

2019 SENATE APPROPRIATIONS

SB 2018

2019 SENATE STANDING COMMITTEE MINUTES

Appropriations Committee Harvest Room, State Capitol

SB 2018
1/11/2019
Job # 30677

- Subcommittee
 Conference Committee

Committee Clerk: Rose Laning

Explanation or reason for introduction of bill/resolution:

A bill to provide an appropriation for defraying the expenses of the state historical society.

Minutes:

Testimony Attached # 1 - 2

Legislative Council: Chris Kadrmaz
OMB: Stephanie Gullickson

Chairman Holmberg: Called to order the hearing on SB 2018. All members were present. Monday is the deadline for putting bills into appropriation. Get your appropriation bill or ideas to the Legislative Council over the weekend. After the hearing today, you'll get the summary sheet.

The sub-committee will be **Senators Erbele, Krebsbach and Mathern.**

Claudia Berg, Director, State Historical Society of North Dakota
Testimony Attached # 1.

(21:04) Chairman Holmberg: Did you get an opportunity to see "They Shall Not Grow Old"? It is digitized, colored documentary about WWI veterans. They did lip reading to tell what the soldiers were actually saying. It will be shown on January 21 on 1:00 & 7:00.

Claudia Berg: Our next big initiative in programming is a yearlong celebration of the women's suffrage movement. There is a state wide organization, formulating programming that is going to connect up with the national on that. So instead of a separate website, they will be using the national website. That is all in development as we speak. I wanted to comment on our audiences too. We have specific programming that reaches pre-K, K-12, the college level, and families, life-long learners as well as the tourists from across the country and world. We reach many different audiences. Since April 20, 2014, we have greeted 1,074,228 visitors to the Heritage Center alone. With that comes some wear and tear on the building. One of our budget requests was funding to replace the chairs in the auditorium that are original to the building.

(23:55) Senator Robinson: I have noticed that over the last number of years, since the addition there has been more and more activities and social events at the Atrium. Do you track how many events you have on an annual basis? The only comment I hear is that some

folks would like different hours for the gift store so it would be open when events are held?
How many events do we have in a year?

Claudia Berg: We can have 3-4 events every week in the evening. Those are all rentals which is all income for us. That money goes back to the replacing the equipment, tables and chairs and those types of things.

Senator Grabinger: On the friend's groups – was it a suggestion from the governor on the 1-1 match? When did this happen? Can you elaborate on that?

Claudia Berg: It was laid out in governor's budget. We asked for \$1M and \$500,000 was need to be raised by friend's groups. It would be a challenge.

Chairman Holmberg: I have seen a number of receptions in Atrium, but typically, a number will serve adult beverages. However, those can't be served until after 5:00. Is that a state law or is that your rule?

Claudia Berg: Any private event in any of those public spaces is after 5:00 so it doesn't interfere with the visitor experience. That might not include luncheons or meetings, but they are at the other end of the building. If alcohol is served, it is the licensed vendor conducting the beverages.

Senator Erbele: Some of the sites out there have asked about serving adult beverages at their sites when they have events. What would need to take place to make that happen?

Claudia Berg: We can do that, but a licensed vendor would be required to serve after hours. It would be a licensed vendor serving the adult beverages in the Heritage Center.

The other statistic I would like to comment on under visitor services. If you tally up all those numbers, you see we reach over 1.6 million people every biennium. Our services go wide and deep.

In embracing technology, we have had two very big initiatives. Preservica is a program that we purchased and it is to handle all the digital records that are coming in from the state. Everything now is converting to digital from paper. It was a huge undertaking to master that challenge because things were coming in all different programs and formats. We are getting them digitized and making them available. We're about to launch the website to make all that information available as well.

The other is a program for our collections in the rediscovery program. This has been a huge consumption of time for our staff because they had to convert all the paper records into this digital format. We are about to launch that to make the collection records available on our website so that artifacts, archival material and archaeology – three different collecting areas that are handled differently. Now there will be a cohesive web based opportunity for research within the agency for researchers coming to the agency to do research projects or papers as well as the public interested in collections from their family or potential genealogy opportunities.

In 2015, there was short paper that was launched that was History Relevance – the Value of History. I wanted to highlight a few of those points because it really drives home what our mission is. History is the foundation for strong vibrant communities. A place becomes a community when wrapped in human memory. History is the catalyst for economic growth. Communities with cultural heritage institutions, and a strong sense of historical character attract talent, increase tourism revenue and enhance local economies. History helps people envision a better future and it inspires leaders. History saved and preserved is the foundation for future generations. By preserving authentic and meaningful documents, artifacts, images, stories, and places, future generations have a foundation on which to build and know what it means to be a member of a community. These points articulate what our new vision is and it allows us to continue to inspire, discovery and open minds, to help shape the future for vibrant communities and young people across the state.

32:20 Senator Robinson: We remember the struggle to get the new addition years ago. This committee and the senate dug in and didn't back off and were finally successful. This is a beautiful facility and asset to the State of North Dakota.

Chairman Holmberg: The committee should remember the lawsuit is part of a different bill. It's in the deficiency appropriation bill. That is not part of our discussion here. We will have that coming up one of these days next week.

(35:00) Andrea Wike, Assistant Director, State Historical Society of North Dakota
Testimony Attached # 2
More specific budget numbers.

(39:25) Chairman Holmberg: Is this attachment listed by priority order or as needed?

Andrea Wike: It is not in any order. They are just needed projects. On page twelve - attachment three, that is where the governor's budget request was addressed. He had proposed reducing salaries and three FTE positions and temporary positions, but in the executive recommendation, it was given back to us.

Continued to read numbers and statistics from the attachments pages.

(42:56) Senator Mathern: Was there any discussion with OMB or the governor's office about placing the grants for the Theodore Roosevelt Presidential Library within your department rather than commerce?

Andrea Wike: No.

Senator Robinson: Is there a way to help raise money for these projects? (He told about Giving Hearts Day which was a successful event.) With new tax legislation, there are more challenges for charitable organizations in realizing the tax benefits.

Senator Krebsbach: How many seats are there in the auditorium that need to be replaced?

Andrea Wike: There are 276 chairs.

Senator Krebsbach: Have you got that down to a cost per seat so that you could send out a plea to members to “buy a seat” campaign? That has been successful at a lot of places.

Andrea Wike: We can look at that.

Senator Grabinger: Who is serving on the sub-committee?

Chairman Holmberg: The sub-committee will be Senators Erbele, Krebsbach and Mathern.

Senator Oehlke: The Theodore Roosevelt Library for the Medora area – if this is a reality to be in your budget, would it become the responsibility of the State Historical Society? Or would that be a total separate entity that would not require ongoing funding?

Claudia Berg: Some of the money they are looking to raise is for an endowment to operate.

Senator Oehlke: Would it be under your preview?

Claudia Berg: No. It would not be part of the State Historical Society. It is a private 501©3. We’ve been working with them as advisors in their development of the proposed building and programming, but it would not be part of the State Historical Society.

Chairman Holmberg: When you see the numbers in the House, and the popular press is talking \$150M, that is not for a structure. There are endowments, and other things to run it. It’s a different entity. It’s in the Commerce budget, right now.

Everyone received the summary sheet.

Chairman Holmberg: Closed the hearing on SB 2018.

2019 SENATE STANDING COMMITTEE MINUTES

Appropriations Committee Harvest Room, State Capitol

SB 2018
1/23/2019
Job # 31279

- Subcommittee
 Conference Committee

Committee Clerk: Rose Laning / Marne Johnson

Explanation or reason for introduction of bill/resolution:

AN ACT to provide an appropriation for defraying the expenses of the state historical society; and to provide for a report to the legislative assembly.

Minutes:

No Attachments

SB 2018 – Historical Society (sub-committee: Erbele, Krebsbach, Mathern)

- \$500,000 in private funds to support historic sites. Heavy lift for local & friend's groups.
- Whitestone Battlefield Monument – more fitting monument for Native Americans – revisit & hoping for \$200,000
- Need \$260,000 – Comstock litigation (legal fees)
- SB 2146 Pioneer Village location. Are they asking to build turnkey museum? New building would not be part of the emergency.

SB 2019 – Parks and Recreation (sub-committee: Sorvaag, Bekkedahl, Mathern)

- Request for \$5M for the Peace Gardens – Canada hasn't contributed much.
- \$1.8 capital projects
- Line item transfer
- Dept manages a lot of land that produces oil revenue. Does the law allow them to put that into their budget and use it? Are we evading the legacy trust fund because it's being sent directly to the agency?

SB 2020 – Water Commission (sub-committee: Lee, Sorvaag, Robinson)

- Hold off on anything with Fargo Diversion – meet with them tomorrow
- New money available for projects with January revenue forecast - \$350.7M.

- Requests were \$700M.
- Governor's recommendations to be added to the executive budget – Authorizes the agency to transfer money between lines (line item transfer). Section 5
- Different purposes of how water is allocated.
- Amount of money being carried over and not being used. \$308.3M carryover

SB 2021 – Workforce Safety and Insurance (sub-committee: Oehlke, Hogue, Grabinger)

- Coverage for volunteer firemen – would like to see in separate bill for policy
- WSI could do better job of letting people know how much coverage they have.
- Shifting 12 FTEs to IT
- Process used in independent reviews – are suspect.

SB 2022 – Retirement and Investment Office (sub-committee: Poolman, Wanzek, Robinson)

- Software Update

SB 2023 – NDPERS (sub-committee: Krebsbach, Poolman, Robinson)

- Restore the program for an FTE at \$186,000
- Discontinuing 2 program areas in order to meet 90% budget reduction, but recommend that at least one be restored and ½ of funding they requested be restored.
- Have some temporary help & dollars restored
- Maybe a self-funded plan.
- Governor's health insurance plan proposal for 3 different options.
- Pension plan recovery

SB 2024 – Deficiency (sub-committee: Dever, Lee, Mathern)

- The legislature has moved away from wanting to pay back DAPL loan.

2019 SENATE STANDING COMMITTEE MINUTES

Appropriations Committee
Harvest Room, State Capitol

SB 2018
1/28/2019
Job # 31610

Subcommittee
 Conference Committee

Committee Clerk: Rose Laning/ Meghan Pegel

Explanation or reason for introduction of bill/resolution:

A bill to provide an appropriation for defraying the expenses of the state historical society.

Minutes:

Testimony Attached # 1 – 2.

Legislative Council: Chris Kadrmaz
OMB: Larry Martin

Chairman Erbele called the sub-committee to order on SB 2018. **Senator Krebsbach** and **Senator Mathern** were also present.

Claudia Berg, Director, State Historical Society

Senator Erbele: It seemed like the biggest concern during your testimony was the need to raise the \$500,000 instead of matching.

Berg: Yes, that would definitely keep projects moving. We're always working with our friend's groups to raise money and oftentimes it's in kind types of matches unless it's a specific project.

Senator Erbele: That cut came via the executive recommendation.

Berg: Correct.

Andrea Wike, Assistant Director, State Historical Society

Senator Erbele: Of the sites, are there some in better shape than others? Do you have a formula where you distribute proportionately to everyone?

Wike: It's been based on an ongoing list of improvements. Fort Totten has 18 buildings, so we've been trying to fix them up. There are numerous buildings that we would like to upgrade and use. This year we had the AmeriCorps. We applied for a grant and had AmeriCorps come and they cleaned up the gymnasium up at Fort Totten. Now it can be used for events and such, but there are still improvements needed on the interior.

Berg: It's cyclical with painting buildings, roof repairs and that sort of thing. We have a system going where those that are identified for re-shingling and painting are those that are do up and things like historic structures and stone walls, there's always repairs needed. Over time, weather conditions can play into that as well. At the Chateau and Fort Totten, the way soil has settled, there is water running towards foundations now. That's creating problems and if we can get some of those preventative things taken care of, that will resolve some long-term issues with foundations.

Senator Mathern: Do all of these places where there is maintenance required, do they all have a friend's groups or are some of them out there alone?

Berg: Several of them have friends group. Abercrombie used to have a had friends group but they've kind of aged out. There really isn't an active group there any longer. The Chateau has a couple people acting as a friends group, but it's really where they host special events more than fundraise or anything like that. The friends group that is up at Fort Buford and at the Confluence center is the 6th infantry reenactment group. They're a group that does more programing in the summer and not a fundraising kind of group. They do raise funds for their own activities, the encampment that they do every summer. Pembina does not have a friends group. Camp Hancock just developed one. Those are probably the big ones that don't have a friends group.

Senator Mathern: I'm surprised about Chateau. What about the Theodore Roosevelt Foundation? They aren't part of encouraging it? They use it dramatically. It's part of their promotion.

Berg: That's a separate entity and there's partnerships as well. Last summer they took care of all of the maintenance on the De Mores park that is in the center of the community that we did not have the funds to do so. They maintained that free of charge for us in partnership to use it for programming. It's that kind of relationship.

Senator Mathern: Should we put money into helping you to start friends groups? It seems like every one of these should have a friends group. It would seem like there would be friends groups but maybe somebody has to be staffed to help them get going and maintain them.

Berg: In many cases, there have been active friends groups and it's just the size of the community and the region is the challenge on several of them. Communities are shrinking. With the Welk's site, there's a newly established friends group that's been officially going for about a year. It's a small group but it's growing and supported by Tri-county Tourism Alliance which is a larger group. The site is considered one of the anchor sites, so there's a symbiotic relationship with other organizations.

Senator Mathern: Do you have a staffed person designated to support and develop friends groups for each site?

Berg: No, not for each site. We have two regional managers who oversee working with all the friends groups in their two distinct areas of the state.

Senator Erbele: Friends groups kind of develop out of the grassroots from local people in saying "I like this, what can I do to help". As you stated earlier, it's not that they have the ability to give a lot of dollars and donations, but they do like to work there and give kind donations. I think that would be true for most of them.

Berg: That is true. Most are from the area and help with programming. Typically, they have one large event every year that they participate in. They donate water and food and help staff for one or two events in the summer time.

Senator Erbele: That does cut down on staff you would have to hire.

Berg: Absolutely, and they are our connection out in those communities as well. It's just the challenge of many of them being very rural. The dynamics of the communities are growing older for the most part. That's part of what we're also working on with our ND Studies Initiative is to work with the area schools, teachers and students partly to ND Studies but also then trying to partner them with some of our sites and with area schools to create that next generation or two of those volunteers and support network for our sites.

Senator Erbele: What are the sources of some of the grant dollars?

Wike: We have donation boxes at our sites and museums. We get memorials and honorariums that come in through our offices.

Senator Erbele: Is it a significant amount?

Wike: Typically, not. We do have five endowments, however, and we are investing them in CDs. We haven't been making much on our CDs, so we're trying to find ways that we can increase our investment.

Berg: Currently all of the revenue we do get off of those CDs are just going back in trying to grow those. They're modest, but we're hoping sometime in the future that that can provide some revenue for some programming. They are for specific sites and activities, they're all specified endowments.

Wike: Back to friends groups, we had groups in the past couple biennia that had raised quite a bit of money for Fort Totten and the Stutsman County Courthouse. They did a great job raising the funds, however if they're continuously having to raise high amounts, it's tough on the groups.

Berg: They're burned out and that really worked their communities and now those communities are onto other fundraising efforts for other organizations as well.

(11:20) Senator Krebsbach: In regard to your FTEs, did the governor include the 3 that you wanted? You were at 72 and were looking for 3 additional.

Berg: He put them back in.

Senator Krebsbach: What about your part-time employees?

Berg: Getting the temporary salary money restored is very important. All of our historic sites run on temporary employment in those summer months. We have several at the Heritage Center as well. It's a pretty important funding source to keep programming operating and even for the safety and security at the sites.

Wike: The governor restored the temporary too.

Senator Erbele: On the back of the green sheet, it removes ongoing funding for extraordinary repairs. Where does that short change you then if we take that away? What are extraordinary repairs?

Larry Martin, OMB

Martin: The amount that we annually give for the extraordinary repairs that would show up in the ongoing funding, we up it in the one-time funding as an optional package. We did include the 303 and it makes up part of that historic re-site repairs line for extraordinary items. That \$1.05M, part of that \$500,000 of general funds is the 303 ongoing extraordinary repair monies.

Senator Erbele: so that falls under general fund under that. So it's a matter of moving the fund from one slot to another one.

Martin: Correct.

Senator Mathern: Why did you change it from ongoing funding to one-time funding?

Martin: We found in some of the budgets that the agencies were getting the money as one-time repairs but they weren't actually spending it on one-time repairs, so we took a different track on how we were appropriating them out. We had a discussion that those monies weren't being spent by all the agencies when it was ongoing like that.

Senator Erbele: We're adding funding for Microsoft Office 365 licensing expenses of \$55,000. Is that licensing individual employees within the agency? Does every employee need that license?

Martin: Yes, that's for 75 licenses. It depends on how many people have "nd.gov" access. Temporary employees may have access to the state system as well. For example, at OMB, some of our facility janitors also have nd.gov so they can come in and put in their timesheets.

Senator Erbele: Is this a new program we're going to that we need the licensing? Is this a one-time cost?

Martin: This will be annual cost. Part of the Office 365 suite deals with cybersecurity measures and puts additionally security in place. Currently it's in the ITD budget, but agencies that are going to participate in the program we also give the funding for the additional license. If the license would cover a service they're already getting, they get a credit back for that portion.

Berg: I would like to comment on the request for the Cultural Heritage Grant program that we had to cut. That was a wonderful program in that it reached state wide communities. We'd like to use part of that to reestablish with our county and local historical societies a grant program but then use part of it again for the ND Studies and establish grants and working with schools, teachers and county and local museums to use that ND Studies that has been heavily invested in over the last several biennia. We want to take that product and get it out so the 4th and 8th graders across the state get solid use out of it.

Senator Erbele: And what are we talking about in terms of dollars on the Cultural Heritage Grant?

Berg: We requested \$500,000, but we didn't get anything.

Senator Krebsbach: What about the travelling exhibits? Do we have enough in that for this session?

Berg: Our travelling exhibits program we did away with a couple biennia ago because we didn't have the resources to maintain it. We do have the suitcases yet; those are still a part of our program. We've rebranded them "the North Dakota studies trunks", but those are all still available and being used by schools. That is covered in our requests.

Senator Erbele: As far as the situation with the Ward County Museum and moving that Pioneer village, you have no relationship with that organization?

Berg: No other than we've just been a supportive organization and are willing to assist as a pass-through for the requested funds.

Wike: One other thing that was taken out of our executive budget recommendation was \$160,000 for chairs of which \$32,000 would be met by our foundation. Those auditorium chairs have been in place since 1981.

Senator Erbele: Of the \$160,000, you have \$32,000 so we're looking at \$128,000?

Berg: Correct. And I will add that we're losing business because of those chairs. TED X, a huge program for us, is looking for another venue because there have been too many complaints about the chairs in the auditorium.

Senator Mathern: Is that a bid number already? Did you bid those chairs?

Berg: We have done some research on that. It's close. We also want to replace the carpeting in there because other than on the steps themselves, that carpet is original as well. That and getting railings all the way down to the first row, but that's an inclusive number for the project.

Senator Erbele: We had talked two biennia ago with the Whitestone situation. We had dollars in there didn't we?

Berg: Yes, there was some money for planning.

Senator Erbele: and that never got used?

Berg: It was when some of the cuts were starting to come so that was money available that we had to turn back.

Senator Erbele: With last session, there were too many conflicts for that to even be visited. At this point I think we need to begin the healing process and talk about the Whitestone Hill Monument. Since we last visited about it, has it all been shelved or are there still project pieces that we can pick up and ready?

