

**STATEMENT OF PURPOSE OF AMENDMENT:**

**Senate Bill No. 2002 - Funding Summary**

	<b>Base Budget</b>	<b>Final Legislative Action</b>	<b>Comparison to Base Budget</b>
<b>Secretary of State</b>			
Salaries and wages	\$5,528,082	\$6,254,725	\$726,643
Operating expenses	3,308,424	7,484,331	4,175,907
Grants	25,000	25,000	
Petition review	8,000	8,000	
Election reform	4,699,689	10,830,808	6,131,119
<b>Total all funds</b>	<b>\$13,569,195</b>	<b>\$24,602,864</b>	<b>\$11,033,669</b>
Less estimated income	8,305,574	17,832,075	9,526,501
<b>General fund</b>	<b>\$5,263,621</b>	<b>\$6,770,789</b>	<b>\$1,507,168</b>
FTE	33.00	35.00	2.00
<b>Public Printing</b>			
Public printing	\$257,931	\$271,335	\$13,404
<b>Total all funds</b>	<b>\$257,931</b>	<b>\$271,335</b>	<b>\$13,404</b>
Less estimated income	0	0	0
<b>General fund</b>	<b>\$257,931</b>	<b>\$271,335</b>	<b>\$13,404</b>
FTE	0.00	0.00	0.00
<b>Bill total</b>			
<b>Total all funds</b>	<b>\$13,827,126</b>	<b>\$24,874,199</b>	<b>\$11,047,073</b>
Less estimated income	8,305,574	17,832,075	9,526,501
<b>General fund</b>	<b>\$5,521,552</b>	<b>\$7,042,124</b>	<b>\$1,520,572</b>
FTE	33.00	35.00	2.00

**Senate Bill No. 2002 - Secretary of State - Senate Action**

	<b>Base Budget</b>	<b>Senate Changes</b>	<b>Senate Version</b>
Salaries and wages	\$5,528,082	\$800,244	\$6,328,326
Operating expenses	3,308,424	3,175,907	6,484,331
Grants	25,000		25,000
Petition review	8,000		8,000
Election reform	4,699,689	1,324,371	6,024,060
<b>Total all funds</b>	<b>\$13,569,195</b>	<b>\$5,300,522</b>	<b>\$18,869,717</b>
Less estimated income	8,305,574	3,727,501	12,033,075
<b>General fund</b>	<b>\$5,263,621</b>	<b>\$1,573,021</b>	<b>\$6,836,642</b>
FTE	33.00	1.00	34.00

**Department 108 - Secretary of State - Detail of Senate Changes**

	<b>Adjusts Funding for Base Payroll Changes<sup>1</sup></b>	<b>Adds Funding for Salary and Benefit Increases<sup>2</sup></b>	<b>Adds Salary Equity Funding for Elected Officials<sup>3</sup></b>	<b>Adjusts Funding for Salaries and Wages<sup>4</sup></b>	<b>Adds Election Specialist FTE Position<sup>5</sup></b>	<b>Adds Funding for Changes in Employee Duties<sup>6</sup></b>
Salaries and wages	\$260,050	\$413,446	\$26,748			\$100,000
Operating expenses						
Grants						
Petition review						
Election reform		9,478			\$200,950	
<b>Total all funds</b>	<b>\$260,050</b>	<b>\$422,924</b>	<b>\$26,748</b>	<b>\$0</b>	<b>\$200,950</b>	<b>\$100,000</b>
Less estimated income	208,745	60,442	0	(479,143)	200,950	0
<b>General fund</b>	<b>\$51,305</b>	<b>\$362,482</b>	<b>\$26,748</b>	<b>\$479,143</b>	<b>\$0</b>	<b>\$100,000</b>
FTE	0.00	0.00	0.00	0.00	1.00	0.00

	<b>Adds Matching Funds<sup>2</sup></b>	<b>Adjusts Operating Funding<sup>3</sup></b>	<b>Adds One- Time Funding<sup>4</sup></b>	<b>Total Senate Changes</b>
Salaries and wages				\$800,244
Operating expenses		\$1,675,907	\$1,500,000	3,175,907
Grants				
Petition review				
Election reform	<u>\$200,000</u>	<u>(86,057)</u>	<u>1,000,000</u>	1,324,371
Total all funds	\$200,000	\$1,589,850	\$2,500,000	\$5,300,522
Less estimated income	<u>0</u>	<u>1,236,507</u>	<u>2,500,000</u>	3,727,501
General fund	\$200,000	\$353,343	\$0	\$1,573,021
FTE	0.00	0.00	0.00	1.00

<sup>1</sup> Funding is adjusted for base payroll changes, including the cost to continue 2021-23 biennium salary increases.

