

April 16, 2025

Sixty-ninth
Legislative Assembly
of North Dakota

PROPOSED AMENDMENTS TO FIRST ENGROSSMENT

ENGROSSED SENATE BILL NO. 2018

Introduced by

Appropriations Committee

1 A BILL for an Act to provide an appropriation for defraying the expenses of the department of
2 commerce; to provide an appropriation to the attorney general; to provide an appropriation to
3 the department of career and technical education; to provide a contingent appropriation; to
4 create and enact a new section to chapter 54-60 of the North Dakota Century Code, relating to
5 department of commerce grant reporting requirements; to amend and reenact
6 ~~section~~ subsection 1 of section 10-30.5-02, subsection 5 of section 54-58-03, sections 54-60-09,
7 54-60-19, 54-60-28, 54-60-29, 54-60-29.1 and 54-60-31 of the North Dakota Century Code and
8 section 3 of chapter 51 of the 2023 Session Laws and subsection 13 of section 9 of House Bill
9 No. 1019, as approved by the sixty-ninth legislative assembly, relating to the purpose of the
10 North Dakota development fund, a tribal-state gaming compact that permits gaming in Grand
11 Forks County, duties and talent strategy of the division of workforce development, the uncrewed
12 aircraft systems program, the uncrewed aircraft systems program fund, the beyond visual line of
13 sight uncrewed aircraft system program, changing the name of the office of legal immigration to
14 the ~~office of~~ global talent office, and the Theodore Roosevelt presidential library project; to
15 authorize a Bank of North Dakota line of credit; to provide for a transfer; to provide an
16 exemption; and to provide for a legislative management report; and to declare an emergency.

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

18 **SECTION 1. APPROPRIATION.** The funds provided in this section, or so much of the funds
19 as may be necessary, are appropriated out of any moneys in the general fund in the state

treasury, not otherwise appropriated, and from other funds derived from special funds and federal funds, to the department of commerce for the purpose of defraying the expenses of the department of commerce, for the biennium beginning July 1, 2025, and ending June 30, 2027, as follows:

	Base Level	Adjustments or Enhancements	Appropriation
Salaries and wages	\$15,785,306	\$1,723,056	\$17,508,362
Salaries and wages	\$15,785,306	\$1,912,342	\$17,697,648
New and vacant FTE pool	0	582,600	582,600
Operating expenses	19,462,643	9,210,023	28,672,666
Grants	47,636,118	40,746,197	88,382,315
Operating expenses	19,462,643	7,220,023	26,682,666
Grants	47,636,118	81,121,197	128,757,315
Discretionary funds	2,150,000	0	2,150,000
Workforce programs	0	8,000,000	8,000,000
Workforce programs	0	13,000,000	13,000,000
Partner programs	907,920	0	907,920
Entrepreneurship grants and vouchers	948,467	759,044	1,707,511
Total all funds	\$86,890,454	\$61,020,920	\$147,911,374
Less other funds	53,344,371	52,870,336	106,214,707
Total general fund	\$33,546,083	\$8,150,584	\$41,696,667
Full-time equivalent positions	62.80	(1.00)	61.80
Total all funds	\$86,890,454	\$104,595,206	\$191,485,660
Less other funds	53,344,371	96,245,336	149,589,707
Total general fund	\$33,546,083	\$8,349,870	\$41,895,953
Full-time equivalent positions	62.80	3.00	65.80

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:

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Legislative Assembly

	<u>One-Time Funding Description</u>	<u>General Fund</u>	<u>Other Funds</u>	<u>Total</u>
2	Temporary salaries	\$50,000	\$103,590	\$153,590
3	Tourism marketing awareness	0	7,000,000	7,000,000
4	<u>Tourism marketing awareness</u>	<u>0</u>	<u>5,000,000</u>	<u>5,000,000</u>
5	Operation intern	2,000,000	0	2,000,000
6	Office of global talent	1,000,000	0	1,000,000
7	Tourism destination development grants	0	20,000,000	20,000,000
8	Beyond visual line of sight uncrewed			
9	— aircraft system program	0	10,000,000	10,000,000
10	<u>Global talent office</u>	<u>1,000,000</u>	<u>0</u>	<u>1,000,000</u>
11	<u>Tourism destination development grants</u>	<u>0</u>	<u>25,000,000</u>	<u>25,000,000</u>
12	<u>Uncrewed aerial vehicle replacement grant</u>	<u>0</u>	<u>16,000,000</u>	<u>16,000,000</u>
13	<u>— program</u>			
14	<u>Uncrewed aircraft system program grants</u>	<u>0</u>	<u>1,000,000</u>	<u>1,000,000</u>
15	<u>Beyond visual line of sight uncrewed</u>			
16	<u>— aircraft system program</u>	<u>0</u>	<u>20,000,000</u>	<u>20,000,000</u>
17	Enhanced use lease grant	0	5,000,000	5,000,000
18	Autonomous agriculture grants	0	5,000,000	5,000,000
19	<u>Autonomous agriculture grants</u>	<u>0</u>	<u>10,000,000</u>	<u>10,000,000</u>
20	Base enhancement grants	0	1,000,000	1,000,000
21	Tribally controlled community college grants	750,000	0	750,000
22	<u>Native American small business grant</u>	<u>0</u>	<u>600,000</u>	<u>600,000</u>
23	<u>Historic theater restoration grant</u>	<u>0</u>	<u>1,100,000</u>	<u>1,100,000</u>
24	<u>Historic opera house restoration grant</u>	<u>0</u>	<u>250,000</u>	<u>250,000</u>
25	<u>Historic theater improvement grant</u>	<u>0</u>	<u>250,000</u>	<u>250,000</u>
26	<u>Medora transportation improvement grant</u>	<u>0</u>	<u>1,000,000</u>	<u>1,000,000</u>
27	<u>Community hall grant</u>	<u>0</u>	<u>175,000</u>	<u>175,000</u>
28	Entrepreneurship grants and vouchers	759,044	0	759,044
29	Regional workforce impact program grants	0	5,000,000	5,000,000
30	<u>Find the good life initiative</u>	<u>0</u>	<u>5,000,000</u>	<u>5,000,000</u>
31	Technical skills training grants	<u>2,000,000</u>	<u>0</u>	<u>2,000,000</u>

