

STATEMENT OF PURPOSE OF AMENDMENT:

House Bill No. 1004 - Funding Summary

	Base Budget	Final Legislative Action	Comparison to Base Budget
State Auditor			
Salaries and wages	\$11,655,646		(\$11,655,646)
Operating expenses	1,176,806		(1,176,806)
University system IT security audits	200,000		(200,000)
Information technology consultants	250,000		(250,000)
	<hr/>	<hr/>	<hr/>
Total all funds	\$13,282,452	\$0	(\$13,282,452)
Less estimated income	3,505,870	0	(3,505,870)
General fund	<hr/> \$9,776,582	<hr/> \$0	<hr/> (\$9,776,582)
FTE	59.80	0.00	(59.80)
Bill Total			
Total all funds	\$13,282,452	\$0	(\$13,282,452)
Less estimated income	3,505,870	0	(3,505,870)
General fund	<hr/> \$9,776,582	<hr/> \$0	<hr/> (\$9,776,582)
FTE	59.80	0.00	(59.80)

House Bill No. 1004 - State Auditor - House Action

	Base Budget	House Changes	House Version
Salaries and wages	\$11,655,646	\$59,194	\$11,714,840
Operating expenses	1,176,806	(40,767)	1,136,039
University system IT security audits	200,000	(200,000)	
Information technology consultants	250,000	(250,000)	
	<hr/>	<hr/>	<hr/>
Total all funds	\$13,282,452	(\$431,573)	\$12,850,879
Less estimated income	3,505,870	(91,532)	3,414,338
General fund	<hr/> \$9,776,582	<hr/> (\$340,041)	<hr/> \$9,436,541
FTE	59.80	(2.00)	57.80

Department 117 - State Auditor - Detail of House Changes

	Adjusts Funding for Base Payroll Changes¹	Adds Funding for Health Insurance Increases²	Restores Funding for North Dakota University System Auditors³	Removes University System Auditor Positions⁴	Underfunds Salaries and Wages⁵	Adds Funding to Reclassify a Position⁶
Salaries and wages	(69,236)	163,134	611,300	(297,135)	(373,869)	25,000
Operating expenses			41,392	(12,500)		
University system IT security audits						
Information technology consultants						
Total all funds	(\$69,236)	\$163,134	\$652,692	(\$309,635)	(\$373,869)	\$25,000
Less estimated income	30,422	39,346	0	0	0	0
General fund	(\$99,658)	\$123,788	\$652,692	(\$309,635)	(\$373,869)	\$25,000
FTE	0.00	0.00	0.00	(2.00)	0.00	0.00

	Adjusts Funding for Operating Expenses⁷	Removes Funding for University System Information Technology Security Audits⁸	Removes Funding for Information Technology Consultants⁹	Total House Changes
Salaries and wages				59,194
Operating expenses	(69,659)			(40,767)
University system IT security audits		(200,000)		(200,000)
Information technology consultants			(250,000)	(250,000)
Total all funds	(\$69,659)	(\$200,000)	(\$250,000)	(\$431,573)
Less estimated income	38,700	(200,000)	0	(91,532)
General fund	(\$108,359)	\$0	(\$250,000)	(\$340,041)
FTE	0.00	0.00	0.00	(2.00)

¹ Funding is adjusted for cost-to-continue 2015-17 biennium salaries and benefit increases and for other base payroll changes.

² Funding is added for increases in employee health insurance premiums from \$1,130 to \$1,249 per month.

³ Funding for 4 FTE University System audit positions removed by the State Auditor as part of the 2015-17 biennium budget reductions is restored, including salaries and wages of \$611,300 and operating expenses of \$41,392.

⁴ Removes 2 FTE University System audit positions, including salaries and wages of \$297,135 and operating expenses of \$12,500.

⁵ Salaries and wages is underfunded agencywide.

⁶ Funding is added for salaries and wages to reclassify 1 FTE auditor position to a budget specialist position.

⁷ Operating expenses funding is adjusted.

⁸ Funding for University System information technology security audits is removed.

⁹ Funding for information technology consultants is removed.

A section is added identifying additional funding provided for health insurance increases.

