

PROPOSED AMENDMENTS TO SENATE BILL NO. 2021

Page 1, line 2, after "insurance" insert "; to provide an exemption; and to provide for a report"

Page 1, replace lines 8 through 13 with:

| | <u>Base Level</u> | <u>Adjustments or Enhancements</u> | <u>Appropriation</u> |
|---|-------------------|--|----------------------|
| Workforce safety and insurance operations | \$62,122,928 | \$12,763,904 | \$74,886,832 |
| Total special funds | \$62,122,928 | \$12,763,904 | \$74,886,832 |
| Full-time equivalent positions | 260.14 | 0.00 | 260.14" |

Page 1, line 14, after "**FUNDING**" insert "**- EFFECT ON BASE BUDGET - REPORT TO SIXTY-NINTH LEGISLATIVE ASSEMBLY**"

Page 1, line 15, after "biennium" insert "and the one-time funding items included in the appropriation in section 1 of this Act"

Page 1, replace lines 17 through 20 with:

| | | |
|---|----------------|-------------|
| "Claims and policy system replacement project | \$7,500,000 | \$4,950,000 |
| MyWSI extranet enhancement project | 3,050,000 | 1,830,000 |
| Building upgrades | <u>514,000</u> | <u>0</u> |
| Total special funds | \$11,064,000 | \$6,780,000 |

The 2023-25 biennium one-time funding amounts are not a part of the entity's base budget for the 2025-27 biennium. Workforce safety and insurance shall report to the appropriations committees of the sixty-ninth legislative assembly on the use of this one-time funding for the biennium beginning July 1, 2023, and ending June 30, 2025.

SECTION 3. EXEMPTION - DEFERRED MAINTENANCE. The amount of \$291,000 transferred from the office of management and budget to workforce safety and insurance from federal funds derived from the state fiscal recovery fund pursuant to subsection 10 of section 1 of chapter 550 of the 2021 Session Laws is not subject to section 54-44.1-11 and is available for deferred maintenance of the workforce safety and insurance building during the biennium beginning July 1, 2023, and ending June 30, 2025."

Re-number accordingly

STATEMENT OF PURPOSE OF AMENDMENT:

Senate Bill No. 2021 - Workforce Safety and Insurance - Senate Action

| | Base Budget | Senate Changes | Senate Version |
|-----------------------|------------------------|---------------------------|---------------------------|
| WSI operations | <u>\$62,122,928</u> | <u>\$12,763,904</u> | <u>\$74,886,832</u> |
| Total all funds | \$62,122,928 | \$12,763,904 | \$74,886,832 |
| Less estimated income | <u>62,122,928</u> | <u>12,763,904</u> | <u>74,886,832</u> |
| General fund | \$0 | \$0 | \$0 |
| FTE | 260.14 | 0.00 | 260.14 |

Department 485 - Workforce Safety and Insurance - Detail of Senate Changes

| | Adds Funding for the Cost to Continue Salaries¹ | Adds Funding for Salary and Benefit Increases² | Adds Funding for Information Technology Costs³ | Adds One-Time Funding for the CAPS Replacement Project⁴ | Adds One-Time Funding for the myWSI Enhancement Project⁵ | Total Senate Changes |
|-----------------------|---|--|--|---|--|-----------------------------|
| WSI operations | \$379,160 | \$3,769,928 | \$1,834,816 | \$4,950,000 | \$1,830,000 | \$12,763,904 |
| Total all funds | \$379,160 | \$3,769,928 | \$1,834,816 | \$4,950,000 | \$1,830,000 | \$12,763,904 |
| Less estimated income | 379,160 | 3,769,928 | 1,834,816 | 4,950,000 | 1,830,000 | 12,763,904 |
| General fund | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| FTE | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |

¹ Funding is added for the cost to continue salary increases.

² 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:

| | Other Funds |
|---------------------------|--------------------|
| Salary increase | \$2,553,097 |
| Health insurance increase | <u>1,216,831</u> |
| Total | 3,769,928 |

³ Funding of \$1,834,816 from the Workforce Safety and Insurance fund is added for information technology rate increases from the Information Technology Department (\$197,244) and increases for information technology contractual services for software support of agency systems and projects (\$1,637,572).

⁴ One-time funding of \$4,950,000 is added from the Workforce Safety and Insurance fund for the claims and policy system replacement project. The agency has spent \$16,745,803 on the project since July 2015 and anticipates \$20,101,118 is needed to complete the project by May 2031 at a total cost of \$36,846,921.

⁵ One-time funding of \$1,830,000 is added from the Workforce Safety and Insurance fund for the myWSI enhancement project. The agency has spent \$3,900,036 on the project since November 2016 and anticipates \$2,762,244 is needed to complete the project by September 2026 at a total cost of \$6,662,280.

This amendment also adds a section to provide Workforce Safety and Insurance an exemption to continue \$291,000 transferred from the Office of Management and Budget from the federal State Fiscal Recovery Fund for deferred maintenance of state-owned buildings during the 2021-23 biennium into the 2023-25 biennium.