**Minnesota House of Representatives**

**FY 20XX-XX Budget Proposal**

**SPENDING**

The proposed budget is recommending total spending of $79,781,463 for the FY 2020-21 biennium. This represents a $10,169,484 or 14.61% increase over the FY 20XX-XX budget. Over one-quarter of the budget increase is related to one-time investments, with the balance of the increase tied to the day to day operating costs of the House of Representatives.

**RESOURCES**

The proposed budget is recommended to be funded from the following sources:

* 76,277,000 from the General Fund appropriation
* $128,000 from the Health Care Access Fund Transfers
* $3,376,463 from the Carryforward account.

This budget request a General Fund appropriation of $11,511,000 higher than the FY 2020-21 forecasted base budget amount for the House of Representatives. Of this amount, 41% is related to providing increased appropriation for Members’ salary and associated payroll cost increases.

**House of Representatives Biennial Budget Recommendation Summary**

**(in 000s)**

|  |  |  |  |  |
| --- | --- | --- | --- | --- |
| **Category** | **FY 18-19** | **FY 20-21** | **Difference** | **% Change** |
| **Budget Recommendation** |  |  |  |  |
| Operating Budget | $69,110 | $76,405 | $7,294 | 10.55% |
| One-time Investments[1](#page1) | $502 | $3,376 | $2,875 |  |
| **Total** | **$69,612** | **$79,781** | **$10,169** | **14.61%** |
| **Resource Recommendation** |  |  |  |  |
| GF | $64,766 | $76,277 | $11,511 | 17.77% |
| HCAF | $128 | $128 | $0 | $0 |
| CF | $4,718[2](#page1) | $3,376 | ($1,342) | (28.44%) |
| **Total** | **$69,612** | **$79,781** | **$10,169** | **14.61%** |

**CARRYFORWARD ACCOUNT**

This proposed budget would leave an estimated carryforward account balance of $4.472 million.

1. FY 2018-19 one-time investments implemented the 4-year computer replacement cycle for staff and members’ computers.
2. Original budget included only the $502,000 for computer replacement. Additional $4,216,000 was added to the budget and assumed carryforward spending for increased member salaries and associated payroll costs.

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**Minnesota House of Representatives**

**FY 20XX-XX Budget Proposal**

**SUMMARY OF BUDGET RECOMMENDATION**

**Operating Budget Summary – Appropriation Request**

|  |  |  |
| --- | --- | --- |
| **Category** | **Description** | **Appropriation** |
|  |  | **Recommendation** |
| Members | Assumes an increase in members’ salary to $46,500 (increase of | $4,700,000 |
|  | $1,500 or 3.3%) based on the Legislative Salary Council report. |  |
|  | Appropriation request for increase of salaries and other payroll |  |
|  | costs tied to increases since FY 2017 including employer share of |  |
|  | retirement increases from M.L. 2018. |  |
| Staffing | Increases staffing compliment for Redistricting (2.5 FTE 1/1/21), | $2,448,000 |
| Compliment | 2:1 Member:LA staffing, LA Supervisor and IT position (14 FTE |  |
|  | 7/1/19), and high school page chaperone program. |  |
|  | Appropriation for increase includes salary estimates, other |  |
|  | payroll costs, and equipment/workstation costs. |  |
| Permanent | Establishes funds to implement salary adjustments based on the | $4,163,000 |
| Staffing Salaries | NCSL Compensation Study for the House of Representatives. |  |
|  | Appropriation request for salary adjustment funds to implement |  |
|  | recommendations based on the NCSL Compensation Study for |  |
|  | the House of Representatives. Appropriation request also |  |
|  | Includes adjustment for associated payroll costs as well as |  |
|  | increased employer share of retirement from M.L 2018. |  |
| Health Insurance | Assumes MMB projected increases of 2.99% for CY 19, 5.63% for | $0 |
|  | CY 20 and 5.62% for CY 21. |  |
|  | Total increase over 18-19 is $992,000 increase absorbed with |  |
|  | estimated reductions for salary rebasing. |  |
| Other costs | Assumes increased Member and staff reimbursements for | $200,000 |
|  | approved expenses based on approved Rules and assumed mini- |  |
|  | sessions. Minor increases to temporary staff, severance costs, |  |
|  | training, annual IT software and maintenance costs based on |  |
|  | trend offset by reductions in unemployment, workers |  |
|  | compensation based on trend. |  |
|  | Appropriation request for member and staff expense |  |
|  | reimbursement and transportation costs for mini session. |  |
| Total |  | $11,511,000 |

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**Minnesota House of Representatives**

**FY 20XX-XX Budget Proposal**

**One-time Investments Summary**

|  |  |  |
| --- | --- | --- |
| **Category** | **Description** | **Carryforward** |
|  |  |  | **Recommendation** |
| First Floor | Rebuild of first and ground floor space previously used by | $700,000 |
|  | Minnesota Senate Minority. |  |
| End of life | • | Duplicating machines for Facilities and Chief Clerks Office, | $2,080,000 |
| equipment |  | including software |  |
| replacement | • | Consulting Contract for ArcServ Back-up Solution |  |
|  |  | Replacement |  |
|  | • Wi-Fi access Point Hardware, controllers and core switches |  |
|  | • | Sans Service |  |
|  | • | Meter Machine |  |
|  | • | AED Replacement |  |
|  | • | HPIS Image Processor |  |
|  | • Phased-in workstation and furniture replacement for staff |  |
|  |  | and members |  |
| Enhancements | • | Outlook Migration | $445,000 |
|  | • | Audio Visual Upgrades |  |
|  | • Basement Hearing Room Broadcast Ability |  |
|  | • | Facilities Cooling System |  |
|  | • Assistive Listening Hearing Loop |  |
|  | • | Captioning backlog |  |
| Other equipment | • | Public outreach and photography room equipment | $151,000 |
| replacements | • | Computer monitor replacement cycle |  |
|  |  |  | $3,376,000 |

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