(21:30) Scott Davis, Commissioner, North Dakota Department of Indian Affairs (see attachment #1)

Scott Davis: We have a master plan for Whitestone Hill. The plan is still relevant today; it's just a matter of revisiting that plan then adding some more appropriations to that. The form I handed out talks about how to utilize dollars from the state, private and tribal and matching. I think if we do it that way I think we can have some success in getting a multi buy-in from the tribes and private people. If the committee is open to taking the lead on the challenge of funding this much needed, overdue project, I think that would be good. We've been working on this area for a long time. This place is definitely a place of remembrance considering what happened back in 1863 when anywhere from 100-300 of my ancestors were massacred. We have plenty of artists from our state who would love to build some type of monument that commemorates what had happened there many years ago.

Senator Erbele: You have no preliminary design concept? No one has done any work on that?

Davis: No.

Senator Erbele: Would this involve more than one tribe? Who would you envision being contributors?

Davis: I think tribes from Standing Rock, Sisseton, Spirit Lake and Shakopee would have really high, invested interest in this.

Senator Erbele: There would be descendants of these people in all of those areas?

Davis: Yes, direct descendants. We have some private partners as well that have done some work around there. We've done a great a working model when it comes to energy projects. We can put a matching type of system in place if and when the state would allocate some dollars for it.

Senator Erbele: There was actual photos of the Calvary Memorial and showing the Native Memorial, the difference there. Are those photos still available?

Berg: Yes, I'll send them. There are also links to some other memorials that have been done around the country so there are some ideas that we can start with then evolve it into what's appropriate for our specific site.

Senator Mathern: Who is the Whitestone Hill advisory committee?

Davis: Basically that committee is comprised of Claudia and I, Fern Swenson, and also Dr. Erich Longie from Spirit Lake, John Eagle from Standing Rock, Tamara St. John, Diane Dozier from Sisseton. We meet on a lot of different things, but they're all in tune about what this means and what we've been through the last number of years (**see attachment #2**).

Senator Erbele: There is a Whitestone group there as well. I've been in meetings with those folks. They're made up of people in the local area, Ellendale and even across the line of South Dakota. Are they called a friends group? I know they work with some of the school activities.

Berg: There is a very dedicated friends group for Whitestone. Some of them have also been identified as part of the group to discuss it. They have a vested interest in the site; I think they would be very supportive of the project. Our Education day that happens every fall is their big, annual event.

Senator Mathern: Could we ask Scott to work with our staff to come up with an amendment of \$200,000 with a match provision that we could look at during our next meeting? I can't imagine doing anything that's of significance for \$100,000. I would imagine it would have to be in the \$200,000 range.

Senator Erbele: What would be a realistic cost? We don't want to be cheap but we need to stay respectful of the dollars as well.

Davis: There is a magic number of \$200,000 – 300,000 that would give a very strong, meaningful monument for that area. Knowing some of the artists around here, I think that's a lot of money. For them to construct a monument of such would be good, but I think the magic number would be anywhere from \$200-300,000. I put \$100,000 down there to get the ball rolling. I know there's a lot of support in the tribes.

Senator Erbele: Do you envision it being a steel structure similar to what we see around the capitol ground?

Davis: Yes, I envision a big, steel, concrete structure to withstand the Prairie winds. Part of the appropriation is the planning process. The cost of the Heritage Center for us to go places to convene. There's going to be some cost for those meetings. We'll need to pay for travel and so forth.

Senator Erbele: We'll work on that amendment.

Senator Mathern: We should have an amendment regarding seats in the auditorium too.

Senator Erbele: Do you fundraise? The \$32,000 you had wasn't done that way I'm assuming?

Berg: No. There's potential for other fundraising that our foundation could look at working with a company that makes or sells those chairs. We can look at some kind of donation as well, but we've not gone there yet. That kind of restricts us to what they have available and we want to make sure we get the right chair for the needs and the quality that has another 30-year life to it.

Senator Erbele: We'll have at least one more meeting to talk about the amendments.

Senator Mathern: What about one regarding the maintenance? Do we feel there would be enough as they moved it from ongoing to one-time funding?

Senator Erbele: We'll close the meeting for today and think about all of these factors.

Senator Erbele ends the discussion on SB 2018.

2019 SENATE STANDING COMMITTEE MINUTES

Appropriations Committee
Harvest Room, State Capitol

SB 2018
2/8/2019
JOB # 32425

Subcommittee
 Conference Committee

Committee Clerk Signature Alice Delzer

Explanation or reason for introduction of bill/resolution:

A Subcommittee hearing for the State Historical Society (SHS)

Minutes:

!. Proposed Amendment # 19.0231.01001 2.Colored copy of SB 2018
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Senator Erbele called the Subcommittee to order on SB 2018 at 8:00 am in the Harvest Room. All members were present: Senator Erbele, Chair., Chris Kadrmas, Legislative Council and Adam Mathiak, Legislative Council and Larry Martin, OMB were also present.

Chris explained Attachment # 1, Amendment # 19. 0231.01001. He then submitted Attachment # 2, the colored version of SB 2018 and explained the changes and section 5 concerning the Whitestone Hill Native Memorial.

Senator Mathern: moved the amendment. 2nd by Senator Krebsbach.

A Roll Call vote was taken. Yea: 3; Nay: 0; Absent: 0.

Senator Erbele Thank you to the committee and Chris, thank you for your work. We appreciate it very much. The meeting was adjourned on SB 2018.

2019 SENATE STANDING COMMITTEE MINUTES

Appropriations Committee
Harvest Room, State Capitol

SB 2018
2/8/2019
JOB # 32430

- Subcommittee
 Conference Committee

Committee Clerk: Alice Delzer

Explanation or reason for introduction of bill/resolution:

A BILL for an Act to defray the expenses of State Historical Society (Do Pass as Amended)

Minutes:

1. Proposed Amendment # 19.0231.01001 2. Christmas tree version of the bill
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Chairman Holmberg: opened the hearing on SB 2018. All committee members were present except Senator Gary Lee. Adam Mathiak, Legislative Council and Larry Martin, OMB were also present.

Senator Erbele: Provided Attachment # 1, Proposed Amendment # 19.0231.01001 and Attachment # 2, Christmas Tree version of the bill. He explained the changes in the bill and the amendment. **(4.56)**

Senator Erbele moved the Amendment. 2nd by Senator Mathern. Voice vote carried.

Senator Erbele: Moved a Do Pass as Amended. 2nd by Senator Mathern.

Chairman Holmberg: Call the roll on a Do Pass as Amended.

A Roll Call vote was taken. Yea: 13; Nay: 0; Absent:1. Senator Erbele will carry the bill.

the hearing was closed on SB 2018.

PROPOSED AMENDMENTS TO SENATE BILL NO. 2018

Page 1, line 2, after "society" insert "; and to provide for a report to the legislative assembly"

Page 1, replace lines 10 through 20 with:

	<u>Base Level</u>	<u>Adjustments or Enhancements</u>	<u>Appropriation</u>
Salaries and wages	\$13,595,892	\$655,962	\$14,251,854
Operating expenses	3,885,894	55,691	3,941,585
Capital assets	1,747,653	1,037,889	2,785,542
Grants	600,000	0	600,000
Exhibits	0	372,000	372,000
Cultural heritage grants	<u>0</u>	<u>20,000</u>	<u>20,000</u>
Total all funds	\$19,829,439	\$2,141,542	\$21,970,981
Less estimated income	<u>3,155,795</u>	<u>321,858</u>	<u>3,477,653</u>
Total general fund	\$16,673,644	\$1,819,684	\$18,493,328
Full-time equivalent positions	75.00	0.00	75.00"

Page 1, line 21, after "FUNDING" insert "- REPORT"

Page 1, line 22, after "biennium" insert "and the 2019-21 biennium one-time funding items included in the appropriation in section 1 of this Act"

Page 2, replace lines 2 and 3 with:

"Double Ditch historic site repairs	\$1,000,000	\$0
Historic site and extraordinary repairs	0	1,000,000
Exhibit and collections care	0	372,000
Auditorium chairs	0	160,000
Whitestone hill native memorial	<u>0</u>	<u>400,000</u>
Total all funds	\$1,000,000	\$1,932,000
Less estimated income	<u>1,000,000</u>	<u>285,000</u>
Total general fund	\$0	\$1,647,000

The 2019-21 biennium one-time funding amounts are not a part of the entity's base budget for the 2019-21 biennium. The state historical society shall report to the appropriations committees of the sixty-seventh legislative assembly on the use of this one-time funding for the biennium beginning July 1, 2019, and ending June 30, 2021."

Page 2, after line 12, insert:

"SECTION 5. WHITESTONE HILL NATIVE MEMORIAL - MATCHING FUNDS.

Of the funds appropriated in the capital assets line item in section 1 of this Act, \$200,000 from the general fund and \$200,000 from other funds is for the Whitestone hill native memorial. The state historical society may spend \$25,000 of the general fund appropriation after June 30, 2019, for the planning and design of a Whitestone hill native memorial and the state historical society may spend, on a dollar-for-dollar matching basis from other nonstate funds, the remaining \$175,000 from the general fund for the biennium beginning July 1, 2019, and ending June 30, 2021."

Renumber accordingly

2023

STATEMENT OF PURPOSE OF AMENDMENT:

Senate Bill No. 2018 - State Historical Society - Senate Action

	Base Budget	Senate Changes	Senate Version
Salaries and wages	\$13,595,892	\$655,962	\$14,251,854
Operating expenses	3,885,894	55,691	3,941,585
Capital assets	1,747,653	1,037,889	2,785,542
Grants	600,000		600,000
Exhibits		372,000	372,000
Cultural heritage grants		20,000	20,000
Total all funds	\$19,829,439	\$2,141,542	\$21,970,981
Less estimated income	3,155,795	321,858	3,477,653
General fund	\$16,673,644	\$1,819,684	\$18,493,328
FTE	75.00	0.00	75.00

Department 701 - State Historical Society - Detail of Senate Changes

	Adjusts Funding for Base Payroll Changes ¹	Adds Funding for Salary and Benefit Increases ²	Removes Ongoing Funding for Extraordinary Repairs ³	Reduces Funding for Bond Payments ⁴	Adds Funding for Microsoft Office 365 ⁵	Adds Funding for Cultural Heritage Grants ⁶
Salaries and wages	(\$14,150)	\$670,112				
Operating expenses					\$55,691	
Capital assets			(\$307,357)	(\$214,754)		
Grants						
Exhibits						
Cultural heritage grants						\$20,000
Total all funds	(\$14,150)	\$670,112	(\$307,357)	(\$214,754)	\$55,691	\$20,000
Less estimated income	(14,150)	51,008	0	0	0	0
General fund	\$0	\$619,104	(\$307,357)	(\$214,754)	\$55,691	\$20,000
FTE	0.00	0.00	0.00	0.00	0.00	0.00

	Adds Funding for Historic Site and Extraordinary Repairs ⁷	Adds Funding for Exhibit and Collections Care ⁸	Adds Funding for Auditorium Chairs ⁹	Adds Funding for Whitestone Hill Native Memorial ¹⁰	Total Senate Changes
Salaries and wages					\$655,962
Operating expenses					55,691
Capital assets	\$1,000,000		\$160,000	\$400,000	1,037,889
Grants					
Exhibits		\$372,000			372,000
Cultural heritage grants					20,000
Total all funds	\$1,000,000	\$372,000	\$160,000	\$400,000	\$2,141,542
Less estimated income	0	0	85,000	200,000	321,858
General fund	\$1,000,000	\$372,000	\$75,000	\$200,000	\$1,819,684
FTE	0.00	0.00	0.00	0.00	0.00

¹ Funding is adjusted for base payroll changes.

² The following funding is added for 2019-21 biennium salary adjustments of 2 percent on July 1, 2019, and 3 percent on July 1, 2020, and increases in health insurance premiums from \$1,241 to \$1,427 per month:

	General Fund	Other Funds	Total
Salary increase	\$321,930	\$26,913	\$348,843
Health insurance increase	297,174	24,095	321,269
Total	\$619,104	\$51,008	\$670,112

³ Funding is removed for extraordinary repairs.

350²

⁴ Funding is reduced for bond payments to provide a total of \$1,144,542.

⁵ Funding is added for Microsoft Office 365 licensing.

⁶ Funding is added for cultural heritage grants for the agency's education and innovation initiative in the agency's strategic plan.

⁷ One-time funding from the general fund is added for historic site and extraordinary repairs.

⁸ One-time funding from the general fund is added for exhibits and collections care.

⁹ One-time funding of \$160,000 from the general fund (\$75,000) and other funds (\$85,000) is added for the replacement of auditorium chairs in the Heritage Center.

¹⁰ One-time funding of \$400,000 from the general fund (\$200,000) and other funds (\$200,000) is added for the Whitestone Hill native memorial.

A section is added authorizing the agency to spend \$25,000 of the general fund appropriation after June 30, 2019, for the planning and design of the memorial and the agency may spend, on a \$1 for \$1 match from other funds, the remaining \$175,000 from the general fund for the memorial, during the 2019-21 biennium.

Date: 2-8-19
 Roll Call Vote #: 1

**2019 SENATE STANDING COMMITTEE
 ROLL CALL VOTES
 BILL/RESOLUTION NO. 2018**

Senate Appropriations Committee

Subcommittee

Amendment LC# or Description: 19.0231.01001

- Recommendation: Adopt Amendment
- Do Pass Do Not Pass Without Committee Recommendation
- As Amended Rerefer to Appropriations
- Place on Consent Calendar
- Other Actions: Reconsider _____

Motion Made By Mather Seconded By Krebsbach

Senators	Yes	No	Senators	Yes	No
Senator Holmberg			Senator Mather	✓	
Senator Krebsbach	✓		Senator Grabinger		
Senator Wanzek			Senator Robinson		
Senator Erbele	✓				
Senator Poolman					
Senator Bekkedahl					
Senator G. Lee					
Senator Dever					
Senator Sorvaag					
Senator Oehlke					
Senator Hogue					

Total (Yes) 3 No 0

Absent 0

Floor Assignment _____

If the vote is on an amendment, briefly indicate intent:

Date: 2-8-2019
Roll Call Vote #: 1

2019 SENATE STANDING COMMITTEE
ROLL CALL VOTES
BILL/RESOLUTION NO. 2018

Senate Appropriations Committee

Subcommittee

Amendment LC# or Description: 19.0231.01001

Recommendation: Adopt Amendment
 Do Pass Do Not Pass Without Committee Recommendation
 As Amended Rerefer to Appropriations
 Place on Consent Calendar
Other Actions: Reconsider _____

Motion Made By Erbele Seconded By Mathern

Senators	Yes	No	Senators	Yes	No
Senator Holmberg			Senator Mathern		
Senator Krebsbach			Senator Grabinger		
Senator Wanzek			Senator Robinson		
Senator Erbele					
Senator Poolman					
Senator Bekkedahl					
Senator G. Lee					
Senator Dever					
Senator Sorvaag					
Senator Oehlke					
Senator Hogue					

Total (Yes) _____ No _____

Absent _____

Floor Assignment _____

If the vote is on an amendment, briefly indicate intent:

*Voice Vote
Carried*

Date: 2-8-2019
Roll Call Vote #: 2

2019 SENATE STANDING COMMITTEE
ROLL CALL VOTES
BILL/RESOLUTION NO. 2018

Senate Appropriations Committee

Subcommittee

Amendment LC# or Description: _____

Recommendation: Adopt Amendment
 Do Pass Do Not Pass Without Committee Recommendation
 As Amended Rerefer to Appropriations
 Place on Consent Calendar
Other Actions: Reconsider _____

Motion Made By Erbele Seconded By Mather

Senators	Yes	No	Senators	Yes	No
Senator Holmberg	✓		Senator Mather	✓	
Senator Krebsbach	✓		Senator Grabinger	✓	
Senator Wanzek	✓		Senator Robinson	✓	
Senator Erbele	✓				
Senator Poolman	✓				
Senator Bekkedahl	✓				
Senator G. Lee	A				
Senator Dever	✓				
Senator Sorvaag	✓				
Senator Oehlke	✓				
Senator Hogue	✓				

Total (Yes) 13 No 0

Absent 1

Floor Assignment Erbele

If the vote is on an amendment, briefly indicate intent:

REPORT OF STANDING COMMITTEE

SB 2018: Appropriations Committee (Sen. Holmberg, Chairman) recommends **AMENDMENTS AS FOLLOWS** and when so amended, recommends **DO PASS** (13 YEAS, 0 NAYS, 1 ABSENT AND NOT VOTING). SB 2018 was placed on the Sixth order on the calendar.

Page 1, line 2, after "society" insert "; and to provide for a report to the legislative assembly"

Page 1, replace lines 10 through 20 with:

	<u>Base Level</u>	<u>Adjustments or Enhancements</u>	<u>Appropriation</u>
Salaries and wages	\$13,595,892	\$655,962	\$14,251,854
Operating expenses	3,885,894	55,691	3,941,585
Capital assets	1,747,653	1,037,889	2,785,542
Grants	600,000	0	600,000
Exhibits	0	372,000	372,000
Cultural heritage grants	0	20,000	20,000
Total all funds	\$19,829,439	\$2,141,542	\$21,970,981
Less estimated income	<u>3,155,795</u>	<u>321,858</u>	<u>3,477,653</u>
Total general fund	\$16,673,644	\$1,819,684	\$18,493,328
Full-time equivalent positions	75.00	0.00	75.00"

Page 1, line 21, after "**FUNDING**" insert "- **REPORT**"

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Renumber accordingly

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Department 701 - State Historical Society - Detail of Senate Changes

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2019 HOUSE APPROPRIATIONS

SB 2018

2019 HOUSE STANDING COMMITTEE MINUTES

Appropriations Committee – Education and Environment Division Roughrider Room, State Capitol

SB 2018
2/27/2019
32911

- Subcommittee
 Conference Committee

Committee Clerk: Parker Oswald

Explanation or reason for introduction of bill/resolution:

A BILL for an Act to provide an appropriation for defraying the expenses of the state historical society.

Minutes:

Attachments 1-4

Chairman Representative David Monson: Opens meeting on SB 2018.

(2:15) Claudia Berg: Director of the State Historical Society. Introduces self to committee and begins to present **attachment 1** to the committee.

(4:20) Chairman Representative David Monson: What are archives?

Ms. Berg: They are things like paper material and documentary material. Returns to **attachment 1**.

(9:05) Chairman Representative David Monson: How much did you ask for?

Ms. Berg: We asked for \$500,000 and were only given \$20,000. Returns to **attachment 1**.

(11:15) Chairman Representative David Monson: Sometime when we come back and review the budget, can you take time to have us over for a field trip?

Ms. Berg: Absolutely, we would be glad to have you. Last session there was legislation on the Nickel Trophy and we now have a setup for that trophy. We had stories of a UND (University of North Dakota) event about stealing the Nickel trophy from one another. The Double Ditch project is mostly complete and really the only work is landscaping and making sure everything survived the winter. We would like to thank the committee for allowing us to complete that project with the three affiliated tribes. We recovered 198 burials from that site that were saved and they have all been reinterred. The bank was stabilized and replanted. There was a great deal of Earth that had to be moved.

Chairman Representative David Monson: What was the total cost of that?

(14:25) Ms. Berg: It cost \$2.6M.

Representative Mike Nathe: Where did you reinter the bodies? Is this listed as a cemetery?

Ms. Berg: There was a site in Double Ditch that fit the affiliated tribe's requirements and it is not listed, but it is documented.

(15:30) Chairman Representative David Monson: Introduces the students in the room from one of the high schools. We are doing the flyover of SB 2018.

(16:30) Ms. Berg: Returns to **attachment 1**.

