

**Department 150 - Legislative Assembly
Senate Bill No. 2001**

Executive Budget Comparison to Prior Biennium Appropriations

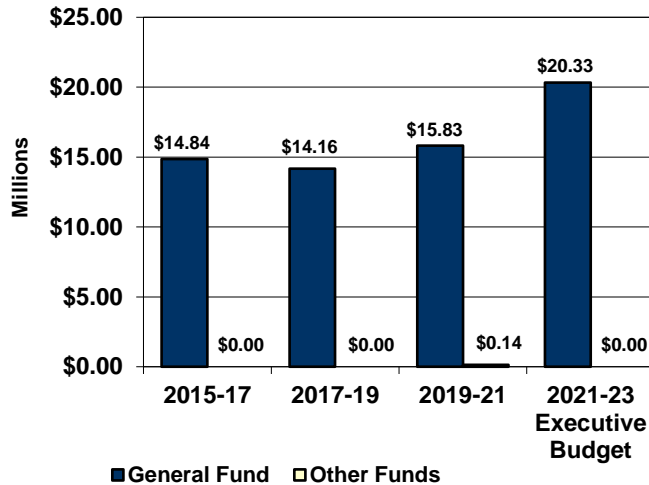
	FTE Positions	General Fund	Other Funds	Total
2021-23 Executive Budget	0.00	\$20,330,194	\$0	\$20,330,194
2019-21 Legislative Appropriations ¹	0.00	15,825,515	140,000	15,965,515
Increase (Decrease)	0.00	\$4,504,679	(\$140,000)	\$4,364,679

¹The 2019-21 biennium agency appropriation amounts have not been adjusted for additional carryover authority of \$814,987 and federal Coronavirus (COVID-19) funds authority of \$3,100,000 resulting from Emergency Commission action during the 2019-21 biennium.

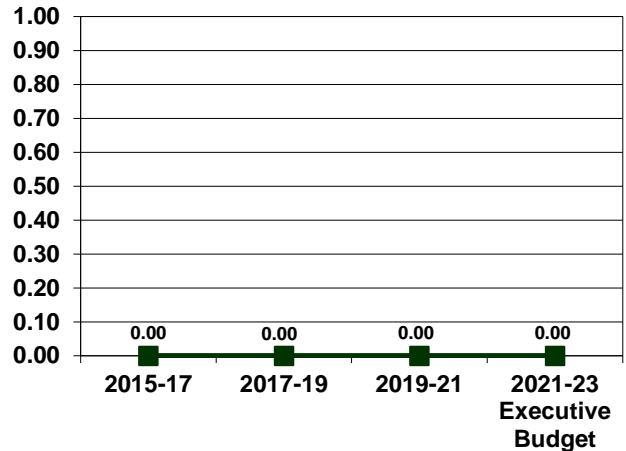
Ongoing and One-Time General Fund Appropriations

	Ongoing General Fund Appropriation	One-Time General Fund Appropriation	Total General Fund Appropriation
2021-23 Executive Budget	\$18,565,162	\$1,765,032	\$20,330,194
2019-21 Legislative Appropriations	15,307,755	517,760	15,825,515
Increase (Decrease)	\$3,257,407	\$1,247,272	\$4,504,679

Agency Funding



FTE Positions



Executive Budget Comparison to Base Level

	General Fund	Other Funds	Total
2021-23 Executive Budget	\$20,330,194	\$0	\$20,330,194
2021-23 Base Level	15,307,755	0	15,307,755
Increase (Decrease)	\$5,022,439	\$0	\$5,022,439

First House Action

Attached is a comparison worksheet detailing first house changes to base level funding and the executive budget.