1	Total	\$6,559,044	\$53,103,590	\$59,662,634
2	Total	\$6,559,044	\$96,478,590	\$103,037,634

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

9 **SECTION 4. CONTINGENT APPROPRIATION - DEPARTMENT OF COMMERCE -**
10 **STRATEGIC INVESTMENT AND IMPROVEMENTS FUND - CHILDREN'S EDUCATION**
11 **SCIENCE CENTER GRANTS - ONE-TIME FUNDING.** There is appropriated out of any moneys
12 in the strategic investment and improvements fund, not otherwise appropriated, the sum of
13 \$10,000,000, or so much of the sum as may be necessary, to the department of commerce for
14 the purpose of providing grants of up to \$5,000,000 to support the construction of children's
15 education science centers in cities in the state with a population of at least 50,000 residents, for
16 the biennium beginning July 1, 2025, and ending June 30, 2027. The funding appropriated in
17 this section is available only if the state treasurer certifies to the office of management and
18 budget that oil and gas tax revenue allocations to the strategic investment and improvements
19 fund under section 57-51.1-07.5 have exceeded \$410,000,000 during the 2025-27 biennium.
20 The appropriation in this section is considered a one-time funding item.

21 **SECTION 5. APPROPRIATION - STRATEGIC INVESTMENT AND IMPROVEMENTS**
22 **FUND - ATTORNEY GENERAL - AUTONOMOUS TECHNOLOGY GRANTS - MATCHING**
23 **FUNDS REQUIREMENT - ONE-TIME FUNDING - LEGISLATIVE MANAGEMENT REPORT.**

- 24 1. There is appropriated out of any moneys in the strategic investment and
25 improvements fund, not otherwise appropriated, the sum of \$250,000, or so much of
26 the sum as may be necessary, to the attorney general for the purpose of providing
27 autonomous technology grants to individuals or entities that aid the bureau of criminal
28 investigation in conducting missing person searches, crime scene reconstruction, and
29 law enforcement first response operations, for the biennium beginning July 1, 2025,
30 and ending June 30, 2027. The appropriation in this section is considered a one-time
31 funding item.

2. For purposes of this section, autonomous technology includes uncrewed aircraft systems; autonomous vehicles; or other autonomous systems, processes, or technologies.
3. The attorney general shall develop an application process and guidelines for the grants, including eligibility criteria, matching requirements, eligible uses of grant funding, and maximum grant awards. To be eligible for a grant, an individual or entity shall certify to the attorney general that the operation of the autonomous technology is related to conducting missing person searches, crime scene reconstruction, and law enforcement first response operations. The attorney general may require an individual or entity to provide one dollar of matching funds for every four dollars awarded by the state. An individual or entity may use grant funding for autonomous technology operations, contracting for services related to autonomous technology, or other eligible uses as determined by the attorney general.
4. During the 2025-26 interim, the attorney general shall provide at least one report to the legislative management regarding the grants, including a list of grant recipients, the amounts awarded, and a description of the use of the grant funding.

**SECTION 6. APPROPRIATION - STRATEGIC INVESTMENT AND IMPROVEMENTS
FUND - DEPARTMENT OF CAREER AND TECHNICAL EDUCATION - AUTONOMOUS
TECHNOLOGY GRANTS - MATCHING FUNDS REQUIREMENT - ONE-TIME FUNDING -
LEGISLATIVE MANAGEMENT REPORT.**

1. There is appropriated out of any moneys in the strategic investment and improvements fund, not otherwise appropriated, the sum of \$250,000, or so much of the sum as may be necessary, to the department of career and technical education for the purpose of providing autonomous technology grants to a workforce training center serving the northwest area of the state for providing workforce training to address workforce shortages in the state, including shortages in the oil and gas industry, for the biennium beginning July 1, 2025, and ending June 30, 2027. The appropriation in this section is considered a one-time funding item.
2. For purposes of this section, autonomous technology includes uncrewed aircraft systems; autonomous vehicles; or other autonomous systems, processes, or technologies.

3. The department of career and technical education shall develop an application process and guidelines for the grants, including eligibility criteria, matching requirements, eligible uses of grant funding, and maximum grant awards. To be eligible for a grant, a workforce training center shall certify to the department of career and technical education that the operation of the autonomous technology is related to workforce training to address workforce shortages in the state, including shortages in the oil and gas industry. The department of career and technical education may require a workforce training center to provide one dollar of matching funds for every four dollars awarded by the state. A workforce training center may use grant funding for education or training curriculum expenses related to autonomous technology, autonomous technology operations, contracting for services related to autonomous technology, or other eligible uses as determined by the department of career and technical education.
4. During the 2025-26 interim, the department of career and technical education shall provide at least one report to the legislative management regarding the grants, including a list of grant recipients, the amounts awarded, and a description of the use of the grant funding.

SECTION 7. TRANSFER - INTERNSHIP FUND. The office of management and budget shall transfer \$3,000,000 of the amount appropriated in the operating expenses line item in section 1 of this Act to the internship fund for the purpose of administering the operation intern program, for the biennium beginning July 1, 2025, and ending June 30, 2027.

SECTION 8. TRANSFER - STRATEGIC INVESTMENT AND IMPROVEMENTS FUND AND BANK OF NORTH DAKOTA PROFITS TO THEODORE ROOSEVELT PRESIDENTIAL LIBRARY AND MUSEUM ENDOWMENT FUND - MATCHING FUNDS REQUIREMENT. The office of management and budget shall transfer \$25,000,000 from the strategic investment and improvements fund and the Bank of North Dakota shall transfer \$25,000,000 from the Bank's current earnings and undivided profits to the Theodore Roosevelt presidential library and museum endowment fund during the biennium beginning July 1, 2025, and ending June 30, 2027. The moneys may be transferred only to the extent a private entity involved with a presidential library and museum in the state has secured matching funds from nonstate sources on a dollar-for-dollar basis for deposit into the endowment fund.

