

February 19, 2025

Sixty-ninth  
Legislative Assembly  
of North Dakota

## PROPOSED AMENDMENTS TO

### HOUSE BILL NO. 1018

Introduced by

Appropriations Committee

1 A BILL for an Act to provide an appropriation for defraying the expenses of the state historical  
2 society; to authorize a Bank of North Dakota line of credit; and to provide an exemption.

3 **BE IT ENACTED BY THE LEGISLATIVE ASSEMBLY OF NORTH DAKOTA:**

4 **SECTION 1. APPROPRIATION.** The funds provided in this section, or so much of the funds  
5 as may be necessary, are appropriated out of any moneys in the general fund in the state  
6 treasury, not otherwise appropriated, and from other funds derived from special funds and  
7 federal funds, to the state historical society for the purpose of defraying the expenses of the  
8 state historical society, for the biennium beginning July 1, 2025, and ending June 30, 2027, as  
9 follows:

|  | Adjustments or          |                     |                         |
|--|-------------------------|---------------------|-------------------------|
|  | <u>Base Level</u>       | <u>Enhancements</u> | <u>Appropriation</u>    |
| 12 <del>Salaries and wages</del>       | <del>\$16,832,853</del> | <del>\$0</del>      | <del>\$16,832,853</del> |
| 13 <del>Operating expenses</del>       | <del>3,443,236</del>    | <del>0</del>        | <del>3,443,236</del>    |
| 14 <del>Capital assets</del>           | <del>1,330,184</del>    | <del>0</del>        | <del>1,330,184</del>    |
| 15 <del>Grants</del>                   | <del>928,340</del>      | <del>0</del>        | <del>928,340</del>      |
| 16 <del>Cultural heritage grants</del> | <del>500,000</del>      | <del>0</del>        | <del>500,000</del>      |
| 17 <del>Total all funds</del>          | <del>\$23,034,613</del> | <del>\$0</del>      | <del>\$23,034,613</del> |
| 18 <del>Less other funds</del>         | <del>2,434,264</del>    | <del>0</del>        | <del>2,434,264</del>    |

|    |   |              |               |               |
|----|---|--------------|---------------|---------------|
| 1  | Total general fund                      | \$20,600,349 | \$0           | \$20,600,349  |
| 2  | Full-time equivalent positions          | 83.50        | 0.00          | 83.50         |
| 3  | Salaries and wages                      | \$16,832,853 | \$3,313,454   | \$20,146,307  |
| 4  | New and vacant FTE pool                 | 0            | 934,276       | 934,276       |
| 5  | Operating expenses                      | 3,443,236    | 6,484,415     | 9,927,651     |
| 6  | Capital assets                          | 1,330,184    | 84,437,649    | 85,767,833    |
| 7  | Grants                                  | 928,340      | 3,692,500     | 4,620,840     |
| 8  | Cultural heritage grants                | 500,000      | (500,000)     | 0             |
| 9  | America's 250 <sup>th</sup> celebration | 0            | 2,000,000     | 2,000,000     |
| 10 | Total all funds                         | \$23,034,613 | \$100,362,294 | \$123,396,907 |
| 11 | Less other funds                        | 2,434,264    | 97,551,416    | 99,985,680    |
| 12 | Total general fund                      | \$20,600,349 | \$2,810,878   | \$23,411,227  |
| 13 | Full-time equivalent positions          | 83.50        | 2.00          | 85.50         |

## SECTION 2. ONE-TIME FUNDING - EFFECT ON BASE BUDGET - REPORT TO

**SEVENTIETH LEGISLATIVE ASSEMBLY.** The following amounts reflect the one-time funding items included in the appropriation in section 1 of this Act which are not included in the entity's base budget for the 2027-29 biennium and which the entity shall report to the appropriations committees of the seventieth legislative assembly regarding the use of this funding:

| One-Time Funding Description                     | General Fund | Other Funds | Total      |
|--|--------------|-------------|------------|
| Temporary staff salaries and operating           | \$10,225     | \$52,011    | \$62,236   |
| Repatriation compliance costs                    | 100,000      | 0           | 100,000    |
| Pembina state museum exhibits                    | 0            | 638,000     | 638,000    |
| Underrepresented community program               | 0            | 75,000      | 75,000     |
| Military gallery expansion project               | 0            | 82,944,524  | 82,944,524 |
| Inspiration gallery updates                      | 0            | 700,000     | 700,000    |
| Medora area planning                             | 0            | 3,570,000   | 3,570,000  |
| State archive storage updates                    | 207,500      | 0           | 207,500    |
| Historical structures and buildings improvements | 0            | 3,000,000   | 3,000,000  |
| Paul Bruhn historical revitalization grants      | 0            | 750,000     | 750,000    |
| Historic theater restoration grant               | 0            | 1,100,000   | 1,100,000  |

