

PROPOSED AMENDMENTS TO HOUSE BILL NO. 1010

Page 1, line 2, after "arts" insert "; to provide for transfers; and to provide an exemption"

Page 1, replace lines 9 through 17 with:

"

| | <u>Base Level</u> | <u>Adjustments or Enhancements</u> | <u>Appropriation</u> |
|--------------------------------|-------------------|--|----------------------|
| Salaries and wages | \$1,082,619 | \$217,183 | \$1,299,802 |
| Operating expenses | 286,545 | 544,048 | 830,593 |
| Grants | <u>2,082,524</u> | <u>272,818</u> | <u>2,355,342</u> |
| Total all funds | \$3,451,688 | \$1,034,049 | \$4,485,737 |
| Less estimated income | <u>1,788,922</u> | <u>91,078</u> | <u>1,880,000</u> |
| Total general fund | \$1,662,766 | \$942,971 | \$2,605,737 |
| Full-time equivalent positions | 5.00 | 1.00 | 6.00 |

SECTION 2. ONE-TIME FUNDING - EFFECT ON BASE BUDGET - REPORT TO THE SIXTY-NINTH LEGISLATIVE ASSEMBLY. The following amounts reflect reflect the one-time funding items approved by the sixty-seventh legislative assembly for the 2021-23 biennium and the 2023-25 one-time funding items included in the appropriation in section 1 of this Act:

| <u>One-Time Funding Description</u> | <u>2021-23</u> | <u>2023-25</u> |
|-------------------------------------|----------------|----------------|
| New full-time equivalent position | \$0 | \$2,500 |
| Accrued leave payouts | 0 | 106,430 |
| Strategic planning consultant | 0 | 40,000 |
| Arts across the prairie initiative | 0 | 100,000 |
| Information technology equipment | <u>0</u> | <u>10,000</u> |
| Total general fund | \$0 | \$258,930 |

The 2023-25 biennium one-time funding amounts are not a part of the entity's base budget for the 2025-27 biennium. The council on the arts shall report to the appropriations committees of the sixty-ninth legislative assembly on the use of this one-time funding for the biennium beginning July 1, 2023, and ending June 30, 2025."

Page 1, after line 20, insert:

"SECTION 4. APPROPRIATION - GIFTS, GRANTS, AND BEQUESTS. All gifts, grants, devises, bequests, donations, and assignments received by the council on the arts and deposited with the state treasurer pursuant to section 55-01-04 are appropriated to the council on the arts for the purposes provided in section 54-54-06, for the biennium beginning July 1, 2023, and ending June 30, 2025.

SECTION 5. EXEMPTION - LINE ITEM TRANSFERS - REPORT. Notwithstanding section 54-16-04, the director of the office of management and budget shall transfer funds between line items in section 1 of this Act as requested by the council on the arts. The council on the arts shall notify the legislative council of any transfer made pursuant to this section. The council on the arts shall report to the budget section after June 30, 2024, any transfer made in excess of \$50,000 and to the

appropriations committees of the sixty-ninth legislative assembly regarding any transfers made pursuant to this section."

Renumber accordingly

STATEMENT OF PURPOSE OF AMENDMENT:

House Bill No. 1010 - Council on the Arts - House Action

| | Base Budget | House Changes | House Version |
|------------------------|--------------------|--------------------|--------------------|
| Salaries and wages | \$1,082,619 | \$217,183 | \$1,299,802 |
| Operating expenses | 286,545 | 544,048 | 830,593 |
| Grants | 2,082,524 | 272,818 | 2,355,342 |
| Total all funds | \$3,451,688 | \$1,034,049 | \$4,485,737 |
| Less estimated income | 1,788,922 | 91,078 | 1,880,000 |
| General fund | \$1,662,766 | \$942,971 | \$2,605,737 |
| FTE | 5.00 | 1.00 | 6.00 |

Department 709 - Council on the Arts - Detail of House Changes

| | Adjusts Funding for Base Payroll Changes ¹ | Adds Funding for Salary and Benefit Increases ² | Adds Administrative Assistant FTE Position ³ | Adjusts Operating Funding ⁴ | Increases Funding for Grants ⁵ | Adds One-Time Funding ⁶ |
|------------------------|---|--|---|--|---|------------------------------------|
| Salaries and wages | \$17,703 | \$86,504 | \$6,546 | | | \$106,430 |
| Operating expenses | | | 8,000 | \$383,548 | | 152,500 |
| Grants | | | | | \$272,818 | |
| Total all funds | \$17,703 | \$86,504 | \$14,546 | \$383,548 | \$272,818 | \$258,930 |
| Less estimated income | (70,000) | 0 | 0 | (3,500) | 164,578 | 0 |
| General fund | \$87,703 | \$86,504 | \$14,546 | \$387,048 | \$108,240 | \$258,930 |
| FTE | 0.00 | 0.00 | 1.00 | 0.00 | 0.00 | 0.00 |

| | Total House Changes |
|------------------------|---------------------|
| Salaries and wages | \$217,183 |
| Operating expenses | 544,048 |
| Grants | 272,818 |
| Total all funds | \$1,034,049 |
| Less estimated income | 91,078 |
| General fund | \$942,971 |
| FTE | 1.00 |

¹ Funding is adjusted for base payroll changes, including the cost to continue 2021-23 biennium salary increases.

² The following funding is added for 2023-25 biennium salary adjustments of 4 percent on July 1, 2023, and 4 percent on July 1, 2024, and increases in health insurance premiums from \$1,429 to \$1,648 per month:

| <u>General Fund</u> | |
|---------------------------|----------|
| Salary increase | \$54,936 |
| Health insurance increase | 31,568 |
| Total | \$86,504 |

³ Funding of \$14,546 is added from the general fund for 1 FTE administrative assistant position, including the removal of \$122,446 for temporary salaries.

⁴ Funding for operating expenses is adjusted as follows:

| | <u>General Fund</u> | <u>Other Funds</u> | <u>Total Funds</u> |
|--|---------------------|--------------------|--------------------|
| Inflationary increases and restoration of operating reductions | \$87,048 | | \$87,048 |
| Contracted exhibition coordinator | 24,000 | | 24,000 |
| Arts across the prairie initiative | 193,000 | | 193,000 |
| IT software and supplies | 51,400 | | 51,400 |
| Marketing | 15,000 | | 15,000 |
| Accessibility improvements | 16,600 | | 16,600 |
| Operating fees and services | 0 | (3,500) | (3,500) |
| Total | \$387,048 | (\$3,500) | \$383,548 |

⁵ Funding is increased for grants, including \$113,535 for arts education grants and \$159,283 for other grants.

⁶ One-time funding from the general fund is added as follows:

| | <u>General Fund</u> |
|------------------------------------|---------------------|
| New FTE costs | \$2,500 |
| Accrued leave payouts | 106,430 |
| Strategic planning consultant | 40,000 |
| Arts across the prairie initiative | 100,000 |
| Information technology equipment | <u>10,000</u> |
| Total one-time funding | \$258,930 |

This amendment also adds sections to:

- Appropriate all income from gifts, grants, devises, bequests, donations, and assignments received by the Council on the Arts.
- Allow for the transfer of funding between line items as requested by the Council on the Arts.

