

House Bill No. 1009 Agriculture Commissioner's Budget Request

 Salaries and Wages	Adjusted Base	Agriculture
	Level	Commissioner's Request
19-21 Salaries Master Budget Authority	\$ 14,232,746	\$ 14,232,746
Employee Compensation Compression Adjustment	\$ -	\$ 702,500
Cost to Continue 19-21 Salaries	\$ -	\$ 125,067
Meat Inspector Matching Funds	\$ -	\$ 90,478
Staff Attorney	\$ -	\$ 68,279
Grain Inspector + 1 FTE	\$ -	\$ 152,670
Governor's 21-23 Pay Plan Increase	\$ -	\$ 407,970
HB 1009 Section 1 Salary and Wages	\$ 14,232,746	\$ 15,779,710
Operating Expenses		
19-21 Operating Master Budget Authority	\$ 7,055,851	\$ 7,055,851
Remove Litigation Pool	\$ (92,071)	\$ (92,071)
Remove CARES Act IT	\$ (261,000)	\$ (261,000)
Remove One-time Master Customer Database	\$ (110,000)	\$ (110,000)
Meat Inspector Matching Funds	\$ -	\$ 15,980
Grain Inspector	\$ -	\$ 30,729
HB 1045 Industrial Hemp	\$ -	\$ 36,250
HB 1026 State Warehouse Grain and Other Licenses	\$ -	\$ 43,500
ND Mediation Service	\$ -	\$ 120,000
Add IT License Office 365	\$ -	\$ 8,813
CARES Act IT (Continued Work on USAHERDS and LARA)	\$ -	\$ 150,000
HB 1009 Operating Expenses Section 1	\$ 6,592,780	\$ 6,998,052
HB 1009 Capital Assets Section 1	\$ 15,000	\$ 15,000
Grants		
19-21 Grants Master Budget Authority	\$ 27,273,774	\$ 27,273,774
Remove Emergency Feed Transport	\$ (250,000)	\$ (250,000)
Remove CARES Act Grants	\$ (13,200,000)	\$ (13,200,000)
New Line Item Added Remove Environmental Impact	\$ (5,000,000)	\$ (5,000,000)
Noxious Weeds Grants	\$ -	\$ 50,000
Specialty Crop Block Grants	\$ -	\$ 158,000
HB 1009 Grants Section 1	\$ 8,823,774	\$ 9,031,774
Environmental Impact Mitigation		
19-21 Master Budget Authority (Not a line item in 19-21)	\$ 5,000,000	\$ 5,000,000
HB 1009 Environmental Impact Mitigation Section 1	\$ 5,000,000	\$ 5,000,000
Ag Products Utilization Commission		
19-21 Master Budget Authority	\$ 3,760,417	\$ 3,760,417
Remove One-time Funding	\$ (2,000,000)	\$ (2,000,000)
Bank of ND Funding	\$ -	\$ 3,000,000
HB 1009 Ag Products Utilization Commission Section 1	\$ 1,760,417	\$ 4,760,417
Board of Animal Health		
19-21 Master Budget Authority	\$ 962,118	\$ 962,118
Remove CARES Act IT	\$ (95,000)	\$ (95,000)
Remove Animal Loss Indemnity	\$ (1,400)	\$ (1,400)
HB 1009 Board of Animal Health Section 1	\$ 865,718	\$ 865,718
HB 1009 Wildlife Services Section 1	\$ 1,457,400	\$ 1,457,400
HB 1009 Pipeline Restoration and Reclamation Section 1	\$ 200,000	\$ 200,000
HB 1009 Crop Harmonization Board Section 1	\$ 75,000	\$ 75,000
HB 1009 Total All Funds Section 1	\$ 39,022,835	\$ 44,183,071
HB 1009 Less Estimated Income Section 1	\$ 28,322,406	\$ 32,281,109
HB 1009 Total General Fund Section 1	\$ 10,700,429	\$ 11,901,962
HB 1009 Full-time Equivalent Positions Section 1	78	79

Continuing Appropriations - Grants & Other Obligations

Number	Description	Fund	December 2020 Balance	OHF Transfers	Grant Obligations	Other Obligations	Projected Ending Balance June 2021
1	Waterbank Fund	236	\$ 25,722	\$ 286,339	\$ (286,339)	\$ -	\$ 25,722
2	Minor Use Fund	260	\$ 252,864	\$ -	\$ (84,587)	\$ -	\$ 168,277
3	Federal Environmental Law Impact Review Fund	409	\$ 1,079,653	\$ -	\$ (415,070)	\$ (41,704)	\$ 622,879
4	Environmental Impact Mitigation Fund	487	\$ -	\$ -	\$ -	\$ -	\$ -
5	Bioscience Innovation Grant Fund	575	\$ 256,661	\$ -	\$ (256,661)	\$ -	\$ -



FEDERAL ENVIRONMENTAL LAW IMPACT REVIEW FUND**7-1-15 to 12-31-20****Revenue/Expenditure Summary**

