

PROPOSED AMENDMENTS TO SENATE BILL NO. 2013

Page 1, line 3, replace "and" with "to amend and reenact sections 15-10-38, 15.1-02-02, 15.1-37-05, 15.1-37-06, and 15.1-37-08 of the North Dakota Century Code, relating to a student loan forgiveness program for teachers, the salary of the superintendent of public instruction, early childhood education providers, the distribution of early childhood education provider grants, and early childhood education provider data collection; to provide for a report to the legislative assembly;"

Page 1, line 3, after "exemptions" insert "; and to declare an emergency"

Page 1, remove lines 14 through 24

Page 2, replace lines 1 through 6 with:

"

	<u>Base Level</u>	<u>Adjustments or Enhancements</u>	<u>Appropriation</u>
Salaries and wages	\$17,439,176	\$502,280	\$17,941,456
Operating expenses	30,165,005	2,004,942	32,169,947
Integrated formula payments	1,750,204,163	356,441,891	2,106,646,054
Grants - special education	19,300,000	5,700,000	25,000,000
Grants - transportation	55,400,000	500,000	55,900,000
Grants - other grants	254,062,705	33,000,000	287,062,705
Grants - program grants	6,210,000	3,406,711	9,616,711
Grants - passthrough grants	2,898,000	(48,660)	2,849,340
PowerSchool	5,500,000	0	5,500,000
Transportation efficiency	30,000	(30,000)	0
National board certification	<u>120,000</u>	<u>(12,000)</u>	<u>108,000</u>
Total all funds	\$2,141,329,049	\$401,465,164	\$2,542,794,213
Less estimated income	<u>705,727,065</u>	<u>108,815,319</u>	<u>814,542,384</u>
Total general fund	\$1,435,601,984	\$292,649,845	\$1,728,251,829
Full-time equivalent positions	91.75	(3.00)	88.75"

Page 2, replace lines 9 through 17 with:

"

	<u>Base Level</u>	<u>Adjustments or Enhancements</u>	<u>Appropriation</u>
Salaries and wages	\$4,152,758	\$115,434	\$4,268,192
Operating expenses	1,604,075	17,842	1,621,917
Grants	<u>2,109,028</u>	<u>124,500</u>	<u>2,233,528</u>
Total all funds	\$7,865,861	\$257,776	\$8,123,637
Less estimated income	<u>2,247,560</u>	<u>119,886</u>	<u>2,367,446</u>
Total general fund	\$5,618,301	\$137,890	\$5,756,191
Full-time equivalent positions	28.75	(1.00)	27.75"

Page 2, replace lines 20 through 29 with:

"

	<u>Base Level</u>	<u>Adjustments or Enhancements</u>	<u>Appropriation</u>
Salaries and wages	\$7,588,749	\$432,098	\$8,020,847
Operating expenses	2,026,543	(320,957)	1,705,586
Capital assets	158,678	270,000	428,678

Grants	180,000	(140,000)	40,000
Total all funds	\$9,953,970	\$241,141	\$10,195,111
Less estimated income	2,465,444	231,752	2,697,196
Total general fund	\$7,488,526	\$9,389	\$7,497,915
Full-time equivalent positions	45.61	(1.00)	44.61"

Page 3, replace lines 1 through 9 with:

"		Adjustments or	
	<u>Base Level</u>	<u>Enhancements</u>	<u>Appropriation</u>
Salaries and wages	\$4,660,995	\$253,761	\$4,914,756
Operating expenses	773,206	42,615	815,821
Capital assets	39,192	260,500	299,692
Total all funds	\$5,473,393	\$556,876	\$6,030,269
Less estimated income	1,079,247	251,746	1,330,993
Total general fund	\$4,394,146	\$305,130	\$4,699,276
Full-time equivalent positions	28.50	(0.60)	27.90"

Page 3, replace lines 12 through 16 with:

"		Adjustments or	
	<u>Base Level</u>	<u>Enhancements</u>	<u>Appropriation</u>
Grand total general fund	\$1,453,102,957	\$293,102,254	\$1,746,205,211
Grand total special funds	711,519,316	109,418,703	820,938,019
Grand total all funds	\$2,164,622,273	\$402,520,957	\$2,567,143,230"

Page 3, line 17, after "**FUNDING**" insert "**- EFFECT ON BASE BUDGET - REPORT TO SIXTY-SEVENTH LEGISLATIVE ASSEMBLY**"

Page 3, line 18, after "biennium" insert "and the 2019-21 one-time funding items included in the appropriation in section 1 of this Act"

Page 3, remove lines 19 through 31

Page 4, replace lines 1 through 11 with:

