## FIRST ENGROSSMENT

Sixty-third Legislative Assembly of North Dakota

## **ENGROSSED SENATE BILL NO. 2001**

Introduced by

Appropriations Committee

(At the request of the Legislative Management)

1 A BILL for an Act providing an appropriation for defraying the expenses of the legislative branch

2 of state government; to provide for applications, transfers, and cancellation of unexpended

3 appropriations; to create and enact a new section to chapter 54-35 of the North Dakota Century

4 <u>Code, relating to promotional expenses;</u> to amend and reenact sections 54-03-20 and 54-35-10

5 of the North Dakota Century Code, relating to legislative compensation and expense

6 <u>reimbursement; to provide legislative intent;</u> to provide an effective date; and to declare an

7 emergency.

## 8 BE IT ENACTED BY THE LEGISLATIVE ASSEMBLY OF NORTH DAKOTA:

9 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 that branch, for the fiscal period beginning with the effective date of this Act and ending June 30, 2015, as follows:

15 Subdivision 1.

16

SIXTY-THIRD AND SIXTY-FOURTH LEGISLATIVE ASSEMBLIES AND BIENNIUM

17			Adjustments or	
18		Base Level	Enhancements	Appropriation
19	Salaries and wages	\$8,524,133	\$681,626	\$9,205,759
20	Operating expenses	<del>3,268,968</del>	959,958	4,228,926
21	Operating expenses	3,268,968	683,958	3,952,926
22	Capital assets	0	530,000	530,000
23	National conference of state legislatures	<u>232,110</u>	<u>1,176</u>	<u>233,286</u>
24	Total general fund	<del>\$12,025,211</del>	<del>\$2,172,760</del>	<del>\$14,197,971</del>

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1	Total general fund	\$12,025,211	\$1,896,760	<u>\$13,921,971</u>			
2	Subdivision 2.						
3	LEGISLATIVE MANAGEMENT AND LEGISLATIVE COUNCIL						
4							
5	1	Base Level	Enhancements	<u>Appropriation</u>			
6	Salaries and wages	<del>\$7,574,331</del>	<del>\$762,655</del>	<del>\$8,336,986</del>			
7	Operating expenses	3,305,520	508,007	<del>3,813,527</del>			
8	Capital assets	<u>16,500</u>	<u>8,500</u>	<u>25,000</u>			
9	Total all funds	<del>\$10,896,351</del>	<b>\$1,279,162</b>	<del>\$12,175,513</del>			
10	Less estimated income	70,000	<u>(1)</u>	<u>69,999</u>			
11	Total general fund	<del>\$10,826,351</del>	<b>\$1,279,163</b>	<del>\$12,105,514</del>			
12	Full-time equivalent positions	34.00	0.00	34.00			
13	Salaries and wages	\$7,574,331	\$1,086,529	\$8,660,860			
14	Accrued leave payments	.0	143,087	143,087			
15	Operating expenses	3,305,520	548,007	3,853,527			
16	Capital assets	16,500	8,500	25,000			
17	Total all funds	\$10,896,351	\$1,786,123	<u>\$12,682,474</u>			
18	Less estimated income	70,000	(1)	69,999			
19	Total general fund	\$10,826,351	\$1,786,124	<u>\$12,612,475</u>			
20	Full-time equivalent positions	34.00	3.00	37.00			
21	Subdivision 3.						
22		BILL TOTAL					
23			Adjustments or				
24	1	Base Level	Enhancements	Appropriation			
25	Grand total general fund	<del>\$22,851,562</del>	<del>\$3,451,923</del>	<del>\$26,303,485</del>			
26	Grand total special funds	70,000	( <u>1)</u>	<u>69,999</u>			
27	Grand total all funds	<del>\$22,921,562</del>	<del>\$3,451,922</del>	<del>\$26,373,484</del>			
28	Grand total general fund	\$22,851,562	\$3,682,884	\$26,534,446			
29	Grand total special funds	70,000	(1)	69,999			
30	Grand total all funds	\$22,921,562	\$3,682,883	\$26,604,445			