1 **SECTION 9. TRANSFER - STRATEGIC INVESTMENT AND IMPROVEMENTS FUND TO**
2 **LEGACY INVESTMENT FOR TECHNOLOGY FUND.** The office of management and budget
3 shall transfer the sum of ~~\$5,000,000~~\$10,000,000 from the strategic investment and
4 improvements fund to the legacy investment for technology fund for the purpose of providing
5 legacy investment technology loans, for the biennium beginning July 1, 2025, and ending
6 June 30, 2027.

7 **SECTION 10. TRANSFER - STRATEGIC INVESTMENT AND IMPROVEMENTS FUND TO**
8 **NORTH DAKOTA DEVELOPMENT FUND - EXEMPTION - MATCHING FUNDS**
9 **REQUIREMENT.** The office of management and budget shall transfer the sum of \$30,000,000
10 from the strategic investment and improvements fund to the North Dakota development fund for
11 programs under chapter 10-30.5, for the biennium beginning July 1, 2025, and ending June 30,
12 2027. Notwithstanding section 10-30.5-02, the North Dakota development fund may use the
13 funds provided in this section for nonprimary sector business activities and for grants only to the
14 extent an eligible organization has secured matching funds from nonstate sources on a
15 dollar-for-dollar basis.

16 **SECTION 11. BANK OF NORTH DAKOTA LINE OF CREDIT - TRANSFER TO NORTH**
17 **DAKOTA DEVELOPMENT FUND.** The department of commerce may borrow up to
18 \$75,000,000 through a line of credit from the Bank of North Dakota during the biennium
19 beginning July 1, 2025, and ending June 30, 2027, the proceeds of which must be transferred
20 to the North Dakota development fund for programs under chapter 10-30.5. The interest rate
21 associated with the line of credit may not exceed the prevailing interest rate charged to North
22 Dakota governmental entities. The department of commerce shall repay the line of credit from
23 moneys available in the North Dakota development fund. If the moneys available in the North
24 Dakota development fund are not sufficient to repay the line of credit, the department of
25 commerce shall request a deficiency appropriation from the seventieth legislative assembly to
26 repay the line of credit.

27 **SECTION 12. RURAL HEALTH CARE GRANT PROGRAM - MATCHING FUNDS**
28 **REQUIREMENT.** The grants line item in section 1 of this Act includes \$444,000 from the
29 general fund for providing matching funds to an organization assisting in the recruitment,
30 distribution, and supply, and enhancing the quality and efficiency of personnel providing health
31 services in rural areas of the state. The department of commerce may spend the funds

appropriated in this section only to the extent the organization has secured matching funds from nonstate sources on a dollar-for-dollar basis.

SECTION 13. OTHER FUNDS - STRATEGIC INVESTMENT AND IMPROVEMENTS

FUND - MATCHING FUNDS REQUIREMENT. The other funds line item in section 1 of this Act includes the sum of ~~\$53,000,000~~\$96,375,000 from the strategic investment and improvements fund, of which:

1. ~~\$7,000,000~~\$5,000,000 is for tourism marketing awareness, including \$150,000 for supporting the continuation of ~~the~~a North Dakota state magazine ~~with the current publisher of the magazine;~~

2. ~~\$20,000,000~~\$16,000,000 is for an uncrewed aerial vehicle replacement program;

3. \$25,000,000 is for tourism destination development grants;

~~3.4.~~ \$1,000,000 is for uncrewed aircraft systems program grants;

~~5.~~ \$10,000,000\$20,000,000 is for the beyond visual line of sight uncrewed aircraft system program;

~~4.6.~~ \$5,000,000 is for the enhanced use lease grant program;

~~5.7.~~ \$5,000,000\$10,000,000 is for autonomous agriculture grants, ~~which may be provided for autonomous trucking grants;~~

~~6.8.~~ \$1,000,000 is for providing base enhancement grants to communities with an air force base or air national guard facilities, including \$600,000 to eligible organizations in Minot, \$250,000 to eligible organizations in Grand Forks, and \$150,000 to eligible organizations in Fargo; ~~and~~

~~7.9.~~ \$600,000 is for a Native American small business grant;

10. \$1,100,000 is for a historic theater restoration grant, which the department of commerce may spend only to the extent an organization has secured one dollar of matching funds from nonstate sources for every one dollar provided by the department of commerce;

11. \$250,000 is for a historic opera house restoration grant;

12. \$250,000 is for a historic theater improvement grant;

13. \$1,000,000 is for a Medora transportation improvement grant;

14. \$175,000 is for a community hall grant;

15. \$5,000,000 is for regional workforce impact program grants; and

16. \$5,000,000 is for the find the good life initiative.

SECTION 14. OTHER FUNDS - STRATEGIC INVESTMENT AND IMPROVEMENTS

FUND - UNCREWED AERIAL VEHICLE REPLACEMENT PROGRAM - LEGISLATIVE

MANAGEMENT REPORT. The other funds line item in section 1 of this Act includes the sum of \$16,000,000 which the department of commerce shall use for the purpose of administering an uncrewed aerial vehicle replacement program, for the period beginning with the effective date of this Act, and ending June 30, 2027.

1. The department of commerce shall collaborate with the uncrewed aircraft systems test site established in section 54-60-28 and state agencies, including institutions under the control of the state board of higher education, to replace uncrewed aerial vehicles owned by the state which do not comply with requirements of the federal National Defense Authorization Act and the American Security Drone Act of 2023. The information technology department, in consultation with the department of commerce and the uncrewed aircraft systems test site, may implement an enterprise uncrewed aerial vehicle data management solution. An enterprise uncrewed aerial vehicle data management solution implemented under this section must ensure all data collected, transmitted, stored, and consumed by an uncrewed aerial vehicle remain under the control of the state. As used in this section "enterprise uncrewed aerial vehicle data management solution" means a system for secure, end-to-end data collection, transportation, storage, processing, and consumption through enterprise software. A state agency owning an uncrewed aerial vehicle before January 1, 2025, is eligible to receive a new uncrewed aerial vehicle that is in compliance with federal requirements and is of equivalent capability to the agency's existing uncrewed aerial vehicle. The department of commerce shall purchase each uncrewed aerial vehicle based on the needs of the agency and a recommendation from the uncrewed aircraft systems test site and provide the uncrewed aerial vehicle to the agency. The department of commerce shall use a portion of the funding provided in this section to pay for training needed for agency staff to operate the new uncrewed aerial vehicle. The department of commerce and uncrewed aircraft systems test site shall give priority to state agencies willing to share uncrewed aerial vehicles rather than purchasing multiple uncrewed aerial vehicles.

