

PROPOSED AMENDMENTS TO ENGROSSED HOUSE BILL NO. 1015

Page 1, line 6, remove the second "and"

Page 1, line 7, after "assessment" insert "; to provide a conditional exemption for state property from special assessments for flood control in a city that has received state financial assistance for flood control projects; and to create and enact a new section to chapter 54-44.1 of the North Dakota Century Code, relating to new building construction cost-benefit analyses"

Page 1, line 17, replace "14,057,270" with "11,918,846"

Page 1, line 18, replace "12,330,726" with "9,651,346"

Page 1, line 19, replace "239,500" with "166,000"

Page 1, line 21, replace "34,692,934" with "274,000"

Page 1, line 22, replace "5,400,000" with "5,000,000"

Page 1, line 23, replace "68,041,050" with "28,330,812"

Page 2, line 1, replace "47,747,445" with "9,442,120"

Page 2, line 2, replace "20,293,605" with "18,888,692"

Page 2, line 11, replace "24,609,357" with "23,204,444"

Page 2, line 12, replace "48,671,877" with "10,366,552"

Page 2, line 13, replace "73,281,234" with "33,570,996"

Page 4, replace lines 1 through 9 with:

"Agency salaries and wages appropriations are increased in total by approximately two percent for the 2001-03 biennium relating to increased health insurance benefit costs."

Page 4, line 13, replace "600,000" with "500,000"

Page 4, line 29, replace "\$2,700,000" with "\$2,000,000"

Page 5, line 6, replace "\$50,000,000" with "\$60,000,000"

Page 5, line 12, replace "\$100,000,000" with "\$140,000,000"

Page 5, line 25, replace "\$100,000,000" with "\$140,000,000"

Page 5, after line 25, insert:

**"SECTION 12. STUDENT LOAN TRUST TRANSFER TO STATE GENERAL FUND.** The industrial commission shall transfer to the general fund in the state treasury the sum of \$9,000,000 from the North Dakota student loan trust. The moneys must be transferred in such amounts and at such times as requested by the director of the office management and budget during the biennium beginning July 1, 2001, and ending June 30, 2003, and upon certification by the student loan trust trustee that sufficient moneys remain available to pay all debt service on student loan trust bonds, all required rebate payments to the United States treasury, and all program operating expenses."

Page 7, after line 4, insert:

**"SECTION 18. City flood control special assessment exemption for state property.** Notwithstanding any other provision of law, property of the state in a city subject to this section is exempt from special assessments levied for flood control purposes. Upon request by the governing body of the city, the exemption under this section may be completely or partially waived by majority vote of the budget section of the legislative council. A city is subject to the exemption under this section in recognition of state financial assistance for flood control provided to the city pursuant to section 61-02.1-01 or other appropriation or commitment of state funds.

**SECTION 19.** A new section to chapter 54-44.1 of the North Dakota Century Code is created and enacted as follows:

**Office of the budget and information technology department - New building construction cost-benefit analyses.** The office of the budget shall complete a cost-benefit analysis for each new building construction project included in budget requests submitted by state agencies, departments, and institutions. The analysis must review options for co-locating with other state agencies, departments, or institutions and consider information on related technology costs and savings. The office of the budget shall obtain the assistance of the information technology department, and that department shall review the technology costs and savings involved in the proposed building and provide the analysis to the office of the budget. The office of the budget shall report on the cost-benefit analyses for building projects included in the governor's budget recommendation to the legislative assembly at the same time as the governor's budget and revenue proposals are presented."

Renumber accordingly

## STATEMENT OF PURPOSE OF AMENDMENT:

### House Bill No. 1015 - Summary of Senate Action

	EXECUTIVE BUDGET	HOUSE VERSION	SENATE CHANGES	SENATE VERSION
Office of Management and Budget				
Total all funds	\$68,122,987	\$68,041,050	(\$39,710,238)	\$28,330,812
Less estimated income	47,747,445	47,747,445	(38,305,325)	9,442,120
General fund	\$20,375,542	\$20,293,605	(\$1,404,913)	\$18,888,692
Radio Communications				
Total all funds	\$5,240,184	\$5,240,184	\$0	\$5,240,184
Less estimated income	524,432	924,432		924,432
General fund	\$4,715,752	\$4,315,752	\$0	\$4,315,752
Bill Total				
Total all funds	\$73,363,171	\$73,281,234	(\$39,710,238)	\$33,570,996
Less estimated income	48,271,877	48,671,877	(38,305,325)	10,366,552
General fund	\$25,091,294	\$24,609,357	(\$1,404,913)	\$23,204,444