House Bill No. 1004 - State Auditor - Senate Action

	Base Budget	House Version	Senate Changes	Senate Version
Salaries and wages	\$11,655,646	\$11,714,840	\$287,781	\$12,002,621
Operating expenses	1,176,806	1,136,039	26,744	1,162,783
University system IT security audits	200,000			
Information technology consultants	250,000			
Total all funds	\$13,282,452	\$12,850,879	\$314,525	\$13,165,404
Less estimated income	3,505,870	3,414,338	(2,851)	3,411,487
General fund	\$9,776,582	\$9,436,541	\$317,376	\$9,753,917
FTE	59.80	57.80	0.00	57.80

Department 117 - State Auditor - Detail of Senate Changes

	Adjusts Funding for Health Insurance Increases¹	Restores Salaries and Wages Underfunded²	Restores Funding for Operating Expenses³	Total Senate Changes
Salaries and wages	(17,129)	304,910		287,781
Operating expenses			26,744	26,744
University system IT security audits				
Information technology consultants				
Total all funds	(\$17,129)	\$304,910	\$26,744	\$314,525
Less estimated income	(2,851)	0	0	(2,851)
General fund	(\$14,278)	\$304,910	\$26,744	\$317,376
FTE	0.00	0.00	0.00	0.00

¹ Funding for employee health insurance is adjusted to reflect the updated premium amount of \$1,241 per month.

² A portion of the \$462,085 of general fund salaries and wages underfunding approved by the House is restored to provide salaries and wages underfunding of \$157,175 from the general fund.

³ Funding is restored for agencywide reductions in operating expenses made by the House.

This amendment also amends Section 2 of the bill to update the amounts appropriated for increases in employee health insurance premiums.

House Bill No. 1004 - State Auditor - Conference Committee Action

	Base Budget	House Version	Conference Committee Changes	Conference Committee Version	Senate Version	Comparison to Senate
Salaries and wages	\$11,655,646	\$11,714,840	\$52,472	\$11,767,312	\$12,002,621	(\$235,309)
Operating expenses	1,176,806	1,136,039	6,744	1,142,783	1,162,783	(20,000)
University system IT security audits	200,000					
Information technology consultants	250,000					
Total all funds	\$13,282,452	\$12,850,879	\$59,216	\$12,910,095	\$13,165,404	(\$255,309)
Less estimated income	3,505,870	3,414,338	(2,851)	3,411,487	3,411,487	0
General fund	\$9,776,582	\$9,436,541	\$62,067	\$9,498,608	\$9,753,917	(\$255,309)
FTE	59.80	57.80	(1.80)	56.00	57.80	(1.80)

Department 117 - State Auditor - Detail of Conference Committee Changes

	Adjusts Funding for Health Insurance Increases¹	Removes .8 FTE Position²	Removes 1 FTE Performance Audit Manager Position³	Restores Funding for Salaries and Wages⁴	Restores Funding for Operating Expenses⁵	Total Conference Committee Changes
Salaries and wages	(22,438)		(277,191)	352,101		52,472
Operating expenses					6,744	6,744
University system IT security audits						
Information technology consultants						
Total all funds	(\$22,438)	\$0	(\$277,191)	\$352,101	\$6,744	\$59,216
Less estimated income	(2,851)	0	0	0	0	(2,851)
General fund	(\$19,587)	\$0	(\$277,191)	\$352,101	\$6,744	\$62,067
FTE	0.00	(0.80)	(1.00)	0.00	0.00	(1.80)

¹ Funding for employee health insurance is adjusted to reflect the updated premium amount of \$1,241 per month. Section 2 of the bill is also changed to reflect the revised premium rate, the same as the Senate version.

² Full-time equivalent positions are reduced as a result of underfunding salaries and wages. This change was not included in the House or Senate version.

³ One FTE performance audit manager position (Position No. 00000510-1) and related funding for salaries and wages are removed. This change was not included in the House or Senate version.

⁴ Funding for salaries and wages is restored agencywide. The House underfunded salaries and wages by \$373,869, and the Senate underfunded salaries and wages by \$68,959.

⁵ Funding for operating expenses is partially restored to provide for a reduction of \$20,000 agencywide. The House reduced operating expenses agencywide by \$26,744. The Senate version restored the House reduction.

House Bill No. 1004 - State Auditor - Governor Action

This bill was vetoed by Governor Burgum, the House overrode the veto, but the Senate sustained it. The Legislative Assembly added funding for the State Auditor in House Bill No. 1015. See House Bill No. 1015 for legislative action relating to State Auditor funding for the 2017-19 biennium.