

PROPOSED AMENDMENTS TO ENGROSSED HOUSE BILL NO. 1013

Page 1, line 3, after the semicolon insert "and" and remove "subsection 4 of section"

Page 1, remove line 4

Page 1, line 5, remove "supplemental payments and"

Page 1, line 6, remove "; and to declare an emergency"

Page 1, line 16, replace "12,170,316" with "12,365,866"

Page 1, line 17, replace "17,031,193" with "17,167,660"

Page 1, line 20, replace "461,035,668" with "461,235,668"

Page 1, line 22, replace "3,450,000" with "2,200,000"

Page 2, line 1, replace "149,350,263" with "149,420,263"

Page 2, line 2, replace "100,000" with "50,000"

Page 2, line 3, replace "20,000" with "23,000"

Page 2, line 4, replace "807,524,355" with "806,829,372"

Page 2, line 6, replace "570,479,400" with "569,784,417"

Page 2, line 18, replace "4,814,058" with "4,911,183"

Page 2, line 22, replace "6,075,925" with "6,173,050"

Page 2, line 24, replace "4,980,301" with "5,077,426"

Page 2, line 27, replace "2,668,958" with "2,742,721"

Page 2, line 28, replace "652,238" with "662,238"

Page 2, line 31, replace "3,406,612" with "3,490,375"

Page 3, line 2, replace "2,048,791" with "2,132,554"

Page 3, line 3, replace "580,623,148" with "580,109,053"

Page 3, line 5, replace "821,720,405" with "821,206,310"

Page 3, replace lines 24 through 29 with:

"SECTION 5. RED RIVER VALLEY WRITING PROJECT. The operating expenses line item in subdivision 1 of section 1 of this Act includes \$20,000 from the

general fund which must be used to support the Red River valley writing project during the biennium beginning July 1, 2001, and ending June 30, 2003.

SECTION 6. STANDARDS-BASED STUDENT TESTING. The operating expenses line item in subdivision 1 of section 1 of this Act includes \$1,457,010 from the general fund which must be used to develop and administer student tests aligned with the state content standards, to report the results of the tests, and to provide technical assistance to districts in interpreting the results of the tests during the biennium beginning July 1, 2001, and ending June 30, 2003.

SECTION 7. COMPENSATION PAYMENTS TO TEACHERS AT STATE INSTITUTIONS. In addition to amounts otherwise appropriated for salary increases for teachers at the division of independent study, the school for the deaf, and the school for the blind, the amounts appropriated for salaries and wages in subdivisions 1, 3, and 4 of section 1 of this Act include the following general fund amounts which must be used to increase teacher compensation by \$1,750 per year the first year of the biennium and by an additional \$1,750 per year the second year of the biennium:

Division of independent study	\$95,550
School for the deaf	\$97,125
School for the blind	\$73,763"

Page 5, line 6, remove "These grants must be administered under the direction of the educational"

Page 5, remove line 7

Page 5, line 10, replace "\$450,000" with "\$650,000"

Page 5, remove lines 28 through 30

Page 6, remove lines 1 through 4

Page 6, remove lines 12 through 20

Renumber accordingly

STATEMENT OF PURPOSE OF AMENDMENT:

House Bill No. 1013 - Summary of Senate Action

	EXECUTIVE BUDGET	HOUSE VERSION	SENATE CHANGES	SENATE VERSION
Department of Public Instruction				
Total all funds	\$787,839,439	\$807,524,355	(\$694,983)	\$806,829,372
Less estimated income	237,017,455	237,044,955		237,044,955
General fund	\$550,821,984	\$570,479,400	(\$694,983)	\$569,784,417
State Library				
Total all funds	\$4,713,513	\$4,713,513	\$0	\$4,713,513
Less estimated income	1,598,857	1,598,857		1,598,857
General fund	\$3,114,656	\$3,114,656	\$0	\$3,114,656
School for the Deaf				
Total all funds	\$6,075,925	\$6,075,925	\$97,125	\$6,173,050
Less estimated income	1,095,624	1,095,624		1,095,624
General fund	\$4,980,301	\$4,980,301	\$97,125	\$5,077,426
School for the Blind				
Total all funds	\$3,332,292	\$3,406,612	\$83,763	\$3,490,375
Less estimated income	1,283,501	1,357,821		1,357,821
General fund	\$2,048,791	\$2,048,791	\$83,763	\$2,132,554

Bill Total				
Total all funds	\$801,961,169	\$821,720,405	(\$514,095)	\$821,206,310
Less estimated income	240,995,437	241,097,257		241,097,257
General fund	\$560,965,732	\$580,623,148	(\$514,095)	\$580,109,053

