Prepared by the Legislative Council staff for
Conference Committee
April 26, 2013

PROPOSED AMENDMENTS TO ENGROSSED SENATE BILL NO. 2019

That the House recede from its amendments as printed on pages 1314-1317 of the Senate Journal and pages 1379-1382 of the House Journal and that Engrossed Senate Bill No. 2019 be amended as follows:

Page 1, line 2, remove "to amend and reenact sections 52-08-09, 52-08-10, and"

Page 1, remove line 3

Page 1, line 4, remove "requirements; and"

Page 1, line 4, after "section" insert "; and to provide borrowing authority to Williston state college"

Page 1, replace lines 14 through 23 with:

"Salaries and wages	$4,362,974	$306,969	$4,669,943
Accrued leave payments	0	96,477	96,477
Operating expenses	1,253,339	0	1,253,339
Grants	29,025,000	1,878,698	30,903,698
Grants - postsecondary	357,452	490,000	847,452
Adult farm management	749,802	0	749,802
Workforce training	3,000,000	1,000,000	4,000,000
Total all funds	$38,748,567	$3,772,144	$42,520,711
Less estimated income	10,766,888	(479,093)	10,287,795
Total general fund appropriation	$27,981,679	$4,251,237	$32,232,916
Full-time equivalent positions	27.50	(0.50)	27.00"

Page 2, remove lines 1 through 31

Page 3, replace lines 1 through 4 with:

"**SECTION 2. ONE-TIME FUNDING - EFFECT ON BASE BUDGET - REPORT TO SIXTY-FOURTH LEGISLATIVE ASSEMBLY.** The following amounts reflect the one-time funding items approved by the sixty-second legislative assembly for the 2011-13 biennium and the 2013-15 one-time funding items included in the appropriation in section 1 of this Act:

One-Time Funding Description	2011-13	2013-15
Workforce training	$0	$1,000,000
Total general fund	$0	$1,000,000

The 2013-15 one-time funding amounts are not a part of the entity's base budget for the 2015-17 biennium. The state board for career and technical education shall report to the appropriations committees of the sixty-fourth legislative assembly on the use of this one-time funding for the biennium beginning July 1, 2013, and ending June 30, 2015."

Page 3, remove lines 12 through 15

Page 3, line 18, replace "$300,000" with "$150,000"

Page 3, after line 22, insert:

"**SECTION 5. WORKFORCE TRAINING GRANTS - MATCHING REQUIREMENT.** The workforce training line item in section 1 of this Act includes the sum of $1,000,000 from the general fund for workforce training grants to the trainND program for the purchase of appropriate equipment specific to each of the four quadrant's workforce training needs. Prior to awarding a grant from these funds, the state board for career and technical education shall verify that the grant recipient has available matching funds from private industry equal to the state grant award, for the biennium beginning July 1, 2013, and ending June 30, 2015.

SECTION 6. BORROWING AUTHORITY - APPROPRIATION - WILLISTON STATE COLLEGE - WORKFORCE TRAINING PROJECT. Williston state college may borrow the sum of $2,500,000, or so much of the sum as may be necessary, from the Bank of North Dakota, under the terms and conditions as determined by the Bank of North Dakota, for the workforce training facility project, for the biennium beginning July 1, 2013, and ending June 30, 2015. The proceeds of the loan authorized in this section are appropriated to Williston state college for the purpose of constructing a workforce training facility for the biennium beginning July 1, 2013, and ending June 30, 2015."

Renumber accordingly

STATEMENT OF PURPOSE OF AMENDMENT:

Senate Bill No. 2019 - Summary of Conference Committee Action

	Executive Budget	Senate Version	Conference Committee Changes	Conference Committee Version	House Version	Comparison to House
Williston State College						
Total all funds	$0	$0	$2,500,000	$2,500,000	$2,500,000	$0
Less estimated income	0	0	2,500,000	2,500,000	2,500,000	0
General fund	$0	$0	$0	$0	$0	$0
Dept. of Career and Technical Education						
Total all funds	$41,124,457	$44,531,146	($2,010,435)	$42,520,711	$41,069,457	$1,451,254
Less estimated income	10,290,485	13,290,619	(3,002,824)	10,287,795	10,285,770	2,025
General fund	$30,833,972	$31,240,527	$992,389	$32,232,916	$30,783,687	$1,449,229
Bill total						
Total all funds	$41,124,457	$44,531,146	$489,565	$45,020,711	$43,569,457	$1,451,254
Less estimated income	10,290,485	13,290,619	(502,824)	12,787,795	12,785,770	2,025
General fund	$30,833,972	$31,240,527	$992,389	$32,232,916	$30,783,687	$1,449,229

Senate Bill No. 2019 - Williston State College - Conference Committee Action

	Executive Budget	Senate Version	Conference Committee Changes	Conference Committee Version	House Version	Comparison to House
Capital assets			$2,500,000	$2,500,000	$2,500,000	
Total all funds	$0	$0	$2,500,000	$2,500,000	$2,500,000	$0
Less estimated income	0	0	2,500,000	2,500,000	2,500,000	0
General fund	$0	$0	$0	$0	$0	$0
FTE	0.00	0.00	0.00	0.00	0.00	0.00

Department No. 229 - Williston State College - Detail of Conference Committee Changes

	Adds Funding for Workforce Training Facility[1]	Total Conference Committee Changes
Capital assets	$2,500,000	$2,500,000
Total all funds	$2,500,000	$2,500,000
Less estimated income	2,500,000	2,500,000
General fund	$0	$0
FTE	0.00	0.00

[1] A section is added authorizing Williston State College to borrow up to $2.5 million from the Bank of North Dakota and appropriates the loan proceeds for the construction of a workforce training facility. The House also added this section.

