

**Department 380 - Job Service North Dakota
Senate Bill No. 2017**

	FTE Positions	General Fund	Other Funds	Total
2001-03 Schafer Executive Budget	389.78	\$2,000,356	\$58,611,804	\$60,612,160
1999-2001 Legislative Appropriations	<u>390.40</u>	<u>1,250,000</u>	<u>52,863,408</u>	<u>54,113,408¹</u>
Increase (Decrease)	<u>(0.62)</u>	<u>\$750,356</u>	<u>\$5,748,396</u>	<u>\$6,498,752</u>

2001-03 Hoeven Executive Budget	<u>389.78</u>	<u>\$2,250,356</u>	<u>\$58,611,804</u>	<u>\$60,862,160</u>
Hoeven Increase (Decrease) to Schafer	<u>0.00</u>	<u>\$250,000</u>	<u>\$0</u>	<u>\$250,000</u>

¹ The 1999-2001 appropriation amounts include \$167,544 of other funds for the agency's share of the \$5.4 million funding pool appropriated to the Office of Management and Budget (OMB) for special market equity adjustments for classified employees and \$13,634 of other funds for the agency's share of the \$1.4 million funding pool appropriated to OMB for assisting agencies in providing the \$35 per month minimum salary increases in July 1999 and July 2000. The 1999-2001 appropriation amounts do not include \$15,381,209 of additional spending authority resulting from Emergency Commission action during the 1999-2001 biennium.

Major Schafer Recommendations Affecting Job Service North Dakota 2001-03 Budget

	General Fund	Other Funds	Total
1. Increases funding for Work Force 2000 to \$2,000,356. (The Senate increased funding for this program by \$250,000 to \$2,250,356.)	\$750,000		\$750,000
2. Deletes .62 FTE positions not requested by the agency.		(\$43,898)	(\$43,898)
3. Increases operating line item for increased information technology costs associated with the statewide information technology network (\$137,250), increased Central Services costs (\$50,000), and interest earned on asbestos lawsuit proceeds (\$75,000).		\$262,250	\$262,250
4. Provides capital project funding from state bonding proceeds for Bismarck service delivery office (Senate Bill No. 2023).		\$2,302,000	\$2,302,000
4. Removes one-time funding received during the 1999-2001 biennium for unemployment compensation incentive.		(\$654,000)	(\$654,000)
5. Decreases federal funding for implementation of one-stop initiatives due to the federal grant expiring at the end of federal fiscal year 2001.		(\$2,351,527)	(\$2,351,527)
6. Removes one-time disaster unemployment assistance funding received by the agency to assist in the recovery from the 1997 flood disaster.		(\$13,624,650)	(\$13,624,650)

**Major Hoeven Recommendations Affecting Job Service North Dakota 2001-03 Budget
Compared to the Bill as Introduced (Schafer Budget)**

	General Fund	Other Funds	Total
1. Increases funding for Work Force 2000 by \$250,000 for total funding of \$2,250,356, which represents an increase of \$1,000,356 from the 1999-2001 biennium. (The Senate increased funding for Work Force 2000 as recommended in the Hoeven executive budget.)	\$250,000		\$250,000

Major Legislation Affecting Job Service North Dakota

Section 3 of Engrossed Senate Bill No. 2017 requires a minimum of \$150,000 of the \$2,250,356 provided for Work Force 2000 be available for projects in areas in the state which are not within five miles of any city with a population of more than 8,000.

Section 4 of Engrossed Senate Bill No. 2017 amends North Dakota Century Code (NDCC) Section 52-04-22 relating to the federal advance interest repayment fund to provide a continuing appropriation for the fund and to allow moneys in the fund to be used for principal and interest costs associated with the acquisition of a new service delivery office in Bismarck (originally provisions of Senate Bill No. 2070).

Section 5 of Engrossed Senate Bill No. 2017 allows Job Service North Dakota to provide job task analysis services to employers for a reasonable fee and requires all fees collected be deposited in a separate account at the Bank of North Dakota for the purpose of providing job task analysis services. In addition, the section provides a continuing appropriation for all moneys deposited in the account (originally provisions of Senate Bill No. 2069).

Section 6 of Engrossed Senate Bill No. 2017 provides a continuing appropriation to Job Service North Dakota of moneys credited to the unemployment compensation incentive fund pursuant to Section 903 of the Social Security Act for the purpose of administration of the unemployment compensation program (originally provisions of Senate Bill No. 2071).

Senate Bill No. 2023, as discussed earlier, provides authority to issue bonds up to \$2,302,000 for construction of a new Bismarck service delivery office. The bill also provides that special funds of \$2,302,000 must be available for bond repayment. (This bill has been passed by the Senate.)

Senate Bill No. 2072 increases old-age and survivor insurance benefits. (This bill has been passed by both the Senate and the House.)

House Bill No. 1084 amends NDCC Section 52-02-17 by removing the job insurance trust fund balance requirement of \$40 million and adding the requirement that Job Service report to the Legislative Council before February 15th of each year the actual trust fund balance. (This bill has been passed by the House.)

Summary of Legislative Changes Resulting From First House Action

See Statement of Purpose of Amendment (attached).