2. Any uncrewed aerial vehicle replaced under this section must be remitted to the uncrewed aircraft systems test site for proper decommissioning and disposal pursuant to federal and state regulations, which may include the sale of uncrewed aerial vehicles to the United States department of homeland security at market rates for use in the counter unmanned aircraft system program. The department of commerce shall remit any funding received under this section to the state treasurer for deposit in the general fund.
3. The department of commerce shall maintain an inventory of uncrewed aerial vehicles purchased for state agencies under this section and encourage state agencies to use the state beyond visual line of sight program. The uncrewed aircraft systems test site shall provide guidance to state agencies regarding the integration of uncrewed aerial vehicles into the beyond visual line of sight system and proper maintenance schedules for uncrewed aerial vehicles. The uncrewed aircraft systems test site shall establish a centralized system for state agencies to register uncrewed aerial vehicles and authorized operators for accessing the beyond visual line of sight system and shall provide operational support when state agencies use uncrewed aircraft systems test site integrated platforms.
4. During the 2025-26 interim, the department of commerce shall compile information from state agencies and provide a report to the legislative management by June 30, 2026, regarding the status of the program, funding spent on uncrewed aerial vehicle replacements and training costs, the number of uncrewed aerial vehicles replaced in each state agency, the number of uncrewed aerial vehicles sold or disposed, and any future needs for each state agency to be compliant with the federal National Defense Authorization Act and the American Security Drone Act of 2023.

SECTION 15. TRIBALLY CONTROLLED COMMUNITY COLLEGE GRANTS -

LEGISLATIVE MANAGEMENT REPORT. The grants line item in section 1 of this Act includes \$750,000 from the general fund for the purpose of providing workforce development grants to a tribally controlled community college ~~in the Turtle Mountain area~~. To be eligible for a grant under this section, a tribally controlled community college shall partner with at least one high school in the state for programs under section 54-60.2-02. During the 2025-26 interim, a tribally controlled community college receiving funding under this program shall report to the

department of commerce by August 1, 2026, regarding the use of grant funds and the department of commerce shall provide a report to the legislative management by October 1, 2026, regarding the use of grant funds.

~~**SECTION 12. DISCRETIONARY FUNDS -- NATIVE AMERICAN SMALL BUSINESS**~~

~~**GRANT.** The discretionary funds line item in section 1 of this Act includes \$2,150,000 from the general fund, of which \$600,000 is designated for a grant to support an organization dedicated to assisting Native American small businesses in North Dakota.~~

SECTION 16. DEPARTMENT OF COMMERCE - INFRASTRUCTURE STUDY. The department of commerce shall conduct a study of necessary infrastructure, including an analysis of the current status of surrounding county roads, the interstate highway system, water and sewer, fiber optics, and any other infrastructure improvements needed for the successful implementation of section 18 of this Act during the biennium beginning July 1, 2025, and ending June 30, 2027.

SECTION 17. AMENDMENT. Subsection 1 of section 10-30.5-02 of the North Dakota Century Code is amended and reenacted as follows:

1. It is the purpose of this chapter to create a statewide nonprofit development corporation that will have the authority to take equity positions in, to provide loans to, ~~or~~ to form a management and operations entity, and to use other innovative financing mechanisms to provide capital for new or expanding businesses in this state, or relocating businesses to this state. The corporation's principal mission is the development and expansion of primary sector business in this state. The corporation may form additional corporations, limited liability companies, partnerships, joint ventures, or other forms of business associations in order to further its mission of primary sector economic development.

SECTION 18. AMENDMENT. Subsection 5 of section 54-58-03 of the North Dakota Century Code is amended and reenacted as follows:

5. The compact may not authorize gaming to be conducted by an Indian tribe at any off-reservation location not permitted under a tribal-state gaming compact in effect on August 1, 1997, except that in the case of the tribal-state gaming compact between the Turtle Mountain Band of Chippewa and the state, gaming may be conducted on land within Rolette County held in trust for the Band by the United States government

which was in trust as of the effective date of the Indian Gaming Regulatory Act of 1988 [Pub. L. 100-497; 102 Stat. 2467; 25 U.S.C. 2701 et seq.] and on the following described real property situated within Grand Forks County, North Dakota, if approved by the secretary of the interior under the Indian Gaming Regulatory Act of 1988 [Pub. L. 100-497; 102 Stat. 2467; 25 U.S.C. 2701 et seq.]:

a. The south five and one-half acres of the east sixty-four acres of the northeast quarter, section thirty, township one hundred fifty-one, range fifty;

b. The west ninety-six acres of the northeast quarter of section thirty, township one hundred fifty-one, range fifty; and

c. The north fifty-eight and one-half acres of the east sixty-four acres of the northeast quarter of section thirty, township one hundred fifty-one, range fifty, except the north seven hundred ten and seventy-seven one-hundredths feet of the east six hundred forty-three and one-half feet thereof and except that part of the northeast quarter of the northeast quarter of section thirty, township one hundred fifty-one, range fifty west of the fifth principal meridian, described as follows: beginning at the northeast corner of section thirty; thence south zero degrees zero minutes zero seconds west, assumed bearing, along the east line of section thirty a distance of eight hundred and sixty and seventy-seven one-hundredths feet; thence south eighty-nine degrees thirty-six minutes zero seconds west seven hundred and three and one-half feet; thence north zero degrees zero minutes zero seconds east eight hundred and sixty and seventy-seven one-hundredths feet to the north line of section thirty; thence north eighty-nine degrees thirty-six minutes zero seconds east, along the north line of said section thirty, a distance of seven hundred and three and one-half feet to the point of beginning.

SECTION 19. A new section to chapter 54-60 of the North Dakota Century Code is created and enacted as follows:

Reporting requirements - Budget section - Grant programs.

