15.8007.03000

Sixty-fourth Legislative Assembly of North Dakota

FIRST ENGROSSMENT with Senate Amendments ENGROSSED HOUSE BILL NO. 1001

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 amend and reenact sections 54-03-20 and 54-35-10 of the North Dakota
- 4 Century Code, relating to legislative compensation; to provide for a legislative management
- 5 study; to provide an effective date; and to declare an emergency.

effective date of this Act and ending June 30, 2017, as follows:

6 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, 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

13 Subdivision 1.

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SIXTY-FOURTH AND SIXTY-FIFTH LEGISLATIVE ASSEMBLIES AND BIENNIUM

15			Adjustments or	
16		Base Level	Enhancements	<u>Appropriation</u>
17	Salaries and wages	\$9,205,759	\$811,614	\$10,017,373
18	Operating expenses	3,940,926	1,109,005	5,049,931
19	Capital assets	0	416,800	416,800
20	National conference of state legislatures	233,286	<u>7,977</u>	<u>241,263</u>
21	Total general fund	\$13,379,971	\$2,345,396	\$15,725,367
22	Subdivision 2.			

LEGISLATIVE MANAGEMENT AND LEGISLATIVE COUNCIL

1			Adjustments or		
2		Base Level	<u>Enhancements</u>	<u>Appropriation</u>	
3	Salaries and wages	\$8,660,860	\$885,837	\$9,546,697	
4	Accrued leave payments	143,087	(143,087)	0	
5	Operating expenses	3,753,527	(271,091)	3,482,436	
6	Capital assets	<u>0</u>	30,000	30,000	
7	Total all funds	\$12,557,474	\$501,659	\$13,059,133	
8	Less estimated income	<u>69,999</u>	1	70,000	
9	Total general fund	\$12,487,475	\$501,658	\$12,989,133	
10	Full-time equivalent positions	37.00	0.00	37.00	
11	Subdivision 3.				
12		BILL TOTAL			
13	Adjustments or				
14		Base Level	<u>Enhancements</u>	<u>Appropriation</u>	
15	Grand total general fund	\$25,867,446	\$2,847,054	\$28,714,500	
16	Grand total special funds	<u>69,999</u>	1	<u>70,000</u>	
17	Grand total all funds	\$25,937,445	\$2,847,055	\$28,784,500	
18	SECTION 2. LEGISLATIVE ASSEMBLY ONE-TIME FUNDING - EFFECT ON BASE				
19	BUDGET - REPORT TO SIXTY-FIFTH LEGISLATIVE ASSEMBLY. The following amounts				
20	reflect the one-time funding items approved by the sixty-third legislative assembly for the				
21	2013-15 biennium and the 2015-17	one-time funding ite	ms included in the app	propriation for the	
22	legislative assembly in section 1 of this Act:				
23	One-Time Funding Descri	ption	<u>2013-15</u>	<u>2015-17</u>	
24	Legislative wing equipment and improvements		\$500,000	\$400,000	
25	Information technology projects		42,000	0	
26	Information technology equipment		0	603,050	
27	LEGEND maintenance		0	191,760	
28	Council of State Governments conference		<u>0</u>	<u>350,000</u>	
29	Total general fund		\$542,000	\$1,544,810	
30	The 2015-17 one-time funding amounts are not a part of the entity's base budget for the				
31	2017-19 biennium. The legislative assembly shall report to the appropriations committees of the				

- 1 sixty-fifth legislative assembly on the use of this one-time funding for the biennium beginning
- 2 July 1, 2015, and ending June 30, 2017.

3 SECTION 3. LEGISLATIVE MANAGEMENT AND LEGISLATIVE COUNCIL ONE-TIME

4 FUNDING - EFFECT ON BASE BUDGET - REPORT TO SIXTY-FIFTH LEGISLATIVE

- 5 **ASSEMBLY.** The following amounts reflect the one-time funding items approved by the
- 6 sixty-third legislative assembly for the 2013-15 biennium and the 2015-17 one-time funding
- 7 items included in the appropriation for the legislative management and legislative council in

8 section 1 of this Act:

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9	One-Time Funding Description	<u>2013-15</u>	<u>2015-17</u>
10	Information technology projects	\$50,000	\$0
11	Office equipment replacement	25,000	30,000
12	Office improvements	50,000	50,000
13	Education funding study	100,000	0
14	Higher education study	150,000	0
15	Information technology equipment	<u>0</u>	<u>135,460</u>
16	Total general fund	\$375,000	\$215,460

17 The 2015-17 one-time funding amounts are not a part of the entity's base budget for the

18 2017-19 biennium. The legislative council shall report to the appropriations committees of the

sixty-fifth legislative assembly on the use of this one-time funding for the biennium beginning

20 July 1, 2015, and ending June 30, 2017.

SECTION 4. TRANSFERS. Notwithstanding section 54-16-05, the director of the office of management and budget and the state treasurer shall make transfers of funds between line items of appropriations for 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 and the state treasurer shall similarly make transfers of funds between the line items for the sixty-fourth and sixty-fifth 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 32 of the 2013 Session Laws. The director of the office of management and budget and the state treasurer shall make transfers of funds 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 assembly and legislative council enacted prior to the 2013-15 biennium as directed by the chairman of the legislative management or the director of the legislative council.

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.