(19:00) Chairman Representative David Monson: Is the highway patrol still in the bottom level?

Ms. Berg: Yes, there is a security office there and that is a completely separate operation. Continues presenting testimony from **attachment 1**.

Chairman Representative David Monson: There has been 236,000 acres surveyed; how often is that done? You are the ones responsible for going out before the road is built and things like that?

(21:00) Ms. Berg: The company or agency in charge of this will come to us to see if we have any information on this before they proceed. We do surveying on land that is presented to us and may hold historic value.

Chairman Representative David Monson: And that costs you nothing?

Ms. Berg: We charge them a fee.

Vice Chairman Representative Jim Schmidt: Could you explain why they had to survey gravel pits yearly?

Ms. Berg: I do not have that knowledge, but I can get back to you on that. Returns to **attachment 1**.

(22:25) Chairman Representative David Monson: Anything put on that National site, can that be torn down? Is there a cost to you?

Ms. Berg: They can be torn down and we use an advisory group and that is funded through federal programs. We have the first and oldest Muslim mosque in Ross, ND and that is still standing.

Chairman Representative David Monson: We have a Ukrainian Church in my district.

(24:00) Ms. Berg: Returns to **attachment 1**.

(25:45) Representative Mike Nathe: Is there anything in your budget here involving the Teddy Roosevelt Library?

Ms. Berg: Over the last few years while it was being formulated, I was an advisor on that. We would partner with them on heritage tourism and marketing. We have the Chateau house in Medora as well. We have some digitization in the library.

Representative Mike Nathe: Any funding you would need for that?

Ms. Berg: No, we would not.

(27:10) Chairman Representative David Monson: You mentioned digitizing, which we had in HB 1003, do you have anything to do with that?

Ms. Berg: Nothing other than letting them digitize the Teddy Roosevelt work we had. Returns to **attachment 1**.

(28:55) Chairman Representative David Monson: You are taking visitors away from the state by using online resources?

Ms. Berg: It actually attracts more visitors. Continues to explain the last few pages of **attachment 1**.

(32:00) Representative Mike Schatz: You say 1800 jobs, could you name a few?

Ms. Berg: Over 50 of them are in the historical society with education, exhibit advisors, interpreters, managers, etc. Continues outlining **attachment 1**.

Chairman Representative David Monson: Thank you for keeping our work down to a minimum.

(34:10) Andrea Wike: Assistant Director of the State Historical Society. Introduces self to committee and begins to present testimony from **attachment 2**.

(35:30) Chairman Representative David Monson: The \$608,000 is carryover for repairs?

Ms. Wike: It is carryover from the 2015-2017 biennium and is being used for the listed repairs on attachment 2.

Chairman Representative David Monson: So Double Ditch is done. What about Fort Abercrombie, which was falling into the river?

(36:30) Ms. Wike: I actually have more of that in my testimony. That is completed too.

Vice Chairman Representative Jim Schmidt: When you are talking about the repairs and the dollars carried over, your one-time funding for extraordinary repairs, you have \$0 there.

Ms. Wike: This is just capital construction carryover and **attachment 3** removes extra funding of \$307,000 for extraordinary repairs.

Vice Chairman Representative Jim Schmidt: Historic site repairs are listed as \$0.

Ms. Wike: They are different. What is listed on **attachments 2 and 3** are what was completed and what needs to be completed. They have the same title.

Vice Chairman Representative Jim Schmidt: That makes it difficult to understand.

(39:20) Ms. Wike: Returns to **attachment 2**.

Chairman Representative David Monson: You are authorized up to 110 temps; where is that authorized?

Ms. Wike: That can be found in salaries and wages and we would have to consider closing some sites if those do not have funding. Returns to **attachment 2**.

(41:20) Representative Mike Nathe: On **attachment 3** under the executive recommendation, the Senate put \$1M of general funds and why did they take out the special funds?

Ms. Wike: It is very difficult to raise money in special funds of \$500,000. The Governor wanted us to raise that privately and it is very tough to do, so we requested that it be given to us in general fund money or it would not be completed.

Chairman Representative David Monson: That \$75,000 is for what?

Ms. Wike: The auditorium chairs.

Chairman Representative David Monson: I did not know that they were expecting you to raise \$85,000. What other sources do you have?

(43:25) Ms. Wike: We have rental facilities, but it will still be difficult. Continues presenting **attachment 2**.

(45:00) Chairman Representative David Monson: Where was that listed on **attachment 3**?

Ms. Wike: Under the one-time funding items.

Vice Chairman Representative Jim Schmidt: With regards to your exhibits and collections care, you had nothing in 2017-2019 and is there a reason why there is \$372,000 now?

Ms. Wike: That was in operating costs before. We had funds carried over from the 2015-2017 and that is why we did not ask for.

Vice Chairman Representative Jim Schmidt: So we gave you more money than you needed?

Ms. Wike: We had things that were not completed in time.

(46:40) Vice Chairman Representative Jim Schmidt: You carried over from operating and now it is one-time funding; why didn't you just keep it if it will be ongoing?

Ms. Berg: This time it was how the budget was setup and it was listed as one-time funding and not ongoing.

Vice Chairman Representative Jim Schmidt: It seems exhibit care is ongoing.

Steph Gullickson, OMB: I can let you know.

(47:55) Ms. Wike: We are going to producing a new exhibit for the Governor's gallery. We have a storage unit that is showing its age and we put money into that line to either expand or find a new storage unit.

Vice Chairman Representative Jim Schmidt: Revolving loan fund; the fees are deposited in that. How much do you get in these fees?

Ms. Wike: The fees we charge are admissions, facility fees, concessions and a few others. We have a current cash balance in the concessions funds of about \$1M. That is used for salaries and restocking items.

(49:55) Vice Chairman Representative Jim Schmidt: Is that the \$1M less expected? That one-time of \$1M is coming from where?

Alex Cronquist, LC: That is something different.

Ms. Wike: It is \$200,000 coming from the white stone memorial, \$85,000 from the auditorium chairs and then special funds.

(52:20) Scott Davis: Introduces self to committee and begins to outline **attachment 4**.

(58:10) Chairman Representative David Monson: The Senate put that money in for the monument and you are asking for us to keep that?

Mr. Davis: Correct.

Vice Chairman Representative Jim Schmidt: I think in 2015 we appropriated \$25,000, was that used?

Ms. Berg: We used some of that and then it was turned back due to budget cuts. We initiated discussions with an advisory groups and we had to return that amount back and it was almost all of that \$25,000.

(59:40) Vice Chairman Representative Jim Schmidt: You have a plan for White Stone?

Mr. Davis: Yes, we do. The matching funds for the \$200,000 also has to be matched completely before any of it can be spent. Returns to **attachment 4**.

(1:00:45) Representative Mark Sanford: We are using a set figure of \$200,000 and matching \$200,000. I suppose you would like flexibility if you find it is more?

Mr. Davis: I am looking at this as matching and we will have to set a little aside for planning and meeting with artists and tribal leaders.

Representative Mark Sanford: You have a concept at this time, but you need specifics and that may adjust the amount. Are you wanting authority to spend more than that? If you match the \$200,000 with \$200,000, but it turns out you are \$100,000 short total, that is my question.

(1:03:10) Mr. Davis: We had plans to set aside maybe \$15,000 for those meetings and plans. If it is a set tag, it will be that price and only that price. I have been on projects that have increasing costs and time goes on, but not in this case.

Chairman Representative David Monson: Will you turn back the extra money?

Mr. Davis: We have before.

(1:04:30) Chairman Representative David Monson: We will be back to revisit this.

Representative Bob Martinson: Could you bring us some figures on the usage of your auditorium, revenue figures for your outside sources and anything else? It is a little confusing here because we have the Governor's recommendation, what the original bill said and what the Senate passed.

Representative Mike Schatz: Who has the final say on the design of the monument?

Mr. Davis: Right now we are working on a script for the State Preservation Office. The sign is going to be very detailed and has gone through a process with the Tribes. It will be a joint effort with our state offices and the tribal offices as well.

(1:07:05) Representative Mike Schatz: The tribes, historical society, but the tribes will have the final say on it and what it will say? Well, I guess the thing I am not sure about is if it will depict the Army in an extremely negative way.

Mr. Davis: It will be very inclusive and has gone through a very long process and it will be very respectful for everybody. Locals and the state will have input, but I am confident that it will be very respectful for it.

Chairman Representative David Monson: Will you have any preliminary design before the end of the session?

Mr. Davis: Yes, the plan was to have a few examples by then. We have a few things to discuss with the committee regarding the specifics.

(1:09:45) Ms. Gullickson: The agency asked that the exhibit and collections care be listed as one-time in their budget request.

Chairman Representative David Monson: So that was not Ms. Wike.

(1:10:25) Chairman Representative David Monson: Closes meeting on SB 2018.

2019 HOUSE STANDING COMMITTEE MINUTES

Appropriations Committee – Education and Environment Division Roughrider Room, State Capitol

SB 2018
3/14/2019
33703

- Subcommittee
 Conference Committee

Committee Clerk: Parker Oswald

Explanation or reason for introduction of bill/resolution:

A BILL for an Act to provide an appropriation for defraying the expenses of the state historical society.

Minutes:

Attachment 1

Chairman Representative David Monson: Opens meeting on SB 2018 and the clerk takes attendance.

Chairman Representative David Monson: I think we need to address the seats and the hand rails in the auditorium at the Heritage Center. The tour was very nice.

(1:30) Chris Kadrmas, LC: Begins to outline **attachment 1** starting on the base payroll.

Chairman Representative David Monson: Did the Senate agree to 2% and 2%?

Mr. Kadrmas: No, but that is the next item. Returns to **attachment 1**.

(2:50) Chairman Representative David Monson: Did the ongoing funding for extraordinary repairs include the auditorium? Are we okay with what the Senate did with reducing those repairs? I think the building is in super condition and very good shape. I suppose we could give them some other funds.

Mr. Kadrmas: That is not included.

Representative Bob Martinson: When you contrast what they have done to maintain their facility versus how the colleges have, the colleges should be embarrassed. Some of those 1981 rooms looked brand new.

Chairman Representative David Monson: They did some refurbishing and did all of that without state help. They did not ask for it.

Mr. Kadrmas: The Governor and Senate removed the one-time funding, but is appropriated below and recommended \$500,000 from general fund and \$550,000 from other funds and the Senate just made it one-time funding of \$1M.

(5:20) Chairman Representative David Monson: Are we okay with that? It would be used for some upkeep of other historical sites, but not that much.

Representative Tracy Boe: I would be very surprised if Double Ditch is ever done.

Representative Mike Schatz: I talked to them about the graves and they said they had moved it out.

Chairman Representative David Monson: There are Indian burials up and down the river I am sure and all it will take for more money is to find one grave.

(7:00) Representative Tracy Boe: When we toured the rooms and they said they refurbished those rooms with rental revenue, that is what I want to hear.

Chairman Representative David Monson: As long as they have the ability to let them use that rental money for whatever they need to upkeep that building.

Mr. Kadrmas: There is no special fund authority for that, but there is income from the concessions.

(8:20) Representative Mike Nathe: Stay out of their way, they are doing it right.

Mr. Kadrmas: They do have continuing authority for the concession store and the society revolving funds. I cannot say they use that for this, but there would most likely have to be special fund authority to use the revenue from rentals. They have extraordinary in their capital assets and operating.

Chairman Representative David Monson: Let's leave the ongoing funding the way the Senate and Governor had it. Reduces funding for bond payments is also okay because they have paid off a lot of the debt. Leave Microsoft Office there. Add funding for cultural heritage grants.

Representative Bob Martinson: I would like to put \$750,000 in those grants. They have been very successful for smaller organizations around the state and they have shown they can manage their money wisely. I think we should give them more money for the chairs as well for a job well done and then we should talk to the Senate about it in conference.

(11:10) Chairman Representative David Monson: The Senate put in \$20,000 in general funds.

Representative Bob Martinson: They have generally had a lot more.

Chairman Representative David Monson: Can you look that up? The ask was nothing or so it seemed.

Representative Bob Martinson: The directors are two of the best we have ever worked with and their attitude has always been wonderful and I think they need to be rewarded.

Mr. Kadrmas: In 2015 they were \$504,000. In 2017, that line was completely eliminated after that.

(13:05) Representative Bob Martinson: We were doing everything we could to scramble for money from Double Ditch.

Representative Mike Schatz: A lot of that money came from a lot of different money.

Chairman Representative David Monson: Yeah, true. Representative Mike Schatz you will be the carrier. What do you think about the value of the grants?

Representative Mike Schatz: I have not thought about giving them anymore than what the Senate offered.

Chairman Representative David Monson: I think \$750,000 is steep, but I could go for \$500,000 and we could defend that by restoring them. What do they do with those grants?

(14:45) Mr. Kadrmas: They go out to the county operations.

Chairman Representative David Monson: Would it go out to White Stone?

Mr. Kadrmas: I could not say that they would try to work through that, but the Historical Society could not give it to White Stone.

Chairman Representative David Monson: They could grant it to county Historical Societies like Fort Totten, right?

Mr. Kadrmas: I cannot answer that.

Representative Bob Martinson: We can talk about that.

(16:00) Chairman Representative David Monson: Let's go with \$500,000 for now.

Mr. Kadrmas: Is that from general fund?

Chairman Representative David Monson: Yes.

Representative Mike Schatz: I am not comfortable with the general fund.

(16:45) Mr. Kadrmas: It had been from the general fund.

Chairman Representative David Monson: I will admit it is a little rich from the general fund, but we can talk about it.

Representative Bob Martinson: He is under a moral obligation to support the committee.

Chairman Representative David Monson: One-time funding for the historic site and extraordinary repairs. This was the \$1M that Senate put in for general funds and nothing in special funds. What was the thinking there?

(18:20) Mr. Kadrmas: I think the intent was that they would raise the \$550,000 through special funds, but they believed it would be easier to just give them the money.

Chairman Representative David Monson: I would like to go back to the Governor's recommendation. Put it in other funds of \$500,000 and have a 50-50 match. Yesterday Claudia Berg was telling us there were some federal funds.

Mr. Kadrmas: It is listed as federal funds for \$550,000.

Chairman Representative David Monson: If you put it under other funds it could be anything and they could take it out of the historical fund. It takes pressure off of Representative Mike Schatz because it keeps us in line with the general funds. I know they have ongoing projects at Fort Totten all the time, but they raise a lot of money and I do not think it would be hard for them to raise that money everywhere.

Mr. Kadrmas: The donations could be utilized for that.

(21:10) Chairman Representative David Monson: I do not see a problem they would have raising that money.

Representative Mark Sanford: The other funds in the foot notes of **attachment 1**, the revolving funds are services they deliver and the other funds are things that are raised or gifted. Is that the total options and would the gifts grants be federal funds? I am just clarifying what the other funds are.

Mr. Kadrmas: Correct. **Section 4 of attachment 1** only includes what is listed and not federal funds.

Chairman Representative David Monson: If we list federal funds, they could do that. Are we okay with what the Governor had?

Representative Bob Martinson: That then evens out the \$500,000 we put into the grants.

Chairman Representative David Monson: It moves it from one-time to ongoing and those grants will disappear. How much money is in that cultural heritage grants line item that is carried over?

(24:05) Mr. Kadrmas: There is no carryover.

Chairman Representative David Monson: Let's do what the Governor had. Exhibit and collections care was left the same by the Senate. What did they historically have in there? We saw the gun collections and a few other things, but why would it be one-time?

Mr. Kadrmas: We would have to speak with the agency on why it is one-time.

Chairman Representative David Monson: That is what they asked evidentially. They really do a great job. Is everyone okay with what the Senate did there? Auditorium chairs were at \$75,000 and \$85,000 of other funds. I know there are problems with the \$200,000 for the Whitestone Hill native memorial.

(27:05) Representative Mike Schatz: I saw we put \$0 until we know that we have a say in the building of that.

Chairman Representative David Monson: You will be facing Senator Erbele on that. I am fine with it if you want to defend that position.

Representative Mark Sanford: I agree that we need a negotiating stance, but I am not comfortable with \$0.

Chairman Representative David Monson: I think anything less than what they are asking for is a slap in the face.

(28:40) Representative Mike Nathe: The Governor had \$0.

Chairman Representative David Monson: I think we let them go head to head and decide the language on this. I know there is an army memorial that was designed by them, so it is only fair that they have some say, but they cannot change history on this.

Representative Tracy Boe: I would only say that if we are looking for more information, maybe we should get it now.

Representative Mike Schatz: I have contacted the National Guard and they have not gotten back yet. A few things have been changed here and now they want to change it to the Whitestone Hill Massacre from just the battle of Whitestone Hill.

(30:40) Representative Mike Nathe: Didn't Vice Chairman Representative Jim Schmidt have a request for some information?

Chairman Representative David Monson: I am not entirely sure on that. Let's go with Representative Mike Schatz and let him get to the bottom of this. If you do not hear anything from the Army, then I guess they do not care.

Mr. Kadrmas: So \$0 across the board for that?

Chairman Representative David Monson: I guess you can take out **section 5 of attachment 1** then too, but do not discard that.

Mr. Kadrmas: Can I confirm that you are with the Senate for the auditorium chairs?

Chairman Representative David Monson: Yes, you can. Anything else we want to add?

(33:00) Representative Bob Martinson: It was mentioned yesterday that some healthcare is paid for by the foundation, but they have to raise money for that. At BSC (Bismarck State College) for example, they are not state employees but they are state FTE (full time employee) and their check and healthcare comes from the BSC plan. The state foundation reimburses BSC for the healthcare. Is there any way we can consider their foundation people in the plan and reimburse them? They did not suggest getting anything free. The foundation pays \$2,000 on his behalf and the state is about \$1,600.

Chairman Representative David Monson: We would have to do it for all then. How many foundations are there and if we start it would be hard. If the foundation wanted to get their people into the state plan, that would maybe be something we could do.

Representative Tracy Boe: Is there something forbidding them from doing it now?

Representative Bob Martinson: That is kind of what I was saying and wanted to get some background information on that. The foundation would have to pay still, but it would be a way to get them a better rate.

Chairman Representative David Monson: Can we check that out? It would work for any foundation. The only reason I can think of is that it might get a little costlier for the plan. The foundation is usually a little more elderly and could push up usage and cost. Anything else on SB 2018?

(37:25) Chairman Representative David Monson: Closes meeting on SB 2018.

2019 HOUSE STANDING COMMITTEE MINUTES

Appropriations Committee – Education and Environment Division Roughrider Room, State Capitol

SB 2018
3/19/2019
33915

- Subcommittee
 Conference Committee

Committee Clerk: Parker Oswald

Explanation or reason for introduction of bill/resolution:

A BILL for an Act to provide an appropriation for defraying the expenses of the state historical society.

Minutes:

Attachments 1-2

Chairman Representative David Monson: Opens meeting on SB 2018 and the clerk take attendance.

Chairman Representative David Monson: Hopefully we can kick this bill out and we will review **attachment 1**.

(00:55) Chris Kadrmas, LC: Begins to present the third column of House changes to the Senate Version on **page 1 of attachment 1**.

(2:35) Chairman Representative David Monson: Representative Mike Schatz has been doing some research on the Whitestone Hill Memorial and that is on **attachment 2**. This is a bit of a rough draft. There was a problem with the way the memorial was worded.

(4:40) Representative Mike Schatz: Section 5 that the Senate had would have given the Historical Society \$200,000 for the Whitestone Memorial. There was currently no design or layout of this memorial. We would like to see this done before we authorize any money. Begins to present **attachment 2**.