1	SECTION 2. LEGISLATIVE ASSEMBLY ONE	-TIME FUNDING - EFFEC	CT ON BASE			
2	BUDGET - REPORT TO SIXTY-FOURTH LEGISLATIVE ASSEMBLY. The following amounts					
3	reflect the one-time funding items approved by the sixty-second legislative assembly for the					
4	2011-13 biennium and the 2013-15 one-time fundi	ng items included in the ap	ppropriation for the			
5	legislative assembly in section 1 of this Act:					
6	One-Time Funding Description	<u>2011-13</u>	<u>2013-15</u>			
7	Computer equipment replacement	\$510,750	\$0			
8	Legislative wing equipment and improvements	1,300,000	500,000			
9	Redistricting special session	272,018	0			
10	Information technology projects	<u>159,938</u>	<u>439,000</u>			
11	Total general fund	<del>\$2,242,706</del>	\$939,000			
12	Information technology projects	159,938	42,000			
13	Total general fund	\$2,242,706	\$542,000			
14	The 2013-15 one-time funding amounts are not a part of the entity's base budget for the					
15	2015-17 biennium. The legislative assembly shall report to the appropriations committees of the					
16	sixty-fourth legislative assembly on the use of this one-time funding for the biennium beginning					
17	July 1, 2013, and ending June 30, 2015.					
18	SECTION 3. LEGISLATIVE MANAGEMENT AND LEGISLATIVE COUNCIL ONE-TIME					
19	FUNDING - EFFECT ON BASE BUDGET - REPO	RT TO SIXTY-FOURTH L	EGISLATIVE			
20	ASSEMBLY. The following amounts reflect the one-time funding items approved by the					
21	sixty-second legislative assembly for the 2011-13 biennium and the 2013-15 one-time funding					
22	items included in the appropriation for the legislative management and legislative council in					
23	section 1 of this Act:					
24	One-Time Funding Description	<u>2011-13</u>	<u>2013-15</u>			
25	Computer equipment replacement	\$76,000	\$0			
26	Information technology projects	483,807	50,000			
27	Office equipment replacement	25,000	25,000			
28	Office improvements	50,000	50,000			
29	Performance review of the state auditor's office	<u>100,000</u>	<u>0</u>			
30	Total general fund         \$734,807         \$125,000					

The 2013-15 one-time funding amounts are not a part of the entity's base budget for the
2015-17 biennium. The legislative council shall report to the appropriations committees of the
sixty-fourth legislative assembly on the use of this one-time funding for the biennium beginning
July 1, 2013, and ending June 30, 2015.

5 SECTION 4. TRANSFERS. Notwithstanding section 54-16-0554-16-04, the director of the 6 office of management and budget and the state treasurer shall make transfers of funds between 7 line items of appropriations for the legislative management and legislative council as may be 8 requested by the chairman of the legislative management or the chairman's designee upon the 9 finding by the chairman or designee that the nature of studies and duties assigned to the 10 legislative management or legislative council requires the transfers in properly carrying on the 11 legislative management's and legislative council's functions and duties. The director of the office 12 of management and budget and the state treasurer shall similarly make transfers of funds 13 between the line items for the sixty-third and sixty-fourth legislative assemblies, upon request by 14 the chairman of the legislative management or the chairman's designee upon the finding by the 15 chairman or designee that the transfers are required for the legislative assembly to carry on its 16 functions and duties.

17 SECTION 5. APPLICATION, TRANSFER AUTHORITY, AND CANCELLATION OF

18 **UNEXPENDED APPROPRIATIONS.** Sections 54-16-04 and 54-44.1-11 do not apply to 19 chapter 1 of the 2011 Session Laws. The director of the office of management and budget and 20 the state treasurer shall make transfers of funds between the line items and the agencies of the 21 legislative branch within section 1 of that chapter as requested by the chairman of the legislative 22 management or the chairman's designee. The office of management and budget shall cancel 23 unexpended appropriations for the legislative assembly and legislative council enacted prior to 24 the 2011-13 biennium as directed by the chairman of the legislative management or the 25 chairman's designee.

