274,967	\$150,000	(\$402,497)	\$293,671	\$800,000
Less estimated income	<u>(200,158)</u>	<u>16,676</u>	<u>150,000</u>	<u>(402,497)</u>	<u>820,673</u>	<u>800,000</u>
General fund	\$82,224	\$258,291	\$0	\$0	(\$527,002)	\$0
FTE	0.00	0.00	0.00	0.00	0.00	0.00

	Adds Funding for Microsoft Office 365 ⁷	Adds Funding for Voting System and E-poll Books ⁸	Total Senate Changes
Operating expenses	\$4,864		\$298,535
Salaries and wages			296,571
Petition review			
Election reform		\$11,200,000	11,607,965
Total all funds	\$4,864	\$11,200,000	\$12,203,071
Less estimated income	799	11,200,000	12,385,493
General fund	\$4,065	\$0	(\$182,422)
FTE	0.00	0.00	0.00

¹ Funding is adjusted for base payroll changes.

² The following funding is added for 2019-21 biennium salary adjustments of 2 percent on July 1, 2019, and 3 percent on July 1, 2020, and increases in health insurance premiums from \$1,241 to \$1,427 per month:

	<u>General Fund</u>	<u>Other Funds</u>	<u>Total</u>
Salary increase	\$124,429	\$7,752	\$132,181
Health insurance increase	<u>133,862</u>	<u>8,924</u>	<u>142,786</u>
Total	\$258,291	\$16,676	\$274,967

³ Adds funding for temporary salaries from the Secretary of State's general services operating fund.

⁴ Reduces federal (\$229,662) and state matching funds (\$172,835) for election reform.

⁵ Increases funding from the Secretary of State's general services operating fund (\$820,673) and reduces funding from the general fund (\$527,002) to provide a total of \$3,009,553 for operating expenses.

⁶ Increases funding for technology projects from additional revenue of \$800,000 deposited in the Secretary of State's general services operating fund as a result of changes in Section 6 of the bill. The \$800,000 in additional revenue is anticipated to be used for the Secretary of State's statewide voting system and e-poll book project, which is expected to cost a total of \$12 million during the 2019-21 biennium.

⁷ Adds funding for Microsoft Office 365 licensing.

⁸ Adds one-time funding from the strategic investment and improvements fund (\$8,200,000) and federal funds (\$3,000,000) for the Secretary of State's statewide voting system and e-poll book project, which is expected to cost a total of \$12 million during the 2019-21 biennium.

This amendment also adds sections to:

- Identify \$8.2 million from the strategic investment and improvements fund for the Secretary of State's statewide voting system and e-poll book project.
- Provide the statutory changes to increase the Secretary of State's salary. The Secretary of State's annual salary would increase from the current level of \$105,770 to \$107,885, effective July 1, 2019, and to \$111,122, effective July 1, 2020, to reflect the 2 percent and 3 percent salary increase.
- Amend North Dakota Century Code Section 54-09-08 to remove the requirement to transfer all funds in the Secretary of State's general services operating fund exceeding \$75,000 to the general fund at the end of each biennium.
- Amend Section 54-09-11 to remove a directive for the Secretary of State to establish a fee for furnishing lists from the central indexing system and establish a fee of \$40 for preparing any listing or compilation of any information recorded or filed, and provide an additional fee of 50 cents per page for a listing in paper format. The section also amends Section 54-09-11 to increase the filing fee for the central indexing system from \$10 to \$20 and allows the fee to be used for the programming and maintenance of the information technology systems administered by the Secretary of State. The section also amends Section 54-09-11 to remove the requirement for the Secretary of State to pay \$10 to the county recorder of the county of residence for the first debtor listed on certain statements.
- Provide that any unexpended funds from the technology project in Section 2 of Chapter 36 of the 2015 Session Laws may be continued and spent during the 2019-21 biennium.

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

	Base Budget	Senate Version	House Changes	House Version
Operating expenses	\$2,711,018	\$3,009,553		\$3,009,553
Salaries and wages	4,652,764	4,949,335	\$28,791	4,978,126
Petition review	8,000	8,000		8,000
Election reform	1,192,655	12,800,620	1,127	12,801,747
Total all funds	\$8,564,437	\$20,767,508	\$29,918	\$20,797,426
Less estimated income	3,044,155	15,429,648	1,993	15,431,641
General fund	\$5,520,282	\$5,337,860	\$27,925	\$5,365,785
FTE	32.00	32.00	0.00	32.00

Department 108 - Secretary of State - Detail of House Changes

	Adjusts Funding for Salary Increases¹	Total House Changes
Salaries and wages	\$28,791	\$28,791
Operating expenses		
Petition review		
Election reform	1,127	1,127
Total all funds	\$29,918	\$29,918
Less estimated income	1,993	1,993
General fund	\$27,925	\$27,925
FTE	0.00	0.00

¹ Funding is added to provide for 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 an increase of 2.5 percent on July 1, 2020. The Senate provided funding for salary increases of 2 percent on July 1, 2019, and 3 percent on July 1, 2020. Changes are made to Section 4 of the bill providing for the Secretary of State's salary increase.

This amendment also:

- Authorizes a line item transfer of \$140,000 of special funds from the operating expenses line item to the salaries and wages line item during the 2017-19 biennium. The Senate version did not include this section.
- Adds a section to provide the election reform line in Section 1, Section 3, and Section 4 of the bill are declared to be an emergency measure. The Senate version did not include this section.

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

The Senate concurred with the House.

Senate Bill No. 2002 - Public Printing - Senate Action

	Base Budget	Senate Changes	Senate Version
Public printing	\$288,450	(\$31,172)	\$257,278
Total all funds	\$288,450	(\$31,172)	\$257,278
Less estimated income	0	0	0
General fund	\$288,450	(\$31,172)	\$257,278
FTE	0.00	0.00	0.00

Department 109 - Public Printing - Detail of Senate Changes

	Reduces Funding for Public Printing ¹	Total Senate Changes
Public printing	(\$31,172)	(\$31,172)
Total all funds	(\$31,172)	(\$31,172)
Less estimated income	0	0
General fund	(\$31,172)	(\$31,172)
FTE	0.00	0.00

¹ Funding for public printing is reduced to provide a total of \$257,278 from the general fund.

Senate Bill No. 2002 - Public Printing - House Action

The House did not change the Senate version for Public Printing.

Senate Bill No. 2002 - Public Printing - Senate Action

The Senate concurred with the House.