The department shall compile a report regarding grant programs administered by the department, excluding federally funded programs, to be provided semiannually to the budget section. The report must include the following for each grant program:

1. The purpose of the grant program;
2. Funding history;
3. The number of days the grant application was open to applicants;
4. The name of each grant recipient and the amount of each grant award; and
5. The distribution date of grant funds or the anticipated distribution date of grant funds.

SECTION 20. AMENDMENT. Section 54-60-09 of the North Dakota Century Code is amended and reenacted as follows:

54-60-09. Division of workforce development - Duties - Report.

The division of workforce development shall:

1. Actively monitor local, regional, and national private and public workforce development initiatives.
2. Develop and implement the state's talent strategy.
3. Develop and ~~implement a statewide intelligence coordination strategy~~continually refine the state workforce mission, vision, and strategies.
4. Conduct regular employer talent and skills supply and demand studies, the results of which must be reported to a standing committee of each house of the legislative assembly as determined by the legislative management during each regular legislative session.

SECTION 21. AMENDMENT. Section 54-60-19 of the North Dakota Century Code is amended and reenacted as follows:

54-60-19. Division of workforce development - Talent strategy - Performance and accountability - Report.

1. The division of workforce development, in developing and implementing the state's talent strategy, shall:
 - a. ~~Consult with partners in the state's system for workforce development, workforce training, and talent attraction~~Collect data on all workforce programs administered by state agencies, including job service North Dakota, the department of career and technical education, the superintendent of public instruction, the state board of higher education, the department of health and human services, and other divisions of the department of commerce, to determine standard measurements of success and to compile and analyze the program data in a report to be

provided to a standing committee of each house of the legislative assembly as determined by the legislative management during each regular legislative session.

- b. Develop a comprehensive, consolidated biennial statewide strategic plan for the state's system for workforce development, workforce training, and talent attraction.
- c. Continuously review, identify how to improve, and implement improvements to the state's system for workforce development, workforce training, and talent attraction.
- d. ~~Develop linkages between partners of the state's system for workforce development, workforce training, and talent attraction, to assure coordination and nonduplication of programs and services provided in the state~~Review all workforce development programs administered by state agencies for the coordination and prevention of duplication of workforce development services.

- 2. The division of workforce development shall develop and implement a system of performance and accountability measures for the state's system for workforce development, workforce training, and talent attraction. Each partner of the state's system for workforce development, workforce training, and talent attraction shall cooperate in providing the division the data necessary to implement these measures.

SECTION 22. AMENDMENT. Section 54-60-28 of the North Dakota Century Code is amended and reenacted as follows:

54-60-28. Uncrewed aircraft systems program - Report to legislative management.

1. The department may operate and administer an uncrewed aircraft systems test site, contingent upon receiving official designation by the federal aviation administration. The department may cooperate and contract with the university of North Dakota, the North Dakota aeronautics commission, the adjutant general, and other public or private entities as determined by the commissioner in the operation and administration of the test site. The department may charge fees sufficient to operate the test site. The department shall, to the extent possible, use competitive bidding in the operation and administration of the test site. The commissioner may charter a public corporation to operate the test site. The corporation must possess all of the powers of a business

corporation consistent with this chapter. The department shall report to the legislative management semiannually on the status of the program.

2. In administering the uncrewed aircraft systems program, the uncrewed aircraft systems test site established in subsection 1 may:

a. Enter contracts and agreements with public, private, and nonprofit organizations for projects, activities, and research topics, and for the operation and management of a public-private partnership under chapter 48-02.1;

b. Enter partnerships, limited liability companies, joint ventures, or other contractual arrangements with private businesses for the purpose of business or industrial development; and

c. Adopt policies governing ownership or transfer of ownership rights and distribution of income that may be derived from an invention or discovery resulting from research or employment in the uncrewed aircraft systems test site.

SECTION 23. AMENDMENT. Section 54-60-29 of the North Dakota Century Code is amended and reenacted as follows:

54-60-29. Uncrewed aircraft systems program fund - Continuing appropriation.

1. There is created in the state treasury a special fund known as the uncrewed aircraft systems fund, which may be used to defray the expenses of the:

- a. Operations of an uncrewed aircraft systems test site officially designated by the federal aviation administration;
- b. Beyond visual line of sight uncrewed aircraft system program; and
- c. Enhanced use lease grant program.

2. The fund consists of fees, royalties, gifts, grants, devises, bequests, donations, assignments, and other revenue collected for the administration of the test site and federal and other funds appropriated by the legislative assembly. All moneys in the fund are appropriated to the department of commerce on a continuing basis for the purpose of defraying the expenses of the programs identified in subsection 1. Interest earned on moneys in the fund must be credited to the fund.

SECTION 24. AMENDMENT. Section 54-60-29.1 of the North Dakota Century Code is amended and reenacted as follows:

**54-60-29.1. Beyond visual line of sight uncrewed aircraft system program -
Requirements - Report to legislative management.**

The department may establish and administer a beyond visual line of sight uncrewed aircraft system program for the design, purchase, implementation, and operating costs of a beyond visual line of sight uncrewed aircraft system. The department may enter contracts, agreements, and contractual arrangements and adopt policies related to the beyond visual line of sight uncrewed aircraft system program in the same manner authorized for the uncrewed aircraft system program under section 54-60-28. The department shall require any entity receiving funding for this program which is operating the beyond visual line of sight uncrewed aircraft system to provide quarterly payments to the state treasurer based on a fee structure determined by the commissioner. The state treasurer shall deposit any funds received under this section in the state general fund. The department shall provide semiannual reports to the legislative management regarding the development of the beyond visual line of sight uncrewed aircraft system program and the total amount deposited by the state treasurer in the state general fund.

SECTION 25. AMENDMENT. Section 54-60-31 of the North Dakota Century Code is amended and reenacted as follows:

54-60-31. ~~Office of legal immigration~~ Global talent office - Duties.

There is created ~~an office of legal immigration~~ a global talent office within the department of commerce. Employees of the ~~office of legal immigration~~ global talent office report to the commissioner. The ~~office of legal immigration~~ global talent office:

1. Shall develop and implement a statewide strategy to support businesses in recruiting and retaining foreign labor, including immigrants already in the United States and integration of immigrants into the state to promote economic opportunities for immigrant communities.
2. Shall advise and make recommendations to the governor, legislative assembly, and state agencies regarding immigrant integration and foreign labor issues.
3. Shall develop a pilot program to support businesses pursuing or employing legal immigrants and to support communities to develop immigration integration plans and activities.