"	<u>One-Time Funding Description</u>	<u>2017-19</u>	<u>2019-21</u>
Department of public instruction			
Regional education association merger grants	\$100,000	\$0	
North Dakota governor's school science, technology, engineering, and mathematics programs	220,000	0	
English language learner grants	500,000	0	
Rapid enrollment grants	6,000,000	0	
Integrated formula payments	185,000,000	0	
State school aid formula rewrite	0	200,000	
Total department of public instruction - all funds	\$191,820,000	\$200,000	
Total department of public instruction - estimated income	191,820,000	0	
Total department of public instruction - general fund	\$0	\$200,000	
School for the deaf			
Extraordinary repairs	\$675,000	\$250,000	
Equipment	28,000	20,000	
Video equipment and software	30,000	0	
Total school for the deaf - estimated income	\$733,000	\$270,000	

North Dakota vision services - school for the blind		
Special assessments payoff	\$10,000	\$0
Heating and cooling upgrade	35,500	0
Replace water line	60,000	0
Carpet and reception upgrade	30,000	0
West wing roof repair	0	39,000
Other repairs	0	18,500
Daily living skills area remodel	0	25,000
South wing restroom remodel	0	120,000
Garage door replacement	0	16,000
Gymnasium floor replacement	0	42,000
Adaptive technology equipment	0	20,000
Total school for the blind - estimated income	\$135,500	\$280,500
Grand total - all funds	\$192,688,500	\$750,500
Grand total - estimated income	<u>192,688,500</u>	<u>550,500</u>
Grand total - general fund	\$0	\$200,000

The 2019-21 biennium one-time funding amounts are not a part of the entity's base budget for the 2021-23 biennium. The department of public instruction, school for the deaf, and North Dakota vision services - school for the blind shall report to the appropriations committees of the sixty-seventh legislative assembly on the use of this one-time funding for the biennium beginning July 1, 2019, and ending June 30, 2021."

Page 4, line 12, after the boldfaced hyphen insert "**ESTIMATED INCOME -**"

Page 4, line 12, replace "\$305,546,905" with "\$379,764,000"

Page 4, line 18, replace "**APPROPRIATION**" with "**ESTIMATED INCOME**"

Page 4, after line 21, insert:

**"SECTION 5. EXEMPTION - FUNDING TRANSFER - AUTHORIZATION.**

Notwithstanding section 54-16-04, the superintendent of public instruction may transfer up to \$4,000,000 from the integrated formula payments line item to the grants - special education line item, for the biennium beginning July 1, 2017, and ending June 30, 2019, for the purposes of providing special education grants. The superintendent of public instruction shall notify the office of management and budget of any transfer made pursuant to this section."

Page 4, after line 29, insert:

**"SECTION 7. GRANTS - SPECIAL EDUCATION DEFICIENCY**

**AUTHORIZATION.** If funds provided to the superintendent of public instruction in subdivision 1 of section 1 of this Act for grants - special education, for the biennium beginning July 1, 2019, and ending June 30, 2021, are not sufficient to meet special education contract obligations, the superintendent of public instruction shall request supplemental funding from the sixty-seventh legislative assembly."

Page 5, line 19, replace "eleven" with "nine"

Page 5, line 21, replace "Fifty-two" with "Fifty-one"

Page 6, line 10, replace "Thirty" with "Twenty-nine"

Page 6, line 17, replace "\$1,530,000" with "\$2,136,711"

Page 6, line 18, replace "\$75,000" with "\$125,000"

Page 7, line 7, replace "\$2,100,000" with "\$2,215,764"

Page 7, line 7, after the second comma insert "governor's school,"

Page 8, replace lines 20 through 24 with:

**"SECTION 16. AMENDMENT.** Section 15-10-38 of the North Dakota Century Code is amended and reenacted as follows:

**15-10-38. Loans - Teacher shortages - Loan forgiveness.**

1. ~~The state board of higher education~~superintendent of public instruction shall administer a student loan forgiveness program for individuals teaching at grade levels, in content areas, and in geographical locations identified as having a teacher shortage or critical need. The ~~boards~~superintendent of public instruction may approve loan forgiveness for no more than two teachers per year in a school district. The ~~boards~~superintendent of public instruction shall adopt rules to implement the program.
2. The superintendent of public instruction annually shall identify grade levels, content areas, and geographical locations in which a teacher shortage or critical need exists.
3. To be eligible for loan forgiveness under this section, an individual:
  - a. Must have graduated from an accredited teacher preparation program and signed a contract to teach at a grade level or in a content area and in a geographical location identified by the superintendent of public instruction as having an existing teacher shortage or critical need; and
  - b. Must have an existing student loan.
4. For purposes of this section, the definitions of rural school district and remote town school district have the same meaning as the definitions under the national center for education statistics locale codes.
5. If an individual is receiving loan forgiveness under any other provision, the individual may not receive loan forgiveness under this section during the same application year.
6. An eligible individual may receive loan forgiveness under the program as follows:
  - a. If the individual accepts one of up to five positions of critical need in a nonrural school district or nonremote town school district, the individual may receive up to three thousand dollars per year for a maximum of four years.
  - b. If the individual accepts a position in a rural school district or remote town school district with an enrollment of fewer than one thousand students, the individual may receive up to four thousand five hundred dollars per year for a maximum of four years.
  - c. If the individual accepts one of up to five positions of critical need in a rural school district or remote town school district with an enrollment of

fewer than one thousand students, the individual may receive up to six thousand five hundred dollars per year for a maximum of four years.