|   |  |           |                  |                  |
|---|--|-----------|------------------|------------------|
| 1 | Historic opera house restoration grant   | 0         | 250,000          | 250,000          |
| 2 | Historic museum repairs grant            | 0         | 200,000          | 200,000          |
| 3 | Historic movie theater improvement grant | 0         | 250,000          | 250,000          |
| 4 | Medora transportation improvement grant  | 0         | 1,000,000        | 1,000,000        |
| 5 | Historic armory restoration grant        | 0         | 100,000          | 100,000          |
| 6 | America's 250 <sup>th</sup> celebration  | <u>0</u>  | <u>2,000,000</u> | <u>2,000,000</u> |
| 7 | Total                                    | \$317,725 | \$96,629,535     | \$96,947,260     |

8       **SECTION 3. NEW AND VACANT FTE POOL - LIMITATION - TRANSFER REQUEST.** The  
9 state historical society may not spend funds appropriated in the new and vacant FTE pool line  
10 item in section 1 of this Act, but may request the office of management and budget to transfer  
11 funds from the new and vacant FTE pool line item to the salaries and wages line item in  
12 accordance with the guidelines and reporting provisions included in House Bill No. 1015, as  
13 approved by the sixty-ninth legislative assembly.

14       **SECTION 4. APPROPRIATION - REVOLVING FUND.** All fees collected by the state  
15 historical society and deposited in the revolving fund established pursuant to section 55-03-04  
16 are appropriated to the state historical society for the purposes provided in chapter 55-03, for  
17 the biennium beginning July 1, 2025, and ending June 30, 2027.

18       **SECTION 5. APPROPRIATION - GIFTS, GRANTS, AND BEQUESTS.** All gifts, grants,  
19 devises, bequests, donations, and assignments received by the state historical society and  
20 deposited with the state treasurer pursuant to section 55-01-04 are appropriated to the state  
21 historical society for the purposes provided in section 55-01-04, for the biennium beginning  
22 July 1, 2025, and ending June 30, 2027.

23       **SECTION 6. OTHER FUNDS - STRATEGIC INVESTMENT AND IMPROVEMENTS FUND**  
24 **- MATCHING FUNDS REQUIREMENT.** The other funds line item in section 1 of this Act  
25 includes the sum of \$32,458,000 from the strategic investment improvements fund, of which  
26 \$638,000 is for Pembina state museum exhibit designs and objects, \$20,000,000 is for the  
27 military gallery expansion project, \$350,000 is for an update to the inspiration gallery at the  
28 North Dakota heritage center, \$3,570,000 is for Medora area planning, \$3,000,000 is for  
29 improvements to historical structures and buildings, \$1,100,000 is for a historic theater  
30 restoration grant, \$250,000 is for a historic opera house restoration grant, \$200,000 is for a  
31 historic museum repairs grant, \$250,000 is for a historic movie theater improvement grant,

\$1,000,000 is for a Medora transportation improvement grant, \$100,000 is for a historic armory restoration grant, and \$2,000,000 is for America's 250th celebration activities. The state historical society may spend funds appropriated for the historic theater restoration grant program only to the extent the organization has secured one dollar of matching funds from nonstate sources for every two dollars provided by the state historical society.

**SECTION 7. OTHER FUNDS - BANK OF NORTH DAKOTA LINE OF CREDIT - MILITARY GALLERY EXPANSION PROJECT.** The other funds line item in section 1 of this Act includes the sum of \$20,000,000, which the state historical society may borrow through a line of credit from the Bank of North Dakota during the biennium beginning July 1, 2025, and ending June 30, 2027. The interest rate on the line of credit may not exceed the prevailing interest rate charged to North Dakota governmental entities. If the state historical society accesses the line of credit, the state historical society shall request a deficiency appropriation from the seventieth legislative assembly to repay the line of credit.

**SECTION 8. OTHER FUNDS - DONATIONS.** The other funds line item in section 1 of this Act includes the sum of \$43,294,524 from other funds derived from donations, of which \$38,744,524 is for the military gallery expansion project, \$4,200,000 is for the repayment of a 2023-25 biennium Bank of North Dakota line of credit for the military gallery expansion project, and \$350,000 is for an update to the inspiration gallery at the North Dakota heritage center.

**SECTION 9. EXEMPTION - STRATEGIC INVESTMENT AND IMPROVEMENTS FUND.** The amount of \$3,550,000 appropriated from the strategic investment and improvements fund in section 1 of chapter 50 of the 2023 Session Laws, of which \$3,250,000 was for critical repairs to historic site structures and \$300,000 was for creating new and repairing existing exhibits, is not subject to section 54-44.1-11 and is available to the state historical society for each project or program during the biennium beginning July 1, 2025, and ending June 30, 2027.