4. May contract with other state agencies to develop and administer programs or services related to immigration integration and access to basic needs that promote entrance and movement throughout the workforce.

5. May contract with an organization with expertise related to the goals of the ~~office of~~ legal immigration global talent office.

SECTION 26. AMENDMENT. Section 3 of chapter 51 of the 2023 Session Laws is amended and reenacted as follows:

**SECTION 3. LINE OF CREDIT - THEODORE ROOSEVELT PRESIDENTIAL
LIBRARY PROJECT.**

1. The Bank of North Dakota shall extend a line of credit not to exceed ~~\$70,000,000~~ \$20,000,000 to the parks and recreation department for the period beginning with the effective date of this Act, 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.
2. The parks and recreation department may use the funds borrowed through the line of credit to support activities related to the Theodore Roosevelt presidential library project. The parks and recreation department shall require any entity receiving funds under this section to repay the funds to the department, including accrued interest.
3. The parks and recreation department may accept funds from participating entities and shall use the funds to repay the line of credit. If the amounts available are not anticipated to be sufficient to repay the line of credit by June 30, 2027, the department shall request a deficiency appropriation from the legislative assembly to repay the line of credit.
4. The department shall develop guidelines and rules for the use and repayment of this funding.

SECTION 27. AMENDMENT. Subsection 13 of section 9 of House Bill No. 1019, as approved by the sixty-ninth legislative assembly, is amended and reenact as follows:

13. The sum of ~~\$70,000,000~~ \$20,000,000 appropriated from special funds derived from a Bank of North Dakota line of credit for the Theodore Roosevelt presidential library project in subdivision 1 of section 1 of chapter 51 of the 2023

Session Laws, which may be used only for providing reimbursement of construction costs associated with building the Theodore Roosevelt presidential library, including fixtures, furnishings, exhibit structures, supplies, and materials.

SECTION 28. EXEMPTION - UNEXPENDED APPROPRIATIONS. The following appropriations are not subject to the provisions of section 54-44.1-11 and any unexpended funds from these appropriations may be continued into the biennium beginning July 1, 2025, and ending June 30, 2027:

1. The sum of \$3,000,000 appropriated from federal COVID-19 funds for the community development block grant program in section 1 of chapter 27 of the 2021 Session Laws and continued into the 2023-25 biennium in section 29 of chapter 18 of the 2023 Session Laws.
2. The sum of \$56,234,176 appropriated from federal COVID-19 funds for the state small business credit initiative program in section 2 of chapter 28 of the 2021 Session Laws and continued into the 2023-25 biennium in section 29 of chapter 18 of the 2023 Session Laws.
3. The sum of \$15,000,000 appropriated from the federal state fiscal recovery fund for the workforce development incentive grant program in subsection 38 of section 1 of chapter 550 of the 2021 Special Session Session Laws and continued into the 2023-25 biennium in section 29 of chapter 18 of the 2023 Session Laws.
4. The sum of \$5,000,000 appropriated from the federal state fiscal recovery fund for the technical skills training grant program in subsection 39 of section 1 of chapter 550 of the 2021 Special Session Session Laws and continued into the 2023-25 biennium in section 29 of chapter 18 of the 2023 Session Laws.
5. The sum of \$28,500,000 appropriated from the general fund for workforce programs, of which \$12,000,000 was for workforce talent attraction initiative operating expenses, \$12,500,000 was for workforce investment program grants, \$2,000,000 was for technical skills training grants, and \$2,000,000 was for new Americans workforce development and training grants, in section 1 of chapter 18 of the 2023 Session Laws.
6. The sum of \$25,000,000 appropriated from the strategic investment and improvements fund for the tourism destination development initiative in section 1 of chapter 18 of the 2023 Session Laws.

- 1 7. The sum of \$10,000,000 appropriated from the strategic investment and
- 2 improvements fund for the enhanced use lease grant program in section 1 of
- 3 chapter 18 of the 2023 Session Laws.
- 4 8. The sum of \$120,000,000 appropriated from federal funds for weatherization and
- 5 energy assistance programs in section 1 of chapter 18 of the 2023 Session Laws.
- 6 9. The sum of \$2,150,000 appropriated from the general fund for discretionary funds in
- 7 section 1 of chapter 18 of the 2023 Session Laws.
- 8 10. The sum of \$3,258,084 appropriated from federal funds for heating, furnace, and
- 9 cooling assistance grants in section 1 of chapter 18 of the 2023 Session Laws.
- 10 11. The sum of \$14,081,719 appropriated from federal funds for energy conservation
- 11 assistance grants in section 1 of chapter 18 of the 2023 Session Laws.
- 12 12. The sum of \$1,550,000 appropriated from federal funds for the parks and recreation
- 13 program in section 1 of chapter 18 of the 2023 Session Laws, which may be used for
- 14 operating expenses of the program.
- 15 13. The sum of \$572,143 appropriated from federal funds for the state small business
- 16 credit initiative program in section 1 of chapter 18 of the 2023 Session Laws.
- 17 14. The sum of \$948,467, of which \$740,956 is from the general fund and \$207,511 is
- 18 from the economic development fund, for the entrepreneurship grants and vouchers
- 19 program in section 1 of chapter 18 of the 2023 Session Laws.
- 20 15. The sum of \$2,000,000 appropriated from the general fund for the office of legal
- 21 immigration in section 1 of chapter 639 of the 2023 Special Session Session Laws.

SECTION 29. EMERGENCY. The following are declared to be an emergency measure:

1. \$3,000,000 appropriated from the general fund for the operation intern program in section 1 of this Act;
2. \$16,000,000 appropriated from the strategic investment and improvements fund for an uncrewed aerial vehicle replacement program in section 1 of this Act;
3. Section 14 of this Act.