Chairman Representative David Monson: If we replace what is there with something along this line, you are saying \$25,000 can be used to design this memorial and it would be paid for by special funds. In order for them to come up with the design, they would have to use their money. The National Guard, Historical Society and Standing Rock Sioux Tribe all have to agree on this. My problem is having to meet with the appropriate committee and be placed as a bill in the following biennium. How does that work?

Representative Mike Schatz: The original plan was \$400,000 and we have no idea what it will look like or what it will be. I would like to see some estimates or designs.

(8:40) Chairman Representative David Monson: Who is the authority on what is there now?

(8:55) Claudia Berg: The US Army Memorial statue is big and on the hill and the Native American one is a smaller rock formation. The military monument has been there since 1909. The plan is to work with all of the tribes that were involved in the battle of Whitestone Hill.

Chairman Representative David Monson: You think they are changing this from the term battlefield to massacre?

Ms. Berg: The term battlefield has already been dropped and it is now just Whitestone Hill. Some interpret it differently and we just present the history of it and let them decide.

Chairman Representative David Monson: If we are putting in State general funds, we would like the ability to okay it. Is that reasonable?

(13:05) Ms. Berg: We can add a representative to the board. We wanted to have it done in 2 years, but we can plan now and bring it back next session.

Chairman Representative David Monson: I talked to Scott Davis about this one day and explained that we had a bit of an issue. I am thinking the \$25,000 from special funds is a bit of a stretch. We could do a match of \$12,500 to get the design going. I do not know how we would be able to finish this project within the biennium and still get input from everyone involved.

Ms. Berg: We have the committee in place when we first started talking about this. Our advisors are identified and they understand the project. We can spend the next 2 years designing. We do not know how this may be administered.

Chairman Representative David Monson: Were you comfortable with the way it was before with you having no oversight?

(15:50) Ms. Berg: We would fully work with them. This memorial is not meant to give all of what happened, it is just to commemorate the fallen Native Americans.

Chairman Representative David Monson: Could we get a list of who is on the board?

Ms. Berg: Yes, we can.

Chairman Representative David Monson: That means we will not get it kicked out today, but we can tomorrow.

Representative Mike Nathe: Whose perspective does this come from?

(17:30) Ms. Berg: This is the Native American perspective because the Army memorial already has their perspective on their memorial.

Representative Mike Nathe: How do you square it then because it has to be two different views?

Ms. Berg: We are just presenting the information and allowing the readers to interpret what is right or wrong.

Representative Mike Nathe: Is it categorized as a massacre?

Ms. Berg: By some it is a battlefield and others it is a massacre.

Chairman Representative David Monson: Can you let us know what the monuments that are there now say?

(19:40) Representative Mike Schatz: The time was 1863 at the height of the Civil War. An attack was made in Minnesota and 800 settlers were killed. There was a massive hanging of the people who killed the settlers.

Ms. Berg: There are a lot of well documented accounts from that time period.

Representative Mike Nathe: There will be two different versions then at this site and is this like that at any other sites?

Ms. Berg: Yes, and I do not think we do.

Representative Mike Nathe: This could raise a ruckus and that is something we have to think about.

(22:00) Ms. Berg: The Native perspective is very dramatic on that site.

Chairman Representative David Monson: It is only fair if a monument on the top of the hill has the Army's depiction, we probably need the side too. It would be nice to have some buy in. How many people are on your committee now?

Ms. Berg: There are 3 from the tribes affiliated, Scott Davis, myself and a few other historians.

Chairman Representative David Monson: Do you have a problem with the wording here or along this line? I would like to get this behind us and get it built. I suppose we could say something like the funding being contingent upon unanimous approval from the delegated representatives. I would expect it to be slanted toward the Native American version, but I would like to see what is on both current plaques.

Ms. Berg: The interpretive panels on site give more information and more perspective.

(25:10) Representative Mike Schatz: How much have you spent on the other plaques?

Ms. Berg: There are new ones going up this summer for 10 new signs for about \$16,000.

Representative Mike Schatz: I would love to take a look at them.

Chairman Representative David Monson: We can bring you back again tomorrow. Maybe we can come up with some cleaner language too. I would like to see it get going, but I do understand Representative Mike Schatz concern. I will share some with the committee. I was asked to reconsider the amount of money put in for the historic site of \$1M for \$500,000 in general and \$500,000 in special. We pretty much went with the Governor's plan and this will obviously be brought up in conference committee. Are we comfortable?

Representative Bob Martinson: I would go back to \$1M.

Representative Mike Schatz: We split that \$1M and put \$500,000 in cultural heritage grants and \$500,000 in here.

(29:00) Representative Bob Martinson: Well, we did the heritage grants first and then did it this way.

Chairman Representative David Monson: I guess in my mind we were scrambling to make this budget even. We did want to take care of the counties through grants. This money could be granted out to those other sites.

Ms. Berg: The grant program goes out to community and local groups, not for our sites. We cannot grant to ourselves. The other funds of \$500,000 was to be raised by local communities. Jamestown has raised \$75,000, Devils Lake has raised \$100,000 and this money has been spent for completed projects and the donating sources have been burnt out.

Chairman Representative David Monson: I think they could match some.

(31:30) Ms. Berg: Some of these capital repairs are \$100,000 and they can really only match smaller projects. There could be a foundation that cracks and we would have to cash match that.

Chairman Representative David Monson: When you prepared this budget, the Governor asked you to make cuts. What was the baseline for this last time?

Mr. Kadrmas: There was no one-time funding for repairs, but the \$307,000 was included in their base level as ongoing.

Chairman Representative David Monson: So that was removed from ongoing and added to one-time with a boost of \$200,000. You would still be getting a little more than last time.

(34:25) Ms. Berg: Can we get back to you tomorrow?

Chairman Representative David Monson: Yes, that would be fine.

Andrea Wike: We also have bond payments in the one-time funding.

(35:05) Larry Martin, OMB: The bond payments are \$1,144,000. That is included in the base level on **attachment 1**.

Chairman Representative David Monson: This is included in the base level funding on **attachment 1** at the very top and it would be one-time still. I think this is a good starting spot to take it to the Senate.

Representative Mark Sanford: What is the duration of the bonds?

Mr. Martin: I will find that out.

Chairman Representative David Monson: Anything else? We have a couple follow up points, but are we missing anything else? The monument and extraordinary repairs are the figures we need. I think we need to go on the record about how impressed we are with the condition of the Heritage Center. The improvements you have made are phenomenal and I wish all of the agencies could operate like you guys do. We were very impressed.

(38:30) Mr. Kadrmas: The bonding was done in conjunction with other building projects. They are set to expire in 2025 and the payments are not on what I am looking at. It is most likely what they are committed to in their baseline.

Chairman Representative David Monson: As long as it is in their baseline, we do not have to worry about it.

(39:35) Chairman Representative David Monson: Closes meeting on SB 2018.

2019 HOUSE STANDING COMMITTEE MINUTES

Appropriations Committee – Education and Environment Division Roughrider Room, State Capitol

SB 2018
3/20/2019
34005

- Subcommittee
 Conference Committee

Committee Clerk: Parker Oswald

Explanation or reason for introduction of bill/resolution:

A BILL for an Act to provide an appropriation for defraying the expenses of the state historical society.

Minutes:

Attachment 1

Chairman Representative David Monson: Opens meeting on SB 2018 and the attendance is taken. Introduces the committee to the audience members.

Chairman Representative David Monson: We are talking mostly about Whitestone Hill today. The Senate sent it over with \$200,000 general fund and \$200,000 in special fund authority. Representative Mike Schatz wanted to make sure that the history did not get manipulated on the new site. There was talk of a possible amendment.

(3:45) Representative Mike Schatz: It is in the Senate bill and we will already be going to conference. We can leave it the way we had it and cut section 5. I want to see the verbiage that will be on this monument and they do not have that. Until I see something, I do not want to appropriate any money.

Chairman Representative David Monson: It probably will go to conference. If you are banking on the 2% and 2% getting it to conference, it may not. I would say full committee might make the agreement on that.

(5:25) Chris Kadrmas, LC: The item I was tasked with was adding members to the board to oversee the building of this. The committee can decide how many people need to be added to that board.

Chairman Representative David Monson: There was a list in **attachment 1** of who is on this committee and Representative Brandenburg is already on it. We can look at someone from each house or legislative management. How did the board members get picked?

(6:45) Claudia Berg: Representative Brandenburg was helpful in getting this project initiated a few years ago. Scott Davis has been a major factor and there are several members from the tribes and the friends group of Whitestone Hill. They take care of the hill and help with annual education day. Area schools come in and it is a daylong event.

Chairman Representative David Monson: I took a summer class one time and we went there.

Representative Mike Nathe: Would that \$200,000 replace the plaques?

Ms. Berg: The new memorial would be in addition to what is already on site. The memorial location has not been identified.

Representative Mike Nathe: What would a 5th do that the other 4 haven't?

Ms. Berg: The native American memorial is small and old and does not do the story and people justice.

(10:10) Representative Mike Nathe: The \$200,000 for another plaque?

Ms. Berg: It is more of a statue.

Representative Mike Nathe: That is a pretty expensive memorial. I would like to see this before we give up money.

Chairman Representative David Monson: It was a hunting and living site. I think where the contention comes in is when we are talking about the 3-day event during the Civil War and how their perspective differs.

Representative Mike Schatz: If you do not get any money, would you still have the authority to build something?

(12:00) Ms. Berg: Yes, we could. Our historical society can approve any plaque on there.

Representative Mike Schatz: I am not inclined to put money into this right now without a model. That is how I feel about it.

Chairman Representative David Monson: I would suggest maybe that we leave the money out and that should take it to conference committee.

Representative Mike Nathe: We could turn it into a study as well and review it in the interim.

(13:40) Chairman Representative David Monson: If we do not come to an agreement, they can still put up a monument. They might not be able to raise the \$400,000, but they could probably raise enough to build something.

Mr. Kadrmas: I was not asked to draft anything. The idea was to add legislators to the committee.

Chairman Representative David Monson: I would just recommend that we do not fund it right now so it is talked about in conference.

Representative Tracy Boe: I am under the heading that we do not want to fund unless we see what we are funding. Sitting for another biennium really will not do anything. What if we put money in so they can create the model?

Chairman Representative David Monson: There is \$25,000 that was asked for. We have it to that point, so just leave it out for now. We have a couple other little issues that can be hammered out in the conference committee. The \$500,000 we put in for grants, the \$1M they have in for extraordinary repairs. Truthfully, all we will be able to get through is \$500,000 for the repairs.

(18:15) Representative Bob Martinson: I think we should move it back to \$1M and take our chances.

Chairman Representative David Monson: Around \$1M from general fund.

Representative Bob Martinson: We should reward them for how well they have done. I would like to see the \$1M come back. I see some nods.

Chairman Representative David Monson: I am not quite in favor of \$1M.

Representative Mike Schatz: I am looking at the budget, from the 2017-2019 budget to what we have now, what is the increase?

(20:15) Mr. Kadrmas: It is an increase of roughly \$200,000 in general and \$500,000 from special funds and that is how it sits in the House.

Chairman Representative David Monson: That includes salaries too?

Mr. Kadrmas: That is just extraordinary repairs. It is a total increase of \$606,000 and \$940,000 of one-time funding for a total of about \$1.5M and the Senate was \$1.8M in increases.

Chairman Representative David Monson: Well, if I am going to agree to \$1M there, then I would like to take some money out of grants.

Representative Bob Martinson: It is a smaller budget; we can add them back.

Representative Mike Schatz: I like the \$500,000 and \$500,000 on that, but it is not a big deal.

Chairman Representative David Monson: Put it back to \$1M, but the full committee might come after that. We are just agreeing with the Senate all the way down the line.

(23:20) Representative Bob Martinson: I know right where it is.

Chairman Representative David Monson: We put everything back in and made the grants \$500,000 instead of \$20,000. I cannot say we do not reward good work.

Mr. Kadrmas: General fund dollar difference is \$233,503. In total the House is \$29,615 more than the Senate.

Chairman Representative David Monson: My math is way off.

Mr. Kadrmas: You are forgetting Whitestone and the difference between 2% and 3%.

(25:55) Representative Bob Martinson: Makes a motion to adopt amendment, seconded by Representative Mark Sanford. Voice vote is taken and motion carries.

Representative Bob Martinson: Makes a motion for Do Pass as amended. Seconded by Representative Mark Sanford. Roll call vote taken and motion carries with 7 yeas, 0 nays and 0 absent. Representative Mike Schatz will carry the bill.

(29:25) Chairman Representative David Monson: Closes meeting on SB 2018.

2019 HOUSE STANDING COMMITTEE MINUTES

Appropriations Committee – Education and Environment Division
Roughrider Room, State Capitol

SB 2018
4/1/2019
34402

- Subcommittee
 Conference Committee

Committee Clerk: Parker Oswald

Explanation or reason for introduction of bill/resolution:

A BILL for an Act to provide an appropriation for defraying the expenses of the state historical society.

Minutes:

No Attachments

Chairman Representative David Monson: Opens meeting on SB 2018.

Representative Bob Martinson: Moves to reconsider, seconded by Representative Mike Nathe. Voice vote, motion carries.

Representative Tracy Boe: Moves to adopt amendment, seconded by Representative Mark Sanford. Voice vote, motion carries.

(1:00) Representative Mark Sanford: Moves a do pass as amended, seconded by Representative Mike Nathe.

Representative Mike Schatz: I just need one second.

Chairman Representative David Monson: We did not put any money into Whitestone Hill.

Chris Kadrmas: The bills are not updated until they head to the floor and it is not on the updated version. If you look in the committee book, the most recent amendment will be in there. It is amendment 19.0231.02001.

Chairman Representative David Monson: We have a one-time funding for the chairs.

Mr. Kadrmas: The historic site and extraordinary repairs had been shifted to \$500,000 of general and \$500,000 of other funds, but it was changed back to the Senate's \$1M for of general fund dollars. It agreed with the Senate, so it was not on there.

(4:30) Chairman Representative David Monson: Any further discussion? **Roll Call vote is taken for a do pass as amended and motion carries with 7 yeas, 0 nays and 0 absent.** Closes meeting on SB 2018.

2019 HOUSE STANDING COMMITTEE MINUTES

Appropriations Committee
Roughrider Room, State Capitol

SB 2018
4/3/2019
34501

- Subcommittee
- Conference Committee

Committee Clerk: Risa Bergquist by DeLores D. Shimek

Explanation or reason for introduction of bill/resolution:

An Act to provide an appropriation for defraying the expenses of the state historical society; and to provide for a report to the legislative assembly.

Minutes:

Chairman Delzer: Opened the hearing on SB 2018.

Representative Schatz: This is the historical society appropriation. There is an increase of \$43,962 in salary and wages which is the compromised 2+2.5. Operating expenses are the same as the Senate version. Capital assets reduced by \$400,000; grants \$600,000; exhibits \$273,000. We increased the cultural heritage grants by \$480,000 so the overall increase is \$232,363 increase over the Senate version.

Chairman Delzer: What are the grants that you increased for \$480,000?

Representative Schatz: The \$480,000 goes out to the 53 county historical societies. We wanted to help what is going on in each one of the counties so that was a motion that was put forward and we voted in favor of it.

Chairman Delzer: How many of them asked?

Representative Schatz: I think they all do. Moving on the adjustments for the salaries; then the increased funding for cultural heritage grants is what we just talked about the counties. and the removal of the funding for the Whitestone hill native memorial. There was \$400,000; the Senate authorized \$25,000 for the general fund for planning and design and then a one for one match on funds so we would have to pay the remaining \$175,000 from the general fund for the memorial for a total of \$200,000; then the matching funds would be \$200,000; so there was a \$400,000 reduction from that. On the front page the less estimated income \$200,000 is taken out of that, or nearly that amount. That completes what we did and that is the state historical bill.

Chairman Delzer: Going back to that grant you saying \$20,000 for each of the counties?

Representative Schatz: No, that \$20,000 was put in there by the Senate for that. We increased it to half million. That is to be distributed by the state historical society out to the 53 counties as they need it.

Chairman Delzer: What have we done there in the past?

Representative Martinson: That is not quite correct. Those are grants to be used for culture heritage grants, it can go to the counties for their local museum, but they don't have to. It can go to other cultural heritage type projects. We've done it before but last biennium we cut it back. We were over half million at one time.

Representative Bellew: Under the Senate version it says exhibits they added \$372,000; did you guys discuss that?

Representative Schatz: No we did not discuss that?

Representative Monson: We went over the heritage center and they have a lot of stuff that is in storage. A lot of guns that are in a controlled environment downstairs and they need to keep them in that environment but they would like to display them.

Chairman Delzer: Why are we doing Whitestone?

Representative Monson: No we took it out.

Representative Brandenburg: Some of you were here four years ago when we worked on the memorial at Whitestone. When over history for the new members. This is something, it's their story it's 150 years later and the Whitestone memorial committee is in full support of this and as our people from Edgeley, Ashley, Forbes and the surrounding community; they haven't done anything because they want it to be their story. I move to put the \$200,000 back.

Representative Monson: A little history on the grants to the counties for their museums, we zeroed it out last time and before that it was \$503,000 last time they got zero so we thought we should bring it back.

Representative Bellew: On the green sheet #5; Senate added one-time funding of \$1 million from the general fund for historical sight and extra ordinary repairs. I don't see that in the amendment anywhere? Did you guys remove that?

Representative Monson: We did not; we discussed putting it at \$500 thousand and \$500 thousand special funds. The Senate had it all at \$1 million. When we brought it up that way the historical society people said that we have tapped all the other historical sites for special funds in the past and they have exhausted them. I was willing to make them stretch some and keep looking for the \$500,000 but my committee decided they have done some great stuff over there. We ended up going with what the senate had in there at \$1 million.

Chairman Delzer: You also left \$160,000 for the auditorium chairs?

Representative Monson: Yes. That's the total amount of the project, they asked for \$75,000; they would raise the rest. They are the original chairs and carpet. They have been doing a fantastic job; they rent it out and use that money to upkeep the rest of the building.

Chairman Delzer: They said they would raise some money on that?

Representative Monson: They have already saved; so the whole project is \$165,000. They said they needed \$75,000 to finish that project.

Chairman Delzer: What makes up the \$85,000? They got the authorization to spend their money.

Representative Schatz: move to adopt amendment 19.0231.02002

Representative Monson: second

Discussion:

Voice vote all in favor carries.

Representative Brandenburg: moved to put that \$200,000 back into Whitestone; add back in section 5

Representative Holman: Second

Discussion:

Chairman Delzer: I don't plan to support this. I don't think we belong there.

Representative Schobinger: Is it to add back that section 5?

Representative Brandenburg: That is my motion; put section 5 back in. There are groups out there willing to help meet that. There is the Standing Rock Tribe, Sisseton Tribe, and Ft. Totten Tribe. This has been worked on for years and is not going to go away and I think this is important.

Representative Beadle: If the other groups we would be looking at would they be able to do that with the grants?

Representative Monson: We asked that same question, there is nothing stopping them from using the grant money for that if they want to grant it and match it.

Representative Beadle: If the other groups wanted to raise some and then partners etc. wanted to raise money and were able to do towards a site; would anything preclude the historical from being able to accept that gift and to do the site work and erect it on this location without having authorization?

Chairman Delzer: I think it would be up to that foundation there. There is a Whitestone foundation and it is up to them more than the state.

Representative Monson: There is also state historical society foundation too.

Chairman Delzer: Does that foundation control the Whitestone foundation?

Representative Monson: They don't control it. The head of the Historical Society has the ability with the grants items to line item fund it using state money or any combination thereof and money from the foundation.

