

**Department 701 - State Historical Society  
Senate Bill No. 2018**

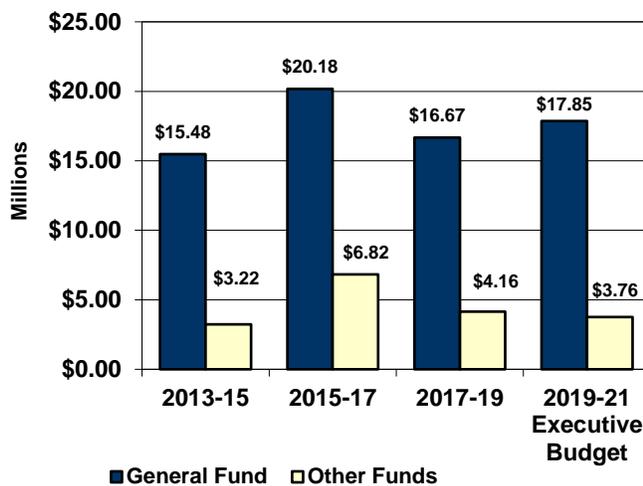
**Executive Budget Comparison to Prior Biennium Appropriations**

	FTE Positions	General Fund	Other Funds	Total
2019-21 Executive Budget	75.00	\$17,850,381	\$3,755,486	\$21,605,867
2017-19 Legislative Appropriations	75.00	16,673,644	4,155,795	20,829,439
Increase (Decrease)	0.00	\$1,176,737	(\$400,309)	\$776,428

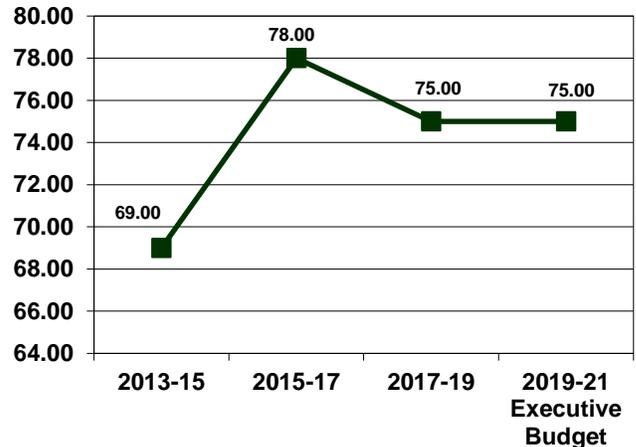
**Ongoing and One-Time General Fund Appropriations**

	Ongoing General Fund Appropriation	One-Time General Fund Appropriation	Total General Fund Appropriation
2019-21 Executive Budget	\$16,978,381	\$872,000	\$17,850,381
2017-19 Legislative Appropriations	16,673,644	0	16,673,644
Increase (Decrease)	\$304,737	\$872,000	\$1,176,737

**Agency Funding**



**FTE Positions**



**Executive Budget Comparison to Base Level**

	General Fund	Other Funds	Total
2019-21 Executive Budget	\$17,850,381	\$3,755,486	\$21,605,867
2019-21 Base Level	16,673,644	3,155,795	19,829,439
Increase (Decrease)	\$1,176,737	\$599,691	\$1,776,428

Attached as an appendix is a detailed comparison of the executive budget to the agency's base level appropriations.

**Executive Budget Highlights**

	General Fund	Other Funds	Total
1. Adds funding for state employee salary and benefit increases, of which \$498,035 is for salary increases, \$272,100 is for health insurance increases, and \$64,863 is for retirement contribution increases	\$771,157	\$63,841	\$834,998
2. Removes ongoing funding for extraordinary repairs	(\$307,357)	\$0	(\$307,357)
3. Reduces funding for bond payments to provide \$1,144,542	(\$214,754)	\$0	(\$214,754)
4. Adds funding for Microsoft Office 365 licensing expenses	\$55,691	\$0	\$55,691
5. Adds <b>one-time funding</b> for historic site and extraordinary repairs	\$500,000	\$550,000	\$1,050,000
6. Adds <b>one-time funding</b> for exhibit and collections care	\$372,000	\$0	\$372,000

**Other Sections Recommended to be Added in the Executive Budget  
(As Detailed in the Attached Appendix)**

**Appropriation - Revolving fund** - Section 3 would appropriate all fees collected and deposited in the revolving fund to the State Historical Society.

**Appropriation - Gifts, grants, and bequests** - Section 4 would appropriate all gifts, grants, devises, bequests, donations, and assignments received by the State Historical Society to the State Historical Society.

**Continuing Appropriations**

**Concession fund** - North Dakota Century Code Section 55-02-04 - Operation of the State Historical Society museum store.