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

- | | General Fund | Other Funds | Total |
|--|--------------|-------------|----------|
| 1. Provides funding for proposed legislators' monthly compensation adjustments of 1 percent in the 1 st year and 2 percent in the 2 nd year of the biennium, increasing from \$518 to \$523 effective July 2021 and to \$533 effective July 2022. The Senate added \$56,465 for adjustments to legislators' monthly compensation of 2 percent each year of the biennium, increasing from \$518 to \$528 effective July 2021 and to \$539 effective July 2022. | \$36,429 | \$0 | \$36,429 |

2. Provides funding for proposed adjustments to additional monthly compensation for legislative leaders of 1 percent in the 1 st year and 2 percent in the 2 nd year of the biennium, increasing from \$371 to \$375 effective July 2021 and to \$383 effective July 2022. The Senate added \$1,421 for adjustments to additional monthly compensation for legislative leaders of 2 percent each year of the biennium, increasing from \$371 to \$378 effective July 2021 and to \$386 effective July 2022.	\$1,033	\$0	\$1,033
3. Provides funding for proposed adjustments to legislative compensation for regular and organizational session compensation of 1 percent in the 1 st year and 2 percent in the 2 nd year of the biennium, increasing from \$186 per day to \$188 per day effective July 2021 and to \$192 per day effective July 2022. The Senate added \$140,858 for adjustments to legislative compensation for regular and organizational session compensation of 2 percent each year of the biennium, increasing from \$186 per day to \$190 per day effective July 2021 and to \$194 per day effective July 2022.	\$105,644	\$0	\$105,644
4. Provides funding to increase temporary salaries, including legislative employees and interns, 1 percent in the 1 st year and 2 percent in the 2 nd year of the 2021-23 biennium. The Senate added \$41,991 to provide temporary salary increases of 2 percent each year of the 2021-23 biennium.	\$27,779	\$0	\$27,779
5. Base budget increase for cost-to-continue 2019-21 biennium compensation increases	\$24,260		\$24,260
6. Adds funding for the health insurance premium increase for legislators. The Senate provided \$6,383 for increases in health insurance premiums from \$1,427 to \$1,429 per month.	\$683,087	\$0	\$683,087
7. Adds funding for proposed increase in daily lodging and maximum monthly lodging expense reimbursement allowed during legislative sessions from \$1,796 to \$1,833	\$19,830	\$0	\$19,830
8. Increases funding for operating expenses, including increases related to video streaming, archiving, indexing, and closed captioning for committee rooms and for adjustments related to the annual cost for voting system upgrades and the addition of virtual voting	\$935,912	\$0	\$935,912
9. Increases funding for information technology expansion	\$1,400,000	\$0	\$1,400,000
10. Adds funding for Microsoft Office 365 licensing expenses	\$15,533	\$0	\$15,533
11. Increases funding for National Conference of State Legislatures (NCSL) dues	\$7,900	\$0	\$7,900
12. Adds one-time funding for redistricting session. The Senate increased one-time funding for redistricting to provide legislative compensation and temporary salary increases of 2 percent in the 1st year of the biennium to provide a total of \$317,536 for a redistricting session.	\$315,032	\$0	\$315,032
13. Adds one-time funding for information technology expansion	\$1,450,000	\$0	\$1,450,000

Other Sections in Senate Bill No. 2001

Transfers - Section 4 allows transfers of funds between line items of appropriations for the Legislative Assembly and Legislative Council as requested by the Chairman of the Legislative Management or the Director of the Legislative Council.

Continuation of appropriation authority - Section 5 provides the unspent funds appropriated for the Legislative Assembly and the Legislative Council for the 2019-21 biennium be continued and unexpended appropriations enacted prior to the 2019-21 biennium may be canceled as directed by the Chairman of the Legislative Management or the Director of the Legislative Council.

Compensation - Section 6 increases legislators' daily pay during legislative sessions, monthly compensation, and additional monthly compensation by 2 percent in the 1st year and 2 percent in the 2nd year of the 2021-23 biennium. Section 7 increases legislators' interim meeting pay by 2 percent in the 1st year and 2 percent in the 2nd year of the 2021-23 biennium.

The 2 percent annual compensation adjustments are as follows:

	Current Compensation Rate	Rate Effective July 1, 2021	Rate Effective July 1, 2022
Daily session pay	\$186	\$190	\$194
Monthly compensation	\$518	\$528	\$539
Leaders' additional monthly compensation	\$371	\$378	\$386
Interim meeting pay	\$186	\$190	\$194

Emergency - Section 8 declares Sections 1 through 5 of the Act are an emergency measure.