7. The superintendent of public instruction shall consider all applications under this section based on the number of unfilled school vacancies, prioritized by critical need and geographic location.
8. Upon notification the individual has completed a full year of teaching in a school district, state-supported school, or nonpublic school in this state at a grade level or in a content area and in a geographical location identified by the superintendent of public instruction as one in which a teacher shortage or critical need exists, the ~~boards~~superintendent of public instruction shall distribute funds directly to the lending institution of the individual to repay outstanding loan principal balances on behalf of eligible applicants. The ~~boards~~superintendent of public instruction shall terminate loan forgiveness payments to eligible individuals when the loan principal balance of the eligible individual is paid in full.

**SECTION 17. AMENDMENT.** Section 15.1-02-02 of the North Dakota Century Code is amended and reenacted as follows:

**15.1-02-02. Salary.**

The annual salary of the superintendent of public instruction is ~~one hundred sixteen thousand nine hundred three dollars through June 30, 2016, and one hundred twenty thousand four hundred ten dollars thereafter~~one hundred twenty-two thousand eight hundred eighteen dollars through June 30, 2020, and one hundred twenty-six thousand five hundred three dollars thereafter.

**SECTION 18. AMENDMENT.** Section 15.1-37-05 of the North Dakota Century Code is amended and reenacted as follows:

**15.1-37-05. Early childhood education providers - Coalition - Eligibility.**

1. The superintendent of a school district shall invite all public and private providers of early childhood education services within the district to meet, in order to:
  - a. Initiate the identification of all available options for cost-effectively maximizing the provision of early childhood education services within the district;
  - b. Address the coordinated utilization of facilities, personnel, and transportation, for the provision of early childhood education services within the district; and
  - c. (1) Form a coalition of early childhood education service providers; and  
(2) Provide for the selection of a coalition governing board.
2. The board of the school district in which the coalition of service providers is located shall provide advice and guidance to the coalition in all matters pertaining to this section through section 15.1-37-08.

3. Any early childhood service provider who agrees to participate in the coalition or on its governing board may submit an application to the ~~department of commerce~~superintendent of public instruction for a grant under this section, provided the governing board certifies to the ~~department~~superintendent that the provider:
  - a. Is a participating member in the coalition or on the governing board.
  - b. Operates an early childhood education program that:
    - (1) Is approved in accordance with section 15.1-37-01; and
    - (2) Incorporates within its curriculum at least ten hours of research-based parental involvement.
  - c. Has documented the provider's willingness to admit children of all learning abilities into the early childhood education program.

**SECTION 19. AMENDMENT.** Section 15.1-37-06 of the North Dakota Century Code is amended and reenacted as follows:

**15.1-37-06. Receipt and distribution of grants - Notification.**

1. a. The ~~department of commerce~~superintendent of public instruction shall receive applications for and distribute grants under this section to eligible members, including governing board members, of a consortium formed in accordance with section 15.1-37-05, in the amount of two thousand dollars for each child enrolled in a program of early childhood education, if the child is eligible for free lunches under the Richard B. Russell National School Lunch Act [42 U.S.C. 1751, et seq.], and one thousand dollars for each child enrolled in a program of early childhood education, if the child is eligible for reduced lunches under the Richard B. Russell National School Lunch Act [42 U.S.C. 1751, et seq.], provided:
  - (1) The child is a resident of this state;
  - (2) The child has reached four years of age before August first in the year of enrollment; and
  - (3) The program has a duration of at least four hundred hours over a period of at least thirty-two consecutive weeks.
- b. A child enrolled in a federally funded head start program may not be counted for the purpose of determining grant eligibility under this section.
2. a. Once each calendar quarter, at the time and in the manner required by the ~~department of commerce~~superintendent of public instruction, any provider receiving a grant under this section shall forward to the parent of each child receiving services a notice indicating the total amount of the grant that was awarded to the provider for the quarter, the pro rata amount attributable to the parent's child, and the source of the grant. The ~~department of commerce~~superintendent of public instruction shall standardize the notification required by this subdivision.

- b. If a provider fails to meet the notification requirements of this subsection, the ~~department of commerce~~superintendent of public instruction shall reduce the amount of the provider's next grant payment by fifty percent. If a provider fails to meet the notification requirements of this section a second time, the ~~department of commerce~~superintendent of public instruction shall determine that the provider is ineligible to participate in the grant program for a period of one year.