SECTION 6. AMENDMENT. Section 54-03-20 of the North Dakota Century Code is
 amended and reenacted as follows:

54-03-20. Compensation and expense reimbursement of members of the legislative
 assembly.

Each member of the legislative assembly is entitled to receive as compensation for
 services the sum of one hundred <u>fifty-sevensixty-two</u> dollars for each calendar day

1	during any organizational, special, or regular legislative session and for each day that
2	member attends a meeting of a legislative committee between the organizational
3	session and the regular session as authorized by legislative rule.

- 4 2. a. Each member of the legislative assembly is entitled to receive reimbursement for 5 lodging, which may not exceed per calendar month the amount established under 6 this subdivision by the director of the office of management and budget for 7 lodging in state and which may not exceed the rate provided in section 44-08-04 8 for each calendar day during the period of any organizational, special, or regular 9 session. On August first of each even-numbered year, the director of the office of 10 management and budget shall set the maximum monthly reimbursement for the 11 subsequent two-year period at an amount equal to thirty times sixty-fiveseventy 12 percent of the daily lodging reimbursement in effect on that date as provided 13 under subdivision d of subsection 2 of section 44-08-04.
- 14 b. Notwithstanding subdivision a:
- 15 (1) A member of the legislative assembly may elect to be reimbursed for less
  16 than the amount to which the legislator is entitled under this subsection by
  17 claiming the lesser amount on a voucher submitted with the receipt required
  18 by section 44-08-04.
- 19(2)The legislative management may establish guidelines that may result in a20reduced maximum reimbursement for a single dwelling in which two or more21legislators share lodging and the total rent for that dwelling exceeds the22amount to which a legislator is entitled under subdivision a.
- 23 3. Members of the legislative assembly who receive reimbursement for lodging are a. 24 also entitled to reimbursement for travel for not to exceed one round trip taken 25 during any calendar week, or portion of a week, the legislative assembly is in 26 session, between their residences and the place of meeting of the legislative 27 assembly, at the rate provided for state employees with the additional limitation 28 that reimbursement for travel by common carrier may be only at the cost of coach 29 fare and may not exceed one and one-half times the amount the member would 30 be entitled to receive as mileage reimbursement for travel by motor vehicle.

1		b.	A member of the legislative assembly who does not receive reimbursement for
2			lodging and whose place of residence in the legislative district that the member
3			represents is not within the city of Bismarck is entitled to reimbursement at the
4			rate provided for state employees for necessary travel for not to exceed one
5			round trip taken per day between the residence and the place of meeting of the
6			legislative assembly when it is in session and may receive reimbursement for
7			lodging at the place of meeting of the legislative assembly as provided in section
8			44-08-04 for each calendar day for which round trip travel reimbursement is not
9			claimed, provided that the total reimbursement may not exceed the maximum
10			monthly reimbursement allowed under subdivision a of subsection 2.
11	4.	The	amount to which each legislator is entitled must be paid following the
12		orga	anizational session in December and following each month during a regular or
13		spe	cial session.
14	5.	lf dı	uring a special session, the legislative assembly adjourns for more than three days,
15		a m	ember of the legislative assembly is entitled to receive compensation during those
16		day	s only while in attendance at a standing committee if the legislator is a member of
17		that	committee, a majority or minority leader, or a legislator who is not on that
18		com	mittee but who has the approval of a majority or minority leader to attend.
19	6.	A da	ay, or portion of a day, spent in traveling to or returning from an organizational,
20		spe	cial, or regular session or a legislative committee meeting must be included as a
21		cale	endar day during a legislative session or as a day of a legislative committee
22		mee	eting for the purposes of this section.
23	7.	a.	In addition, each member is entitled to receive during the term for which the
24			member was elected, as compensation for the execution of public duties during
25			the biennium, the sum of four hundred fortyfifty-three dollars a month, paid
26			monthly.
27		b.	If a member dies or resigns from office during the member's term, the member
28			may be paid only the allowances provided for in this section for the period for
29			which the member was actually a member.
30		C.	The majority and minority leaders of the house and senate and the chairman of
31			the legislative management, if the chairman is not a majority or minority leader,