Roll Call Vote: 6 Yes 12 No Absent 3 Motion Failed

Representative Bellew: Motion to remove the cultural heritage grants by \$500,000

Chairman Delzer: Dies for lack of second

Representative Bellew: Motion to go back to the governor's proposal of \$500,000 general; \$550,000 special or other funds.

Chairman Delzer: Dies for lack of second

Representative Schatz: I move we pass 2018 as amended

Representative Monson: second

Discussion:

Representative Bellew: This is a classic example of growing government. I know it's going to pass but it won't support it.

Chairman Delzer: I think it is more than we should be doing as well but that is everybody's choice.

A Roll Call vote was taken. 15 Yes 3 No 3 Absent Carrier: Rep. Schatz

Closed.

19.0231.02001
Title.

Prepared by the Legislative Council staff for
the House Appropriations - Education and
Environment Division Committee
March 21, 2019

Fiscal No. 1

PROPOSED AMENDMENTS TO ENGROSSED SENATE BILL NO. 2018

Page 1, replace lines 12 through 21 with:

"Salaries and wages	\$13,595,892	\$605,577	\$14,201,469
Operating expenses	3,885,894	55,691	3,941,585
Capital assets	1,747,653	637,889	2,385,542
Grants	600,000	0	600,000
Exhibits	0	372,000	372,000
Cultural heritage grants	<u>0</u>	<u>500,000</u>	<u>500,000</u>
Total all funds	\$19,829,439	\$2,171,157	\$22,000,596
Less estimated income	<u>3,155,795</u>	<u>117,970</u>	<u>3,273,765</u>
Total general fund	\$16,673,644	\$2,053,187	\$18,726,831
Full-time equivalent positions	75.00	0.00	75.00"

Page 2, replace lines 5 through 9 with:

"Auditorium chairs		<u>0</u>	<u>160,000</u>
Total all funds		\$1,000,000	\$1,532,000
Less estimated income		<u>1,000,000</u>	<u>85,000</u>
Total general fund		\$0	\$1,447,000"

Page 2, remove lines 23 through 30

Renumber accordingly

STATEMENT OF PURPOSE OF AMENDMENT:

Senate Bill No. 2018 - State Historical Society - House Action

	Base Budget	Senate Version	House Changes	House Version
Salaries and wages	\$13,595,892	\$14,251,854	(\$50,385)	\$14,201,469
Operating expenses	3,885,894	3,941,585		3,941,585
Capital assets	1,747,653	2,785,542	(400,000)	2,385,542
Grants	600,000	600,000		600,000
Exhibits		372,000		372,000
Cultural heritage grants		<u>20,000</u>	<u>480,000</u>	<u>500,000</u>
Total all funds	\$19,829,439	\$21,970,981	\$29,615	\$22,000,596
Less estimated income	<u>3,155,795</u>	<u>3,477,653</u>	<u>(203,888)</u>	<u>3,273,765</u>
General fund	\$16,673,644	\$18,493,328	\$233,503	\$18,726,831
FTE	75.00	75.00	0.00	75.00

Department 701 - State Historical Society - Detail of House Changes

	Adjusts Funding for Salary Increases ¹	Increases Funding for Cultural Heritage Grants ²	Removes Funding for Whitestone Hill Native Memorial ³	Total House Changes
Salaries and wages	(\$50,385)			(\$50,385)
Operating expenses				
Capital assets			(\$400,000)	(400,000)
Grants				
Exhibits				
Cultural heritage grants		<u>\$480,000</u>		<u>480,000</u>

Total all funds	(\$50,385)	\$480,000	(\$400,000)	\$29,615
Less estimated income	<u>(3,888)</u>	<u>0</u>	<u>(200,000)</u>	<u>(203,888)</u>
General fund	(\$46,497)	\$480,000	(\$200,000)	\$233,503
FTE	0.00	0.00	0.00	0.00

¹ Funding is adjusted to provide for 2019-21 biennium salary adjustments of 2 percent per year. The Senate provided funding for salary increases of 2 percent on July 1, 2019, and 3 percent on July 1, 2020.

² Funding for cultural heritage grants is increased by \$480,000 from the general fund, to provide a total of \$500,000. The Senate added \$20,000 from the general fund for cultural heritage grants.

³ One-time funding of \$400,000 from the general fund (\$200,000) and other funds (\$200,000) added by the Senate for the Whitestone Hill native memorial is removed.

The House removed a section added by the Senate to authorize the agency to spend \$25,000 of the general fund appropriation after June 30, 2019, for the planning and design of the Whitestone Hill native memorial and provided the agency may spend, on a \$1 for \$1 match from other funds, the remaining \$175,000 from the general fund for the memorial, during the 2019-21 biennium.

Handwritten:
6/13/19
L201

Fiscal No. 2

PROPOSED AMENDMENTS TO ENGROSSED SENATE BILL NO. 2018

Page 1, replace lines 12 through 21 with:

"Salaries and wages	\$13,595,892	\$699,924	\$14,295,816
Operating expenses	3,885,894	55,691	3,941,585
Capital assets	1,747,653	637,889	2,385,542
Grants	600,000	0	600,000
Exhibits	0	372,000	372,000
Cultural heritage grants	<u>0</u>	<u>500,000</u>	<u>500,000</u>
Total all funds	\$19,829,439	\$2,265,504	\$22,094,943
Less estimated income	<u>3,155,795</u>	<u>123,457</u>	<u>3,279,252</u>
Total general fund	\$16,673,644	\$2,142,047	\$18,815,691
Full-time equivalent positions	75.00	0.00	75.00"

Page 2, replace lines 5 through 9 with:

"Auditorium chairs		<u>0</u>	<u>160,000</u>
Total all funds		\$1,000,000	\$1,532,000
Less estimated income		<u>1,000,000</u>	<u>85,000</u>
Total general fund		\$0	\$1,447,000"

Page 2, remove lines 23 through 30

Re-number accordingly

STATEMENT OF PURPOSE OF AMENDMENT:

Senate Bill No. 2018 - State Historical Society - House Action

	Base Budget	Senate Version	House Changes	House Version
Salaries and wages	\$13,595,892	\$14,251,854	\$43,962	\$14,295,816
Operating expenses	3,885,894	3,941,585		3,941,585
Capital assets	1,747,653	2,785,542	(400,000)	2,385,542
Grants	600,000	600,000		600,000
Exhibits		372,000		372,000
Cultural heritage grants		20,000	480,000	500,000
Total all funds	\$19,829,439	\$21,970,981	\$123,962	\$22,094,943
Less estimated income	<u>3,155,795</u>	<u>3,477,653</u>	<u>(198,401)</u>	<u>3,279,252</u>
General fund	\$16,673,644	\$18,493,328	\$322,363	\$18,815,691
FTE	75.00	75.00	0.00	75.00

2/2/20

Department 701 - State Historical Society - Detail of House Changes

	Adjusts Funding for Salary Increases ¹	Increases Funding for Cultural Heritage Grants ²	Removes Funding for Whitestone Hill Native Memorial ³	Total House Changes
Salaries and wages	\$43,962			\$43,962
Operating expenses				
Capital assets			(\$400,000)	(400,000)
Grants				
Exhibits				
Cultural heritage grants		\$480,000		480,000
Total all funds	\$43,962	\$480,000	(\$400,000)	\$123,962
Less estimated income	1,599	0	(200,000)	(198,401)
General fund	\$42,363	\$480,000	(\$200,000)	\$322,363
 FTE	 0.00	 0.00	 0.00	 0.00

¹ Funding is added to provide for employee salary increases of 2 percent on July 1, 2019, with a minimum monthly increase of \$120 and a maximum monthly increase of \$200, and an increase of 2.5 percent on July 1, 2020. The Senate provided funding for salary increases of 2 percent on July 1, 2019, and 3 percent on July 1, 2020.

² Funding for cultural heritage grants is increased by \$480,000 from the general fund, to provide a total of \$500,000. The Senate added \$20,000 from the general fund for cultural heritage grants.

³ One-time funding of \$400,000 from the general fund (\$200,000) and other funds (\$200,000) added by the Senate for the Whitestone Hill native memorial is removed.

The House removed a section added by the Senate to authorize the agency to spend \$25,000 of the general fund appropriation after June 30, 2019, for the planning and design of the Whitestone Hill native memorial and provided the agency may spend, on a \$1 for \$1 match from other funds, the remaining \$175,000 from the general fund for the memorial, during the 2019-21 biennium.

**2019 HOUSE STANDING COMMITTEE
ROLL CALL VOTES
BILL/RESOLUTION NO. SB 2018**

House Appropriations - Education and Environment Division Committee

Subcommittee

Amendment LC# or Description: Adopt amendment – voice vote motion carried

Recommendation: Adopt Amendment
 Do Pass Do Not Pass Without Committee Recommendation
 As Amended Rerefer to Appropriations
 Place on Consent Calendar
Other Actions: Reconsider _____

Motion Made By Representative Bob Martinson Seconded By Representative Mark Sanford

Representatives	Yes	No	Representatives	Yes	No
Chair David Monson			Representative Tracy Boe		
Vice Chair Jim Schmidt					
Representative Bob Martinson					
Representative Mike Nathe					
Representative Mark Sanford					
Representative Mike Schatz					

Total (Yes) Motion carried No _____

Absent _____

Floor Assignment _____

If the vote is on an amendment, briefly indicate intent:

Adopt House of Representatives salary and budget changes

**2019 HOUSE STANDING COMMITTEE
 ROLL CALL VOTES
 BILL/RESOLUTION NO. SB 2018**

House Appropriations - Education and Environment Division Committee

Subcommittee

Amendment LC# or Description: _____

Recommendation: Adopt Amendment
 Do Pass Do Not Pass Without Committee Recommendation
 As Amended Rerefer to Appropriations
 Place on Consent Calendar

Other Actions: Reconsider _____

Motion Made By Representative Bob Martinson Seconded By Representative Mike Nathe

Representatives	Yes	No	Representatives	Yes	No
Chair David Monson			Representative Tracy Boe		
Vice Chair Jim Schmidt					
Representative Bob Martinson					
Representative Mike Nathe					
Representative Mark Sanford					
Representative Mike Schatz					

Total (Yes) Voice vote – carries No _____

Absent _____

Floor Assignment _____

If the vote is on an amendment, briefly indicate intent:

**2019 HOUSE STANDING COMMITTEE
 ROLL CALL VOTES
 BILL/RESOLUTION NO. SB 2018**

House Appropriations - Education and Environment Division Committee

Subcommittee

Amendment LC# or Description: 19.0231.02001

Recommendation: Adopt Amendment
 Do Pass Do Not Pass Without Committee Recommendation
 As Amended Rerefer to Appropriations
 Place on Consent Calendar
 Other Actions: Reconsider _____

Motion Made By Representative Tracy Boe Seconded By Representative Mark Sanford

Representatives	Yes	No	Representatives	Yes	No
Chair David Monson			Representative Tracy Boe		
Vice Chair Jim Schmidt					
Representative Bob Martinson					
Representative Mike Nathe					
Representative Mark Sanford					
Representative Mike Schatz					

Total (Yes) Voice vote - carries No _____

Absent _____

Floor Assignment _____

If the vote is on an amendment, briefly indicate intent: Motion to adopt amendment 19.0231.02001 involving the salary and wage increase.

**2019 HOUSE STANDING COMMITTEE
 ROLL CALL VOTES
 BILL/RESOLUTION NO. SB 2018**

House Appropriations - Education and Environment Division Committee

Subcommittee

Amendment LC# or Description: _____

Recommendation: Adopt Amendment
 Do Pass Do Not Pass Without Committee Recommendation
 As Amended Rerefer to Appropriations
 Place on Consent Calendar

Other Actions: Reconsider _____

Motion Made By Sanford Representative Mark Seconded By Representative Mike Nathe

Representatives	Yes	No	Representatives	Yes	No
Chair David Monson	X		Representative Tracy Boe	X	
Vice Chair Jim Schmidt	X				
Representative Bob Martinson	X				
Representative Mike Nathe	X				
Representative Mark Sanford	X				
Representative Mike Schatz	X				

Total (Yes) 7 No 0

Absent 0

Floor Assignment Representative Mike Schatz

If the vote is on an amendment, briefly indicate intent:

Date: 4/3/2019
 Roll Call Vote #: 1

**2019 HOUSE STANDING COMMITTEE
 ROLL CALL VOTES
 BILL/RESOLUTION NO. SB 2018**

House Appropriations Committee

Subcommittee

Amendment LC# or Description: 19.0231.02002

Recommendation: Adopt Amendment
 Do Pass Do Not Pass Without Committee Recommendation
 As Amended Rerefer to Appropriations
 Place on Consent Calendar
 Other Actions: Reconsider _____

Motion Made By Representative Schatz Seconded By Representative Monson

Representatives	Yes	No	Representatives	Yes	No
Chairman Delzer					
Representative Kempenich					
Representative Anderson			Representative Schobinger		
Representative Beadle			Representative Vigesaa		
Representative Bellew					
Representative Brandenburg					
Representative Howe			Representative Boe		
Representative Kreidt			Representative Holman		
Representative Martinson			Representative Mock		
Representative Meier					
Representative Monson					
Representative Nathe					
Representative J. Nelson					
Representative Sanford					
Representative Schatz					
Representative Schmidt					

Total (Yes) _____ No _____

Absent _____

Floor Assignment _____

Voice Vote/Motion Carries

Date: 4/3/2019
 Roll Call Vote #: 2

**2019 HOUSE STANDING COMMITTEE
 ROLL CALL VOTES
 BILL/RESOLUTION NO. SB 2018**

House Appropriations Committee

Subcommittee

Amendment LC# or Description: Put Section 5 Back in for White Stone

Recommendation: Adopt Amendment
 Do Pass Do Not Pass Without Committee Recommendation
 As Amended Rerefer to Appropriations
 Place on Consent Calendar

Other Actions: Reconsider _____

Motion Made By Representative Schatz Seconded By Representative Monson

Representatives	Yes	No	Representatives	Yes	No
Chairman Delzer		X			
Representative Kempenich	A				
Representative Anderson	X		Representative Schobinger	X	
Representative Beadle	X		Representative Vigesaa	X	
Representative Bellew		X			
Representative Brandenburg	X				
Representative Howe		X	Representative Boe		X
Representative Kreidt	A		Representative Holman	X	
Representative Martinson		X	Representative Mock		X
Representative Meier		X			
Representative Monson		X			
Representative Nathe		X			
Representative J. Nelson	A				
Representative Sanford		X			
Representative Schatz		X			
Representative Schmidt		X			

Total (Yes) 6 No 12

Absent 3

Floor Assignment _____

Motion Fails

Date: 4/3/2019
 Roll Call Vote #: 2

**2019 HOUSE STANDING COMMITTEE
 ROLL CALL VOTES
 BILL/RESOLUTION NO. SB 2018**

House Appropriations Committee

Subcommittee

Amendment LC# or Description: _____

Recommendation: Adopt Amendment
 Do Pass Do Not Pass Without Committee Recommendation
 As Amended Rerefer to Appropriations
 Place on Consent Calendar
 Other Actions: Reconsider _____

Motion Made By Representative Schatz Seconded By Representative Monson

Representatives	Yes	No	Representatives	Yes	No
Chairman Delzer		X			
Representative Kempenich	A				
Representative Anderson	X		Representative Schobinger	X	
Representative Beadle	X		Representative Vigesaa	X	
Representative Bellew		X			
Representative Brandenburg		X			
Representative Howe	X		Representative Boe	X	
Representative Kreidt	A		Representative Holman	X	
Representative Martinson	X		Representative Mock	X	
Representative Meier	X				
Representative Monson	X				
Representative Nathe	X				
Representative J. Nelson	A				
Representative Sanford	X				
Representative Schatz	X				
Representative Schmidt	X				

Total (Yes) 15 No 3

Absent 3

Floor Assignment Representative Schatz

Motion Carries

REPORT OF STANDING COMMITTEE

SB 2018, as engrossed: Appropriations Committee (Rep. Delzer, Chairman) recommends **AMENDMENTS AS FOLLOWS** and when so amended, recommends **DO PASS** (15 YEAS, 3 NAYS, 3 ABSENT AND NOT VOTING). Engrossed SB 2018 was placed on the Sixth order on the calendar.

Page 1, replace lines 12 through 21 with:

"Salaries and wages	\$13,595,892	\$699,924	\$14,295,816
Operating expenses	3,885,894	55,691	3,941,585
Capital assets	1,747,653	637,889	2,385,542
Grants	600,000	0	600,000
Exhibits	0	372,000	372,000
Cultural heritage grants	0	500,000	500,000
Total all funds	\$19,829,439	\$2,265,504	\$22,094,943
Less estimated income	<u>3,155,795</u>	<u>123,457</u>	<u>3,279,252</u>
Total general fund	\$16,673,644	\$2,142,047	\$18,815,691
Full-time equivalent positions	75.00	0.00	75.00"

Page 2, replace lines 5 through 9 with:

"Auditorium chairs		0	160,000
Total all funds		\$1,000,000	\$1,532,000
Less estimated income		<u>1,000,000</u>	<u>85,000</u>
Total general fund		\$0	\$1,447,000"

Page 2, remove lines 23 through 30

Renumber accordingly

STATEMENT OF PURPOSE OF AMENDMENT:

Senate Bill No. 2018 - State Historical Society - House Action

	Base Budget	Senate Version	House Changes	House Version
Salaries and wages	\$13,595,892	\$14,251,854	\$43,962	\$14,295,816
Operating expenses	3,885,894	3,941,585		3,941,585
Capital assets	1,747,653	2,785,542	(400,000)	2,385,542
Grants	600,000	600,000		600,000
Exhibits		372,000		372,000
Cultural heritage grants		20,000	480,000	500,000
Total all funds	\$19,829,439	\$21,970,981	\$123,962	\$22,094,943
Less estimated income	<u>3,155,795</u>	<u>3,477,653</u>	<u>(198,401)</u>	<u>3,279,252</u>
General fund	\$16,673,644	\$18,493,328	\$322,363	\$18,815,691
FTE	75.00	75.00	0.00	75.00

Department 701 - State Historical Society - Detail of House Changes

	Adjusts Funding for Salary Increases ¹	Increases Funding for Cultural Heritage Grants ²	Removes Funding for Whitestone Hill Native Memorial ³	Total House Changes
Salaries and wages	\$43,962			\$43,962
Operating expenses				
Capital assets			(\$400,000)	(400,000)
Grants				
Exhibits				
Cultural heritage grants		\$480,000		480,000
Total all funds	\$43,962	\$480,000	(\$400,000)	\$123,962
Less estimated income	<u>1,599</u>	<u>0</u>	<u>(200,000)</u>	<u>(198,401)</u>
General fund	\$42,363	\$480,000	(\$200,000)	\$322,363
FTE	0.00	0.00	0.00	0.00

¹ Funding is added to provide for employee salary increases of 2 percent on July 1, 2019,

with a minimum monthly increase of \$120 and a maximum monthly increase of \$200, and an increase of 2.5 percent on July 1, 2020. The Senate provided funding for salary increases of 2 percent on July 1, 2019, and 3 percent on July 1, 2020.

² Funding for cultural heritage grants is increased by \$480,000 from the general fund, to provide a total of \$500,000. The Senate added \$20,000 from the general fund for cultural heritage grants.

³ One-time funding of \$400,000 from the general fund (\$200,000) and other funds (\$200,000) added by the Senate for the Whitestone Hill native memorial is removed.

The House removed a section added by the Senate to authorize the agency to spend \$25,000 of the general fund appropriation after June 30, 2019, for the planning and design of the Whitestone Hill native memorial and provided the agency may spend, on a \$1 for \$1 match from other funds, the remaining \$175,000 from the general fund for the memorial, during the 2019-21 biennium.

