

Department of Transportation - Budget No. 801
 House Bill No. 1012
 Base Level Funding Changes

	Executive Budget Recommendation			House Version				
	FTE Positions	General Fund	Other Funds	Total	FTE Positions	General Fund	Other Funds	Total
2023-25 Biennium Base Level	982.00	\$0	\$1,495,514,727	\$1,495,514,727	982.00	\$0	\$1,495,514,727	\$1,495,514,727
2023-25 Ongoing Funding Changes								
Cost to continue salary increases, including cost to continue 2021-23 equity adjustments			\$9,903,727	\$9,903,727			\$9,903,727	\$9,903,727
Salary increase			13,726,830	13,726,830			10,268,264	10,268,264
Health insurance increase			5,030,586	5,030,586			5,146,310	5,146,310
Base budget adjustments, including adjustments to federal funding levels			7,415,879	7,415,879			7,415,879	7,415,879
State funded transportation program			115,000,000	115,000,000			0	0
New FTE positions	29.00		5,444,921	5,444,921	16.00		3,146,926	3,146,926
Federal matching funds (MV excise tax)							169,250,000	169,250,000
Total ongoing funding changes	29.00	\$0	\$156,521,943	\$156,521,943	16.00	\$0	\$205,131,106	\$205,131,106
One-Time Funding Items								
Federal matching funds one-time, including SILF		\$100,000,000	\$73,736,663	\$173,736,663			\$0	\$0
Federal discretionary funds, including SILF match			516,263,337	516,263,337			490,000,000	490,000,000
State-funded transportation program (SILF)		25,000,000		25,000,000			115,000,000	115,000,000
Roadway information management system project		6,250,000		6,250,000			6,250,000	6,250,000
Door security		865,000		865,000			865,000	865,000
Automated vehicle location		2,010,000		2,010,000			2,010,000	2,010,000
Contingent Highway 85 loan							50,000,000	50,000,000
Short line railroad programs (SILF)							8,000,000	8,000,000
Northern Red River flood projects study (SILF)							5,000,000	5,000,000
Contingent loan - flood projects							20,000,000	20,000,000
Rural transit programs							1,250,000	1,250,000
Total one-time funding changes	0.00	\$134,125,000	\$590,000,000	\$724,125,000	0.00	\$10,375,000	\$688,000,000	\$698,375,000
Total Changes to Base Level Funding	29.00	\$134,125,000	\$746,521,943	\$880,646,943	16.00	\$10,375,000	\$893,131,106	\$903,506,106
2023-25 Total Funding	1,011.00	\$134,125,000	\$2,242,036,670	\$2,376,161,670	998.00	\$10,375,000	\$2,388,645,833	\$2,399,020,833
<i>Federal funds included in other funds</i>			\$1,219,302,445				\$1,218,905,109	
<i>Total ongoing changes as a percentage of base level</i>	3.0%		10.5%	10.5%	1.6%		13.7%	13.7%
<i>Total changes as a percentage of base level</i>	3.0%		49.9%	58.9%	1.6%		59.7%	60.4%

Other Sections in Department of Transportation - Budget No. 801

Executive Budget Recommendation	House Version
Line item transfers	Section 3 would authorize the Department of Transportation to transfer funds between the salaries and wages, operating, capital assets, and grants budget line items when it is cost-effective for the construction and maintenance of highways. The department must report transfers to the Office of Management and Budget.
Exemption - State highway investments	Section 4 would provide that \$503,115,558 appropriated in the capital assets line item of House Bill No. 1012 (2015), relating to enhanced state highway investments, is exempt from North Dakota Century Code Section 54-44.1-11 and may be continued into the 2023-25 biennium.
Additional income appropriation	Section 5 would appropriate any additional federal or other funds available to the Department of Transportation during the 2023-25 biennium.
Contingent loan authorization	Section 7 would allow the Department of Transportation to borrow up to \$50 million from the Bank of North Dakota to match \$50 million of federal funds.
Contingent loan authorization	Not included.
Strategic investment and improvements fund	Section 6 would identify \$300 million from the strategic investment and improvements fund to be used to match federal highway funding.
Rural transit funding	Not included.
Rest area and visitor center construction	Section 18 would authorize the Department of Transportation to construct a rest area and visitor center in western North Dakota utilizing appropriations from the state highway fund.
Motor vehicle excise tax allocations	The executive budget recommends an amendment to Senate Bill No. 2015 to deposit 25 percent of motor vehicle excise tax collections into the highway fund the 1st year of the 2023-25 biennium and 50 percent of collections during the 2nd year of the biennium.
Amendment - 2021-23 biennium township funding allocation	Not included.
Amendment - 2021-23 biennium appropriation authority	Section 20 would amend an appropriation section from the 2021 legislative session to remove the requirements provided for the use of funding received from bond proceeds.
Exemptions	Sections 8 through 17 would provide exemptions for various road and infrastructure projects.
Emergency clause	Not included.
Line item transfers	Section 3 authorizes the Office of Management and Budget to transfer funds between the salaries and wages, operating, capital assets, and grants budget line items as requested by the Department of Transportation when it is cost-effective for the construction and maintenance of highways. The department must report transfers to the Legislative Council.
Exemption - State highway investments	Not included.
Additional income appropriation	Not included.
Contingent loan authorization	Section 4 allows the Department of Transportation to borrow up to \$50 million from the Bank of North Dakota to match federal grant funds received for Highway 85 projects.
Contingent loan authorization	Section 5 allows the Department of Transportation to borrow up to \$20 million from the Bank of North Dakota for northern Red River valley flood projects.
Strategic investment and improvements fund	Section 6 identifies \$328 million from the strategic investment and improvements fund to match federal discretionary funds (\$200 million), for a state flexible transportation fund (\$115 million), for the short line railroad program (\$8 million), and for a flood projects study (\$5 million).
Rural transit funding	Section 7 provides guidelines for the distribution of \$1.25 million of additional rural transit funding.
Rest area and visitor center construction	Section 8 authorizes the Department of Transportation to construct a rest area and visitor center in western North Dakota utilizing appropriations from the state highway fund.
Motor vehicle excise tax allocations	Section 9 amends Section 57-40.3 to deposit 50 percent of motor vehicle excise tax collections in the highway fund. Section 13 provides an effective date for the deposit of collections.
Amendment - 2021-23 biennium township funding allocation	Section 10 amends an appropriation section from the 2021 legislative session to allow townships to access road and bridge project funding.
Amendment - 2021-23 biennium appropriation authority	Section 11 amends an appropriation section from the 2021 legislative session to remove the requirements provided for the use of funding received from bond proceeds.
Exemptions	Section 12 provide exemptions for various road and infrastructure projects.
Emergency clause	Section 14 provides an emergency clause for Sections 10 and 11 which amend 2021 session law.