

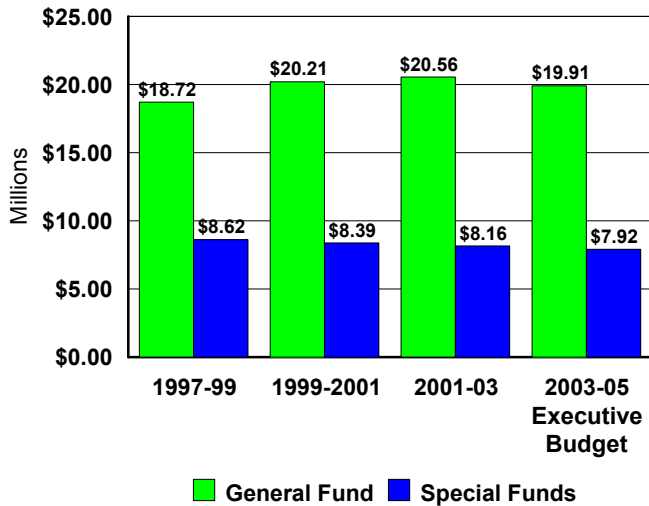
**Department 110 - Office of Management and Budget
 Senate Bill No. 2015**

	FTE Positions	General Fund	Other Funds	Total
2003-05 Executive Budget	162.00	\$19,907,975	\$7,918,764	\$27,826,739
2001-03 Legislative Appropriations	163.00	20,564,017 ¹	8,163,741	28,727,758 ²
Increase (Decrease)	(1.00)	(\$656,042)	(\$244,977)	(\$901,019)

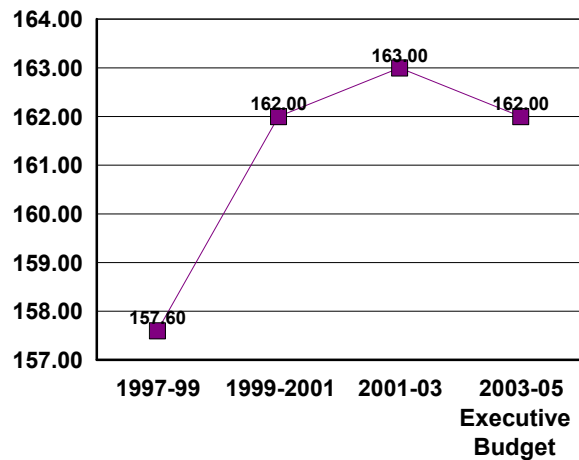
¹ The 2001-03 general fund appropriation is the amount appropriated by the 2001 Legislative Assembly and does not include a reduction of \$215,922 relating to the 1.05 percent budget allotment ordered by Governor Hoeven in July 2002.

² The 2001-03 appropriation amounts include \$72,009, \$50,282 of which is from the general fund, for the agency's share of the \$5 million funding pool appropriated to the Office of Management and Budget for special market equity adjustments for classified employees. The 2001-03 appropriation amounts do not include \$1,291,616 of 1999-2001 carryover authority and \$90,000 of additional special funds authority resulting from Emergency Commission action during the 2001-03 biennium.

Agency Funding



FTE Positions



Executive Budget Highlights

	General Fund	Other Funds	Total
Administration			
1. Increases funding for statewide unemployment compensation benefits to \$1.5 million		\$300,000	\$300,000
Facility Management			
2. Increases operating expenses for building, grounds, and vehicle maintenance for higher fuel prices, inflation, and increase in repairs and improvements by facility staff rather than hiring outside contractors	\$95,000		\$95,000
3. Increases funding for insurance costs to reflect higher insurance rates	\$33,475		\$33,475
4. Decreases funding for extraordinary repairs from \$1,320,620 to \$663,000 on a priority basis to meet the 95 percent budget	(\$657,620)		(\$657,620)
5. Increases funding for equipment to purchase a Toro mower (total cost of \$30,000)	\$6,000		\$6,000
6. Removes funding for projects from the preliminary planning revolving fund for the 2003-05 biennium		(\$142,000)	(\$142,000)

Fiscal Management

7. Unfunds continued development and operating costs of the state's accounting, management, and payroll systems, which were carried over from the 1999-2001 biennium	(\$1,291,616)		(\$1,291,616)
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Central Personnel

8. Removes funding for a statewide compensation plan, which was not provided for in 2003-05 biennium executive budget recommendation	(\$9,291)	(\$316,700)	(\$325,991)
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Risk Management

9. Decreases operations primarily to information technology costs to comply with the 95 percent budget		(\$91,700)	(\$91,700)
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Central Services