**SECTION 20. AMENDMENT.** Section 15.1-37-08 of the North Dakota Century Code is amended and reenacted as follows:

**15.1-37-08. Data collection - Requirements.**

The superintendent of public instruction, ~~with the advice and consent of the department of commerce,~~ shall implement a uniform system for the accounting, budgeting, and reporting of data by any early childhood education provider to whom or to which grants are distributed in accordance with section 15.1-37-06. Grants may be withheld or forfeited, in whole or in part, if information required in accordance with this section is not submitted at the time or in the manner requested by the superintendent.

**SECTION 21. EMERGENCY.** Section 5 of this Act is declared to be an emergency measure."

Renumber accordingly

**STATEMENT OF PURPOSE OF AMENDMENT:**

**Senate Bill No. 2013 - Summary of Senate Action**

	Base Budget	Senate Changes	Senate Version
Department of Public Instruction			
Total all funds	\$2,141,329,049	\$401,465,164	\$2,542,794,213
Less estimated income	705,727,065	108,815,319	814,542,384
General fund	\$1,435,601,984	\$292,649,845	\$1,728,251,829
FTE	91.75	(3.00)	88.75
State Library			
Total all funds	\$7,865,861	\$257,776	\$8,123,637
Less estimated income	2,247,560	119,886	2,367,446
General fund	\$5,618,301	\$137,890	\$5,756,191
FTE	28.75	(1.00)	27.75
School for the Deaf			
Total all funds	\$9,953,970	\$241,141	\$10,195,111
Less estimated income	2,465,444	231,752	2,697,196
General fund	\$7,488,526	\$9,389	\$7,497,915
FTE	45.61	(1.00)	44.61
Vision Services - School for the Blind			
Total all funds	\$5,473,393	\$556,876	\$6,030,269
Less estimated income	1,079,247	251,746	1,330,993
General fund	\$4,394,146	\$305,130	\$4,699,276
FTE	28.50	(0.60)	27.90
Bill total			
Total all funds	\$2,164,622,273	\$402,520,957	\$2,567,143,230
Less estimated income	711,519,316	109,418,703	820,938,019

General fund	\$1,453,102,957	\$293,102,254	\$1,746,205,211
FTE	194.61	(5.60)	189.01

### Senate Bill No. 2013 - Department of Public Instruction - Senate Action

	Base Budget	Senate Changes	Senate Version
Salaries and wages	\$17,439,176	\$502,280	\$17,941,456
Operating expenses	30,165,005	2,004,942	32,169,947
Integrated formula payments	1,750,204,163	356,441,891	2,106,646,054
Grants - Special education contracts	19,300,000	5,700,000	25,000,000
Grants - Transportation	55,400,000	500,000	55,900,000
Grants - Other grants	254,062,705	33,000,000	287,062,705
Grants - Program grants	6,210,000	3,406,711	9,616,711
Grants - Passthrough grants	2,898,000	(48,660)	2,849,340
PowerSchool	5,500,000		5,500,000
Transportation efficiency	30,000	(30,000)	
National board certification	120,000	(12,000)	108,000
Total all funds	\$2,141,329,049	\$401,465,164	\$2,542,794,213
Less estimated income	705,727,065	108,815,319	814,542,384
General fund	\$1,435,601,984	\$292,649,845	\$1,728,251,829
FTE	91.75	(3.00)	88.75

### Department 201 - Department of Public Instruction - Detail of Senate Changes

	Adjusts Funding for Base Payroll Changes <sup>1</sup>	Adds Funding for Salary and Benefit Increases <sup>2</sup>	Removes 4 FTE Positions <sup>3</sup>	Adds 1 FTE Division Manager Position <sup>4</sup>	Transfers the Teacher Shortage Loan Forgiveness Program from the NDUS <sup>5</sup>	Adds Funding for Microsoft Office 365 Licensing <sup>6</sup>
Salaries and wages	(\$1,590)	\$918,154	(\$686,976)	\$272,692		
Operating expenses					\$2,103,393	\$63,488
Integrated formula payments						
Grants - Special education contracts						
Grants - Transportation						
Grants - Other grants						
Grants - Program grants						
Grants - Passthrough grants						
PowerSchool						
Transportation efficiency						
National board certification						
Total all funds	(\$1,590)	\$918,154	(\$686,976)	\$272,692	\$2,103,393	\$63,488
Less estimated income	1,116,589	621,727	(103,046)	0	0	47,145
General fund	(\$1,118,179)	\$296,427	(\$583,930)	\$272,692	\$2,103,393	\$16,343
FTE	0.00	0.00	(4.00)	1.00	0.00	0.00



