

STATEMENT OF PURPOSE OF AMENDMENT:**House Bill No. 1015 - Office of Management and Budget - House Action**

| | Executive Budget | House Changes | House Version |
|---|-----------------------------|--------------------------|--------------------------|
| Salaries and wages | \$17,517,285 | (\$870,256) | \$16,647,029 |
| Operating expenses | 14,489,094 | (500,000) | 13,989,094 |
| Capital assets | 4,870,298 | (2,450,000) | 2,420,298 |
| Grants | 55,000 | | 55,000 |
| Prairie Public Broadcasting | 3,353,338 | (2,016,200) | 1,337,138 |
| State student internship program | 200,000 | | 200,000 |
| Centers of excellence | 20,000,000 | (20,000,000) | |
| Centers of excellence - 2007-09 projects | | 8,741,543 | 8,741,543 |
| Statewide salary equity pool | | 8,000,000 | 8,000,000 |
| Statewide critical salary pool | | 8,450,000 | 8,450,000 |
| Total all funds | \$60,485,015 | (\$644,913) | \$59,840,102 |
| Less estimated income | 13,775,833 | 7,900,278 | 21,676,111 |
| General fund | \$46,709,182 | (\$8,545,191) | \$38,163,991 |
| FTE | 133.50 | (2.00) | 131.50 |

Department No. 110 - Office of Management and Budget - Detail of House Changes

| | Removes Vacant FTE Positions¹ | Reduces Funding for Prairie Public Broadcasting² | Reduces Operating Expenses³ | Removes 2009- 11 Centers of Excellence Funding⁴ | Adds Funding for 2007-09 Centers of Excellence Awarded Projects⁵ | Reduces Funding for Capitol Building Projects⁶ |
|---|---|--|---|---|--|--|
| Salaries and wages | (\$164,200) | | | | | |
| Operating expenses | | | (500,000) | | | |
| Capital assets | | | | | | (2,450,000) |
| Grants | | | | | | |
| Prairie Public Broadcasting | | (2,016,200) | | | | |
| State student internship program | | | | | | |
| Centers of excellence | | | | (20,000,000) | | |
| Centers of excellence - 2007-09 projects | | | | | 8,741,543 | |
| Statewide salary equity pool | | | | | | |
| Statewide critical salary pool | | | | | | |
| Total all funds | (\$164,200) | (\$2,016,200) | (\$500,000) | (\$20,000,000) | \$8,741,543 | (\$2,450,000) |
| Less estimated income | (155,365) | 0 | 0 | (5,000,000) | 4,745,432 | 0 |
| General fund | (\$8,835) | (\$2,016,200) | (\$500,000) | (\$15,000,000) | \$3,996,111 | (\$2,450,000) |
| FTE | (2.00) | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |

| | Reduces Funding for Anticipated Salary Savings⁷ | Removes Salary Equity Funding⁸ | Provides Funding for Critical Salary Pool⁹ | Provides Funding for Salary Equity Pool¹⁰ | Total House Changes |
|---|---|--|--|---|--------------------------------|
| Salaries and wages | (\$468,003) | (\$238,053) | | | (\$870,256) |
| Operating expenses | | | | | (500,000) |
| Capital assets | | | | | (2,450,000) |
| Grants | | | | | |
| Prairie Public Broadcasting | | | | | (2,016,200) |
| State student internship program | | | | | |
| Centers of excellence | | | | | (20,000,000) |
| Centers of excellence - 2007-09 projects | | | | | 8,741,543 |
| Statewide salary equity pool | | | | 8,000,000 | 8,000,000 |
| Statewide critical salary pool | | | 8,450,000 | | 8,450,000 |
| Total all funds | (\$468,003) | (\$238,053) | \$8,450,000 | \$8,000,000 | (\$644,913) |
| Less estimated income | (120,622) | (69,167) | 4,500,000 | 4,000,000 | 7,900,278 |
| General fund | (\$347,381) | (\$168,886) | \$3,950,000 | \$4,000,000 | (\$8,545,191) |
| FTE | 0.00 | 0.00 | 0.00 | 0.00 | (2.00) |

¹ Two vacant FTE positions in Central Duplicating are removed.

² One-time funding for Prairie Public Broadcasting's digital conversion added in the executive budget is removed.

³ Funding for operating expenses is reduced by \$500,000 from the general fund.

⁴ This amendment removes \$15 million of funding from the general fund and \$5 million of special funds provided in the executive budget recommendation for 2009-11 centers of excellence projects.

⁵ Funding is provided for 2007-09 centers of excellence projects that have been awarded but have not yet received funding. The \$4,745,432 of special funds is from the permanent oil tax trust fund.

⁶ One-time funding for Facility Management Division repairs and equipment is reduced to provide a total of \$1,220,000.

⁷ This amendment reduces salaries and wages funding to recognize anticipated savings from vacant positions and employee turnover.

⁸ This amendment removes funding added in the executive budget for state employee salary equity adjustments.

⁹ This amendment provides funding for a statewide critical salary pool. Sections are added creating the statewide critical salary pool and providing for appropriation authority transfers from the pool.

¹⁰ This amendment provides funding for a statewide salary equity pool to provide equity adjustments to classified state employees. A section is added creating the statewide salary equity pool.

This amendment also:

- Provides for a Legislative Council study of the Capitol grounds, including a review of parking needs.
- Reduces the amount of one-time funding for administration projects by \$30,000 to reclassify an increase in statewide dues as an ongoing expense.
- Removes Section 11 relating to transfers from the budget stabilization fund.

- Removes Section 12 relating to oil tax revenues deposited in the general fund and permanent oil tax trust fund.
- Amends North Dakota Century Code Sections 54-21-24 and 54-21-24.1 relating to leasing of office space by state agencies.