**State Historical Society gifts and bequests fund** - Section 55-01-04 - Gifts and bequests for support of museum operations.

**State Historical Society revolving fund** - Section 55-03-04 - Archaeological permits.

**Deficiency Appropriation**

**Heritage Center expansion project litigation** - Senate Bill No. 2024 provides a deficiency appropriation of \$280,000 from the general fund to the State Historical Society for legal fees associated with litigation related to the Heritage Center expansion project.

**Significant Audit Findings**

The State Auditor's office reported the State Historical Society did not properly bid certain public improvement projects.

**Major Related Legislation**

There is no major related legislation for this agency at this time.

**State Historical Society - Budget No. 701**  
**Senate Bill No. 2018**  
**Base Level Funding Changes**

	<b>Executive Budget Recommendation</b>			
	<b>FTE Position</b>	<b>General Fund</b>	<b>Other Funds</b>	<b>Total</b>
<b>2019-21 Biennium Base Level</b>	75.00	\$16,673,644	\$3,155,795	\$19,829,439
<b>2019-21 Ongoing Funding Changes</b>				
Base payroll changes			(\$14,150)	(\$14,150)
Salary increase		459,957	38,078	498,035
Health insurance increase		251,296	20,804	272,100
Retirement contribution increase		59,904	4,959	64,863
Removes ongoing funding for extraordinary repairs		(307,357)		(307,357)
Reduces funding for bond payments		(214,754)		(214,754)
Adds Microsoft Office 365 licensing funding		55,691		55,691
<b>Total ongoing funding changes</b>	0.00	\$304,737	\$49,691	\$354,428
<b>One-time funding items</b>				
Historic site and extraordinary repairs		\$500,000	\$550,000	\$1,050,000
Exhibit and collections care		372,000		372,000
<b>Total one-time funding changes</b>	0.00	\$872,000	\$550,000	\$1,422,000
<b>Total Changes to Base Level Funding</b>	0.00	\$1,176,737	\$599,691	\$1,776,428
<b>2019-21 Total Funding</b>	75.00	\$17,850,381	\$3,755,486	\$21,605,867

**Other Sections for State Historical Society - Budget No. 701**

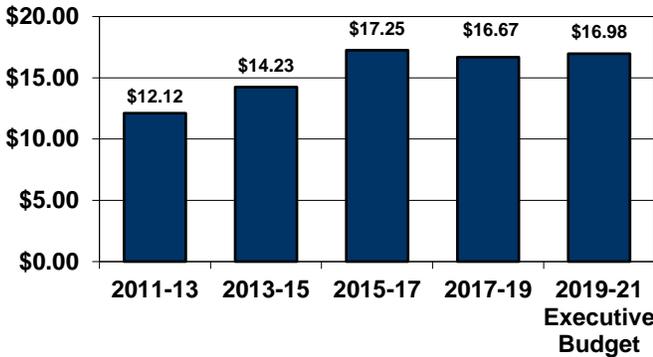
	<b>Executive Budget Recommendation</b>
Appropriation - Revolving fund	Section 3 would appropriate all fees collected and deposited in the revolving fund to the State Historical Society.
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Department 701 - State Historical Society

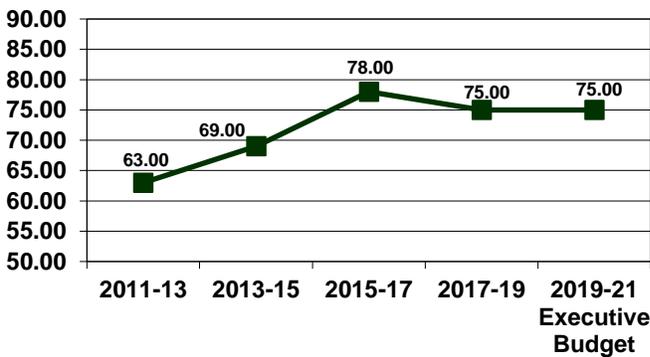
# Historical Appropriations Information

## Ongoing General Fund Appropriations Since 2011-13

Ongoing General Fund Appropriations (in Millions)



FTE Positions



Ongoing General Fund Appropriations					
	2011-13	2013-15	2015-17	2017-19	2019-21 Executive Budget
Ongoing general fund appropriations	\$12,119,191	\$14,231,811	\$17,254,791	\$16,673,644	\$16,978,381
Increase (decrease) from previous biennium	N/A	\$2,112,620	\$3,022,980	(\$581,147)	\$304,737
Percentage increase (decrease) from previous biennium	N/A	17.4%	21.2%	(3.4%)	1.8%
Cumulative percentage increase (decrease) from 2011-13 biennium	N/A	17.4%	42.4%	37.6%	40.1%