	Decreases Funding for Operating Expenses <sup>7</sup>	Adjusts Funding for Integrated Formula Payments <sup>8</sup>	Increases Funding for Special Education Grants <sup>9</sup>	Increases Funding for Transportation Grants <sup>10</sup>	Increases Funding for Adult Education Matching Grants <sup>11</sup>	Transfers Funding for Early Childhood Education Grants <sup>12</sup>
Salaries and wages						
Operating expenses	(\$361,939)					
Integrated formula payments		\$356,441,891				
Grants - Special education contracts			\$5,700,000			
Grants - Transportation				\$500,000		
Grants - Other grants						
Grants - Program grants					\$1,300,000	\$1,500,000
Grants - Passthrough grants						
PowerSchool						
Transportation efficiency						
National board certification						
Total all funds	(\$361,939)	\$356,441,891	\$5,700,000	\$500,000	\$1,300,000	\$1,500,000
Less estimated income	(84,191)	74,217,095	0	0	0	0
General fund	(\$277,748)	\$282,224,796	\$5,700,000	\$500,000	\$1,300,000	\$1,500,000
FTE	0.00	0.00	0.00	0.00	0.00	0.00

	Increases Funding for the Program Grant Pool <sup>13</sup>	Adjusts Funding for Passthrough Grants <sup>14</sup>	Increases Federal Funds Authority for Grants <sup>15</sup>	Decreases Funding for National Board Certification <sup>16</sup>	Adds One- Time Funding to Rewrite the State School Aid Formula <sup>17</sup>	Total Senate Changes
Salaries and wages						\$502,280
Operating expenses					\$200,000	2,004,942
Integrated formula payments						356,441,891
Grants - Special education contracts						5,700,000
Grants - Transportation						500,000
Grants - Other grants			\$33,000,000			33,000,000
Grants - Program grants	\$606,711					3,406,711
Grants - Passthrough grants		(\$48,660)				(48,660)
PowerSchool						
Transportation efficiency	(30,000)					(30,000)
National board certification				(\$12,000)		(12,000)
Total all funds	\$576,711	(\$48,660)	\$33,000,000	(\$12,000)	\$200,000	\$401,465,164
Less estimated income	0	0	33,000,000	0	0	108,815,319
General fund	\$576,711	(\$48,660)	\$0	(\$12,000)	\$200,000	\$292,649,845
FTE	0.00	0.00	0.00	0.00	0.00	(3.00)

<sup>1</sup> Funding is adjusted for base payroll changes.

<sup>2</sup> The following funding is added for 2019-21 biennium salary adjustments of 2 percent on July 1, 2019, and 3 percent on July 1, 2020, and increases in health insurance premiums from \$1,241 to \$1,427 per month:

	General Fund	Other Funds	Total
Salary increase	\$166,771	\$336,409	\$503,180
Health insurance increase	129,656	285,318	414,974
Total	\$296,427	\$621,727	\$918,154

<sup>3</sup> Four FTE positions, including 1 assistant superintendent position, 1 computer network specialist position, 1 education program administrator position, and 1 administrative assistant III position are removed.

<sup>4</sup> One FTE division manager position is added.

<sup>5</sup> The teacher shortage loan forgiveness program and related funding is transferred from the North Dakota University System to the Superintendent of Public Instruction.

<sup>6</sup> Funding is added for Microsoft Office 365 license expenses.

<sup>7</sup> Funding for operating expenses is reduced.

<sup>8</sup> Funding for integrated formula payments is adjusted as follows:

	<b>General Fund</b>	<b>Foundation Aid Stabilization Fund</b>	<b>State Tuition Fund</b>	<b>Total</b>
Base budget - Integrated formula payments	\$1,334,657,258	\$110,000,000	\$305,546,905	\$1,750,204,163
Adds funding for integrated formula payments to replace one-time funding provided from the foundation aid stabilization fund during the 2017-19 biennium	185,000,000			185,000,000
Increases funds available from the state tuition fund	(74,217,095)		74,217,095	
Adds funding for cost-to-continue integrated formula payments	53,625,374			53,625,374
Adds funding to provide a 2 percent increase in the per pupil payment in the 1st year of the biennium and a 3 percent increase in the per pupil payment in the 2nd year of the biennium	72,760,971			72,760,971
Adds funding to increase formula maximum payments by 5 percent each year of the biennium	4,331,460			4,331,460
Reduces funding for savings related to transitioning school districts from minimum payments	(2,031,496)			(2,031,496)
Adds funding to transition the formula to on-time funding	36,999,559			36,999,559
Increases funding for adjustments to the state aid formula that reduce the local revenue deduction to 75 percent for all local revenue types	5,756,023			5,756,023
Total - Integrated formula payments	\$1,616,882,054	\$110,000,000	\$379,764,000	\$2,106,646,054

<sup>9</sup> Funding is increased for special education contract grants to provide a total of \$25 million from the general fund.