10. Provides funding for equipment over \$5,000 to purchase a printing press		\$40,000	\$40,000
11. Decreases funding for operations to meet 95 percent budget	(\$106,998)	(\$267,008)	(\$374,006)

State Radio

12. Consolidates State Radio Communications budget into the Office of Management and Budget. Previously, State Radio was funded with a separate appropriation.			
13. Provides funding to purchase and install an emergency 911 wireless mapping system (the Emergency Commission and Budget Section approved a line item transfer of \$290,000 to begin implementation of the system during the 2001-03 biennium)	\$182,168		\$182,168
14. Increases special funds spending authority for 911 mapping services. The special funds will be generated from fees charged to the political subdivision receiving the services.		\$102,000	\$102,000
15. Deletes 1 FTE business manager		(\$131,005)	(\$131,005)
16. Removes funding for capital assets	(\$300,000)		(\$300,000)

The following is a comparison of funding for dues and memberships:

	2001-03	2003-05
Commission on Uniform State Laws (This budget includes travel costs, conference registration, and annual dues.)	\$55,000	\$66,000
Council of State Governments	132,000	138,500
Government Accounting Standards Board	4,000	4,000
Western Governors Association	7,200	74,300
National Governors Association	69,000	69,000
Midwest Governors Association		200
National Lieutenant Governors Conference	1,200	1,200
Total dues and memberships	\$333,200	\$353,200

Major Related Legislation

Section 7 of Senate Bill No. 2015 authorizes the director of the Office of Management and Budget to transfer the July 1, 2003, balance in the permanent oil tax trust fund, estimated to be \$14.3 million, to the general fund.

Section 9 of Senate Bill No. 2015 provides for a transfer of up to \$60 million from the current earnings and the accumulated undivided profits of the Bank of North Dakota to the general fund. No more than \$15 million of the amount transferred may come from accumulated undivided profits.

Section 10 of Senate Bill No. 2015 provides for a contingent transfer of up to \$25 million of earnings and accumulated and undivided profits of the Bank of North Dakota to the general fund, if general fund revenue collections will not meet the revenues as forecasted in the March 2003 legislative forecast for the 2003-05 biennium. The amount transferred may not exceed the lesser of \$25 million or the revenue shortfall.

Section 12 of Senate Bill No. 2015 provides for a \$9 million transfer from the North Dakota student loan trust to the general fund during the 2003-05 biennium.

Section 13 of Senate Bill No. 2015 provides for a 2003-05 biennium suspension of North Dakota Century Code Section 57-51.1-07.2, requiring revenue received during a biennium from taxes imposed on oil and gas production and extraction tax collections in excess of \$62 million to be transferred from the general fund to the permanent oil tax trust fund. These collections are estimated to be \$3.4 million for the 2003-05 biennium.

Section 14 of Senate Bill No. 2015 provides that any transfer from the Bank of North Dakota may be made only to the extent the transfer does not reduce the Bank's capital structure below \$140 million.

House Bill No. 1032 - This bill continues the employee recruitment and retention bonus pilot program through June 30, 2005.

House Bill No. 1054 - This bill changes the income exemption level for qualification and the maximum refund for the homestead tax credit to a formula based on the federal poverty level.

House Bill No. 1077 - This bill provides that bonuses, cash incentive awards, or temporary salary adjustments authorized by law or administrative rule or based on temporary changes in the employee's workload are not conditions which need to be reported to the Budget Section as fiscal irregularities.

House Bill No. 1093 - This bill removes the expiration date of the employee recruitment and retention bonus pilot program and provides that nonclassified employees may participate in the program. **(Passed House)**

House Bill No. 1308 - This bill increases the amount in which Emergency Commission and Budget Section approval is required for an agency to expend federal funds received during the interim from \$50,000 to \$500,000.

Senate Bill No. 2064 - This bill authorizes State Radio to charge political subdivisions a fee for digital mapping services of at least 20 cents per wireless access line for 911 wireless services.

Senate Bill No. 2075 - This bill provides that proceeds from all surplus property sold for less than \$3,000 must be retained in the surplus property operating fund unless the Office of Management and Budget determines the sale proceeds are subject to special requirements for distribution. At the end of each biennium the Office of Management and Budget is to transfer all funds in the surplus operating fund that exceed the amount needed for operating the surplus property function for one year to the general fund.

Senate Bill No. 2092 - This bill changes the name of the Central Personnel Division to North Dakota Human Resource Management Services.

Senate Bill No. 2107 - This bill provides that an employee may not be discharged, disciplined, or penalized concerning the employee's compensation, conditions, location, or other privileges or employment because of the employee's request for or participation in the mediation services provided by the Central Personnel Division.