

Department 665 - State Fair Association
House Bill No. 1009

Executive Budget Comparison to Base Level

	General Fund	Other Funds	Total
2023-25 Executive Budget	\$570,000	\$0	\$570,000
2023-25 Base Level	542,833	0	542,833
Increase (Decrease)	\$27,167	\$0	\$27,167

Selected Budget Changes Recommended in the Executive Budget

	General Fund	Other Funds	Total
1. Increases funding for exhibitor premium payments from \$542,833 to \$570,000	\$27,167	\$0	\$27,167

A summary of the executive budget changes to the agency's base level appropriations is attached as an appendix.

A copy of the draft appropriations bill containing the executive budget recommendations is attached as an appendix.

Selected Bill Sections Recommended in the Executive Budget

There are no other sections in the executive budget recommendation for this agency.

Continuing Appropriations

State fair operating fund - North Dakota Century Code Section 4.1-45-14 - Provides all income, fees, rents, interest, and any other money received by the State Fair Association are to be deposited in a special fund, and those funds are appropriated as a standing appropriation for the purposes provided in the chapter.

Deficiency Appropriations

There are no deficiency appropriations for this agency.

Significant Audit Findings

The audit for the State Fair Association conducted by Eide Bailly LLP, Certified Public Accountants, during the 2021-22 interim identified one deficiency in internal control considered to be a material weakness. Misstatements were identified in the discretely presented component unit of the State Fair Association's prior audited financial statements causing the auditor to propose a material restatement audit adjustment. The financial statements and accompanying notes to the financial statements were not materially correct without the audit adjustment. The State Fair Association's internal control system did not identify errors in the reconciliation of accounts which caused a material restatement audit adjustment. The auditor recommends the State Fair Association enhance their system of internal controls over the reconciliation of accounts to reduce the risk of a material misstatement in the financial statements. The State Fair Association agreed with the auditor's recommendation.

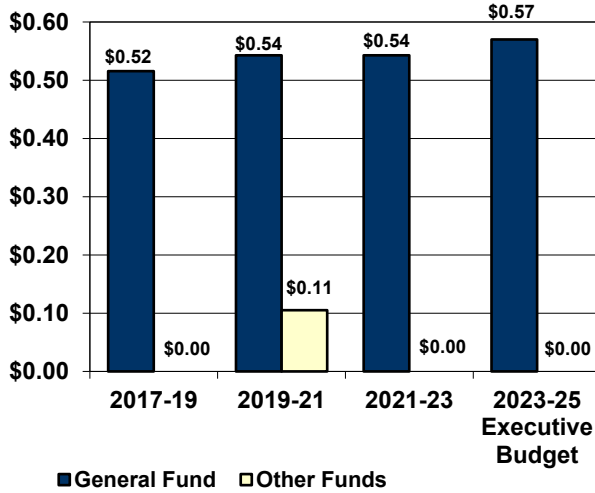
Major Related Legislation

At this time, no major related legislation has been introduced affecting this agency.

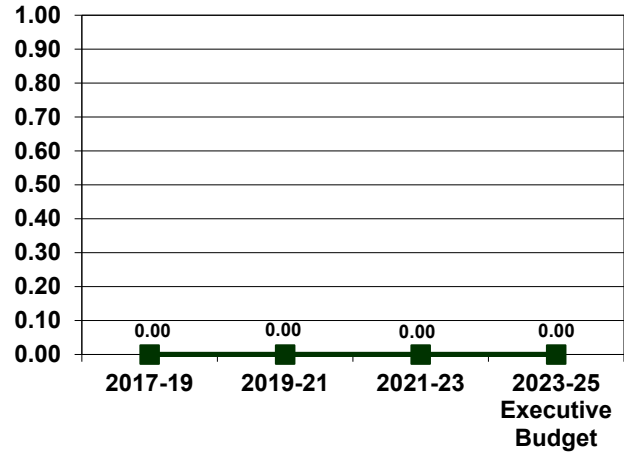
Historical Appropriations Information

Agency Appropriations and FTE Positions

Agency Funding (Millions)



FTE Positions



Ongoing General Fund Appropriations

	2015-17	2017-19	2019-21	2021-23	2023-25 Executive Budget
Ongoing general fund appropriations	\$532,665	\$515,665	\$542,833	\$542,833	\$570,000
Increase (decrease) from previous biennium	N/A	(\$17,000)	\$27,168	\$0	\$27,167
Percentage increase (decrease) from previous biennium	N/A	(3.2%)	5.3%	0.0%	5.0%
Cumulative percentage increase (decrease) from 2015-17 biennium	N/A	(3.2%)	1.9%	1.9%	7.0%

Major Increases (Decreases) in Ongoing General Fund Appropriations

2017-19 Biennium

- Decreases funding for State Fair Association premiums from \$532,665 to \$515,665 (\$17,000)

2019-21 Biennium

- Increases funding for State Fair Association premiums from \$515,665 to \$542,833 \$27,168

2021-23 Biennium

- The Legislative Assembly did not change the base budget for the State Fair Association \$0

2023-25 Biennium (Executive Budget Recommendation)

- Increases funding for State Fair Association premiums from \$542,833 to \$570,000 \$27,167

One-Time General Fund Appropriations

	2015-17	2017-19	2019-21	2021-23	2023-25 Executive Budget
One-time general fund appropriations	\$467,250	\$0	\$0	\$0	\$0

Major One-Time General Fund Appropriations

2017-19 Biennium

- None \$0

2019-21 Biennium

1. None

\$0

2021-23 Biennium

1. None

\$0

2023-25 Biennium (Executive Budget Recommendation)

1. None

\$0

State Fair Association - Budget No. 665
House Bill No. 1009
Base Level Funding Changes

	Executive Budget Recommendation			
	FTE Positions	General Fund	Other Funds	Total
2023-25 Biennium Base Level	0.00	\$542,833	\$0	\$542,833
2023-25 Ongoing Funding Changes				
Increases funding for state fair premiums to provide a total of \$570,000		27,167		27,167
Total ongoing funding changes	0.00	\$27,167	\$0	\$27,167
One-time funding items				
No one-time funding items				\$0
Total one-time funding changes	0.00	\$0	\$0	\$0
Total Changes to Base Level Funding	0.00	\$27,167	\$0	\$27,167
2023-25 Total Funding	0.00	\$570,000	\$0	\$570,000
<i>Federal funds included in other funds</i>			\$0	
<i>Total ongoing changes as a percentage of base level</i>		5.0%		5.0%
<i>Total changes as a percentage of base level</i>		5.0%		5.0%

Other Sections in State Fair Association - Budget No. 665

Executive Budget Recommendation

The executive budget did not include any other sections related to the State Fair Association.

HOUSE BILL NO. 1009
(Governor's Recommendation)

Introduced by

Appropriations Committee

(At the request of the Governor)

A bill for an act to provide an appropriation for defraying the expenses of the premiums of the state fair association.

BE IT ENACTED BY THE LEGISLATIVE ASSEMBLY OF NORTH DAKOTA:

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, to the state fair association for the purpose of defraying the expenses of the premiums of the state fair association, for the biennium beginning July 1, 2023, and ending June 30, 2025, as follows:

	<u>Base Level</u>	<u>Adjustments or Enhancements</u>	<u>Appropriation</u>
Premiums	<u>\$542,833</u>	<u>\$27,167</u>	<u>\$570,000</u>
Total General Fund	<u>\$542,833</u>	<u>\$27,167</u>	<u>\$570,000</u>