<sup>10</sup> Funding for transportation grants is increased to provide a total of \$55.9 million from the general fund.

<sup>11</sup> Funding is increased for adult education matching grants to provide a total of \$4.4 million from the general fund.

<sup>12</sup> The early childhood education provider grant program, including \$1.5 million of general fund authority, is transferred from the Department of Commerce to the Superintendent of Public Instruction.

<sup>13</sup> Funding in the transportation efficiency line item is reduced by \$3,000 and the remaining funding of \$27,000 is transferred from the transportation efficiency line item to the program grant pool. In addition, funding for the program grant pool is increased by \$579,711, to provide a total of \$2,136,711 from the general fund for the following programs:

- Leveraging the senior year;
- Leadership program;
- Continuing education grants;
- Preschool continuing education grants;
- Curriculum alignment grants;
- Teacher and principal evaluation system grants;
- Family engagement initiatives; and
- Transportation efficiency.

<sup>14</sup> Funding for passthrough grants is adjusted as follows:

	<b>General Fund Increase (Decrease)</b>	<b>Total General Fund</b>
Rural art outreach projects	\$10,000	\$360,000
North Central Council for Education Media Services	(14,424)	223,576
Mentoring program	75,764	2,125,764
Global Bridges (Atlantik-Brucke) exchange	(200,000)	0
North Dakota Young Entrepreneur education program	0	30,000
"We the People" program	40,000	50,000
National writing projects	20,000	40,000
Governor's School program	<u>20,000</u>	<u>20,000</u>
Total	(\$48,660)	\$2,849,340

<sup>15</sup> Federal funds authority for grants is increased.

<sup>16</sup> Funding for national board certification is reduced to provide a total of \$108,000 from the general fund.

<sup>17</sup> One-time funding is added to rewrite the state school aid formula.

This amendment also:

- Adds a section to allow the Superintendent of Public Instruction to transfer up to \$4 million from the integrated formula payments line item to the grants - special education line item to provide funding for 2017-19 biennium special education contract expenditures in excess of the 2017-19 biennium special education contract appropriation.
- Adds a section to provide if funds appropriated to the Superintendent of Public Instruction in the grants - special education line item for special education contract grants in the 2019-21 biennium are not sufficient to meet special education contract obligations, the Superintendent must request supplemental funding from the 67th Legislative Assembly.
- Adds a section to provide the statutory changes necessary to transfer the administration of the teacher loan forgiveness program from the State Board of Higher Education to the Superintendent of Public Instruction.
- Adds a section to provide the statutory changes to increase the Superintendent of Public Instruction's salary. The Superintendent's annual salary would increase from the current level of \$120,410 to \$122,818, effective July 1, 2019, and to \$126,503, effective July 1, 2020, to reflect the 2 and 3 percent salary increase.
- Adds sections to provide the statutory changes necessary to transfer the early childhood service provider grant program from the Department of Commerce to the Superintendent of Public Instruction.
- Adds a section to declare the authorization to transfer funding from the integrated formula payments line item to the grant - special education line item for the 2017-19 biennium an emergency.

#### Senate Bill No. 2013 - State Library - Senate Action

	<b>Base Budget</b>	<b>Senate Changes</b>	<b>Senate Version</b>
Salaries and wages	\$4,152,758	\$115,434	\$4,268,192
Operating expenses	1,604,075	17,842	1,621,917
Grants	<u>2,109,028</u>	<u>124,500</u>	<u>2,233,528</u>
Total all funds	\$7,865,861	\$257,776	\$8,123,637
Less estimated income	<u>2,247,560</u>	<u>119,886</u>	<u>2,367,446</u>
General fund	\$5,618,301	\$137,890	\$5,756,191
FTE	28.75	(1.00)	27.75

## Department 250 - State Library - Detail of Senate Changes

	Adjusts Funding for Base Payroll Changes <sup>1</sup>	Adds Funding for Salary and Benefit Increases <sup>2</sup>	Removes 2 FTE Library Associate I Positions <sup>3</sup>	Adds 1 FTE Librarian III Position <sup>4</sup>	Decreases Funding for Operating Expenses <sup>5</sup>	Adds Funding for Microsoft Office 365 Licensing <sup>6</sup>
Salaries and wages	(\$28,695)	\$243,766	(\$280,915)	\$181,278		
Operating expenses					(\$4,773)	
Grants						\$22,615
Total all funds	(\$28,695)	\$243,766	(\$280,915)	\$181,278	(\$4,773)	\$22,615
Less estimated income	(58,654)	28,854	0	0	25,186	0
General fund	\$29,959	\$214,912	(\$280,915)	\$181,278	(\$29,959)	\$22,615
FTE	0.00	0.00	(2.00)	1.00	0.00	0.00

	Adds Funding for a Youth Coding Skills Grant <sup>7</sup>	Total Senate Changes
Salaries and wages		\$115,434
Operating expenses		17,842
Grants	\$124,500	124,500
Total all funds	\$124,500	\$257,776
Less estimated income	124,500	119,886
General fund	\$0	\$137,890
FTE	0.00	(1.00)

<sup>1</sup> Funding is adjusted for base payroll changes.