2019 CONFERENCE COMMITTEE

SB 2018

2019 SENATE STANDING COMMITTEE MINUTES

Appropriations Committee
Harvest Room, State Capitol

SB 2018
4/12/2019
JOB # 34725

Subcommittee
 Conference Committee

Committee Clerk: Alice Delzer / Florence Mayer
--

Explanation or reason for introduction of bill/resolution:

A Conference Committee for the state historical society

Minutes:

1.Base Level Funding Changes

Senators: Robert Erbele, Karen Krebsbach, Tim Mathern

Representatives: Mike Schatz, Mike Nathe, Tracy Boe

Chris Kadrmas, Legislative Council

Larry Martin, OMB

Senator Erbele: Called the Conference Committee to order on SB 2018, the Historical Society at 11:00 am in the Harvest Room. Roll call was taken. All committee members were present.

Senator Erbele: Representative Schatz, do you want to walk through your House changes with us?

Representative Schatz: There has only been a few changes. We've increased the budget by \$233,000, which is a little bit unusual. I guess I can ask you, what is it you don't like? There has only been 3 different changes here, salaries, capital assets and the cultural heritage grants. What is it you don't like?

Senator Erbele: It's been a long time since we've seen this budget and this is my first time this morning to look at it. I think we'll walk down the line and see what we are agreeing on. If we look at base payroll changes, salary increases, all the way down to retirement contribution increases. I think those are non-discussion items, is that correct? (That was fine with them.) (He was referring to **Attachment #1, Base Level Funding Changes**) that was submitted to the committee by Chris Kadrmas, Legislative Council). It looks like we've agreed on the on-going funding for extra-ordinary repairs. Is that correct? (Yes.) Then funding for the bond payments. The only change is the funding for the cultural heritage grants. You have added \$480,000. Do you want to discuss the intent and purpose of that increase?

Representative Schatz: The idea there was we would get more funding for local historical projects. Any kind of historical society that has something they need money for, they could

get from that grant. As well as any of the county historical societies. There are many programs out there or improvements they'd like to make. We felt that was a worthy change.

Senator Erbele: So we have that change. The only change is the Whitestone Native Memorial, correct? (Correct.) Do you want to share your thoughts on that please?

(0.04.02) Representative Schatz: We felt the number was a little large, \$400,000. Technically, the historical society can do this without any general fund money. There is no one stopping this structure from going on, it's just we felt it was a lot of money for a sculpture. We would like to take a look at a model before we would consider it.

Senator Erbele: But you are not opposed to it going forward?

Representative Schatz: I think we're opposed to the \$200,000, at this time anyway.

(0.04.53) Senator Erbele: You understand that would be a match on a dollar for dollar basis? (Correct.) It doesn't necessarily mean it will be that amount; it would be up to that. And you're aware; this has been before us 2 biennium ago. It never got the legs and then last biennium, because of circumstances in the area, it wasn't even brought up, now it is back before us. We do have the locals; they have an organized society down that are behind this and are supporting it. Would you consider dollars for at least the planning and design for such a monument?

Representative Schatz: I guess, as what the comparison to what the Senate put \$20,000 into cultural heritage grants. We increased that by \$480,000. The historical society has the ability to grant that to this project. That is a place where it could be done. As far as the Senate's position was \$20,000 and now this very large increase, we feel we don't have to fund that.

Senator Erbele: Part of our \$20,000 thinking was for the North Dakota studies program that was cut in the allotments. Committee do you have questions or thoughts?

(0.6.56) Senator Mathern: I guess I would like to know, during the Senate hearings we had some general proposals about the Whitestone Hill Memorial. I would be interested to know if there is any new material about the development. I would be interested to know if the House has any confirmation from the Historical society that they would or would want to use some of that grant money for this project. Was that something in your hearings or is that something you're presuming?

Representative Schatz: We haven't discussed specifics of that money. I just know they are in favor of it. The possibility is there.

Senator Krebsbach: I appreciate the House adding to the area of the grants for funding cultural heritage grants. I think that's a great move. That brings it more in line to where it used to be. Seems like that was cut considerably in the last 2 legislative sessions. That is money that goes out the communities for their projects and for their help, and they always need more help. Could we ask Claudia to verify that?

Senator Erbele: I would allow that.

Representative Schatz: Are we going to have a hearing here?

Senator Erbele: No, just information.

Representative Schatz: We can get clarification too if we have to have some.

Senator Krebsbach: I do not mean to open up a hearing. I just want to know what's been going on and how it's being used.

Senator Erbele: Maybe we can adjourn the hearing and ask and then come back too. The questions needs to be asked.

Representative Schatz: A lot of times, it is just between us.

Senator Erbele: I know.

(0.09.42) Claudia Berg, ND Historical Society: So you would like to know how the grants have been used in the past? We haven't had any grants for the last 2 biennium. They have been cut when we had to reduce budgets. For the past 4 years, there have been no grants. Previous to that, we had grants that were given out in several different categories of taking care of collections, capital improvements to museums and buildings, programing, etc. They went out to communities for festivals as well as to county and local museums.

Senator Mathern: had a question concerning the dollar amount in the line item and where it would be used.

Representative Schatz: No. I really don't want to do that.

Senator Erbele: I understand. We can strike that out. We will have to have another meeting. (That question was struck out of the minutes)

(0.11.15) Senator Mathern: I would just add then that I also agree that we move forward with the new efforts to get the grants for the local area. I think it is a positive thing that the House has added. I need to understand more but I recall some sessions ago where these local groups could do a much better job if they had some incentive with the grants so I applaud the House for putting that in.

Senator Erbele: The only matter for discussion yet, I think we are in agreement except for the number on the Whitestone Memorial. I know there are fundraising efforts that could take place if we provide a match. I think the Natives deserve to have something better than what they have. It is just a little 5 foot concrete thing with an 8x8-brass plaque that said 300 people lost their lives there versus a huge tower and a solider on top of the hill for the 20 people who lost their lives. I think it completes the story out there, it tells the truth of the story, and I think we need to enhance that site with that. Do you have any considerations for any dollars?

Representative Schatz: No, not at this time.

(0.13.21) Representative Boe: I thought I would add about the line item for the grants. I don't see what would forbid applying for a grant for a design so they could plan and design something they could bring back in the future that would give us an idea of what we're buying versus just a concept, or just an idea. It would sell better if we knew exactly what we were buying. What is it going to look like and so forth?

Senator Erbele: I think we will meet one more time at least.

Senator Krebsbach: What kind of dollar are we talking about for developing a design? Has that been explored at all or thought about?

Representative Boe: I don't know that is in our wheelhouse. Once we've appropriated this money for availability of grants, that would be up to Claudia and her staff to decide who receives the grants.

(0.15.28) Senator Erbele: I think we had some dollars set aside for design. Section 5 says the State Historical Society may spend \$25,000 of the general fund appropriation after June 30th, 2019 for the planning and design of Whitestone Hill Native Memorial. They may spend on a dollar for dollar matching base from other non-state funds. The remaining \$175,000. That was in our section 5 of the bill. They were going to allow \$25,000 of the \$200,000 to be for design and the rest be matched one for one. That was in there. I would think the design would have to meet the standards set forward by the Historical Society. That it is appropriate for the site. that there would be nothing controversial or offensive about it. For now, I think we should consider moving forward as we had stated there. The design dollars are in there. If there were no other comments or discussions, I would say we'll come back again.

The conference committee was adjourned on SB 2018.

2019 SENATE STANDING COMMITTEE MINUTES

Appropriations Committee
Harvest Room, State Capitol

SB 2018
4/16/2019
JOB # 34760 (18:38)

Subcommittee
 Conference Committee

Committee Clerk: Alice Delzer/ Meghan Pegel

Explanation or reason for introduction of bill/resolution:

A Conference Committee hearing for State Historical Society (SHS)

Minutes:

No testimony submitted

Senators: Robert Erbele, Karen Krebsbach, Tim Mathern
Representatives: Mike Schatz, Mike Nathe, Tracy Boe

Chris Kadrmas, Legislative Council
Larry Martin, OMB

Senator Erbele called the Committee to order on SB 2018 at 9:30 am in the Harvest Room. Roll call was taken. All committee members were present.

Senator Erbele: We have one issue before us, and that would be the funds for a Native memorial at Whitestone battlefield. Representative Boe made the comment that we would like to see what we're buying. There is some merit in that; however, I think the society would not approve anything that wasn't appropriate. Do you have any thoughts on how we should move forward?

Representative Schatz: Our position hasn't changed- version 02002 of HB 2018.

Senator Erbele: You're saying no funding for Whitestone.

Representative Schatz: Correct. You have the ability to take money out of there because we added half a million dollars. We've exceeded your budget by \$322,000. What you do between you and the Historical Society, that's your business. The money is there.

Senator Erbele: It's not my business, it's our business because that's why we're here. That money in the grant line item can't be used at a historical site, and that's a historical site. If we want to take something down there, we'd still have to delineate it and make it a line item.

Senator Krebsbach: I think it would be very beneficial to get something going. Part of the problem was that there were no plans for this. I can understand that, and the bill had a cost of \$25,000 for them to look at some planning and design of the Whitestone. If the House doesn't want to put another \$25,000 into that, I would suggest that we then transfer \$25,000 from the grants loan to that project. This will designate the fact that we are going to get started with the Whitestone project. Secondly, in visiting with Director Claudia Berg, the grants money has not necessarily been used for state-owned functions of the Historical Society. If we could transfer that out, that would alleviate their end of it. They're not granting it, we are. I would move that we transfer \$25,000 from the grant funds to the Whitestone project. The wording is very clear in subsection 5. That was eliminated by the House- just put that wording back with the \$25,000, not the \$200,000.

Senator Krebsbach motions to transfer \$25,000 from the grant funds to the Whitestone project. Senator Mathern seconds.

Representative Nathe: You could not use the money out of that line item for just preliminary work? It has to be separated out of the \$500,000?

Senator Erbele: That is our understanding from the society, that grants don't go to state-owned sites.

Nathe: but the money would just be used for the preliminary work and study.

Senator Erbele: To Senator Krebsbach point, if we take out, then we do it, and it takes them off the hook from doing it. It's the same monies, but we'd just earmark 25 for the project.

Senator Mathern: I think the Historical Society doesn't want to take the money from there because it's like granting money to themselves. The goal of that line item is to help all of these nonprofits that are out there doing projects. If they start dipping into that directly, they are then starting to grant money to themselves. Senator Krebsbach's motion means we would just take that money out of that grants line item and move it to another line item where the legislature directs the \$25,000 to be used.

Representative Schatz: On one-time funding for historic site and extraordinary repairs, there's \$1M. There's plenty of money in there for \$25,000 for a study of that in my opinion.

Representative Boe: Is the Native American project a Historical Society's project, or is this a joint project with someone else? I was lead to believe that this was a joint project with the tribes.

Senator Erbele: It's a memorial for the tribes, so they're going to plan it. We're not going to tell them what kind of a monument they should have, so we're involving Mr. Davis with the Indian Affairs. They have the artisans to create something that tells their story and the way they want it told, not the way we think it should be told. That's why we said we can do matches, but they will also have to have some skin in the game and raise some match dollars for it as well.

Representative Nathe: There's no support for the memorial right now, and that's the reason the House took out all the money. They could use that money from the current lines that we have with money in it already, such as the historic site line of \$1M, and use the money in there. If we accept this amendment, it looks like the House is endorsing the Whitestone Memorial, but it was the position of the House that we didn't endorse it, and that's why we took the money out. I'd have a hard time supporting this motion.

Senator Erbele: We'd short change their operations, and it would probably be the same argument that was shared before that it falls under the same category.

(10:30) Senator Krebsbach: If we do the preplanning and design for this concept, they will bring it back to us in the next session, and it would be up to both bodies. It was for us to match their funds, and we were looking at \$200,000 from each area. This way, you'd have the choice to decide next time whether or not you want it, but you'd have the information as to what it would look like.

Representative Nathe: I wholeheartedly agree as far as the reasoning, process and results. Our position would be to take it out of the current monies that we have in there already. The House does not really support this at all, so take it out of the current money and let the Historical Society decide. To your comment that it short changes them, they'll need to prioritize too in what they budget. Are we sure we can't take money out of cultural heritage grants for the planning and designing? Do we know that for sure?

Representative Schatz: From what I understand, the Whitestone Hill friends group would qualify for money from a grant because that was part of the cultural heritage grants. That could go to the friends of Whitestone Hill for planning.

Senator Mathern: The Historical Society would make grants to nonprofit organizations, and the friends group is not an official nonprofit organization.

Senator Krebsbach: I would like Claudia to come forward to clarify that point.

Representative Schatz: I am going to object because I don't want a hearing.

Senator Krebsbach: I'm not asking for a hearing; I'm asking for clarification to speed the process up and get to a resolution.

Claudia Berg, Director of the State Historical Society of ND, is asked to podium

Senator Krebsbach: Please clarify the \$500,000 that's in the bill for the funding for the cultural grants and the utilization that you are doing in the Historical Society.

Berg: We do not fund ourselves with the heritage grants, so our friends groups and our own agency projects aren't eligible for that funding. Those grants are meant to go out to county and local historical societies and communities for specific projects to take care of their museums, collections, buildings and that sort of thing. In the past, we've not allowed any of our friends groups or ourselves to be eligible for any of that money.

Representative Nathe: Could you take it out of the one-time historic site and extraordinary repair line of \$1M?

Berg: We could, but then that means there's a foundation or roof that isn't going to receive the funding it needs. That's more repairing existing buildings and sites.

Representative Nathe: This wouldn't reach the priority to use that money out of the \$1M? If it's up to you, you wouldn't do it?

Berg: We would have to see where all the projects come in when they're bid out for work and see what remains in that line item. There's potential that some of the money could come from that.

Representative Nathe: I get a feeling that you don't want to fund it, but you want us to?

Berg: I'm trying to find the money to get started on this project. There's a good possibility that funding could come from several different line items to make this work. We want just enough money to get started on this so we can start fundraising for it. We're willing to look at our budget as well in different areas to make this work, but we don't want to dip into the grants and start funding ourselves through a grant program that we're administering.

Senator Erbele: We have a motion to reduce the grants by \$25,000 and allowing the design and planning to go forward. This would not be as difficult to administer for the society by going that route.

A Roll Call vote was taken. Yeas: 3; Nays: 3; Absent: 0. Motion fails.

Senator Erbele adjourns the Conference Committee hearing on SB 2018.

2019 SENATE STANDING COMMITTEE MINUTES

Appropriations Committee
Harvest Room, State Capitol

SB 2018
4/18/2019
JOB # 34835

Subcommittee
 Conference Committee

Committee Clerk: Alice Delzer/Amy Crane

Explanation or reason for introduction of bill/resolution:

A Conference Committee hearing for State Historical Society (SHS)

Minutes:

No testimony submitted

SENATORS: Erbele, Krebsbach, Mathern
REPRESENTATIVES: Schatz, Nathe, Boe

Chris Kadrmas, Legislative Council
Larry Martin, OMB

Senator Erbele: Called the Conference Committee to order on SB 2018 at 10:30 am in the Harvest Room. Roll call was taken. All committee members were present.

Senator Erbele: We are only talking about one issue at this point, trying to consider how to move a project forward, so that we can at least get a prototype of a design or some concept so we know if we come back to the next session and are needing funds, to know what we are funding. Any thoughts, discussions or motions on this?

Senator Mathern: I congratulate the House for how this budget was worked on. I would suggest that we move \$25,000 from the Cultural Heritage grants to the line that has \$1M from I guess the capital asset line and make that change and then accept all the amendments that the House has made.

Senator Mathern: made the motion. 2nd by Senator Krebsbach.

Representative Nathe: Just so I understand the motion, so \$25,000, I have the long sheet here. (This had been submitted in a previous hearing) So it's under one-time funding items from the historic site and extraordinary repair line. Was that where the money is coming from?

Senator Erbele: The money is coming from the grant line of \$500,000.

Representative Schatz: Can you repeat the verbiage again? What I would like, is if it were to say \$25,000 for... what is the verbiage again?

Senator Mathern: Chris would you give the words? I want it ready so if we make a formal motion about receding, that it would be the correct words.

Chris Kadrmas, Legislative Council: The motion would have to be that the House recedes from its amendments as printed in the journal, to further amend the House's version of SB 2018 to transfer from the Cultural Heritage grants which is one-time funding to the Capital Assets line as one-time funding. It wouldn't state any specific purpose. And again, it would go from Cultural Heritage grants which is ongoing funding, to one-time funding.

Senator Krebsbach: I'm looking at the long sheet and that would be under the category of historic site and extraordinary repairs?

Chris Kadrmas, Legislative Council: If that's where the desire of the Senate would like it, we could do that.

Senator Krebsbach: that's ok with me.

Chris Kadrmas, Legislative Council: So then the Cultural Heritage grants would be reduced to \$475,000 and the Historic site and Extraordinary repairs for one-time funding would go to \$1,025,000.

Senator Mathern: Yes, that is the intent of the motion. It would keep the House in total intact and we wouldn't be dealing with adding any money to the bill.

Representative Schatz: It sounds like then, it could just be taken out of the \$500,000 as it is, without any movement at all. Couldn't that happen as well? We're just moving money from line to another, with no specific purpose so why couldn't you just take it out of there in the first place?

Senator Erbele: I believe the discussion from the previous meetings has been that out of the grants line it can't go to historic sites. If we move it down there then they can move it to a state owned site. The other grants are for museums and that sort of thing outside of historical sites registries, sthe other state non-profits that the grants are for. So it's just a matter of utilization, it doesn't make them do something that is against the rules.

Senator Erbele: Are we ready to take the roll?

A Roll Call vote was taken. Yea: 3; Nay: 3; Absent: 0. It failed.

Senator Erbele: Yes

Senator Krebsbach: Yes

Senator Mathern: Yes

Representative Schatz: No

Representative Nathe: No

Representative Boe: No

Senator Erbele: Gentlemen from the House do you have anything else to offer? Or any other considerations for us?

Representative Schatz: I would like to move that the Senate accede to the House amendments. 2nd by Representative Nathe.

Senator Mathern: I'm just wondering what your concern is? We're trying to stay within the House budget which I think is positive in trying to provide a little more flexibility to the department, Historical Society. I am wondering if you could add a little more rationale for not wanting that.

Representative Schatz: We feel that the Historical Society already has the flexibility.

Senator Mathern: Do you believe that they have the flexibility to move \$25,000 from the Cultural Heritage grants to the Historic Site and the Extraordinary repairs line?

Representative Schatz: We believe that they have the flexibility to spend \$25,000 out of the Historic site and Extraordinary repairs.

Representative Nathe: I think maybe for the Historical Society, this may be a better way versus than the previous motion actually lessened their base and moved it to one-time funding. If they are able to just take it out of Historical site and Extraordinary repairs, then they don't lessen their base funding. Does that make sense?

Chris Kadrmas, Legislative Council: Senator Mathern's motion would reduce their base level because it is taking from ongoing funding and putting it into one-time funding, so that statement would be correct, yes.

Senator Erbele: But the one-time funding would just be that \$25,000 that they are being reduced by?

Chris Kadrmas, Legislative Council: Correct it would be the reduction of \$25,000 from ongoing funding which would be their base level, by \$25,000.

Representative Nathe: I think it would be more advantageous for the historical society to do it the way Representative Schatz is suggesting because then they keep their base intact and they're just taking the money out of the one timeline.

Chairman Krebsbach: I don't want to prolong this forever, but I'm looking at that that we are then shortchanging their dollars for repairs and maintenance on their existing structures that they have to take care of.

