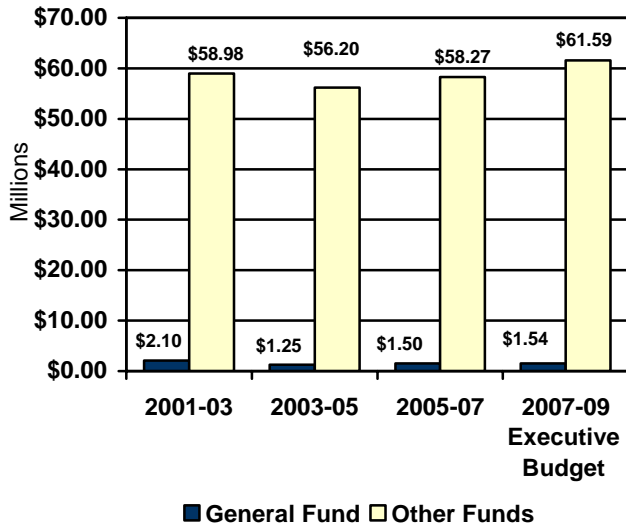


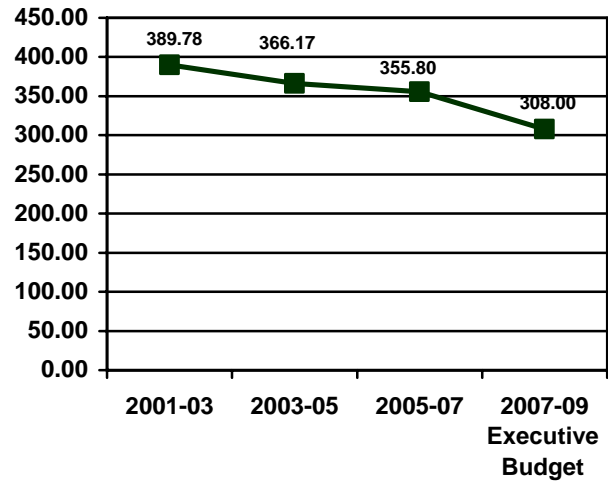
**Department 380 - Job Service North Dakota
 House Bill No. 1016**

	FTE Positions	General Fund	Other Funds	Total
2007-09 Executive Budget	308.00	\$1,536,967	\$61,592,091	\$63,129,058
2005-07 Legislative Appropriations	355.80	1,501,012	58,270,259	59,771,271
Increase (Decrease)	(47.80)	\$35,955	\$3,321,832	\$3,357,787

Agency Funding



FTE Positions



First House Action

Attached is a summary of first house changes.

**Executive Budget Highlights
 (With First House Changes in Bold)**

	General Fund	Other Funds	Total
1. Increases funding for Workforce 20/20 from \$1,481,012 to \$1,489,882	\$8,870		\$8,870
2. Removes one-time funding provided in the 2005-07 biennium for costs associated with implementing a shared work demonstration project	(\$20,000)		(\$20,000)
3. Deletes 44.8 FTE positions not requested by the agency, including \$3,920,917 relating to the FTE positions and \$288,256 relating to overtime and temporary salaries		(\$4,209,173)	(\$4,209,173)
4. Deletes 3 FTE positions (\$314,390) and related operating expenses (\$151,875) relating to the career resource network (two of the positions were transferred to the Department of Career and Technical Education)		(\$466,265)	(\$466,265)
5. Changes the funding source for a portion (25 percent) of the state Social Security administrator FTE position from special funds to funding from the general fund	\$43,764	(\$43,764)	\$0
6. Increases funding for temporary salaries and related fringe benefits		\$313,242	\$313,242
7. Decreases funding for operating expenses by \$268,758 as follows:			
Travel		\$122,838	\$122,838
Supplies - Information technology software		76,885	76,885
Office supplies		(63,815)	(63,815)
Printing		(99,221)	(99,221)
Repairs		(63,152)	(63,152)

Information technology contractual services	152,480	152,480
Professional development	(63,637)	(63,637)
Operating fees and services	(72,667)	(72,667)
Fees - Professional services	(160,744)	(160,744)
Other	(97,725)	(97,725)
	<hr/>	<hr/>
Total The House provided funding of \$600,000 from the general fund for a web spider program.	(\$268,758)	(\$268,758)
8. Removes one-time capital asset funding provided in the 2005-07 biennium	(\$225,000)	(\$225,000)
9. Provides funding for special assessments	\$20,000	\$20,000
10. Adjusts funding for grants, from \$9,047,165 to \$8,438,220, to account for agency activities	(\$608,945)	(\$608,945)
11. Removes one-time funding from Reed Act distributions provided in the 2005-07 biennium for a Work First Project	(\$254,925)	(\$254,925)
12. Increases funding from Reed Act distributions for the unemployment insurance system modernization project from \$525,000 to \$7.3 million	\$6,775,000	\$6,775,000

Other Sections in Bill

Workforce 20/20 - Section 6 requires a minimum of 50 percent of the funding provided for Workforce 20/20 be used for projects for new or expanding businesses in North Dakota.

Continuing Appropriations

Federal advance interest repayment - NDCC 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 trust fund - NDCC Section 52-03-04 - Collection of unemployment insurance taxes and the payments of unemployment benefits.

Job task analysis - NDCC 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.

Major Related Legislation

House Bill No. 1056 - Federal advance interest repayment - This bill provides that money in the federal advance interest repayment fund may be used for the purposes of reemployment and administration of programs to ensure the integrity of the unemployment insurance program.

House Bill No. 1057 - Electronic reporting - This bill provides that employers may electronically file contribution and wage reports, and employers that choose to file contribution and wage reports by other than approved electronic methods shall pay an additional assessment.

House Bill No. 1413 - Unemployment insurance tax rates - This bill modifies the method used by Job Service North Dakota to determine unemployment insurance tax rates.

Senate Bill No. 2035 - Unemployment insurance tax rates - This bill modifies the unemployment insurance tax rate formula to provide that negative balance employers do not benefit from a reduction in unemployment insurance tax rates when there is a surplus in the unemployment insurance trust fund.

ATTACH:1