### Major Increases (Decreases) in Ongoing General Fund Appropriations

**2013-15 Biennium**

- 1. Added funding for 5 FTE positions \$682,190
- 2. Added funding for salaries and wages for seasonal temporary employees \$183,549

**2015-17 Biennium**

- 1. Added funding for 3 FTE positions \$503,864
- 2. Added funding to transfer 7 FTE maintenance positions (\$678,269) and related operating expenses (\$100,000) from the Office of Management and Budget for the Heritage Center \$778,269
- 3. Added funding for salaries and wages for seasonal temporary employees \$305,605
- 4. Added funding for temporary employee salary increases \$155,226
- 5. Added funding for an electronic records project \$172,800
- 6. Added funding for 4<sup>th</sup> grade and governing North Dakota curriculum \$100,000
- 7. Increased funding for operating expenses \$458,895
- 8. Increased funding for capital assets \$100,569
- 9. Added funding for Welk Homestead operations \$100,000

**2017-19 Biennium**

- 1. Removed 1 FTE custodial position (\$106,393)
- 2. Removed 2 undesignated FTE positions (\$58,237)
- 3. Reduced salaries and wages in anticipation of savings from vacant positions and employee turnover (\$243,714)
- 4. Reduced funding for temporary employees (\$147,986)
- 5. Reduced funding for operating expenses from the general fund and increased funding from other funds by \$150,000 for a net adjustment of (\$100,414) (\$250,414)
- 6. Removed funding for cultural heritage grants (\$293,454)
- 7. Reduced funding for capital assets (\$22,641)

**2019-21 Biennium (Executive Budget Recommendation)**

1. Removes ongoing funding for extraordinary repairs	(\$307,357)
2. Reduces funding for bond payments to provide \$1,144,542	(\$214,754)
3. Adds funding for Microsoft Office 365 licensing expenses	\$55,691

## GOVERNOR'S RECOMMENDATION FOR THE STATE HISTORICAL SOCIETY AS SUBMITTED BY THE OFFICE OF MANAGEMENT AND BUDGET

**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 federal funds and other income, to the state historical society for the purpose of defraying the expenses of that agency, for the biennium beginning July 1, 2019, and ending June 30, 2021, as follows:

	<u>Base Level</u>	<u>Adjustments or Enhancements</u>	<u>Appropriation</u>
Salaries and wages	\$13,595,892	\$820,848	\$14,416,740
Operating expenses	3,885,894	55,691	3,941,585
Capital assets	1,747,653	527,889	2,275,542
Grants	600,000	0	600,000
Exhibits	<u>0</u>	<u>372,000</u>	<u>372,000</u>
Total all funds	\$19,829,439	\$1,776,428	\$21,605,867
Less estimated income	<u>3,155,795</u>	<u>599,691</u>	<u>3,755,486</u>
Total general fund	\$16,673,644	\$1,176,737	\$17,850,381
Full-time equivalent positions	75.00	0.00	75.00

**SECTION 2. ONE-TIME FUNDING - EFFECT ON BASE BUDGET - REPORT TO SIXTY-SEVENTH LEGISLATIVE ASSEMBLY.** The following amounts reflect the one-time funding items approved by the sixty-fifth legislative assembly for the 2017-19 biennium and the 2019-21 one-time funding items included in the appropriation in section 1 of this Act:

<u>One-Time Funding Description</u>	<u>2017-19</u>	<u>2019-21</u>
Double Ditch Historic Site Repair	\$1,000,000	\$0
Exhibits and Collections Care	0	372,000
Historic Site Repair	0	1,050,000
Total all funds	<u>\$1,000,000</u>	<u>\$1,422,000</u>
Less estimated income	<u>1,000,000</u>	<u>550,000</u>
Total general fund	\$0	\$872,000

The 2019-21 one-time funding amounts are not a part of the entity's base budget for the 2019-21 biennium. The information technology department shall report to the appropriations committees of the sixty-seventh legislative assembly on the use of this one-time funding for the biennium beginning July 1, 2019 and ending June 30, 2021.

**SECTION 3. REVOLVING FUND - APPROPRIATION.** All fees collected by the state historical society and deposited in the revolving fund established pursuant to section 55-03-04 are appropriated to the state historical society for the purposes provided in chapter 55-03, for the biennium beginning July 1, 2019, and ending June 30, 2021.

**SECTION 4. GIFTS, GRANTS, AND BEQUESTS - APPROPRIATION.** All gifts, grants, devises, bequests, donations, and assignments received by the state historical society and deposited with the state treasurer pursuant to section 55-01-04 are appropriated to the state historical society for the purposes provided in section 55-01-04, for the biennium beginning July 1, 2019, and ending June 30, 2021.