## State Agency Head Salaries

The governor proposes most agency head salaries

The governor proposes salaries for most state executive branch agency heads, within limits set in law. For most agency heads, the limit is 133 percent of the governor's salary, to be adjusted for inflation each January. For several, the limit is 120 percent of the governor's salary, to be adjusted for inflation each January. Minn. Stat. § 15A.0815, subds. 2 and 3. Changes that the governor proposes in individual agency head salaries are subject to legislative approval. A subcommittee established by the Legislative Coordinating Commission may approve changes in these salaries during legislative interims, subject to final approval by the full legislature.

The salary limit for most agency heads is $\$ 169,747$ (133 percent of the governor's salary of $\$ 127,629$ ). As indicated in the table on the following page, none of the agency head salaries currently is close to the limit. Current annual salaries range from about \$120,000 to \$155,000.

The legislature changed this system in 2013 and in 2015. Before the 2013 changes, agency head salaries were limited to 95 percent (or in several cases 85 percent) of the governor's salary. In 2013 the legislature removed the requirement for legislative approval of individual agency head salaries within the salary limits, but the requirement for legislative approval was reinstated in 2015.

There is a different process for setting some agency head salaries

There is a different process for setting salaries for heads of the statewide public pension funds, the lottery director, and the executive director of the State Board of Investment.

- For directors of the three statewide public pension funds, the governing board of the applicable pension system sets the salary, within the statutory limit of 133 percent of the governor’s salary. Minn. Stat. §§ 352.03, subd. 5; 353.03, subd. 3a; and 354.06, subd. 2.
- The lottery director salary is set in statute at 95 percent of the governor's salary. Minn. Stat. § 349A.02, subd. 1.
- The salary for the executive director of the State Board of Investment is set by the board, under a compensation plan approved by the Subcommittee on Employee Relations of the Legislative Coordinating Commission and the full legislature. Minn. Stat. §§ 11A.04, cl. (14), and 43A.18, subd. 3b.

The following table lists the salaries for agency heads who are subject to the salary limits specified in statute. Most of the cabinet agency salaries were last increased by the governor on July 1, 2015, under a special provision that authorized these increases, without legislative approval, on that date only.

| Cabinet Agencies | Salaries |
| :--- | ---: |
| Administration | $\$ 144,991$ |
| Agriculture | 144,991 |
| Commerce | 144,991 |
| Corrections | 150,002 |
| Education | 150,002 |
| Employment and Economic Development | 150,002 |
| Health | 150,002 |
| Office of Higher Education | 144,991 |
| Housing Finance Agency | 144,991 |
| Human Rights | 144,991 |
| Human Services | 154,992 |
| Iron Range Resources and Rehabilitation | 140,000 |
| Labor and Industry | 144,991 |
| Management and Budget | 154,992 |
| Mediation Services | 140,000 |
| Natural Resources | 154,992 |
| Pollution Control Agency | 150,002 |
| Public Safety | 154,992 |
| Revenue | 154,992 |
| Transportation | 154,992 |
| Veterans Affairs | 144,991 |
|  |  |
| Gambling Control Board | $\$ 119,997$ |
| Metropolitan Airports Commission, Chair | 30,000 |
| Metropolitan Council, Chair | 144,991 |
| Ombudsman for Mental Health and Developmental | 119,997 |
| Disabilities | 115,998 |
| Pari-mutuel Racing | 140,000 |
| Public Utilities Commission | 144,991 |
| Minnesota State Retirement System | 144,991 |
| Public Employees Retirement Association | 125,009 |
| School Trust Lands | 144,991 |
| Teachers Retirement Association |  |
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For more information: Contact legislative analyst Mark Shepard at 651-296-5051. Also see the House Research publication State Elected Officials' Compensation, January 2016.

[^0] and information services to the entire House.


[^0]:    The Research Department of the Minnesota House of Representatives is a nonpartisan office providing legislative, legal,