House Bill No. 1013 - Department of Public Instruction - Senate Action

	EXECUTIVE BUDGET	HOUSE VERSION	SENATE CHANGES	SENATE VERSION
Salaries and wages	\$12,273,865	\$12,170,316	\$195,550	\$12,365,866
Operating expenses	17,431,193	17,031,193	136,467	17,167,660
Equipment	534,140	534,140		534,140
Capital improvements	55,000	55,000		55,000
Grants - Foundation aid and transportation	485,542,761	461,035,668	200,000	461,235,668
Grants - Teacher compensation payments		46,640,055		46,640,055
Grants - Revenue supplement payments	3,450,000	3,450,000	(1,250,000)	2,200,000
Grants - Tuition apportionment	67,239,025	67,239,025		67,239,025
Grants - Special education	51,260,000	49,898,695		49,898,695
Grants - Other grants	149,970,455	149,350,263	70,000	149,420,263
Geographic education	50,000	100,000	(50,000)	50,000
National board certification	33,000	20,000	3,000	23,000
Total all funds	\$787,839,439	\$807,524,355	(\$694,983)	\$806,829,372
Less estimated income	237,017,455	237,044,955		237,044,955
General fund	\$550,821,984	\$570,479,400	(\$694,983)	\$569,784,417
FTE	131.95	130.95	1.00	131.95

Dept. 201 - Department of Public Instruction - Detail of Senate Changes

	RESTORE FTE AND FUNDING REMOVED BY HOUSE	REDUCE OPERATING EXPENSES	ADD FUNDING FOR DUES TO THE EDUCATION COMMISSION OF THE STATES	ADD FUNDING FOR TITLE I TESTING ¹	ADD FUNDING FOR LIMITED ENGLISH PROFICIENCY PAYMENTS ²	REDUCE SUPPLEMENTAL PAYMENTS ³
Salaries and wages	\$100,000					
Operating expenses		(\$120,000)	\$89,100	\$167,367		
Equipment						
Capital improvements						
Grants - Foundation aid and transportation					\$200,000	
Grants - Teacher compensation payments						
Grants - Revenue supplement payments						(\$1,250,000)
Grants - Tuition apportionment						
Grants - Special education						
Grants - Other grants						
Geographic education						
National board certification						
Total all funds	\$100,000	(\$120,000)	\$89,100	\$167,367	\$200,000	(\$1,250,000)
Less estimated income						
General fund	\$100,000	(\$120,000)	\$89,100	\$167,367	\$200,000	(\$1,250,000)
FTE	1.00	0.00	0.00	0.00	0.00	0.00

	RESTORE FUNDING FOR GOVERNOR'S SCHOOL	REDUCE FUNDING FOR GEOGRAPHIC EDUCATION ⁴	INCREASE FUNDING FOR TEACHER CERTIFICATION PROGRAM ⁵	ADD FUNDING FOR TEACHER COMPENSATION INCREASE FOR INDEPENDENT STUDY ⁶	ADD FUNDING FOR TEACHER CENTERS	TOTAL SENATE CHANGES
Salaries and wages				\$95,550		\$195,550
Operating expenses						136,467
Equipment						
Capital improvements						
Grants - Foundation aid and transportation						200,000
Grants - Teacher compensation payments						
Grants - Revenue supplement payments						(1,250,000)
Grants - Tuition apportionment						
Grants - Special education						
Grants - Other grants	\$60,000				\$10,000	70,000
Geographic education		(\$50,000)				(50,000)
National board certification			\$3,000			3,000

Total all funds	\$60,000	(\$50,000)	\$3,000	\$95,550	\$10,000	(\$694,983)
Less estimated income						
General fund	\$60,000	(\$50,000)	\$3,000	\$95,550	\$10,000	(\$694,983)
FTE	0.00	0.00	0.00	0.00	0.00	1.00

- 1 The House version of House Bill No. 1013 included a general fund appropriation of \$1,289,643 for developing and administering standards-based assessments, as required for the state to be eligible to continue receiving federal Title I funding. The Department of Public Instruction currently estimates that the cost of developing and administering the assessments, reporting the results, and providing technical assistance to districts, as required by House Bill No. 1293, will be \$1,457,010, which is \$167,367 more than the amount included in the House version. The Senate amendment increases the operating expenses line item by \$167,367.
- 2 House Bill No. 1321 changes the distribution formula for limited English proficiency payments. Based on the estimated number of qualifying students, the department has indicated that approximately \$800,000 will be required to fully fund the statutory payment formula for the 2001-03 biennium. The Senate amendment increases the appropriation for the payments from \$450,000 to \$650,000.
- 3 North Dakota Century Code Section 15-40.1-07.8 provides a formula for the distribution of supplemental payments to school districts. The formula limits the amount each district qualifies for and does not provide a mechanism to allow the distribution of any remaining funds. For the 1999-2001 biennium, the department estimates that \$420,838 will remain unspent and will be general fund turnback. For the 2001-03 biennium, the department estimates that the statutory formula will only allow the distribution of approximately \$2,200,000. The House amended Section 15-40.1-07.8 to allow the department to adjust the formula to distribute all supplemental payment funds appropriated for the 1999-2001 biennium and future bienniums. The Senate amendment removes this statutory change and reduces the appropriation accordingly.
- 4 The Senate amendment removes \$50,000 added by the House for geographic education, reducing the line item to \$50,000, as included in the Schafer and Hoeven budget recommendations.
- 5 The Schafer and Hoeven budget recommendations included \$33,000 for the teacher certification program, to pay the \$2,300 per teacher application fee for up to 10 teachers seeking national board certification and to pay \$1,000 one-time stipends to teachers who receive certification. The House reduced the funding to \$20,000, which is the same as the amount appropriated for the 1999-2001 biennium. The Senate version will allow payment of the application fee for up to 10 teachers but does not include funding for one-time stipends. The House version also allowed the Education Standards and Practices Board to spend up to \$7,000 of the 1999-2001 appropriation for the payment of stipends. The Senate amendment removes this authority, resulting in additional general fund turnback of that amount.
- 6 The Senate amendment increases the salaries and wages line item by \$95,550 to provide additional compensation payments of \$1,750 per year for teachers at the Division of Independent Study. House Bill No. 1344, which provides a formula for the distribution of teacher compensation payments to public schools, does not include additional compensation for teachers at state institutions.