- 1. Each member of the legislative assembly is entitled to receive as compensation for services the sum of one hundred <u>sixty-sevenseventy-two</u> 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.
- 2. 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 session. On August first of each even-numbered year, the director of the office of management and budget shall set the maximum monthly reimbursement for the subsequent two-year period at an amount equal to thirty times seventy percent of the daily lodging reimbursement in effect on that date as provided under subdivision d of subsection 2 of section 44-08-04.
 - b. Notwithstanding subdivision a:

- 1 (1) A member of the legislative assembly may elect to be reimbursed for less
 2 than the amount to which the legislator is entitled under this subsection by
 3 claiming the lesser amount on a voucher submitted with the receipt required
 4 by section 44-08-04.
 - (2) The legislative management may establish guidelines that may result in a reduced maximum reimbursement for a single dwelling in which two or more legislators share lodging and the total rent for that dwelling exceeds the amount to which a legislator is entitled under subdivision a.
 - a. Members of the legislative assembly who receive reimbursement for lodging are also entitled to reimbursement for travel for not to exceed one round trip taken during any calendar week, or portion of a week, the legislative assembly is in session, between their residences and the place of meeting of the legislative assembly, at the rate provided for state employees with the additional limitation that reimbursement for travel by common carrier may be only at the cost of coach fare and may not exceed one and one-half times the amount the member would be entitled to receive as mileage reimbursement for travel by motor vehicle.
 - b. A member of the legislative assembly who does not receive reimbursement for lodging and whose place of residence in the legislative district that the member represents is not within the city of Bismarck is entitled to reimbursement at the rate provided for state employees for necessary travel for not to exceed one round trip taken per day between the residence and the place of meeting of the legislative assembly when it is in session and may receive reimbursement for lodging at the place of meeting of the legislative assembly as provided in section 44-08-04 for each calendar day for which round trip travel reimbursement is not claimed, provided that the total reimbursement may not exceed the maximum monthly reimbursement allowed under subdivision a of subsection 2.
 - 4. The amount to which each legislator is entitled must be paid following the organizational session in December and following each month during a regular or special session.
 - 5. If during a special session, the legislative assembly adjourns for more than three days, a member of the legislative assembly is entitled to receive compensation during those

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- days only while in attendance at a standing committee if the legislator is a member of that committee, a majority or minority leader, or a legislator who is not on that committee but who has the approval of a majority or minority leader to attend.
 - 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 four hundred sixty-seveneighty-one dollars 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 thirty-fiveforty-five dollars 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)].
 - 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 54-03-20 of the North Dakota Century Code is amended and reenacted as follows:

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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 seventy-twoseventy-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.
- 2. 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 session. On August first of each even-numbered year, the director of the office of management and budget shall set the maximum monthly reimbursement for the subsequent two-year period at an amount equal to thirty times seventy percent of the daily lodging reimbursement in effect on that date as provided under subdivision d of subsection 2 of section 44-08-04.
 - b. Notwithstanding subdivision a:
 - (1) A member of the legislative assembly may elect to be reimbursed for less than the amount to which the legislator is entitled under this subsection by claiming the lesser amount on a voucher submitted with the receipt required by section 44-08-04.
 - (2) The legislative management may establish guidelines that may result in a reduced maximum reimbursement for a single dwelling in which two or more legislators share lodging and the total rent for that dwelling exceeds the amount to which a legislator is entitled under subdivision a.
- 3. a. Members of the legislative assembly who receive reimbursement for lodging are also entitled to reimbursement for travel for not to exceed one round trip taken during any calendar week, or portion of a week, the legislative assembly is in session, between their residences and the place of meeting of the legislative assembly, at the rate provided for state employees with the additional limitation

- that reimbursement for travel by common carrier may be only at the cost of coach fare and may not exceed one and one-half times the amount the member would be entitled to receive as mileage reimbursement for travel by motor vehicle.
 - b. A member of the legislative assembly who does not receive reimbursement for lodging and whose place of residence in the legislative district that the member represents is not within the city of Bismarck is entitled to reimbursement at the rate provided for state employees for necessary travel for not to exceed one round trip taken per day between the residence and the place of meeting of the legislative assembly when it is in session and may receive reimbursement for lodging at the place of meeting of the legislative assembly as provided in section 44-08-04 for each calendar day for which round trip travel reimbursement is not claimed, provided that the total reimbursement may not exceed the maximum monthly reimbursement allowed under subdivision a of subsection 2.
 - 4. The amount to which each legislator is entitled must be paid following the organizational session in December and following each month during a regular or special session.
 - 5. If during a special session, the legislative assembly adjourns for more than three days, a member of the legislative assembly is entitled to receive compensation during those days only while in attendance at a standing committee if the legislator is a member of that committee, a majority or minority leader, or a legislator who is not on that committee but who has the approval of a majority or minority leader to attend.
 - 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.
 - 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 four hundred eighty-oneninety-five dollars a month, paid
 monthly.

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- If a member dies or resigns from office during the member's term, the member 2 may be paid only the allowances provided for in this section for the period for 3 which the member was actually a member.
 - The majority and minority leaders of the house and senate and the chairman of C. 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 forty-five fifty-five dollars 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)].
 - Before each regular legislative session, the legislative management shall make recommendations and submit any necessary legislation to adjust legislative compensation amounts.
 - **SECTION 8. 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.

- 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 sixty-sevenseventy-two dollars 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 9. 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 seventy-twoseventy-seven dollars 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 10. LEGISLATIVE MANAGEMENT STUDY - FINANCING STATE

construction projects. During the 2015-16 interim, the legislative management shall study the use of bonding to finance state building, road, and water construction projects. The study must include consideration of the effect that financing state construction projects with existing oil revenue has had on both the construction industry and the oil and gas industry. The legislative management shall report its findings and recommendations, together with any legislation required to implement the recommendations, to the sixty-fifth legislative assembly.

- **SECTION 11. EFFECTIVE DATE.** Sections 6 and 8 of this Act become effective on July 1, 2015, and sections 7 and 9 become effective on July 1, 2016.
- **SECTION 12. EMERGENCY.** This Act is declared to be an emergency measure.