Continuing Appropriations

There are no continuing appropriations for the Legislative Assembly.

Deficiency Appropriation

There are no deficiency appropriations for the Legislative Assembly.

Significant Audit Findings

There are no significant audit findings for the Legislative Assembly.

Major Related Legislation

Senate Bill No. 2124 - Limits a declared state of disaster or emergency to 30 days and provides a declared state of disaster or emergency may be extended for an additional 30 days beyond the initial 30 days if the Governor, before or on the 30th day of the declared state of disaster or emergency, calls a special session of the Legislative Assembly to be held between the 31st and 60th day after the original declaration. The bill also provides if the Governor calls a special session of the Legislative Assembly to address a state of emergency or disaster, or if the Legislative Assembly reconvenes to address a state of emergency or disaster, the Legislative Assembly may use any technology or electronic means available to conduct meetings and transact legislative business.

Senate Bill No. 2130 - Provides if the Legislative Management determines a legislative measure mandates health insurance coverage of services or payment for specified providers of services, the measure may not be referred to a committee of the Legislative Assembly unless a cost-benefit analysis provided by the Legislative Management is appended to the measure.

Senate Bill No. 2218 - Provides for annual legislative sessions through November 2022.

Senate Concurrent Resolution No. 4003 - Establishes positions and sets compensation for legislative session employees.

House Bill No. 1282 - Establishes a joint committee on nullification of federal laws consisting of members of the Senate and the House of Representatives.

House Bill No. 1378 - Provides the Legislative Assembly may convene in December following the election of the members of the Legislative Assembly to consider and vote on bills and resolutions and conduct any other business the Legislative Assembly is authorized to conduct during a regular session.

House Bill No. 1395 - Provides an appropriation of \$3.1 million for federal Coronavirus Relief Fund spending authority approved for the Legislative Assembly for the 2019-21 biennium by the Emergency Commission and Budget Section.

House Bill No. 1397 - Provides for the implementation of a legislative redistricting plan and a special legislative session to adopt a redistricting plan.

House Bill No. 1461 - Relates to filling vacancies in offices of members of the Legislative Assembly.

House Bill No. 1495 - Relates to the Legislative Assembly's authority during a declared state of disaster or emergency.

House Concurrent Resolution No. 3005 - Relates to reconvening the Legislative Assembly to address an emergency or to consider a veto.

House Concurrent Resolution No. 3036 - Relates to term limits for members of the Legislative Assembly and for the Governor.

House Concurrent Resolution No. 3040 - Relates to the vote required for a tax increase and the imposition of a new tax.

Legislative Assembly - Budget No. 150
Senate Bill No. 2001
Base Level Funding Changes

	Executive Budget Recommendation				Senate Version			
	FTE Positions	General Fund	Other Funds	Total	FTE Positions	General Fund	Other Funds	Total
2021-23 Biennium Base Level	0.00	\$15,307,755	\$0	\$15,307,755	0.00	\$15,307,755	\$0	\$15,307,755
2021-23 Ongoing Funding Changes								
Base payroll changes		\$24,260		\$24,260		\$24,260		\$24,260
Health insurance increase		683,087		683,087		6,383		6,383
Adds funding to increase session pay by 1 percent in the 1st year and 2 percent in the 2nd year of the 2021-23 biennium. The Senate provided 2% each year.		105,644		105,644		140,858		140,858
Adds funding to increase monthly compensation by 1 percent in the 1st year and 2 percent in the 2nd year of the 2021-23 biennium. The Senate provided 2% each year.		37,462		37,462		57,886		57,886
Increases funding for temporary salaries		27,779		27,779		41,991		41,991
Adds funding for increase in monthly lodging		19,830		19,830		19,830		19,830
Increases funding for operating expenses		935,912		935,912		935,912		935,912
Increases funding for information technology expansion		1,400,000		1,400,000		1,400,000		1,400,000
Adds funding for Microsoft Office 365 licensing expenses		15,533		15,533		15,533		15,533
Increases funding for NCSL dues		7,900		7,900		7,900		7,900
Total ongoing funding changes	0.00	\$3,257,407	\$0	\$3,257,407	0.00	\$2,650,553	\$0	\$2,650,553
One-time funding items								
Adds one-time funding for redistricting session		\$315,032		\$315,032		\$317,536		\$317,536
Adds one-time funding for information technology expansion		1,450,000		1,450,000		1,450,000		1,450,000
Total one-time funding changes	0.00	\$1,765,032	\$0	\$1,765,032	0.00	\$1,767,536	\$0	\$1,767,536
Total Changes to Base Level Funding	0.00	\$5,022,439	\$0	\$5,022,439	0.00	\$4,418,089	\$0	\$4,418,089
2021-23 Total Funding	0.00	\$20,330,194	\$0	\$20,330,194	0.00	\$19,725,844	\$0	\$19,725,844