REVENUE:	
HB 1432 -Transfer from the General Fund (15-17 Biennium)	1,500,000.00
HB 1009 - Transfer from the SIIF Fund (17-19 Biennium)	1,000,000.00
FELIRC Study Contributions	513,500.00
TOTAL REVENUES	3,013,500.00
EXPENDITURES:	
Costs for WOTUS lawsuit (Sal and Oper)	1,518,777.31
Grant Expenses: Grants to NDSU (Endangered Species)	415,070.00
TOTAL EXPENDITURES	1,933,847.31
NET FUNDS AVAILABLE - 12/31/2020	1,079,652.69
FUTURE GRANT OBLIGATIONS (NDSU - Endangered Species)	415,070.00
FUNDS REMAINING AFTER OBLIGATIONS & CONTRIBUTIONS *	664,582.69
* Future cost for WOTUS lawsuit	??

Soil Health Cover Crop Cost Share Program

- \$300,000 per biennium
 - Cost share up to \$15/acre for new applicants
 - Cost share up to \$10/acre for repeat applicants
 - Applicants entered into a lottery system
- 10,000 acre cap annually
- Application information
 - 50-acre cap per applicant
 - Soil testing before and after cover crop
 - Previous year crop/cropping rotation
 - What type of cover crop will be planted
- Eligible plantings include
 - Turnips
 - Radishes
 - Cow peas
 - Field peas
 - Dry peas
 - Hairy vetch
 - Sunflowers
 - Millet
 - Sorghum
 - Etc.
 - Soil Conservation/NRCS county specific suggested plantings are eligible
- If cover crop will be planted before May 20 eligible grasses include
 - Barley
 - Oats
 - Rye
 - Triticale
- Producers must plant and apply to be eligible in the lottery
 - Planting deadline of July 30
 - Application deadline of August 1st
 - Payments in September

SECTION 14. TRANSFER – BANK OF NORTH DAKOTA PROFITS - AGRICULTURE PRODUCTS UTILIZATION COMMISSION. The Bank of North Dakota shall transfer the sum of \$3,000,000 or so much of the sum as may be necessary, from the Bank's current earnings and undivided profits to the agriculture commissioner for deposit in the agricultural products utilization commission fund during the biennium beginning July 1, 2021 and ending June 30, 2023. Of the amount appropriated for the agricultural products utilization commission, up to \$300,000 is available to the agriculture commissioner for administering the Soil Health Cover Crop Cost Share Program.

ND Information Technology Concerns

- NDIT would better serve state agencies by reaching out and opening dialogue to discuss agency IT concerns, and before they make major changes to IT systems.
 - NDIT used to send over an upper management staff member to meet with us and address concerns.
 - NOTE: Previous NDIT employee Dan Sipes did this often with our agency.
 - Sipes' approach was to come to our agency physically, listen to our concerns, and explain NDIT's approach.
 - Sipes would also follow-up and identify a path forward to meet our agency needs.
 - Example: NDIT rolled out replacement of desk phones with TEAMS voice.
 - This was a major change to the way our staff communicated with customers.
 - Nobody from NDIT approached the Agriculture Commissioner to discuss why the change was occurring and gather feedback before the decision was final.
- **Service Level Agreements**: State agencies no longer have the true ability to be a partner with NDIT in developing and implementing our agreement with NDIT for services.
 - We used to draft an agreement that clearly outlined the services we needed from NDIT.
 - Now, we are managed by a service level agreement that we had little to no input in the creation or changes to the agreement.
 - Example: The Department of Agriculture is a NDIT desktop support agency. We no longer can discuss our expectations as an agency for how NDIT will provide these services.

Grant Line Summary

Number	Description	Fund(s)	2019-2021 Adjusted Base Level	Agriculture Commissioner's Request	2021-2023 Budget Request
1	Noxious Weeds (LAP, TAG, Coop Weed) Total	376 (SF)	\$ 1,285,274	\$ 50,000	\$ 1,335,274
		Federal	\$ 90,000		\$ 90,000
			\$ 1,375,274		\$ 1,425,274
2	Apiary Research	001 (GF)	\$ 75,000	\$ -	\$ 75,000
3	Ag in the Classroom	376 (SF)	\$ 100,000	\$ -	\$ 100,000
4	Specialty Crops	Federal	\$ 5,600,000	\$ 158,000	\$ 5,758,000
5	Pride of Dakota Trade Show and Retail Assistance	308 (SF)	\$ 35,000	\$ -	\$ 35,000
6	Organic Certification Cost Share	Federal	\$ 200,000	\$ -	\$ 200,000
7	Grape & Wine Research and Promotion	001 (GF)	\$ 80,000	\$ -	\$ 80,000
8	Organic Transition	308 (SF)	\$ 8,500	\$ -	\$ 8,500
9	Livestock Pollution Prevention Program (LP3) Total	308 (SF)	\$ 50,000	\$ -	\$ 50,000
		Federal	\$ 1,000,000		\$ 1,000,000
			\$ 1,050,000		\$ 1,050,000
10	Waterbank	308 (SF)	\$ 300,000	\$ -	\$ 300,000
Total			\$ 8,823,774	\$ 158,000	\$ 9,031,774