Representative Boe: That would be true. We would be shortchanging them one time. And if you take the \$25,000 out of the ongoing that will be over and over, biennium over biennium.

Senator Erbele: That would be just this one time though, wouldn't it?

Chris Kadrmas, Legislative Council: That is correct, yes, since the historic site and extraordinary repairs is one-time funding, it's just this biennium for the \$25,000, if they chose to use it that way would be only one-time.

Senator Erbele: Alright well, we have the motion, we'll have the clerk call the roll on the Senate accede to House Amendments.

Senator Krebsbach: Just one point for discussion, just for the sake of resolving this conference committee I can go along with it but I would like for there to be wording in the minutes that they would be utilizing \$25,000 from the Capital fund or the repairs maintenance fund whatever it is, for a project on the Whitestone project.

Senator Erbele: Would you be alright having that reflected in the minutes?

Representative Schatz: Well there's nothing we can do beyond that after it's been said.

Senator Erbele: Alright let's continue with the vote.

A Roll Call vote was taken. Yea: 6; Nay: 0; Absent: 0. It carried.

Carriers:

Senator Erbele

Representative Schatz

Senator Erbele: Dismissed the hearing on SB 2018.

2019 SENATE CONFERENCE COMMITTEE
ROLL CALL VOTES

BILL/RESOLUTION NO. SB 2018 as (re) engrossed

Senate "Enter committee name" Committee

- Action Taken
- SENATE accede to House Amendments
 - SENATE accede to House Amendments and further amend
 - HOUSE recede from House amendments
 - HOUSE recede from House amendments and amend as follows
 - Unable to agree, recommends that the committee be discharged and a new committee be appointed

Motion Made by: Krebsbach Seconded by: Mathern

Senators	Yes	No	Representatives	Yes	No
Senator Erbele	✓		Representative Schatz		✓
Senator Krebsbach	✓		Representative Nathe		✓
Senator Mathern	✓		Representative Boe		✓
Total Senate Vote	3	0	Total Rep. Vote	0	3

Vote Count Yes: 3 No: 3 Absent: 0

Senate Carrier _____ House Carrier _____

LC Number _____ of amendment

LC Number _____ of engrossment

Emergency clause added or deleted

Statement of purpose of amendment

*move to transfer \$25,000 from the grant fund line
move it to a different line item.*

failed

**2019 SENATE CONFERENCE COMMITTEE
 ROLL CALL VOTES**

BILL/RESOLUTION NO. SB 2018 as (re) engrossed

Senate Appropriations Committee

- Action Taken**
- SENATE accede to House Amendments
 - SENATE accede to House Amendments and further amend
 - HOUSE recede from House amendments
 - HOUSE recede from House amendments and amend as follows
 - Unable to agree, recommends that the committee be discharged and a new committee be appointed

Motion Made by: Senator Mathern Seconded by: Senator Krebsbach

Senators	4/18		Yes	No	Representatives	4/18		Yes	No
Senator Erbele	x		X		Representative Schatz	x			X
Senator Krebsbach	x		X		Representative Nathe	x			X
Senator Mathern	x		X		Representative Boe	x			X
Total Senate Vote			3	0	Total Rep. Vote			0	3

Vote Count Yes: 3 No: 3 Absent: 0

Senate Carrier _____ House Carrier _____

LC Number _____ of amendment

LC Number _____ of engrossment

Emergency clause added or deleted

Statement of purpose of amendment

Statement of purpose of amendment: The House recedes from House amendments and amend as follows: to transfer \$25,000 from the heritage cultural grants to the line of the capital asset line. Motion failed.

**2019 SENATE CONFERENCE COMMITTEE
 ROLL CALL VOTES**

BILL/RESOLUTION NO. SB 2018 as (re) engrossed

Senate Appropriations Committee

- Action Taken**
- SENATE accede to House Amendments
 - SENATE accede to House Amendments and further amend
 - HOUSE recede from House amendments
 - HOUSE recede from House amendments and amend as follows
 - Unable to agree, recommends that the committee be discharged and a new committee be appointed

Motion Made by: Representative Schatz Seconded by: Representative Nathe

Senators				Yes	No	Representatives				Yes	No
Senator Erbele				X		Representative Schatz				X	
Senator Krebsbach				X		Representative Nathe				X	
Senator Mathern				X		Representative Boe				X	
Total Senate Vote				3	0	Total Rep. Vote				3	0

Vote Count Yes: 6 No: 0 Absent: 0

Senate Carrier Senator Erbele House Carrier Representative Schatz

LC Number _____ . _____ of amendment

LC Number _____ . _____ of engrossment

Emergency clause added or deleted

Statement of purpose of amendment

REPORT OF CONFERENCE COMMITTEE

SB 2018, as engrossed: Your conference committee (Sens. Erbele, Krebsbach, Mathern and Reps. Schatz, Nathe, Boe) recommends that the **SENATE ACCEDE** to the House amendments as printed on SJ pages 1309-1310 and place SB 2018 on the Seventh order.

Engrossed SB 2018 was placed on the Seventh order of business on the calendar.

2019 TESTIMONY

SB 2018

**Department 701 - State Historical Society
Senate Bill No. 2018**

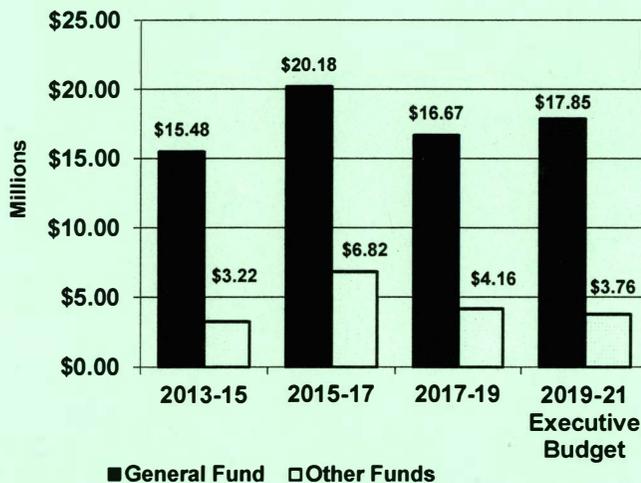
Executive Budget Comparison to Prior Biennium Appropriations

	FTE Positions	General Fund	Other Funds	Total
2019-21 Executive Budget	75.00	\$17,850,381	\$3,755,486	\$21,605,867
2017-19 Legislative Appropriations	75.00	16,673,644	4,155,795	20,829,439
Increase (Decrease)	0.00	\$1,176,737	(\$400,309)	\$776,428

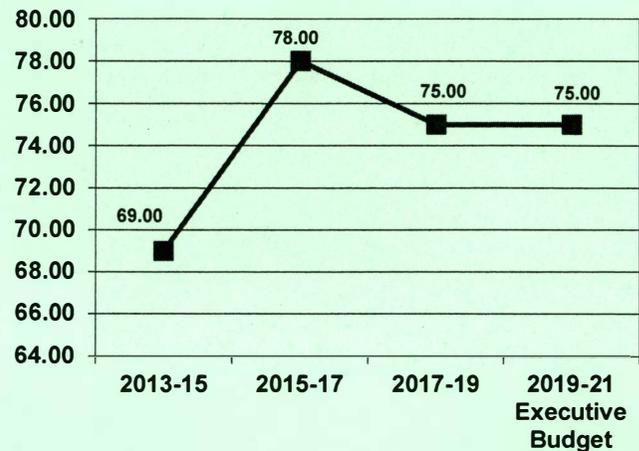
Ongoing and One-Time General Fund Appropriations

	Ongoing General Fund Appropriation	One-Time General Fund Appropriation	Total General Fund Appropriation
2019-21 Executive Budget	\$16,978,381	\$872,000	\$17,850,381
2017-19 Legislative Appropriations	16,673,644	0	16,673,644
Increase (Decrease)	\$304,737	\$872,000	\$1,176,737

Agency Funding



FTE Positions



Executive Budget Comparison to Base Level

	General Fund	Other Funds	Total
2019-21 Executive Budget	\$17,850,381	\$3,755,486	\$21,605,867
2019-21 Base Level	16,673,644	3,155,795	19,829,439
Increase (Decrease)	\$1,176,737	\$599,691	\$1,776,428

Attached as an appendix is a detailed comparison of the executive budget to the agency's base level appropriations.

Executive Budget Highlights

	General Fund	Other Funds	Total
1. Adds funding for state employee salary and benefit increases, of which \$498,035 is for salary increases, \$272,100 is for health insurance increases, and \$64,863 is for retirement contribution increases	\$771,157	\$63,841	\$834,998
2. Removes ongoing funding for extraordinary repairs	(\$307,357)	\$0	(\$307,357)
3. Reduces funding for bond payments to provide \$1,144,542	(\$214,754)	\$0	(\$214,754)
4. Adds funding for Microsoft Office 365 licensing expenses	\$55,691	\$0	\$55,691
5. Adds one-time funding for historic site and extraordinary repairs	\$500,000	\$550,000	\$1,050,000
6. Adds one-time funding for exhibit and collections care	\$372,000	\$0	\$372,000

**Other Sections Recommended to be Added in the Executive Budget
(As Detailed in the Attached Appendix)**

Appropriation - Revolving fund - Section 3 would appropriate all fees collected and deposited in the revolving fund to the State Historical Society.

Appropriation - Gifts, grants, and bequests - Section 4 would appropriate all gifts, grants, devises, bequests, donations, and assignments received by the State Historical Society to the State Historical Society.

Continuing Appropriations

Concession fund - North Dakota Century Code Section 55-02-04 - Operation of the State Historical Society museum store.

State Historical Society gifts and bequests fund - Section 55-01-04 - Gifts and bequests for support of museum operations.

State Historical Society revolving fund - Section 55-03-04 - Archaeological permits.

Deficiency Appropriation

Heritage Center expansion project litigation - Senate Bill No. 2024 provides a deficiency appropriation of \$280,000 from the general fund to the State Historical Society for legal fees associated with litigation related to the Heritage Center expansion project.

Significant Audit Findings

The State Auditor's office reported the State Historical Society did not properly bid certain public improvement projects.

Major Related Legislation

There is no major related legislation for this agency at this time.

State Historical Society - Budget No. 701
Senate Bill No. 2018
Base Level Funding Changes

	<u>Executive Budget Recommendation</u>			
	<u>FTE</u> <u>Position</u>	<u>General</u> <u>Fund</u>	<u>Other</u> <u>Funds</u>	<u>Total</u>
2019-21 Biennium Base Level	75.00	\$16,673,644	\$3,155,795	\$19,829,439
2019-21 Ongoing Funding Changes				
Base payroll changes			(\$14,150)	(\$14,150)
Salary increase		459,957	38,078	498,035
Health insurance increase		251,296	20,804	272,100
Retirement contribution increase		59,904	4,959	64,863
Removes ongoing funding for extraordinary repairs		(307,357)		(307,357)
Reduces funding for bond payments		(214,754)		(214,754)
Adds Microsoft Office 365 licensing funding		55,691		55,691
Total ongoing funding changes	<u>0.00</u>	<u>\$304,737</u>	<u>\$49,691</u>	<u>\$354,428</u>
One-time funding items				
Historic site and extraordinary repairs		\$500,000	\$550,000	\$1,050,000
Exhibit and collections care		372,000		372,000
Total one-time funding changes	<u>0.00</u>	<u>\$872,000</u>	<u>\$550,000</u>	<u>\$1,422,000</u>
Total Changes to Base Level Funding	<u>0.00</u>	<u>\$1,176,737</u>	<u>\$599,691</u>	<u>\$1,776,428</u>
2019-21 Total Funding	<u>75.00</u>	<u>\$17,850,381</u>	<u>\$3,755,486</u>	<u>\$21,605,867</u>

Other Sections for State Historical Society - Budget No. 701

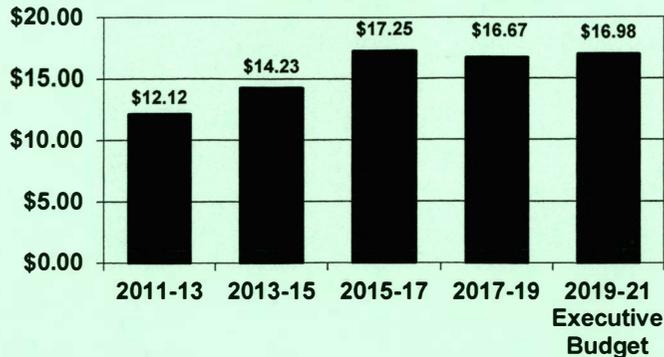
	<u>Executive Budget Recommendation</u>
Appropriation - Revolving fund	Section 3 would appropriate all fees collected and deposited in the revolving fund to the State Historical Society.
Appropriation - Gifts, grants, and bequests	Section 4 would appropriate all gifts, grants, devises, bequests, donations, and assignments received by the State Historical Society to the State Historical Society.

Department 701 - State Historical Society

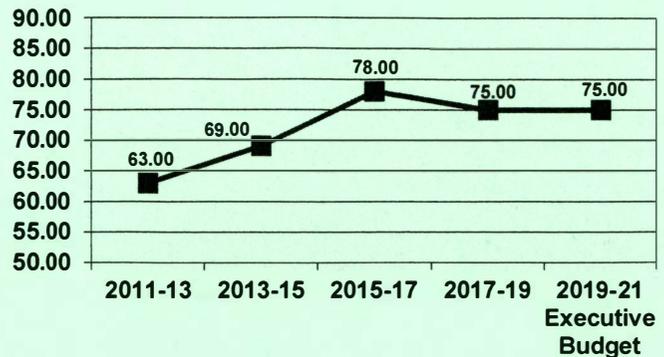
Historical Appropriations Information

Ongoing General Fund Appropriations Since 2011-13

Ongoing General Fund Appropriations (in Millions)



FTE Positions



Ongoing General Fund Appropriations					
	2011-13	2013-15	2015-17	2017-19	2019-21 Executive Budget
Ongoing general fund appropriations	\$12,119,191	\$14,231,811	\$17,254,791	\$16,673,644	\$16,978,381
Increase (decrease) from previous biennium	N/A	\$2,112,620	\$3,022,980	(\$581,147)	\$304,737
Percentage increase (decrease) from previous biennium	N/A	17.4%	21.2%	(3.4%)	1.8%
Cumulative percentage increase (decrease) from 2011-13 biennium	N/A	17.4%	42.4%	37.6%	40.1%

Major Increases (Decreases) in Ongoing General Fund Appropriations

2013-15 Biennium

1. Added funding for 5 FTE positions \$682,190
2. Added funding for salaries and wages for seasonal temporary employees \$183,549

2015-17 Biennium

1. Added funding for 3 FTE positions \$503,864
2. Added funding to transfer 7 FTE maintenance positions (\$678,269) and related operating expenses (\$100,000) from the Office of Management and Budget for the Heritage Center \$778,269
3. Added funding for salaries and wages for seasonal temporary employees \$305,605
4. Added funding for temporary employee salary increases \$155,226
5. Added funding for an electronic records project \$172,800
6. Added funding for 4th grade and governing North Dakota curriculum \$100,000
7. Increased funding for operating expenses \$458,895
8. Increased funding for capital assets \$100,569
9. Added funding for Welk Homestead operations \$100,000

2017-19 Biennium

1. Removed 1 FTE custodial position (\$106,393)
2. Removed 2 undesignated FTE positions (\$58,237)
3. Reduced salaries and wages in anticipation of savings from vacant positions and employee turnover (\$243,714)
4. Reduced funding for temporary employees (\$147,986)
5. Reduced funding for operating expenses from the general fund and increased funding from other funds by \$150,000 for a net adjustment of (\$100,414) (\$250,414)
6. Removed funding for cultural heritage grants (\$293,454)
7. Reduced funding for capital assets (\$22,641)

2019-21 Biennium (Executive Budget Recommendation)

1. Removes ongoing funding for extraordinary repairs	(\$307,357)
2. Reduces funding for bond payments to provide \$1,144,542	(\$214,754)
3. Adds funding for Microsoft Office 365 licensing expenses	\$55,691

**GOVERNOR'S RECOMMENDATION FOR THE
STATE HISTORICAL SOCIETY AS SUBMITTED
BY THE OFFICE OF MANAGEMENT AND BUDGET**

SECTION 1. APPROPRIATION. The funds provided in this section, or so much of the funds as may be necessary, are appropriated out of any moneys in the general fund in the state treasury, not otherwise appropriated, and from special funds derived from federal funds and other income, to the state historical society for the purpose of defraying the expenses of that agency, for the biennium beginning July 1, 2019, and ending June 30, 2021, as follows:

	<u>Base Level</u>	<u>Adjustments or Enhancements</u>	<u>Appropriation</u>
Salaries and wages	\$13,595,892	\$820,848	\$14,416,740
Operating expenses	3,885,894	55,691	3,941,585
Capital assets	1,747,653	527,889	2,275,542
Grants	600,000	0	600,000
Exhibits	0	372,000	372,000
Total all funds	<u>\$19,829,439</u>	<u>\$1,776,428</u>	<u>\$21,605,867</u>
Less estimated income	3,155,795	599,691	3,755,486
Total general fund	<u>\$16,673,644</u>	<u>\$1,176,737</u>	<u>\$17,850,381</u>
Full-time equivalent positions	75.00	0.00	75.00

SECTION 2. ONE-TIME FUNDING - EFFECT ON BASE BUDGET - REPORT TO SIXTY-SEVENTH LEGISLATIVE ASSEMBLY. The following amounts reflect the one-time funding items approved by the sixty-fifth legislative assembly for the 2017-19 biennium and the 2019-21 one-time funding items included in the appropriation in section 1 of this Act:

<u>One-Time Funding Description</u>	<u>2017-19</u>	<u>2019-21</u>
Double Ditch Historic Site Repair	\$1,000,000	\$0
Exhibits and Collections Care	0	372,000
Historic Site Repair	0	1,050,000
Total all funds	<u>\$1,000,000</u>	<u>\$1,422,000</u>
Less estimated income	<u>1,000,000</u>	<u>550,000</u>
Total general fund	\$0	\$872,000

The 2019-21 one-time funding amounts are not a part of the entity's base budget for the 2019-21 biennium. The information technology department shall report to the appropriations committees of the sixty-seventh legislative assembly on the use of this one-time funding for the biennium beginning July 1, 2019 and ending June 30, 2021.

SECTION 3. REVOLVING FUND - APPROPRIATION. All fees collected by the state historical society and deposited in the revolving fund established pursuant to section 55-03-04 are appropriated to the state historical society for the purposes provided in chapter 55-03, for the biennium beginning July 1, 2019, and ending June 30, 2021.

SECTION 4. GIFTS, GRANTS, AND BEQUESTS - APPROPRIATION. All gifts, grants, devises, bequests, donations, and assignments received by the state historical society and deposited with the state treasurer pursuant to section 55-01-04 are appropriated to the state historical society for the purposes provided in section 55-01-04, for the biennium beginning July 1, 2019, and ending June 30, 2021.

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SB 2018
Claudia J. Berg, Director
January 11, 2019

As the director of the State Historical Society it is a pleasure to represent the agency today. Once again we want to express our gratitude for the support you provided us in our last appropriation bill. Today, we will first highlight projects, programs and achievements over the past two years, provide a look at our future plans and Andrea Wike, our assistant director and fiscal agent, will provide a more in depth presentation related to the budget.

It is our mission to inspire all North Dakotans about their history, especially the history in their own backyard.