1		are each entitled to receive as compensation, in addition to any other
2		compensation or expense reimbursement provided by law, the sum of three
3		hundred sixteentwenty-five dollars per month during the biennium for their
4		execution of public duties.
5	8.	Attendance at any organizational, special, or regular session of the legislative
6		assembly by any member is a conclusive presumption of entitlement as set out in this
7		section and compensation and expense allowances must be excluded from gross
8		income for income tax purposes to the extent permitted for federal income tax
9		purposes under section 127 of the Economic Recovery Tax Act of 1981 [Pub. L. 97-34;
10		95 Stat. 202; 26 U.S.C. 162(i)].
11	9.	Before each regular legislative session, the legislative management shall make
12		recommendations and submit any necessary legislation to adjust legislative
13		compensation amounts.
14	SEC	CTION 7. AMENDMENT. Section 54-03-20 of the North Dakota Century Code is
15	amende	ed and reenacted as follows:
16	54-0	03-20. Compensation and expense reimbursement of members of the legislative
16 17	54-0 assemt	
17	assemb	bly.
17 18	assemb	bly. Each member of the legislative assembly is entitled to receive as compensation for
17 18 19	assemb	bly. Each member of the legislative assembly is entitled to receive as compensation for services the sum of one hundred sixty-twosixty-seven dollars for each calendar day
17 18 19 20	assemb	bly. Each member of the legislative assembly is entitled to receive as compensation for services the sum of one hundred sixty-twosixty-seven dollars for each calendar day during any organizational, special, or regular legislative session and for each day that
17 18 19 20 21	assemb	bly. Each member of the legislative assembly is entitled to receive as compensation for services the sum of one hundred sixty-twosixty-seven dollars for each calendar day during any organizational, special, or regular legislative session and for each day that member attends a meeting of a legislative committee between the organizational
17 18 19 20 21 22	assemt 1.	by. Each member of the legislative assembly is entitled to receive as compensation for services the sum of one hundred sixty-twosixty-seven dollars for each calendar day during any organizational, special, or regular legislative session and for each day that member attends a meeting of a legislative committee between the organizational session and the regular session as authorized by legislative rule.
17 18 19 20 21 22 23	assemt 1.	<ul> <li>bly.</li> <li>Each member of the legislative assembly is entitled to receive as compensation for services the sum of one hundred sixty-twosixty-seven dollars for each calendar day during any organizational, special, or regular legislative session and for each day that member attends a meeting of a legislative committee between the organizational session and the regular session as authorized by legislative rule.</li> <li>a. Each member of the legislative assembly is entitled to receive reimbursement for</li> </ul>
17 18 19 20 21 22 23 24	assemt 1.	<ul> <li>bly.</li> <li>Each member of the legislative assembly is entitled to receive as compensation for services the sum of one hundred sixty-twosixty-seven dollars for each calendar day during any organizational, special, or regular legislative session and for each day that member attends a meeting of a legislative committee between the organizational session and the regular session as authorized by legislative rule.</li> <li>a. Each member of the legislative assembly is entitled to receive reimbursement for lodging, which may not exceed per calendar month the amount established under</li> </ul>
<ol> <li>17</li> <li>18</li> <li>19</li> <li>20</li> <li>21</li> <li>22</li> <li>23</li> <li>24</li> <li>25</li> </ol>	assemt 1.	<ul> <li>bly.</li> <li>Each member of the legislative assembly is entitled to receive as compensation for services the sum of one hundred sixty-twosixty-seven dollars for each calendar day during any organizational, special, or regular legislative session and for each day that member attends a meeting of a legislative committee between the organizational session and the regular session as authorized by legislative rule.</li> <li>a. Each member of the legislative assembly is entitled to receive reimbursement for lodging, which may not exceed per calendar month the amount established under this subdivision by the director of the office of management and budget for</li> </ul>
<ol> <li>17</li> <li>18</li> <li>19</li> <li>20</li> <li>21</li> <li>22</li> <li>23</li> <li>24</li> <li>25</li> <li>26</li> </ol>	assemt 1.	<ul> <li>Each member of the legislative assembly is entitled to receive as compensation for services the sum of one hundred sixty-twosixty-seven dollars for each calendar day during any organizational, special, or regular legislative session and for each day that member attends a meeting of a legislative committee between the organizational session and the regular session as authorized by legislative rule.</li> <li>a. Each member of the legislative assembly is entitled to receive reimbursement for lodging, which may not exceed per calendar month the amount established under this subdivision by the director of the office of management and budget for lodging in state and which may not exceed the rate provided in section 44-08-04</li> </ul>
<ol> <li>17</li> <li>18</li> <li>19</li> <li>20</li> <li>21</li> <li>22</li> <li>23</li> <li>24</li> <li>25</li> <li>26</li> <li>27</li> </ol>	assemt 1.	<ul> <li>bly.</li> <li>Each member of the legislative assembly is entitled to receive as compensation for services the sum of one hundred sixty-twosixty-seven dollars for each calendar day during any organizational, special, or regular legislative session and for each day that member attends a meeting of a legislative committee between the organizational session and the regular session as authorized by legislative rule.</li> <li>a. Each member of the legislative assembly is entitled to receive reimbursement for lodging, which may not exceed per calendar month the amount established under this subdivision by the director of the office of management and budget for lodging in state and which may not exceed the rate provided in section 44-08-04 for each calendar day during the period of any organizational, special, or regular</li> </ul>

