

PROPOSED AMENDMENTS TO SENATE BILL NO. 2020

Page 1, line 10, replace "3,066,412" with "2,946,750"

Page 1, line 11, replace "682,906" with "596,147"

Page 1, line 13, replace "23,274,665" with "22,920,288"

Page 1, line 15, replace "875,000" with "1,350,000"

Page 1, line 17, replace "28,842,195" with "28,756,397"

Page 1, line 18, replace "14,990,919" with "14,887,742"

Page 1, line 19, replace "13,851,276" with "13,868,655"

Page 1, after line 19, insert:

**"SECTION 2. WORK FORCE TRAINING FUNDS - DISTRIBUTION.** The line item entitled work force training in section 1 of this Act is to be distributed by the state board for vocational and technical education, as follows:

1. For the fiscal year beginning July 1, 2001, and ending June 30, 2002, the state board for vocational and technical education shall distribute up to a total of \$675,000 pursuant to the business plan approved by the state board of higher education for each institution of higher education assigned primary responsibility for work force training.
2. To be eligible to receive state funding for the fiscal year beginning July 1, 2002, and ending June 30, 2003, each institution of higher education assigned primary responsibility for work force training must provide, prior to January 1, 2003, certification to the workforce development division of the department of commerce that at least 75 percent of the regional funds included in the approved business plan for the biennium have been received, or are pledged to be received, prior to June 30, 2003. These funds may not be distributed to an institution of higher education assigned primary responsibility for work force training until the workforce development division notifies the state board for vocational and technical education that the institution has met the requirements of this subsection.
3. Any funds appropriated by the fifty-seventh legislative assembly for work force training which as of January 1, 2003, are not distributed pursuant to subsections 1 and 2 of this section may be distributed by the state board for vocational and technical education for grants to secondary and postsecondary vocational and technical education programs for equipment, training, or other one-time expenditures."

Renumber accordingly

## STATEMENT OF PURPOSE OF AMENDMENT:

### Senate Bill No. 2020 - Vocational Education - Senate Action

	EXECUTIVE BUDGET	SENATE CHANGES	SENATE VERSION
Salaries and wages	\$3,066,412	(\$119,662)	\$2,946,750
Operating expenses	682,906	(86,759)	596,147
Equipment	60,000		60,000
Grants	23,274,665	(354,377)	22,920,288
Adult farm management	525,760		525,760
Work force training	875,000	475,000	1,350,000
Postsecondary education vocational grants	357,452		357,452
Total all funds	\$28,842,195	(\$85,798)	\$28,756,397
Less estimated income	<u>14,990,919</u>	<u>(103,177)</u>	<u>14,887,742</u>
General fund	\$13,851,276	\$17,379	\$13,868,655
FTE	29.50	(1.00)	28.50

### Dept. 270 - Vocational Education - Detail of Senate Changes

	ADD FUNDING FOR A GRANT TO THE CAREER RESOURCE NETWORK <sup>1</sup>	REDUCE GRANTS FOR VOCATIONAL EDUCATION PROGRAMS <sup>2</sup>	INCREASE FUNDING FOR WORK FORCE TRAINING GRANTS <sup>3</sup>	REMOVE WORKFORCE DEVELOPMENT COUNCIL FTE AND RELATED EXPENSES <sup>4</sup>	ADJUST MARKET EQUITY SALARY INCREASE <sup>5</sup>	TOTAL SENATE CHANGES
Salaries and wages				(\$119,515)	(\$147)	(\$119,662)
Operating expenses				(86,759)		(86,759)
Equipment						
Grants	\$40,000	(\$394,377)				(354,377)
Adult farm management						
Work force training			\$475,000			475,000
Postsecondary education vocational grants						
Total all funds	\$40,000	(\$394,377)	\$475,000	(\$206,274)	(\$147)	(\$85,798)
Less estimated income				<u>(103,136)</u>	<u>(41)</u>	<u>(103,177)</u>
General fund	\$40,000	(\$394,377)	\$475,000	(\$103,138)	(\$106)	\$17,379
FTE	0.00	0.00	0.00	(1.00)	0.00	(1.00)

<sup>1</sup> Funding is provided for a grant to the North Dakota Career Resource Network to support the publication of the "Outlook" magazine.

<sup>2</sup> Funding for general fund grants to vocational and technical education programs is reduced by \$394,377, from \$9,915,306 to \$9,520,929. The \$9,520,929 amount is the same as the amount appropriated for the 1999-2001 biennium. This change is included in the Hoeven budget recommendation to reflect teacher FTE payments for vocational education teachers under the proposed Hoeven FTE payment program.

<sup>3</sup> Funding for work force training grants is increased by \$475,000, from \$875,000 to \$1,350,000. The 1999 Legislative Assembly appropriated \$875,000 for these grants, which are distributed to institutions of higher education to support the work force training initiative. This change is included in the Hoeven budget recommendation.

<sup>4</sup> One FTE position and related funding for the Workforce Development Council is removed with the anticipation that the funding will be included in the budget for the proposed department of commerce. This change is included in the Hoeven budget recommendation.

<sup>5</sup> The amount provided for a market equity salary increase for the state director is reduced by \$147, from \$6,838 to \$6,689. The amount included in the bill will provide for a monthly increase of \$318 per month for the last 18 months of the biennium.

This amendment also adds Section 2, which provides that state work force training grants for the second year of the biennium can only be distributed after the institutions of higher education have raised at least 75 percent of the local funds anticipated to be raised in each region during the 2001-03 biennium. Any funds not distributed for work force training may be distributed by the State Board for Vocational and Technical Education for grants to vocational and technical education programs.