



BUDGET SECTION - LEADERSHIP DIVISION

Wednesday, June 19, 2024
Harvest Room, State Capitol
Bismarck, North Dakota

Senator David Hogue, Chairman, called the meeting to order at 1:15 p.m.

Members present: Senators David Hogue, Brad Bekkedahl, Kathy Hogan*, Jerry Klein, Merrill Piepkorn; Representatives Glenn Bosch, Josh Boschee, Zachary Ista, Mike Lefor, Don Vigesaa

Member absent: Representative Dennis Johnson

Others present: Adam Mathiak, Legislative Council

**Attended remotely*

Mr. Allen H. Knudson, Legislative Budget Analyst and Auditor, Legislative Council, presented a memorandum entitled [Budget Section Divisions - Background](#).

2023-25 BIENNIUM BUDGET INFORMATION

Interim Budget Updates

Mr. Knudson presented a report entitled [2023-25 Biennium Report on Compliance with Legislative Intent](#) regarding the status of state agency programs and the implementation of legislative initiatives. He noted significant items in the report, including:

- Agency allocations from the new and vacant FTE funding pool.
- Estimated agency savings from vacant FTE positions and uses of the savings.
- Approximately 137,000 applications for the primary residence credit program were received by the Tax Department, which reflects estimated property tax relief of approximately \$68.6 million.

Mr. Knudson presented the [Analysis of State Trust Funds for the 2021-23 and 2023-25 Bienniums](#) regarding the actual revenues and expenditures of major state trust funds for the 2021-23 biennium and estimated revenues and expenditures for the 2023-25 biennium.

Flowcharts

Mr. Adam Mathiak, Senior Fiscal Analyst, Legislative Council, presented a memorandum entitled [Oil and Gas Tax Revenue Allocation Flowchart - 2023-25 Biennium](#), which is a flowchart regarding the oil and gas tax revenue allocation formula for the 2023-25 biennium.

Mr. Mathiak presented a memorandum entitled [Legacy Fund Investments and Earnings Flowchart - 2023-25 Biennium](#), which is a flowchart regarding the allocation of Legacy Fund investments and earnings.

Mr. Grant Gader, Fiscal Analyst, Legislative Council, presented a memorandum entitled [Estimated Revenue Sources and Distributions for Major State Funds for the 2023-25 Biennium](#), which is a flowchart regarding an overview of the inflows and outflows of major state funds.

2025-27 BIENNIUM BUDGET OUTLOOK

Mr. Knudson presented information ([Appendix A](#)) regarding the 2023-25 biennium appropriations and 2025-27 biennium base budgets. He noted the 2025-27 biennium base budgets have been updated to include funding pools for targeted market equity adjustments, retirement contribution adjustments, and the removal of one-time funding items.

Mr. Knudson presented information ([Appendix B](#)) regarding budget and fiscal trends and a preliminary budget outlook for the 2025-27 biennium.

No further business appearing, Chairman Hogue adjourned the meeting at 3:05 p.m.

Allen H. Knudson
Legislative Budget Analyst and Auditor

Grant Gader
Fiscal Analyst

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