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1			percent of the daily lodging reimbursement in effect on that date as provided
2			under subdivision d of subsection 2 of section 44-08-04.
3		b.	Notwithstanding subdivision a:
4			(1) A member of the legislative assembly may elect to be reimbursed for less
5			than the amount to which the legislator is entitled under this subsection by
6			claiming the lesser amount on a voucher submitted with the receipt required
7			by section 44-08-04.
8			(2) The legislative management may establish guidelines that may result in a
9			reduced maximum reimbursement for a single dwelling in which two or more
10			legislators share lodging and the total rent for that dwelling exceeds the
11			amount to which a legislator is entitled under subdivision a.
12	3.	a.	Members of the legislative assembly who receive reimbursement for lodging are
13			also entitled to reimbursement for travel for not to exceed one round trip taken
14			during any calendar week, or portion of a week, the legislative assembly is in
15			session, between their residences and the place of meeting of the legislative
16			assembly, at the rate provided for state employees with the additional limitation
17			that reimbursement for travel by common carrier may be only at the cost of coach
18			fare and may not exceed one and one-half times the amount the member would
19			be entitled to receive as mileage reimbursement for travel by motor vehicle.
20		b.	A member of the legislative assembly who does not receive reimbursement for
21			lodging and whose place of residence in the legislative district that the member
22			represents is not within the city of Bismarck is entitled to reimbursement at the
23			rate provided for state employees for necessary travel for not to exceed one
24			round trip taken per day between the residence and the place of meeting of the
25			legislative assembly when it is in session and may receive reimbursement for
26			lodging at the place of meeting of the legislative assembly as provided in section
27			44-08-04 for each calendar day for which round trip travel reimbursement is not
28			claimed, provided that the total reimbursement may not exceed the maximum
29			monthly reimbursement allowed under subdivision a of subsection 2.