STATEMENT OF PURPOSE OF AMENDMENT:**Senate Bill No. 2018 - Summary of House Action**

	Base Budget	Senate Version	House Changes	House Version
Department of Commerce				
Total all funds	\$86,890,454	\$147,911,374	\$53,574,286	\$201,485,660
Less estimated income	53,344,371	106,214,707	53,375,000	159,589,707
General fund	\$33,546,083	\$41,696,667	\$199,286	\$41,895,953
FTE	62.80	61.80	4.00	65.80
Attorney General				
Total all funds	\$0	\$0	\$250,000	\$250,000
Less estimated income	0	0	250,000	250,000
General fund	\$0	\$0	\$0	\$0
FTE	0.00	0.00	0.00	0.00
Dept. of Career and Technical Education				
Total all funds	\$0	\$0	\$250,000	\$250,000
Less estimated income	0	0	250,000	250,000
General fund	\$0	\$0	\$0	\$0
FTE	0.00	0.00	0.00	0.00
Bill total				
Total all funds	\$86,890,454	\$147,911,374	\$54,074,286	\$201,985,660
Less estimated income	53,344,371	106,214,707	53,875,000	160,089,707
General fund	\$33,546,083	\$41,696,667	\$199,286	\$41,895,953
FTE	62.80	61.80	4.00	65.80

Senate Bill No. 2018 - Attorney General - House Action

	Base Budget	Senate Version	House Changes	House Version
Autonomous technology grants			\$250,000	\$250,000
Total all funds	\$0	\$0	\$250,000	\$250,000
Less estimated income	0	0	250,000	250,000
General fund	\$0	\$0	\$0	\$0
FTE	0.00	0.00	0.00	0.00

Department 125 - Attorney General - Detail of House Changes

	Adds One- Time Funding for Autonomous Technology Grants ¹	Total House Changes
Autonomous technology grants	\$250,000	\$250,000
Total all funds	\$250,000	\$250,000
Less estimated income	250,000	250,000
General fund	\$0	\$0
FTE	0.00	0.00

¹ One-time funding of \$250,000 is appropriated from the strategic investment and improvements fund (SIIF) to the Attorney General for autonomous technology grants. A section is added to the bill to provide the Attorney General may require grant recipients to provide \$1 of matching funds from nonstate sources for every \$4 provided by the state. The Attorney General is required to report to the Legislative Management during the 2025-26 interim regarding the status of the grants.

Senate Bill No. 2018 - Dept. of Career and Technical Education - House Action

	Base Budget	Senate Version	House Changes	House Version
Autonomous technology grants			\$250,000	\$250,000
Total all funds	\$0	\$0	\$250,000	\$250,000
Less estimated income	0	0	250,000	250,000
General fund	\$0	\$0	\$0	\$0
FTE	0.00	0.00	0.00	0.00

Department 270 - Dept. of Career and Technical Education - Detail of House Changes

	Adds One- Time Funding for Autonomous Technology Grants ¹	Total House Changes
Autonomous technology grants	\$250,000	\$250,000
Total all funds	\$250,000	\$250,000
Less estimated income	250,000	250,000
General fund	\$0	\$0
FTE	0.00	0.00

¹ One-time funding of \$250,000 is appropriated from SIIF to the Department of Career and Technical Education for autonomous technology grants. A section is added to the bill to provide the department may require grant recipients to provide \$1 of matching funds from nonstate sources for every \$4 provided by the state. The department is required to report to the Legislative Management during the 2025-26 interim regarding the status of the grants.

Senate Bill No. 2018 - Department of Commerce - House Action

	Base Budget	Senate Version	House Changes	House Version
Salaries and wages	\$15,785,306	\$17,508,362	\$189,286	\$17,697,648
New and vacant FTE pool		582,600		582,600
Operating expenses	19,462,643	28,672,666	(1,990,000)	26,682,666
Grants	47,636,118	88,382,315	40,375,000	128,757,315
Childrens education science center grant			10,000,000	10,000,000
Discretionary funds	2,150,000	2,150,000		2,150,000
Workforce programs		8,000,000	5,000,000	13,000,000
Entrepreneurship grants and vouchers	948,467	1,707,511		1,707,511
Partner programs	907,920	907,920		907,920
Total all funds	\$86,890,454	\$147,911,374	\$53,574,286	\$201,485,660
Less estimated income	53,344,371	106,214,707	53,375,000	159,589,707
General fund	\$33,546,083	\$41,696,667	\$199,286	\$41,895,953
FTE	62.80	61.80	4.00	65.80

Department 601 - Department of Commerce - Detail of House Changes

	Restores Funding for an FTE Position ¹	Adds FTE Positions ²	Adds One- Time Funding for Operating and Grants ³	Adds Contingent Funding for Children's Education Science Center Grants ⁴	Total House Changes
Salaries and wages	\$189,286				\$189,286
New and vacant FTE pool					
Operating expenses	10,000		(\$2,000,000)		(1,990,000)
Grants			40,375,000		40,375,000
Childrens education science center grant				\$10,000,000	10,000,000
Discretionary funds					
Workforce programs			5,000,000		5,000,000
Entrepreneurship grants and vouchers					
Partner programs					
Total all funds	\$199,286	\$0	\$43,375,000	\$10,000,000	\$53,574,286
Less estimated income	0	0	43,375,000	10,000,000	53,375,000
General fund	\$199,286	\$0	\$0	\$0	\$199,286
FTE	1.00	3.00	0.00	0.00	4.00

¹ Funding of \$199,286 from the general fund for 1 undesignated FTE position that was removed by the Senate is restored by the House, including \$189,286 for salaries and wages and \$10,000 for operating expenses.

² The House amendment adds 3 FTE positions as ongoing positions that were previously authorized for the 2023-25 biennium as one-time FTE positions as a result of \$120 million of one-time federal funding becoming available for weatherization and energy programs from the Infrastructure Investment and Jobs Act and Inflation Reduction Act. The funding for the positions is included in a separate section of the bill authorizing the Department of Commerce an exemption to continue unspent federal funding from the \$120 million appropriated for the 2023-25 biennium into the 2025-27 biennium. The Senate added the exemption section but not the FTE positions.