<i>Total ongoing changes as a percentage of base level</i>	21.3%	21.3%	17.3%	17.3%
<i>Total changes as a percentage of base level</i>	32.8%	32.8%	28.9%	28.9%

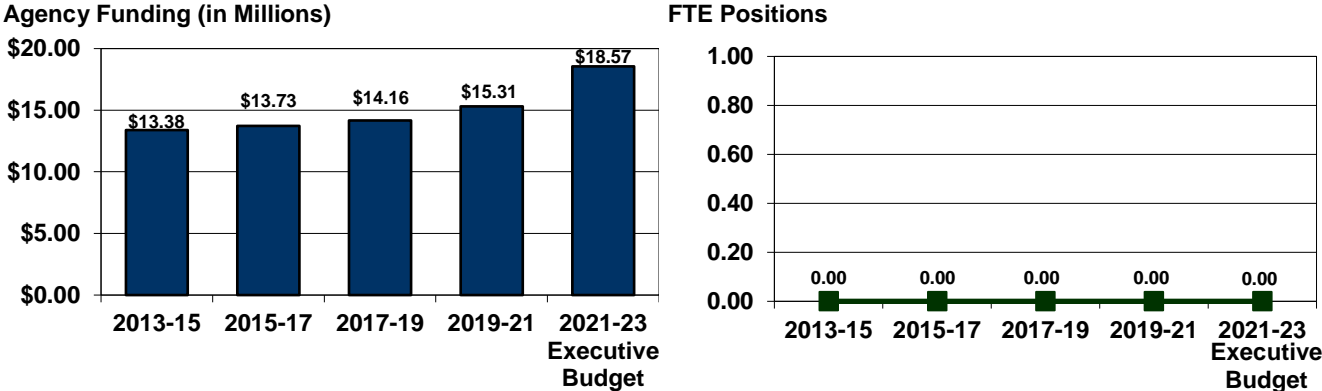
Other Sections in Legislative Assembly - Budget No. 150

	<u>Executive Budget Recommendation</u>	<u>Senate Version</u>
Transfers	Section 4 would allow transfers of funds between line items of appropriations for the Legislative Assembly and Legislative Council as requested by the Chairman of the Legislative Management or the Director of the Legislative Council.	Section 4 allows transfers of funds between line items of appropriations for the Legislative Assembly and Legislative Council as requested by the Chairman of the Legislative Management or the Director of the Legislative Council.
Continuation of appropriation authority	Section 5 would provide the unspent funds appropriated for the Legislative Assembly and the Legislative Council for the 2019-21 biennium be continued and unexpended appropriations enacted prior to the 2019-21 biennium may be canceled as directed by the Chairman of the Legislative Management or the Director of the Legislative Council.	Section 5 provides the unspent funds appropriated for the Legislative Assembly and the Legislative Council for the 2019-21 biennium be continued and unexpended appropriations enacted prior to the 2019-21 biennium may be canceled as directed by the Chairman of the Legislative Management or the Director of the Legislative Council.
Compensation	Section 6 would increase legislators' daily pay during legislative sessions, monthly compensation, and additional monthly compensation by 1 percent in the 1 st year and 2 percent in the 2 nd year of the 2021-23 biennium. Section 7 would increase legislators' interim meeting pay by 1 percent in the 1 st year and 2 percent in the 2 nd year of the 2021-23 biennium.	Section 6 increases legislators' daily pay during legislative sessions, monthly compensation, and additional monthly compensation by 2 percent in the 1st year and 2 percent in the 2nd year of the 2021-23 biennium. Section 7 increases legislators' interim meeting pay by 2 percent in the 1st year and 2 percent in the 2nd year of the 2021-23 biennium.
Emergency	Section 8 would declare the Act is an emergency measure.	Section 8 declares Sections 1 through 5 of the Act are an emergency measure.