<sup>2</sup> The following funding is added for 2019-21 biennium salary adjustments of 2 percent on July 1, 2019, and 3 percent on July 1, 2020, and increases in health insurance premiums from \$1,241 to \$1,427 per month:

	<u>General Fund</u>	<u>Other Funds</u>	<u>Total</u>
Salary increase	\$98,898	\$11,006	\$109,904
Health insurance increase	116,014	17,848	133,862
Total	\$214,912	\$28,854	\$243,766

<sup>3</sup> Two FTE library associate I positions are removed.

<sup>4</sup> One FTE librarian III position is added.

<sup>5</sup> Funding for operating expenses is adjusted.

<sup>6</sup> Funding is added for Microsoft Office 365 license expenses.

<sup>7</sup> Federal funding authority is added for a youth coding skills grant.

## Senate Bill No. 2013 - School for the Deaf - Senate Action

	Base Budget	Senate Changes	Senate Version
Salaries and wages	\$7,588,749	\$432,098	\$8,020,847
Operating expenses	2,026,543	(320,957)	1,705,586
Capital assets	158,678	270,000	428,678
Grants	180,000	(140,000)	40,000
Total all funds	\$9,953,970	\$241,141	\$10,195,111
Less estimated income	2,465,444	231,752	2,697,196
General fund	\$7,488,526	\$9,389	\$7,497,915
FTE	45.61	(1.00)	44.61

## Department 252 - School for the Deaf - Detail of Senate Changes

	Adjusts Funding for Base Payroll Changes <sup>1</sup>	Adds Funding for Salary and Benefit Increases <sup>2</sup>	Removes Undesignated Positions <sup>3</sup>	Adds Adult Services Position <sup>4</sup>	Restores an Undesignated Position and Increases Funding for Salaries and Wages <sup>5</sup>	Increases Funding for Temporary Salaries <sup>6</sup>
Salaries and wages	(\$222,852)	\$440,955	(\$317,654)	\$159,996	\$200,000	\$27,500
Operating expenses						
Capital assets						
Grants						
Total all funds	(\$222,852)	\$440,955	(\$317,654)	\$159,996	\$200,000	\$27,500
Less estimated income	70,593	24,620	0	159,996	0	27,500
General fund	(\$293,445)	\$416,335	(\$317,654)	\$0	\$200,000	\$0
FTE	(1.00)	0.00	(2.00)	1.00	1.00	0.00

	Increases Funding for Teacher Salaries <sup>7</sup>	Adds Funding for Interactive Information Technology Equipment <sup>8</sup>	Increases Funding for Meals <sup>9</sup>	Increases Funding for Audiology and Speech Contract Costs <sup>10</sup>	Decreases Funding for Operating Expenses <sup>11</sup>	Decreases Funding for Interpreter Grants <sup>12</sup>
Salaries and wages	\$144,153					
Operating expenses		\$15,000	\$10,000	\$20,000	(\$365,957)	
Capital assets						
Grants						(\$140,000)
Total all funds	\$144,153	\$15,000	\$10,000	\$20,000	(\$365,957)	(\$140,000)
Less estimated income	0	15,000	10,000	20,000	(365,957)	0
General fund	\$144,153	\$0	\$0	\$0	\$0	(\$140,000)
FTE	0.00	0.00	0.00	0.00	0.00	0.00

	Adds One- Time Funding for a Dishwashing Unit <sup>13</sup>	Adds One- Time Funding for Extraordinary Repairs <sup>14</sup>	Total Senate Changes
Salaries and wages			\$432,098
Operating expenses			(320,957)
Capital assets	\$20,000	\$250,000	270,000
Grants			(140,000)
Total all funds	\$20,000	\$250,000	\$241,141
Less estimated income	20,000	250,000	231,752
General fund	\$0	\$0	\$9,389
FTE	0.00	0.00	(1.00)

<sup>1</sup> One FTE position is removed and funding is adjusted for base payroll changes.

<sup>2</sup> The following funding is added for 2019-21 biennium salary adjustments of 2 percent on July 1, 2019, and 3 percent on July 1, 2020, and increases in health insurance premiums from \$1,241 to \$1,427 per month:

	General Fund	Other Funds	Total
Salary increase	\$194,480	\$9,985	\$204,465
Health insurance increase	221,855	14,635	236,490
Total	\$416,335	\$24,620	\$440,955

<sup>3</sup> Two FTE undesignated positions are removed.

<sup>4</sup> One FTE adult services position is added.