This amendment also adds three new sections, as follows:

- Section 5 directs the Department of Public Instruction to use \$20,000 of the amount appropriated for operating expenses to fund the Red River Valley writing project. The Schafer and Hoeven executive recommendations and the House version included \$10,000 for this project. The Senate amendment directs the department to spend an additional \$10,000 for this project but does not provide additional funding.
- Section 6 directs the department to spend up to \$1,457,010 of the amount appropriated for operating expenses to develop and administer student tests aligned with the state content standards, to report the results of the tests, and to provide technical assistance to districts.
- Section 7 provides that, in addition to other salary increases appropriated by the Legislative Assembly, teachers at the Division of Independent Study, the School for the Blind, and the School for the Deaf will be provided salary increases of \$1,750 for the first year of the biennium and an additional \$1,750 for the second year of the biennium. The amounts included in the salaries and wages line items for the respective agencies are as follows:

Division of Independent Study - \$95,550

School for the Deaf - \$97,125

School for the Blind - \$73,763

House Bill No. 1013 - School for the Deaf - Senate Action

	EXECUTIVE BUDGET	HOUSE VERSION	SENATE CHANGES	SENATE VERSION
Salaries and wages	\$4,814,058	\$4,814,058	\$97,125	\$4,911,183
Operating expenses	1,156,267	1,156,267		1,156,267
Equipment	60,190	60,190		60,190
Capital improvements	45,410	45,410		45,410
Total all funds	\$6,075,925	\$6,075,925	\$97,125	\$6,173,050
Less estimated income	1,095,624	1,095,624		1,095,624
General fund	\$4,980,301	\$4,980,301	\$97,125	\$5,077,426
FTE	53.10	53.10	0.00	53.10

Dept. 252 - School for the Deaf - Detail of Senate Changes

	ADD FUNDING FOR TEACHER COMPENSATION PAYMENTS ¹	TOTAL SENATE CHANGES
Salaries and wages	\$97,125	\$97,125
Operating expenses		
Equipment		
Capital improvements		
Total all funds	\$97,125	\$97,125
Less estimated income		
General fund	\$97,125	\$97,125
FTE	0.00	0.00

¹ The Senate amendment increases the salaries and wages line item by \$97,125 to provide additional compensation payments of \$1,750 per year for teachers at the School for the Deaf. House Bill No. 1344, which provides a formula for the distribution of teacher compensation payments to public schools, does not include additional compensation for teachers at state institutions.

House Bill No. 1013 - School for the Blind - Senate Action

	EXECUTIVE BUDGET	HOUSE VERSION	SENATE CHANGES	SENATE VERSION
Salaries and wages	\$2,594,638	\$2,668,958	\$73,763	\$2,742,721
Operating expenses	652,238	652,238	10,000	662,238
Equipment	60,000	60,000		60,000
Capital improvements	<u>25,416</u>	<u>25,416</u>		<u>25,416</u>
Total all funds	\$3,332,292	\$3,406,612	\$83,763	\$3,490,375
Less estimated income	<u>1,283,501</u>	<u>1,357,821</u>		<u>1,357,821</u>
General fund	\$2,048,791	\$2,048,791	\$83,763	\$2,132,554
FTE	28.00	29.00	0.00	29.00

Dept. 253 - School for the Blind - Detail of Senate Changes

	ADD FUNDING FOR TEACHER COMPENSATION PAYMENTS ¹	ADD OPERATING EXPENSES FOR NEW FTE AND OTHER COSTS ²	TOTAL SENATE CHANGES
Salaries and wages	\$73,763		\$73,763
Operating expenses		\$10,000	10,000
Equipment			
Capital improvements			
Total all funds	\$73,763	\$10,000	\$83,763
Less estimated income			
General fund	\$73,763	\$10,000	\$83,763
FTE	0.00	0.00	0.00

¹ The Senate amendment increases the salaries and wages line item by \$73,763 to provide additional compensation payments of \$1,750 per year for teachers at the School for the Blind. House Bill No. 1344, which provides a formula for the distribution of teacher compensation payments to public schools, does not include additional compensation for teachers at state institutions.

² The House added a new training officer II position. The Senate amendment adds \$10,000 for operating expenses relating to the position and for other costs incurred by the agency.