Department 150 - Legislative Assembly

Historical Appropriations Information

Ongoing General Fund Appropriations Since 2013-15



Ongoing General Fund Appropriations					
	2013-15	2015-17	2017-19	2019-21	2021-23 Executive Budget
Ongoing general fund appropriations	\$13,379,971	\$13,730,065	\$14,159,170	\$15,307,755	\$18,565,162
Increase (decrease) from previous biennium	N/A	\$350,094	\$429,105	\$1,148,585	\$3,257,407
Percentage increase (decrease) from previous biennium	N/A	2.6%	3.1%	8.1%	21.3%
Cumulative percentage increase (decrease) from 2013-15 biennium	N/A	2.6%	5.8%	14.4%	38.8%

Major Increases (Decreases) in Ongoing General Fund Appropriations

2013-15 Biennium

- 1. Increased funding for information technology data processing, including LEGEND maintenance and support \$485,640
- 2. Increased funding for costs associated with providing legislators with remote access to data, including broadband, data plans for cellular phones, and other methods as determined by the Legislative Management's Legislative Procedure and Arrangements Committee to provide a total of \$425,000 \$121,000

2015-17 Biennium

- 1. Adjusted funding for operating expenses, capital assets, and NCSL dues. (This item was affected by the August 2016 budget reductions.) (\$95,548)

2017-19 Biennium

- 1. Reduced funding for the 2019 legislative session to provide funding for an estimated 75 legislative days rather than 77 legislative days, including reductions to per diem (\$112,000) and travel expenses (\$48,000) (\$160,000)
- 2. Added funding to increase the maximum monthly lodging expense reimbursement to \$1,720 anticipated for the 2019 legislative session. The maximum monthly lodging reimbursement was \$1,682 for the 2017 legislative session \$20,320
- 3. Reduced funding for NCSL dues to provide 90 percent of the estimated 2017-19 biennium billing, a total of \$225,155 (\$16,108)
- 4. Restored a portion of the funding for information technology and other operating expenses, reduced as part of the August 2016 budget reductions \$254,642

2019-21 Biennium

- 1. Restored legislative compensation and travel for 2 legislative days removed in 2017, to provide for a total of 77 legislative days \$160,000
- 2. Added funding for proposed increase in daily lodging and maximum monthly lodging expense reimbursement allowed during legislative sessions from \$1,720 to \$1,796 anticipated for the 2021 legislative session \$40,670

3. Increased funding for NCSL dues, including funding to restore the 10 percent reduction made in the 2017-19 biennium	\$38,278
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2021-23 Biennium (Executive Budget Recommendation)

1. Increases funding for operating expenses, including increases related to video streaming, archiving, indexing, and closed captioning for committee rooms and for adjustments related to the annual cost for voting system upgrades and the addition of virtual voting	\$935,912
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2. Increases funding for information technology expansion	\$1,400,000
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**LEGISLATIVE BRANCH REQUEST WITH THE
GOVERNOR'S RECOMMENDATION FOR STATE
EMPLOYEE COMPENSATION CHANGES AND RENT**

SECTION 1. APPROPRIATION. The funds provided in this section, or so much of the funds as may be necessary, are appropriated out of any moneys in the general fund in the state treasury, not otherwise appropriated, and from special funds derived from the insurance regulatory trust fund, not otherwise appropriated, to the legislative branch of state government for the purpose of defraying the expenses of the legislative branch of state government, for the fiscal period beginning with the effective date of this Act and ending June 30, 2023, as follows:

Subdivision 1.

