

PROPOSED AMENDMENTS TO HOUSE BILL NO. 1014

Page 1, line 2, remove "and" and after "intent" insert "; and to create and enact a new section to chapter 54-56 of the North Dakota Century Code, relating to the children's services coordinating committee operating fund"

Page 1, line 9, replace "70,784" with "70,161"

Page 1, line 10, replace "120,313" with "57,339"

Page 1, line 11, replace "6,562,500" with "6,622,500"

Page 1, line 12, replace "6,753,597" with "6,750,000"

Page 1, line 13, replace "\$6,562,500" with "\$6,622,500"

Page 1, line 15, remove "\$200,000 to the partnership project that is providing services"

Page 1, remove line 16

Page 1, line 17, remove ", and \$50,000 to"

Page 1, line 18, remove "the sacred child project"

Page 2, line 16, replace "2.5" with "1.7"

Page 2, line 18, replace "20" with "15"

Page 2, line 21, replace "60" with "67.3"

Page 2, line 24, replace "7.5" with "6"

Page 2, line 30, replace "a total of \$1,500,000 for the 1999-2001 biennium" with "\$127,500 for children's services coordinating committee administration for the 1999-2001 biennium and \$1,125,000"

Page 2, line 31, after "costs" insert "for the 1999-2001 biennium"

Page 3, line 6, replace "90" with "100"

Page 3, replace lines 9 through 10 with:

**"SECTION 6.** A new section to chapter 54-56 of the North Dakota Century Code is created and enacted as follows:

**Operating fund balance.** The children's services coordinating committee may not maintain an unobligated operating fund balance, excluding income received during the final thirty days of each fiscal year, which exceeds fifty thousand dollars or twenty percent of annual income allocated for its administrative costs and statewide grants, whichever is less, at the end of each fiscal year."

Renumber accordingly

## STATEMENT OF PURPOSE OF AMENDMENT:

### DEPARTMENT 324 - CHILDREN'S SERVICES COORDINATING COMMITTEE

HOUSE - This amendment makes the following changes:

	EXECUTIVE BUDGET	HOUSE CHANGES	HOUSE VERSION
Salaries and wages	\$70,784	(\$623)	\$70,161
Operating expenses	120,313	(62,974)	57,339
Grants	<u>6,562,500</u>	<u>60,000</u>	<u>6,622,500</u>
Total all funds	\$6,753,597	(\$3,597)	\$6,750,000
FTE	1.00	0.00	1.00

Detail of House changes to the executive budget includes:

	REDUCES KIDS COUNT FUNDING	REDUCES OPERATING EXPENSES	REDUCES SALARY INCREASE	ADDS HEALTH INSURANCE FUNDING	INCREASES GRANTS FUNDING	TOTAL HOUSE CHANGES
Salaries and wages			(\$908) <sup>3</sup>	\$285		(\$623)
Operating expenses	(\$40,000) <sup>1</sup>	(\$22,974) <sup>2</sup>				(62,974)
Grants					<u>\$60,000</u>	<u>60,000</u>
Total all funds	(\$40,000)	(\$22,974)	(\$908)	\$285	\$60,000	(\$3,597)
FTE	0.00	0.00	0.00	0.00	0.00	0.00

House changes narrative:

<sup>1</sup> Removes funding added in the executive budget for preparing the annual Kids Count statistical report. The removal of these funds does not preclude the Children's Services Coordinating Committee from seeking Budget Section approval to provide a statewide grant to the Kids Count project for preparing this report.

<sup>2</sup> Reduces operating expenses to a level anticipated necessary for the 1999-2001 biennium.

<sup>3</sup> Provides funding for the legislative salary increase package of 2 percent July 1, 1999, and 2 percent July 1, 2000.

Statewide grants specified in section 2 to the partnership project (\$200,000) and to the sacred child project (\$50,000) are removed to allow the Children's Services Coordinating Committee flexibility to determine statewide grants to recommend to the Budget Section for funding during the 1999-2001 biennium. The \$200,000 grant for the Native American alcohol and drug abuse education program remains specified in the bill.

This amendment changes the percentage allocation formula for the "Refinancing" funds anticipated to be received during the 1999-2001 biennium. The following schedule compares the percentage allocation used during the 1997-99 biennium, the 1999-2001 biennium executive budget, and the House Version:

	1997-99 BIENNIUM	1999-2001 EXECUTIVE BUDGET	HOUSE VERSION
Department of Human Services	10 percent up to a maximum of \$600,000	10 percent up to a maximum of \$750,000	10 percent up to a maximum of \$750,000
Children's Services Coordinating Committee - Administration	2.5 percent up to a maximum of \$150,000	2.5 percent up to a maximum of \$187,500	\$127,500 (estimated at 1.7 percent)
Participating entities generating federal funds	20 percent	20 percent	20 percent
Children's Services Coordinating Committee - Statewide grants	7.5 percent	7.5 percent	6 percent
Children's Services Coordinating Committee - Grants to regional and tribal children's services coordinating committees for administrative costs	\$1,080,000 (estimated at 18 percent)	20 percent	\$1,125,000 (estimated at 15 percent)
Regional and tribal children's services coordinating committees - Grants to providers	42 percent	40 percent	47.3 percent
Total	100 percent	100 percent	100 percent

The allocation of "Refinancing" funds that may be received in excess of the \$7.5 million is changed as follows:

	1997-99 BIENNIUM	1999-2001 EXECUTIVE BUDGET	HOUSE VERSION
Participating entities generating federal funds	20 percent	20 percent	20 percent
Children's Services Coordinating Committee - Statewide grants	10 percent	10 percent	0 percent
Regional and tribal children's services coordinating committees - Grants to providers	70 percent	70 percent	80 percent
Total	100 percent	100 percent	100 percent

A section is added creating a new section to NDCC Chapter 54-56 providing that the Children's Services Coordinating Committee may not maintain an unobligated operating fund balance, excluding income received during the final 30 days of each fiscal year which exceeds \$50,000 or 20 percent of annual income allocated for its administrative costs and statewide grants, whichever is less at the end of each fiscal year.