³ One-time funding from the strategic investment and improvements fund (SIIF) is adjusted as follows:

	<u>SIIF</u>
Reduces funding for tourism marketing awareness operating expenses to provide a total of \$5 million. The Senate added \$7 million for this program.	(\$2,000,000)
Adds funding for an uncrewed aerial vehicle replacement grant program. The Senate did not add funding for this program.	16,000,000
Adds funding for tourism destination development grants to provide a total of \$25 million. The Senate added \$20 million for this program.	5,000,000
Adds funding for uncrewed aircraft system (UAS) grants. The Senate did not add funding for this program.	1,000,000
Adds funding for beyond visual line of sight UAS grants to provide a total of \$20 million. The Senate added \$10 million for this program.	10,000,000
Adds funding for autonomous agriculture grants to provide a total of \$10 million. The Senate added \$5 million for this program.	5,000,000
Adds funding for a Native American small business grant. The Senate provided this funding as part of the \$2,150,000 from the general fund in the base budget for discretionary funds.	600,000
Adds funding for a historic theater restoration grant. This funding is also included in House Bill No. 1018 (2025).	1,100,000
Adds funding for a historic opera house restoration grant. This funding is also included in House Bill No. 1018 (2025).	250,000
Adds funding for a historic theater improvement grant. This funding is also included in House Bill No. 1018 (2025).	250,000
Adds funding for a Medora transportation improvement grant. This funding is also included in House Bill No. 1018 (2025).	1,000,000
Adds funding for a community hall grant. The Senate did not provide funding for this grant.	175,000
Adds funding for the find the good life initiative. The Senate did not add funding for this program.	<u>5,000,000</u>
Total	\$43,375,000

⁴ One-time funding of \$10 million is appropriated in a separate section from SIIF for providing grants of up to \$5 million to support the construction of children's education science centers in cities in the state with a population of at least 50,000 residents. The funding is available only if oil and gas tax revenue allocations to SIIF exceed \$410 million during the 2025-27 biennium.

Senate Bill No. 2018 - Other Changes - House Action

This amendment also:

- Adds a section to appropriate \$10 million of one-time funding from SIIF to the Department of Commerce for providing grants of up to \$5 million each to support the construction of children's education science centers in cities in the state with a population of at least 50,000 residents. The funding is available only if oil and gas tax revenue allocations to SIIF exceed \$410 million during the 2025-27 biennium.
- Adds a section to provide for a \$25 million transfer from SIIF and a \$25 million transfer from Bank of North Dakota profits to the Theodore Roosevelt presidential library and museum endowment fund. The moneys can be transferred only to the extent a private entity involved with a presidential library and museum in the state has secured matching funds from nonstate sources on a \$1 for \$1 basis for deposit in the endowment fund. The Senate did not add funding for this purpose.
- Amends a section to provide for a transfer of \$10 million from SIIF to the legacy investment for technology (LIFT) fund. The Senate provided for a \$5 million transfer from SIIF to the LIFT fund.
- Amends a section to provide the North Dakota Development Fund may use funding transferred from SIIF for non-primary sector business activities and for grants only to the extent an eligible organization has secured matching funds from nonstate sources on a dollar-for-dollar basis.
- Adds a section to authorize the Department of Commerce to borrow up to \$75 million through a Bank of North Dakota line of credit to be transferred to the North Dakota Development Fund.
- Amends a section identifying \$96,375,000 appropriated in Section 1 from SIIF. The Senate appropriated \$53,000,000 in Section 1 from SIIF.
- Adds a section identifying \$16 million appropriated in Section 1 from SIIF for an uncrewed aerial vehicle replacement program and requirements of the program. The Senate did not include this section.

- Amends a section added by the Senate regarding tribally controlled community college grants.
- Removes a section added by the Senate that provided of the \$2.15 million appropriated from the general fund for discretionary funds, \$600,000 must be used for a Native American small business grant. The House appropriated the \$600,000 for the program from SIIF.
- Adds a section to require the Department of Commerce to conduct an infrastructure study related to the authorization of gaming in Grand Forks County.
- Amends North Dakota Century Code Section 10-30.5-02 to allow the North Dakota Development Fund to form a management and operations entity and to be able to enter joint ventures.
- Adds a section to amend Subsection 5 of Section 54-58-03 related to the tribal-state gaming compact to allow gaming in Grand Forks County.
- Adds a section to amend Section 54-60-09 to provide the Workforce Development Division continually refine the state workforce mission, vision, and strategies, and to conduct regular employer talent and skills supply and demand studies.
- Adds a section to amend Section 54-60-19 to provide the Workforce Development Division must collect data on all workforce programs administered by state agencies.
- Adds a section to amend Section 54-60-28 to provide the Northern Plains Unmanned Aircraft System Test Site authority to enter contracts for the UAS program.
- Adds a section to amend Section 54-60-29 to clarify the sources of funding that can be deposited in the UAS fund.
- Adds a section to amend Section 54-60-29.1 to provide the Northern Plains Unmanned Aircraft System Test Site authority to enter contracts for the beyond visual line of sight UAS program.
- Amends Section 54-60-31 to rename the Office of Legal Immigration as the Global Talent Office. The Senate amended the section to rename the Office of Legal Immigration as the Office of Global Talent.
- Amends Section 3 of Chapter 51 of the 2023 Session Laws to provide the 2023-25 biennium Bank of North Dakota line of credit provided to the Parks and Recreation Department for the Theodore Roosevelt Presidential Library project is authorized for \$20 million instead of \$70 million.
- Amends Subsection 13 of Section 9 of House Bill No. 1019 (2025) to provide an exemption to authorize the Parks and Recreation Department to continue \$20 million instead of \$70 million from the 2023-25 biennium Bank of North Dakota line of credit for the Theodore Roosevelt Presidential Library into the 2025-27 biennium.
- Amends a subsection of the exemption section of the bill to clarify funding for the parks and recreation program can be used for operating expenses of the program.
- Adds a new subsection to the exemption section of the bill to provide the department an exemption for any unspent funding for the entrepreneurship grants and vouchers program.
- Adds a section to provide the \$3 million appropriated in Section 1 from the general fund for the operation intern program, the \$16 million of one-time funding appropriated in Section 1 from SIIF for an uncrewed aerial vehicle replacement program, and Section 14, emergency measures.