SIXTY-SEVENTH AND SIXTY-EIGHTH LEGISLATIVE ASSEMBLIES AND BIENNIUM

	<u>Base Level</u>	<u>Adjustments or Enhancements</u>	<u>Appropriation</u>
Salaries and wages	\$11,190,844	\$1,110,150	\$12,300,994
Operating expenses	3,847,478	3,904,389	7,751,867
Capital assets	6,000	0	6,000
National conference of state legislatures	<u>263,433</u>	<u>7,900</u>	<u>271,333</u>
Total general fund	\$15,307,755	\$5,022,439	\$20,330,194

Subdivision 2.

LEGISLATIVE MANAGEMENT AND LEGISLATIVE COUNCIL

	<u>Base Level</u>	<u>Adjustments or Enhancements</u>	<u>Appropriation</u>
Salaries and wages	\$9,965,717	\$2,469,002	\$12,434,719
Operating expenses	2,988,601	586,058	3,574,659
Capital assets	<u>6,000</u>	<u>0</u>	<u>6,000</u>
Total all funds	\$12,960,318	\$3,055,060	\$16,015,378
Less estimated income	<u>70,000</u>	<u>(1)</u>	<u>69,999</u>
Total general fund	\$12,890,318	\$3,055,061	\$15,945,379
Full-time equivalent positions	36.00	8.00	44.00

Subdivision 3.

TOTAL - SECTION 1

	<u>Base Level</u>	<u>Adjustments or Enhancements</u>	<u>Appropriation</u>
Grand total general fund	\$28,198,073	\$8,077,500	\$36,275,573
Grand total special funds	<u>70,000</u>	<u>(1)</u>	<u>69,999</u>
Grand total all funds	\$28,268,073	\$8,077,499	\$36,345,572

SECTION 2. LEGISLATIVE ASSEMBLY ONE TIME FUNDING - EFFECT ON BASE BUDGET - REPORT TO SIXTY-EIGHTH LEGISLATIVE ASSEMBLY. The following amounts reflect the one time funding items approved by the sixty-sixth legislative assembly for the 2019-21 biennium and the 2021-23 one-time funding items included the appropriation in section 1 of this Act:

<u>One-Time Funding Description</u>	<u>2019-21</u>	<u>2021-23</u>
Digital signage replacement	\$40,000	\$0
Voting system upgrades	100,000	0
Computer and iPad replacement	517,760	0
Redistricting	0	83,114
Information technology expansion	<u>0</u>	<u>1,450,000</u>
Total all funds	\$657,760	\$1,533,114
Less estimated income	<u>140,000</u>	<u>0</u>
Total general fund	\$517,760	\$1,533,114

The 2021-23 biennium one time funding amounts are not part of the entity's base budget for the 2023-25 biennium. The legislative assembly shall report to the appropriations committees of the sixty-eighth legislative assembly on the use of this one-time funding for the biennium beginning July 1, 2021, and ending June 30, 2023.

SECTION 3. LEGISLATIVE MANAGEMENT AND LEGISLATIVE COUNCIL ONE TIME FUNDING - EFFECT ON BASE BUDGET - REPORT TO SIXTY-EIGHTH LEGISLATIVE ASSEMBLY.

The following amounts reflect the one-time funding items approved by the sixty-sixth legislative assembly for the 2019-21 biennium and the 2021-23 one-time funding items included the appropriation in section 1 of this Act:

<u>One-Time Funding Description</u>	<u>2019-21</u>	<u>2021-23</u>
Redistricting equipment	\$22,400	\$0
Computer replacement	124,856	0
Council of state governments conference	7,500	0
Information technology expansion	0	48,000
Public webpage design	<u>0</u>	<u>150,000</u>
Total general fund	\$154,756	\$198,000

The 2021-23 biennium one-time funding amounts are not part of the entity's base budget for the 2023-25 biennium. The legislative council shall report to the appropriations committees of the sixty-eighth legislative assembly on the use of this one-time funding for the biennium beginning July 1, 2021, and ending June 30, 2023.