<sup>2</sup> The following funding is added for 2023-25 biennium salary adjustments of 4 percent on July 1, 2023, and 4 percent on July 1, 2024, and increases in health insurance premiums from \$1,429 to \$1,648 per month:

	<b>General Fund</b>	<b>Other Funds</b>	<b>Total</b>
Salary increase	\$236,186	\$39,392	\$275,578
Health insurance increase	<u>126,296</u>	<u>21,050</u>	<u>147,346</u>
Total	\$362,482	\$60,442	\$422,924

<sup>3</sup> Funding is added for providing a salary equity increase for the Secretary of State. The Secretary of State's annual salary is increased from the current level of \$114,486 to \$130,000 (13.6 percent) effective July 1, 2023. This funding is in addition to the funding added for the general 4 percent annual salary increases for state employees.

<sup>4</sup> Funding of \$479,143 for salaries and wages is provided from the general fund instead of from special funds.

<sup>5</sup> Funding of \$200,950 from federal funds is added for a new FTE election specialist position and related operating expenses.

<sup>6</sup> Funding of \$100,000 from the general fund is added for increased salaries and wages relating to changes in employee responsibilities and duties.

<sup>7</sup> Funding of \$200,000 from the general fund is added to match federal Help America Vote Act funds.

<sup>8</sup> Operating funding is adjusted as follows:

	<b>General Fund</b>	<b>Other Funds</b>	<b>Total</b>
Election reform		(\$86,057)	(\$86,057)
Capitol space rent model	\$201,331		201,331
Text messaging software and ongoing maintenance	165,000	165,000	330,000
Various operating adjustments, including an increase in information technology expenses	<u>(12,988)</u>	<u>1,157,564</u>	<u>1,144,576</u>
Total	\$353,343	\$1,236,507	\$1,589,850

<sup>9</sup> One-time funding is added as follows:

- \$1 million from the strategic investment and improvements fund is added for a new campaign system and contracted information technology services to redesign the Secretary of State's website;
- \$500,000 from the strategic investment and improvements fund is added for information technology system enhancements to FirstStop, the Central Indexing System, and other systems; and
- \$1 million from federal funds derived from the Help America Vote Act is added for election reform expenses.

This amendment also:

- Adds a section to allow the Secretary of State to transfer up to \$100,000 between line items; and
- Adds a section to provide the statutory changes necessary to increase the Secretary of State's annual salary to \$130,000 (13.6 percent) effective July 1, 2023, and to \$135,200 (4 percent) effective July 1, 2024.

**Senate Bill No. 2002 - Secretary of State - House Action**

	<b>Base Budget</b>	<b>Senate Version</b>	<b>House Changes</b>	<b>House Version</b>
Salaries and wages	\$5,528,082	\$6,328,326	(\$73,601)	\$6,254,725
Operating expenses	3,308,424	6,484,331	1,000,000	7,484,331
Grants	25,000	25,000		25,000
Petition review	8,000	8,000		8,000
Election reform	4,699,689	6,024,060	4,806,748	10,830,808
<b>Total all funds</b>	<b>\$13,569,195</b>	<b>\$18,869,717</b>	<b>\$5,733,147</b>	<b>\$24,602,864</b>
Less estimated income	8,305,574	12,033,075	5,799,000	17,832,075
General fund	\$5,263,621	\$6,836,642	(\$65,853)	\$6,770,789
FTE	33.00	34.00	1.00	35.00