## House Bill No. 1015 - Office of Management and Budget - Senate Action

	EXECUTIVE BUDGET	HOUSE VERSION	SENATE CHANGES	SENATE VERSION
Salaries and wages	\$14,157,807	\$14,057,270	(\$2,138,424)	\$11,918,846
Operating expenses	12,307,126	12,330,726	(2,679,380)	9,651,346
Equipment	244,500	239,500	(73,500)	166,000
Capital improvements	1,320,620	1,320,620		1,320,620
Grants	34,692,934	34,692,934	(34,418,934)	274,000
Statewide compensation plan	<u>5,400,000</u>	<u>5,400,000</u>	<u>(400,000)</u>	<u>5,000,000</u>
Total all funds	\$68,122,987	\$68,041,050	(\$39,710,238)	\$28,330,812
Less estimated income	<u>47,747,445</u>	<u>47,747,445</u>	<u>(38,305,325)</u>	<u>9,442,120</u>
General fund	\$20,375,542	\$20,293,605	(\$1,404,913)	\$18,888,692
FTE	153.00	152.00	(21.00)	131.00

## Dept. 110 - Office of Management and Budget - Detail of Senate Changes

	DECREASE FUNDING FOR STATE CONTINGENCY <sup>1</sup>	DECREASE FUNDING FOR PREPLANNING REVOLVING FUND <sup>2</sup>	DECREASE FUNDING FOR THE STATEWIDE COMPENSATION PLAN <sup>3</sup>	REMOVE FUNDING FOR THE DIVISION OF COMMUNITY SERVICES <sup>4</sup>	TOTAL SENATE CHANGES
Salaries and wages				(\$2,138,424)	(\$2,138,424)
Operating expenses	(\$100,000)			(2,579,380)	(2,679,380)
Equipment				(73,500)	(73,500)
Capital improvements					
Grants		(\$112,000)		(34,306,934)	(34,418,934)
Statewide compensation plan			<u>(\$400,000)</u>		<u>(400,000)</u>
Total all funds	(\$100,000)	(\$112,000)	(\$400,000)	(\$39,098,238)	(\$39,710,238)
Less estimated income			<u>(400,000)</u>	<u>(37,905,325)</u>	<u>(38,305,325)</u>
General fund	(\$100,000)	(\$112,000)	\$0	(\$1,192,913)	(\$1,404,913)
FTE	0.00	0.00	0.00	(21.00)	(21.00)

<sup>1</sup> This amendment reduces funding for the state contingency fund by \$100,000, from \$600,000, to \$500,000. Funding of \$600,000 was provided for the 1999-2001 biennium.

<sup>2</sup> This amendment reduces funding provided for replenishing the preplanning revolving fund by \$112,000, from \$207,000 to \$95,000. The funding provided will result in \$250,000 of total available funds in the preplanning revolving fund, and increase of \$50,000 from the 1999-2001 level.

<sup>3</sup> This amendment reduces funding for a statewide salary pool for equity increases for classified state employees by \$400,000, from \$5,400,000 to \$5,000,000, of which \$2,700,000 is from the general fund and \$2,300,000 is from special funds.

<sup>4</sup> This amendment removes funding related to the Division of Community Services in order to implement the consolidation of the Department of Economic Development and Finance, the Division of Community Services, and the Tourism Department into a new Department of Commerce as recommended in the Hoeven executive budget and to be provided for in Senate Bill No. 2019.

This amendment anticipates that the Office of Management and Budget and the Emergency Commission will not spend \$300,000 of the \$600,000 in funding provided for the 1999-2001 biennium for state contingencies. This will result in additional general fund turnback of \$300,000 at the end of the 1999-2001 biennium which will be reflected in the legislative budget status as an increase to the July 1, 2001, general fund balance.

## House Bill No. 1015 - Other Changes - Senate Action

This amendment also:

- Amends Section 5 and removes Section 6 of the engrossed bill to remove the provision that any agency may provide additional average salary increases of one percent for the second year of the 2001-03 biennium to the extent that the increases can be paid without an increase in the agency's appropriation and to add a statement that agency salaries and wages appropriations in total are increased by approximately two percent for the 2001-03 biennium relating to increased health insurance benefit costs.
- Amends Section 9 of the engrossed bill to reduce the amount of anticipated proceeds to be realized from the sale of loans in the developmental disabilities revolving loan fund by \$700,000, from \$2,700,000 to \$2,000,000. (The fiscal impact resulting from this change was included in the budget status based on the committee motion on March 16, 2001.)
- Amends Sections 11 and 12 of the engrossed bill to increase the amount to be transferred to the state general fund from the Bank of North Dakota by \$10 million, from \$50 million to \$60 million, and to increase the Bank's capital structure limit from \$100 million to \$140 million.

- Adds a section to the bill to provide for a transfer to the state general fund from the student loan trust in the amount of \$9 million.
- Adds a section to the bill to provide a conditional exemption for state property from city special assessments for flood control.
- Creates a new section to the North Dakota Century Code which requires the Office of Management and Budget, in conjunction with the Information Technology Department, to complete a cost-benefit analysis for each new building construction project requested in state agency budget requests and report on the cost-benefit analyses for those projects included in the Governor's budget to the Legislative Assembly.