SECTION 4. EXEMPTION - TRANSFERS. Notwithstanding section 54-16-04, the director of the office of management and budget shall transfer appropriation authority between line items of the legislative management and legislative council as may be requested by the chairman of the legislative management or the director of the legislative council upon the finding by the chairman or the director that the nature of studies and duties assigned to the legislative management or legislative council requires the transfers in properly carrying on the legislative management's and legislative council's functions and duties. The director of the office of management and budget shall similarly make transfers of appropriation authority between the line items for the sixty-seventh and sixty-eighth legislative assemblies, upon request by the chairman of the legislative management or the director of the legislative council upon the finding by the chairman or director that the transfers are required for the legislative assembly to carry on its functions and duties.

SECTION 5. APPLICATION, TRANSFER AUTHORITY, AND CANCELLATION OF UNEXPENDED APPROPRIATIONS. Sections 54-16-04 and 54-44.1-11 do not apply to chapter 1 of the 2019 Session Laws. The director of the office of management and budget shall make transfers of appropriation authority between the line items and the agencies of the legislative branch within section 1 of that chapter as requested by the chairman of the legislative management or the director of the legislative council. The office of management and budget shall cancel unexpended appropriations for the legislative

6. A day, or portion of a day, spent in traveling to or returning from an organizational, special, or regular session or a legislative committee meeting must be included as a calendar day during a legislative session or as a day of a legislative committee meeting for the purposes of this section.
7.
 - a. In addition, each member is entitled to receive during the term for which the member was elected, as compensation for the execution of public duties during the biennium, the sum of ~~five hundred eighteen~~ five hundred twenty-three dollars through June 30, 2022, and five hundred thirty-three dollars thereafter a month, paid monthly.
 - b. If a member dies or resigns from office during the member's term, the member may be paid only the allowances provided for in this section for the period for which the member was actually a member.
 - c. The majority and minority leaders of the house and senate and the chairman of the legislative management, if the chairman is not a majority or minority leader, are each entitled to receive as compensation, in addition to any other compensation or expense reimbursement provided by law, the sum of ~~three hundred seventy-one~~ three hundred seventy-five dollars through June 30, 2022, and three hundred eighty-three dollars thereafter per month during the biennium for their execution of public duties.
8. Attendance at any organizational, special, or regular session of the legislative assembly by any member is a conclusive presumption of entitlement as set out in this section and compensation and expense allowances must be excluded from gross income for income tax purposes to the extent permitted for federal income tax purposes under section 127 of the Economic Recovery Tax Act of 1981 [Pub. L. 97-34; 95 Stat. 202; 26 U.S.C. 162(i)].
9. Before each regular legislative session, the legislative management shall make recommendations and submit any necessary legislation to adjust legislative compensation amounts.

SECTION 7. AMENDMENT. Section 54-35-10 of the North Dakota Century Code is amended and reenacted as follows:

54-35-10. Compensation of members and leadership.

1. The members of the legislative management and the members of any committee of the legislative management are entitled to be compensated for the time spent in attendance at sessions of the legislative management and of its committees at the rate of ~~one hundred eighty-six~~ one hundred eighty-eight dollars through June 30, 2022, and one hundred ninety-two dollars thereafter per day and must also be paid for expenses incurred in attending said meetings and in the performance of their official duties in the amounts provided by law for other state officers.
2. In addition to the compensation provided in subsection 1, the chairman of the legislative management is entitled to receive an additional five dollars for each day spent in attendance at sessions of the legislative management and of its committees, and the chairman of each of the legislative management's committees is entitled to receive five dollars for each day spent in attendance at sessions of the legislative management or of the committee which the person chairs.

SECTION 8. EMERGENCY. This Act is declared to be an emergency measure.