Senate Bill No. 2019 - Dept. of Career and Technical Education - Conference Committee Action

	Executive Budget	Senate Version	Conference Committee Changes	Conference Committee Version	House Version	Comparison to House
Salaries and wages	$4,860,166	$4,866,855	($196,912)	$4,669,943	$4,568,689	$101,254
Operating expenses	1,253,339	1,253,339		1,253,339	1,253,339	
Grants	30,903,698	30,803,698	100,000	30,903,698	30,903,698	
Grants - Postsecondary	357,452	1,257,452	(410,000)	847,452	497,452	350,000
Adult farm management	749,802	749,802		749,802	749,802	
Workforce training	3,000,000	5,600,000	(1,600,000)	4,000,000	3,000,000	1,000,000
Accrued leave payments			96,477	96,477	96,477	
Total all funds	$41,124,457	$44,531,146	($2,010,435)	$42,520,711	$41,069,457	$1,451,254
Less estimated income	10,290,485	13,290,619	(3,002,824)	10,287,795	10,285,770	2,025
General fund	$30,833,972	$31,240,527	$992,389	$32,232,916	$30,783,687	$1,449,229
FTE	27.00	27.00	0.00	27.00	27.00	0.00

Department No. 270 - Dept. of Career and Technical Education - Detail of Conference Committee Changes

	Adjusts State Employee Compensation and Benefits Package[1]	Provides Separate Line Item for Accrued Leave Payments[2]	Reduces Funding for STEM Programs[3]	Changes Funding for Additional Workforce Training Grants[4]	Increases Funding to New and Expanding Programs[5]	Reduces the Funding for STEM Network[6]
Salaries and wages	($100,435)	($96,477)				
Operating expenses						
Grants					100,000	
Grants - Postsecondary			(150,000)			(260,000)
Adult farm management						
Workforce training				(1,600,000)		
Accrued leave payments		96,477				
Total all funds	($100,435)	$0	($150,000)	($1,600,000)	$100,000	($260,000)
Less estimated income	(2,824)	0	0	(2,600,000)	0	(400,000)
General fund	($97,611)	$0	($150,000)	$1,000,000	$100,000	$140,000
FTE	0.00	0.00	0.00	0.00	0.00	0.00

	Total Conference Committee Changes
Salaries and wages	($196,912)
Operating expenses	
Grants	100,000
Grants - Postsecondary	(410,000)
Adult farm management	
Workforce training	(1,600,000)
Accrued leave payments	96,477
Total all funds	($2,010,435)
Less estimated income	(3,002,824)
General fund	$992,389
FTE	0.00

[1] This amendment adjusts the state employee compensation and benefits package as follows:

- Reduces the performance component from 3 to 5 percent per year to 3 to 5 percent for the first year of the biennium and 2 to 4 percent for the second year of the biennium.
- Reduces the market component from 2 to 4 percent per year to 1 to 2 percent per year for employees below the midpoint of their salary range.
- Reduces funding for retirement contribution increases to provide for a 1 percent state and 1 percent employee increase beginning in January 2014 and no increase in January 2015.

[2] A portion of salaries and wages funding from the general fund ($81,028) and from other funds ($15,449) for permanent employees' compensation and benefits is reallocated to an accrued leave payments line item for paying annual leave and sick leave for eligible employees.

[3] This amendment reduces the funding added by the Senate for science, technology, engineering, and mathematics (STEM) programs to provide a total of $150,000. The Senate provided $300,000 for STEM programs; the House removed this funding.

[4] This amendment changes the funding source of the additional workforce training grants added by the Senate and reduces the total funding to provide an additional $1 million, all of which is from the general fund, to provide a total of $4 million. A section has been added to the bill requiring each workforce training quadrant to provide a dollar-for-dollar match from private industry in order to qualify for the grant from the additional $1 million. The Senate added $2.6 million, all of which was from the strategic investment and improvements fund. The House removed this funding. The executive budget included $3 million for workforce training grants. The additional $1 million provided for workforce training grants is one-time funding.

[5] This amendment provides additional funding to the new and expanding programs to provide a total of $700,000, all of which is from the general fund, the same as the House version. The Senate did not change the executive recommendation.

[6] Adjusts STEM funding to provide a total of $300,000, including the $160,000 from the general fund appropriated in House Bill No. 1228 which has been approved by both chambers, and changes the funding source from the strategic investment and improvements fund to the general fund. The same as the House version.

This amendment also:

- Removes Sections 2, 3, and 4 added by the Senate which changed the Workforce Training Board reporting requirements from the State Board of Higher Education to the State Board for Career and Technical Education.