**Department 108 - Secretary of State - Detail of House Changes**

	<b>Adjusts Funding for Salary and Benefit Increases<sup>1</sup></b>	<b>Reduces Funding for Elected Official Equity<sup>2</sup></b>	<b>Adds Funding for Technology Support Position<sup>3</sup></b>	<b>Removes Salary Funding for Funding Pool<sup>4</sup></b>	<b>Adds One-Time Funding<sup>5</sup></b>	<b>Total House Changes</b>
Salaries and wages	\$85,862	(\$5,600)	\$180,000	(\$333,863)		(\$73,601)
Operating expenses					\$1,000,000	1,000,000
Grants						
Petition review						
Election reform	3,180			(196,432)	5,000,000	4,806,748
<b>Total all funds</b>	<b>\$89,042</b>	<b>(\$5,600)</b>	<b>\$180,000</b>	<b>(\$530,295)</b>	<b>\$6,000,000</b>	<b>\$5,733,147</b>
Less estimated income	12,726	0	0	(213,726)	6,000,000	5,799,000
General fund	\$76,316	(\$5,600)	\$180,000	(\$316,569)	\$0	(\$65,853)
FTE	0.00	0.00	1.00	0.00	0.00	1.00

<sup>1</sup> Salaries and wages funding is adjusted to provide for 2023-25 biennium salary increases of 6 percent on July 1, 2023, and 4 percent on July 1, 2024, and for adjustments to health insurance premium rates as follows:

	<b>General Fund</b>	<b>Other Funds</b>	<b>Total</b>
Salary increase	\$79,156	\$13,200	\$92,356
Health insurance adjustment	(2,840)	(474)	(3,314)
Total	\$76,316	\$12,726	\$89,042

The Senate provided salary adjustments of 4 percent on July 1, 2023, and July 1, 2024.

<sup>2</sup> Funding of \$5,600 from the general fund is removed to provide a total of \$21,148 from the general fund to increase the salary of the Secretary of State to \$130,000 on July 1, 2023. The Senate provided \$26,748 from the general fund to increase the salary of the Secretary of State to \$130,000 on July 1, 2023. The reduction in necessary equity to provide a salary of \$130,000 is due to the House providing a general salary increase of 6 percent on July 1, 2023, rather than 4 percent.

<sup>3</sup> Funding of \$180,000 from the general fund is added for 1 new FTE technology support position. The Senate did not include this position.

<sup>4</sup> Funding for new FTE positions and estimated savings from vacant FTE positions is removed as shown below. These amounts are available to the agency if needed by submitting a request to the Office of Management and Budget for a transfer from the new and vacant FTE funding pool.

	<b>General Fund</b>	<b>Other Funds</b>	<b>Total</b>
New FTE positions	(\$180,000)	(\$190,950)	(\$370,950)
Vacant FTE positions	(136,569)	(22,776)	(159,345)
Total	(\$316,569)	(\$213,726)	(\$530,295)

<sup>5</sup> One-time funding of \$6 million from the federal State Fiscal Recovery Fund is added for an election management system (\$5 million) and to upgrade FirstStop (\$1 million). The Senate did not provide funding for these projects.

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A section is added repealing North Dakota Century Code Section 16.1-03-07 relating to bylaws of a state political committee or state political party.

**Senate Bill No. 2002 - Secretary of State - Senate Action**

The Senate concurred with the House.

**Senate Bill No. 2002 - Public Printing - Senate Action**

	Base Budget	Senate Changes	Senate Version
Public printing	\$257,931	\$13,404	\$271,335
Total all funds	\$257,931	\$13,404	\$271,335
Less estimated income	0	0	0
General fund	\$257,931	\$13,404	\$271,335
FTE	0.00	0.00	0.00

**Department 109 - Public Printing - Detail of Senate Changes**

	Increases Funding for Public Printing <sup>1</sup>	Total Senate Changes
Public printing	\$13,404	\$13,404
Total all funds	\$13,404	\$13,404
Less estimated income	0	0
General fund	\$13,404	\$13,404
FTE	0.00	0.00

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<sup>1</sup> Funding of \$13,404 from the general fund is added for public printing expenses.

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**Senate Bill No. 2002 - Public Printing - House Action**

The House did not change the Senate version.

**Senate Bill No. 2002 - Public Printing - Senate Action**

The Senate concurred with the House.