1	4.	The amount to which each legislator is entitled must be paid following the
2		organizational session in December and following each month during a regular or
3		special session.
4	5.	If during a special session, the legislative assembly adjourns for more than three days,
5		a member of the legislative assembly is entitled to receive compensation during those
6		days only while in attendance at a standing committee if the legislator is a member of
7		that committee, a majority or minority leader, or a legislator who is not on that
8		committee but who has the approval of a majority or minority leader to attend.
9	6.	A day, or portion of a day, spent in traveling to or returning from an organizational,
10		special, or regular session or a legislative committee meeting must be included as a
11		calendar day during a legislative session or as a day of a legislative committee
12		meeting for the purposes of this section.
13	7.	a. In addition, each member is entitled to receive during the term for which the
14		member was elected, as compensation for the execution of public duties during
15		the biennium, the sum of four hundred fifty-threesixty-seven dollars a month, paid
16		monthly.
17		b. If a member dies or resigns from office during the member's term, the member
18		may be paid only the allowances provided for in this section for the period for
19		which the member was actually a member.
20		c. The majority and minority leaders of the house and senate and the chairman of
21		the legislative management, if the chairman is not a majority or minority leader,
22		are each entitled to receive as compensation, in addition to any other
23		compensation or expense reimbursement provided by law, the sum of three
24		hundred twenty-fivethirty-five dollars per month during the biennium for their
25		execution of public duties.
26	8.	Attendance at any organizational, special, or regular session of the legislative
27		assembly by any member is a conclusive presumption of entitlement as set out in this
28		section and compensation and expense allowances must be excluded from gross
29		income for income tax purposes to the extent permitted for federal income tax
30		purposes under section 127 of the Economic Recovery Tax Act of 1981 [Pub. L. 97-34;
31		95 Stat. 202; 26 U.S.C. 162(i)].

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1	9.	Before each regular legislative session, the legislative management shall make				
2		recommendations and submit any necessary legislation to adjust legislative				
3		compensation amounts.				
4	SECTION 8. AMENDMENT. Section 54-35-10 of the North Dakota Century Code is					
5	amende	d and reenacted as follows:				
6	54-3	35-10. Compensation of members and leadership.				
7	1.	The members of the legislative management and the members of any committee of				
8		the legislative management are entitled to be compensated for the time spent in				
9		attendance at sessions of the legislative management and of its committees at the rate				
10		of one hundred fifty-sevensixty-two dollars per day and must also be paid for				
11		expenses incurred in attending said meetings and in the performance of their official				
12		duties in the amounts provided by law for other state officers.				
13	2.	In addition to the compensation provided in subsection 1, the chairman of the				
14		legislative management is entitled to receive an additional five dollars for each day				
15		spent in attendance at sessions of the legislative management and of its committees,				
16		and the chairman of each of the legislative management's committees is entitled to				
17		receive five dollars for each day spent in attendance at sessions of the legislative				
18		management or of the committee which the person chairs.				
19	SEC	CTION 9. AMENDMENT. Section 54-35-10 of the North Dakota Century Code is				
20	amende	d and reenacted as follows:				
21	54-3	35-10. Compensation of members and leadership.				
22	1.	The members of the legislative management and the members of any committee of				
23		the legislative management are entitled to be compensated for the time spent in				
24		attendance at sessions of the legislative management and of its committees at the rate				
25		of one hundred sixty-twosixty-seven dollars per day and must also be paid for				
26		expenses incurred in attending said meetings and in the performance of their official				
27		duties in the amounts provided by law for other state officers.				
28	2.	In addition to the compensation provided in subsection 1, the chairman of the				
29		legislative management is entitled to receive an additional five dollars for each day				
30		spent in attendance at sessions of the legislative management and of its committees,				
31		and the chairman of each of the legislative management's committees is entitled to				

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1	receive five dollars for each day spent in attendance at sessions of the legislative
2	management or of the committee which the person chairs.
3	SECTION 10. A new section to chapter 54-35 of the North Dakota Century Code is created
4	and enacted as follows:
5	Legislative promotional expenses.
6	The legislative management shall establish a policy regarding promotional expenses made
7	on behalf of the legislative assembly. Any expenditure made pursuant to this section must be
8	reported to the legislative management. An expenditure under this section may not be
9	construed as a gift for purposes of section 18 of article X of the Constitution of North Dakota.
10	SECTION 11. LEGISLATIVE INTENT. It is the intent of the sixty-third legislative assembly
11	that the legislative management consider implementing during the sixty-fourth legislative
12	assembly a limited bill analysis report pilot project to provide bill analysis reports similar to
13	analysis reports prepared in other states.
14	SECTION 12. EFFECTIVE DATE. Sections 6 and 8 of this Act become effective on July 1,
15	2013, and sections 7 and 9 become effective on July 1, 2014.
16	SECTION 13. EMERGENCY. This Act is declared to be an emergency measure.