<sup>5</sup> One FTE undesignated position is restored and funding is increased for salaries and wages.

<sup>6</sup> Funding for temporary salaries is increased.

<sup>7</sup> Funding for teacher salaries is increased.

<sup>8</sup> Funding is added for interactive information technology equipment.

<sup>9</sup> Funding for meals is increased.

<sup>10</sup> Funding for audiology and speech contract costs is increased.

<sup>11</sup> Funding for operating expenses is reduced.

<sup>12</sup> Funding for interpreter grants to state colleges and universities is reduced to provide a total of \$40,000 from the general fund. A section is added to provide that the \$40,000 from the general fund is for a grants program to assist institutions under the control of the State Board of Higher Education with the cost of interpreters and real-time captioning for students who are deaf or hearing impaired for the 2019-21 biennium. This funding is not subject to North Dakota Century Code Section 54-44.1-11. In addition, the section requires the School for the Deaf develop a formula for distribution of the funds based on a uniform hourly reimbursement and may not distribute more than 50 percent of the amount appropriated during the 1st year of the biennium. If any grant funding remains undistributed at the end of the biennium, the School for the Deaf may provide additional prorated grants to institutions that during the biennium incurred hourly expenses in excess of the formula reimbursement level. The Legislative Assembly has allowed the School for the Deaf to continue unused funding provided for interpreter grants in previous bienniums, resulting in \$209,115 of total carryover funding for a total of \$389,115 for interpreter grants during the 2017-19 biennium.

<sup>13</sup> One-time funding for a dishwashing unit is added.

<sup>14</sup> One-time funding is added for extraordinary repairs to the Smith Building related to the master facility plan.

#### Senate Bill No. 2013 - Vision Services - School for the Blind - Senate Action

	Base Budget	Senate Changes	Senate Version
Salaries and wages	\$4,660,995	\$253,761	\$4,914,756
Operating expenses	773,206	42,615	815,821
Capital assets	39,192	260,500	299,692
Total all funds	\$5,473,393	\$556,876	\$6,030,269
Less estimated income	1,079,247	251,746	1,330,993
General fund	\$4,394,146	\$305,130	\$4,699,276
FTE	28.50	(0.60)	27.90

#### Department 253 - Vision Services - School for the Blind - Detail of Senate Changes

	Adjusts Funding for Base Payroll Changes <sup>1</sup>	Adds Funding for Salary and Benefit Increases <sup>2</sup>	Removes a .6 FTE Position <sup>3</sup>	Increases Funding for Teacher Salaries <sup>4</sup>	Adjusts Funding for Operating Expenses <sup>5</sup>	Adds Funding for Microsoft Office 365 Licensing <sup>6</sup>
Salaries and wages	(\$22,329)	\$261,589	(\$104,702)	\$119,203		
Operating expenses						\$22,615
Capital assets						
Total all funds	(\$22,329)	\$261,589	(\$104,702)	\$119,203	\$0	\$22,615
Less estimated income	(21,389)	10,420	(31,633)	0	(939)	14,787
General fund	(\$940)	\$251,169	(\$73,069)	\$119,203	\$939	\$7,828
FTE	0.00	0.00	(0.60)	0.00	0.00	0.00

	<b>Adds One-Time Funding for Adaptive Technology Equipment<sup>7</sup></b>	<b>One-Time Funding is Added for Capital Improvements<sup>8</sup></b>	<b>Total Senate Changes</b>
Salaries and wages			\$253,761
Operating expenses	\$20,000		42,615
Capital assets		\$260,500	260,500
Total all funds	\$20,000	\$260,500	\$556,876
Less estimated income	20,000	260,500	251,746
General fund	\$0	\$0	\$305,130
FTE	0.00	0.00	(0.60)

<sup>1</sup> Funding is adjusted for base payroll changes.

<sup>2</sup> The following funding is added for 2019-21 biennium salary adjustments of 2 percent on July 1, 2019, and 3 percent on July 1, 2020, and increases in health insurance premiums from \$1,241 to \$1,427 per month:

	<b><u>General Fund</u></b>	<b><u>Other Funds</u></b>	<b><u>Total</u></b>
Salary increase	\$124,044	\$3,683	\$127,727
Health insurance increase	127,125	6,737	133,862
Total	\$251,169	\$10,420	\$261,589

<sup>3</sup> A .6 FTE position is removed.

<sup>4</sup> Funding for teacher salaries is increased.

<sup>5</sup> The funding source for operating expenses is adjusted.

<sup>6</sup> Funding is added for Microsoft Office 365 license expenses.

<sup>7</sup> One-time funding is added for adaptive technology equipment.

<sup>8</sup> One-time funding is added for capital improvements, including roof repair, garage door replacement, gym floor replacement, daily living skills room and south wing restroom remodels, glycol installation, sprinkler heads, and carpeting.