The following items are a 2017-2019 biennial update on agency activities based on our strategic plan:

Optimize Our Assets:

- A new strategic plan was developed that will guide us for the next three years. Funding was provided by the State Historical Society of ND Foundation (Foundation). A copy is attached.
- The Foundation has proven to be an important partner in supporting our mission and assisting in fundraising to ensure programming continues.
- A professional development grant for staff was established through a private donation to the Foundation. Entering its third and final year, it has allowed staff to attend specialized conferences or undertake leadership training.
- The agency has also initiated a career development plan for all agency staff. Many of the classes or webinars are through HRMS but some will be presented by consultants. In a response for better communication skills, sustainable practices and succession planning a quarterly training program has been implemented.
- Collections continue to expand. Decades of backlogged artifacts, specimens and government records continue to be catalogued while new acquisitions continue to be donated or deposited on a daily basis. Thousands of artifacts, specimens and archival materials are collected each biennium.
- As the state and federal repository for ND we are obligated to accept archival, artifact and archaeological materials.
- LED lighting conversions have been implemented at the Ronald Reagan Minuteman Missile SHS and close to completion at the Pembina State Museum. Remaining sites will convert as systems need replacing and budgets allow.
- Our 190+ volunteers assist the agency statewide with visitor services and collections processing; this biennium volunteers contributed over 24,000 hours. To date over 448,400 volunteer hours have been contributed in support of presenting and preserving North Dakota's history.



Create Inspiring Educational Opportunities:

- Converting the fourth and eighth grade North Dakota Studies curriculum to a web-based delivery allows for broader use of the material. The SEND trunks have been rebranded and aligned with ND Studies curriculum for more



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comprehensive classroom opportunities.

- Teacher workshops were conducted to ensure the use of the North Dakota Studies materials.
- Our new initiative is centered on North Dakota Studies. The attached document provides a three-year plan with existing resources.
- The biannual publication, *North Dakota History, Journal of the Northern Plains*, provides the only publication of scholarly research on the state's history. The quarterly newsletters, *Plains Talk and ND Studies*, are also published by the agency.
- 2017-19 Heritage Center gallery exhibits included: *Chocolate* a national exhibit, *The Horse in North Dakota*, *Hubble* a NASA national exhibit, *House & Home* national exhibit, *Native Impressions*, *World War I*, and Native Hall of Honor exhibits, along with exhibit repairs, graphics, casework, and enhancements to the *Treehouse* and *French Gratitude Train*, and other exhibits. Historic site exhibit installations at Ft. Buford and repairs at several other sites are ongoing. The *Night Skies* online exhibit was also completed.
- There are nine new exhibits scheduled for the next two years at the Heritage Center, including the Governors Gallery, and historic sites upgrades at the Pembina State Museum and the Confluence Center.



Establishing Deeper Connections with Core Constituencies

- Bank stabilization at Double Ditch State Historic Site has been completed, with a few plantings remaining. A close working and consulting relationship with the Mandan Nation guided the staff through this project. All involved are grateful to the state legislature for the support to respond to and save this historically and culturally significant place.
- Historic sites friends groups at Fort Totten, Stutsman County Courthouse, the Welk Homestead and the Former Governors' Mansion have all supported restoration and program efforts at their sites. Friends groups from Ft. Buford, Chateau de Mores and Whitestone Hill continue to support their sites in annual programming. The Bismarck Historical Society, as a new friends group for Camp Hancock, was established to share and enhance operating and programming opportunities. Ft. Totten and Whitestone Hill friends group sponsor an annual on site Education Day for areas students.
- *Traces, Early Peoples of North Dakota*, was written by Barbara Handy Marchello and Fern Swenson, agency staff. As a companion book to the Innovation Gallery, *Early Peoples*, it serves as an additional resource for ND Studies teachers and as a text for the Univ. of Mary diversity class.
- Partnerships with other state agencies produced quality programs at the Heritage Center. The ND Native American Hall of Honors, in partnership with the ND Indian Affairs Commission, inducts new honorees every September. The Red River Hall features ND art exhibits in partnership with the ND Council on the Arts. The ND Geological Survey paleo lab is located in the Heritage Center and oversees the content and programs in the Adaptation Gallery, Geologic Time.
- The centennial celebration of World War I has concluded and Women's Suffrage is beginning. These topics are of public interest and provide for a depth of programming with extensive partnerships across the state. Women's Suffrage will provide yearlong programming across the state.
- Public programming at sites and at the Heritage Center included lectures, workshops, movies, concerts, performances and guided tours. Managed by agency staff, many of these events were in partnership with other organizations and institutions. Audiences included pre-K, K-12 and college level school groups, families, lifelong learners and visitors from across the country and world.



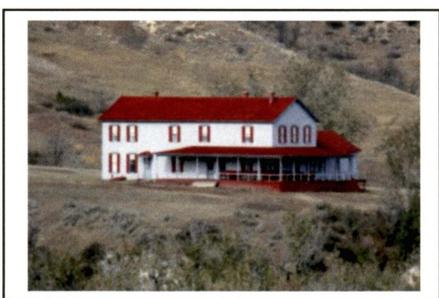
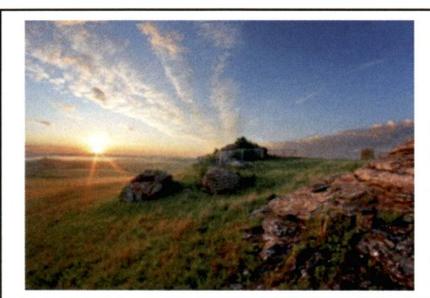
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- Review and compliance responsibilities continued in the State Historic Preservation Office (SHPO). A federal program, the SHPO staff reviewed 6,107 statewide projects. The state repository of cultural resource files is housed at the Heritage Center. There were 48 cultural resource companies that received annual permits. New information added to the resource files includes: new sites added- 2,735; sites updated- 1,602; number of cultural resource reports submitted and added to the manuscript collection- 1,153; total number of acres surveyed for cultural resources- 236,026; cultural resource reports were scanned into OCR-searchable PDF format and linked to the GIS- 1,225; researchers, cultural research specialists, and planners that utilized the files- 1,908.
- The National Register of Historic Places is the official Federal list of significant structures and places. These contribute to an understanding of the historical and cultural foundations of the Nation.
- The following sites were listed in 2017 – 2018: Sons of Jacob Cemetery (Garske vicinity), George & Beth Anderson House (Fargo), Mandan High School, Episcopal Church of the Good Shepard (Lakota), Manfred Historic District, and Dease-Martineau House, Trading Post, and Oxcart Trail Historic District (Leroy vicinity), Burke County War Memorial Hall (Flaxton), Assyrian Muslim Cemetery (near Ross), Robinson Hall (Robinson) and the Remote Sprint Launch Site 3 (RSL-3) (Cavalier Co.).
- Visitor numbers for 2017-19:
 - 449,506 visitors to the ND Heritage Center & State Museum, visitors included 397 school groups with 18,591 students. (Since April 20, 2014 we have greeted 1,074,228 visitors to the Heritage Center.)
 - 264,000 visitors to 15 historic sites with interpretive centers or visitor amenities
 - 668,549 virtual users of our websites (Agency, State Museum, Blog) with 2,008,946 page views
 - 258,437 virtual users of ND Studies.gov with 1,291,986 page views
 - 33,300 YouTube video views



Embrace Technology

- The State Archives continues to ingest born digital and digital surrogates into Preservica, our digital repository software. As of December 31, 2018, we have ingested more than 3.4 TB and added descriptive metadata to these collections.
- In 2019-2020, we initiate the creation of an access portal for state agencies and the public to view the digital records preserved by the North Dakota State Archives. We continue to see a massive shift from paper records to digital records being transferred from state and local government entities to the State Archives.
- All collection areas are adding information into ReDiscovery. Nearly 12,500 archaeological records, 75,029 artifacts and over 250,000 item level records in the State Archives collections have been added or edited in ReDiscovery. In 2019-2020, we anticipate launching an online portal for patrons to view and research our collections, creating accessibility and a more automated workflow for our staff.



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2018-2020 STRATEGIC PLAN



HISTORY FOR
everyone.

- ▶ **VISION**
Inspire discovery and open minds to help shape the future for vibrant communities.
- ▶ **MISSION**
Identify, preserve, interpret, and promote the heritage of North Dakota and its people.
- ▶ **CORE PURPOSE**
Respect the past, serve the present, inspire the future.
- ▶ **VALUES**
 - Stewardship:**
We responsibly preserve and share our history.
 - Inspiration:**
We spark curiosity and celebrate a shared passion for history and learning.
 - Collaboration:**
We honor the experiences and expertise of diverse communities.
 - Service:**
We provide staff expertise and excellent service.



Strategies	Strategies	Strategies	Strategies
<ul style="list-style-type: none"> • Enhance educational opportunities with K-12 schools and educators. • Inspire lifelong learners. • Develop new opportunities that link history to current events. • Expand and strengthen partnerships with other organizations. 	<ul style="list-style-type: none"> • Build stronger relationships with stakeholders statewide to support ND history. • Become a model for inclusivity. • Broaden research opportunities with access to collections. 	<ul style="list-style-type: none"> • Adapt and align staff and resources for long-term sustainability. • Foster a culture that values staff and board development. • Educate stakeholders about what we do and demonstrate our relevance. 	<ul style="list-style-type: none"> • Invest in emerging technologies to transform educational offerings. • Address technological challenges in preserving history. • Increase efficiency and expand access to agency resources using technology.

Innovative Education Initiative

Three-year Plan

Three-year Goal: Focus our resources where they make the most impact on positioning our agency as the global leader of North Dakota history education and digital access to resources.

2019

- Survey statewide social studies & history teachers to determine awareness and use of ND Studies and implement a plan of action based on results.
- Evaluate & update curricula for Grades 4 & 8
- Finish updates to ND Studies Trunks
- Complete Learning Lab project with SHSND Foundation funding
- Shift one staff member to new ND Studies Outreach Coordinator position to broaden and deepen our education reach
- Align technology staffing to allow an increase in ND Studies tech needs
- Strengthen state historic site and State Museum gallery connections on ND Studies curricula
- Educate agency staff in using/sharing ND Studies materials in agency work
- Inventory the Instructional Collection in Re:discovery
- Requested \$500,000 in Cultural Heritage Grant funds from legislature

2019-2020

- Determine statewide travel plans to build awareness of ND Studies (\$20,000)
- Build participation in National History Day in ND
- Create a High School ND Studies curriculum (\$125,000)
- Change to a digital newsletter for educators, with a cost savings of approx. \$8500 per year
- Offer a statewide teacher workshop in 2019 (\$8000), then begin planning for a 2021 workshop
- Determine agency Re:discovery connections with ND Studies and begin implementation. This will help online visitors connect agency collections with education
- Identify needs of Instructional Collection and develop proactive collecting strategic plan

2020-2021

- Launch new High School ND Studies online course (\$5000 marketing budget)
- Request additional required staff from 2021 Legislative Assembly
- Evaluate and find budgeting for technology up-grades needed for sustainability
- Evaluate and determine methodology to add private-sector projects to ND Studies
- Develop formal process for making additions/changes to the curriculum
- Offer 2021 statewide ND Studies teacher workshop educating a minimum of 50 educators (\$8000)
- Two-year evaluation of strengthened connections of curricula and historic sites/museums collections
- Determine SWOT analysis and next three-year and 10-year plans



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State Historical Society of North Dakota
Andrea Wike, Assistant Director of the State Historical Society

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Good morning, Chairman Holmberg and members of the committee. My name is Andrea Wike and I became the Assistant Director for the State Historical Society of North Dakota in October 2018. I am here today to provide testimony regarding the 2017-19 appropriations, including capital asset funding carried over to the 2017-19 and the 2019-21 budget.

Capital Asset Funding Carried Over to the 2017-19 Biennium:

NDCC 54-44.1-11 states, in part, "...the State Historical Society shall report on the amounts and uses of funds carried over from one biennium to the appropriations committee of the next subsequent legislative assembly."

- Historic Site Repairs - \$607,966 was carried over to complete repairs and maintenance on buildings located at our historic sites. This includes repairs to rooftops at Camp Hancock, Fort Buford, Fort Abercrombie, and roof structures at Double Ditch and Menoken sites; foundation and floor replacement at the Chateau de Mores and Fort Totten; painting projects at the Former Governor's Mansion, Fort Buford, and Fort Totten; restoration of the auditor's office at the Stutsman County Courthouse; the addition of a second entrance/exit point at de Mores park; and miscellaneous other projects, including repairs of heating and electrical systems, as well as signage and grounds maintenance.
- Heritage Center - \$12,270 was carried over to install electromagnetic door holders at the Heritage Center to work with the fire alarm system for fire protection.
- Exhibits - \$227,900 was carried over for the installation, maintenance, and planning of Historical Site and Heritage Center exhibits. This includes the "Chocolate" national exhibit, exhibit cases, new moveable graphic walls for exhibit design, and the Horse Exhibit in the Governor's Gallery.

Explanation of the State Historical Society's 2017-19 Budget, Estimated 2017-19 Spending, and Status of One-Time Funding

ATTACHMENT I – State Historical Society Budget Information

The 2017-19 appropriations are listed under **A** in Attachment I.

Salaries and Wages include:

- 75 FTE positions.
- Temporary positions including gallery guides, event security, and historic site operations. Up to 100 temporary positions can be filled during the summer months when the seasonal historic sites are open.

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- In addition to these paid positions, we have over 200 volunteers to assist in the operation of the Heritage Center and historic sites.
- 10 positions participated in the Voluntary Separation Incentive Program. The agency has held some of these positions open to cover this cost, which has caused all divisions to be short staffed.
- The agency estimates to use the remaining appropriation authority.

Operating Expenses include:

- ITD services
- Utilities at the historical sites
- Repairs and maintenance of the historical sites
- Property insurance, which includes insurance of the collections
- Public programming
- Other operating costs
- This biennium, we hired a company to complete a marketing plan
- Legal costs associated with the Comstock Construction lawsuit against the State of North Dakota over the Heritage Center expansion project are being paid from the operating line. We will make a request to restore \$280,000 in deficiency funding. This will have a severe impact to our ability to provide services if the funding for these costs is not restored.
- The agency estimates to use the remaining appropriation authority.

Capital Assets include:

- Bond payments on the Archives and Chateau de Mores expansion projects
- Repairs and maintenance at our historic sites.
- There is more work that can be completed at our historic sites, which the agency estimates will use this authority.

Construction Carryover amounts are explained on Page 1 of this testimony. The agency will use all of this authority.

Double Ditch Historic Site is the only one-time funding appropriation the agency received in the 2017-19 biennium This authority included a \$500,000 grant from the parks and recreation department; \$1,007,943.48 from the state disaster relief fund, of which \$507,943.48 carried over from the 2015-17 biennium; and the carryover authority from the 2015-17 biennium to obtain a loan from the Bank of North Dakota in an amount not to exceed \$1,250,000. The agency will not need to obtain the loan, and therefore will return this authority. In addition, the agency estimates approximately \$380,000 of authority will be turned back to the state disaster relief fund.

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Grants are given to local historical societies as part of the federal Historic Preservation grant. The agency estimates it will pass through all of this authority

Comparison of the 2017-19 and 2019-21 Budget Changes

The final 2019-21 budget request is listed at **B** on **ATTACHMENT I**. The changes compared to the 2017-19 appropriation levels are listed under **C** in **ATTACHMENT I**.

I will go into detail on the significant changes:

- Capital Assets – A net increase of \$687,889 is a result of the completion of capital projects in the 2017-19 biennium plus a one-time funding request for an additional \$1,210,000 for future capital assets. This one-time request includes \$160,000 for new auditorium chairs and \$1,050,000 in capital projects. The auditorium chairs are original to the auditorium built in 1981. A list of on-going capital projects is listed in detail in **ATTACHMENT II – Capital Projects**.
- Construction Carryover – A reduction of \$848,135 is for the completion of projects located on Page 1 of this testimony.
- Cultural Heritage Grants – A one-time funding request of \$500,000 is requested for cultural heritage grants, which would be used to carry out the agency's Education and Innovation initiative for the agency's strategic plan.
- Exhibits and Collections Care – This is a one-time funding request of \$372,000. The authority is requested to be used for the new Governor's Gallery exhibit, a new state symbols exhibit, updates to the Treehouse, temporary Post Office exhibit, Paaverud hallway exhibit, Red River Hall art exhibits, and a women's suffrage exhibit to be located at the Heritage Center. In addition, a new temporary exhibit will be placed at the Missouri Yellowstone Confluence Center and updates to the Pembina State Museum are needed.

Listing of Proposed Budget Requests to Meet Governor's 90 Percent Budget Request

ATTACHMENT III – Governor's 90% budget request

Comparison of Optional Adjustment Requests to the Executive Recommendation

ATTACHMENT IV – Comparison of Optional Request to Executive Budget

Itemized List of Changes to Executive Recommendation

ATTACHMENT V – List of Changes to Executive Recommendation

This concludes my presentation. I am happy to answer any questions you may have.

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ATTACHMENT I - State Historical Society Budget Information

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State Historical Society of North Dakota			
2019-21 Budget Information			
	A	B	C
Expenditures by Line Item	2017-19 Original Appropriation	Final 2019-21 Budget Request	2019-21 Budget Changes to 2017-19
70110 Salaries and Wages	\$13,595,892	\$13,581,742	(\$14,150)
70130 Operating Expenses	\$3,885,895	\$3,885,917	\$22
70150 Capital Assets	\$1,747,653	\$2,435,542	\$687,889
70151 Construction Carryover	\$848,135	\$0	(\$848,135)
70155 Double Ditch Historic Site	\$2,757,943	\$0	(\$2,757,943)
70160 Grants	\$600,000	\$600,000	\$0
70161 Cultural Heritage Grants	\$0	\$500,000	\$500,000
70174 Exhibits & Collections Care	\$0	\$372,000	\$372,000
Total	\$23,435,518	\$21,375,201	(\$364,047)
Expenditures by Funding Source			
Federal Funds	\$3,155,795	\$3,141,645	(\$14,150)
General Funds	\$17,521,780	\$18,201,556	\$679,776
Special Funds	\$2,757,943	\$32,000	(\$2,725,943)
Total	\$23,435,518	\$21,375,201	(\$2,060,317)
FTE's	75	75	75

**Capital Improvement Projects at Historic Sites
 2019-2021 Biennium**

Table 1: Capital Improvement Projects (extraordinary repairs) at Historic Sites proposed for the 2019-2021 Biennium. Typically there are many projects that are added during the biennium due to unexpected problems or damage to sites.

Site	Project(s)	Estimated Cost
Camp Hancock	Repair south stone wall. The wall needs considerable repairs and may be best to reestablish on a foundation as was done on the north wall during main street construction project. The south wall is immediately adjacent to the railroad undergoing considerable vibrations and vandalism. Repair windows at Bread of Life Church. Repairs to Officers' Quarters/Quartermaster's office and signal station. Weather Bureau offices building need to be insulated.	\$100,000 May only be sufficient to fund some of these items.
Chateau de Mores	The walls and ceilings in the Chateau are plaster and many of the walls and ceilings have cracked. The plaster will be replaced by gypsum board (sheet rock) as needed because plaster is cost prohibitive and replacement with gypsum board is acceptable under the Secretary of Interior's Standards. This will be a phased project to be completed over 5-6 biennium's. The first phase of the plaster wall & ceiling replacement is estimated at \$20,000. Fix drainage around the Chateau. Repair porch steps by the hunter's room in the Chateau. Repair windows in the Chateau. Stabilize the outbuildings by putting on foundations. Repairs to the Civilian Conservation Corps (CCC) structures. Possibly move the Coachman's House to slightly higher ground (preferably put on foundation and leave at present location) and clean interior (mold).	\$ 100,000 May only be sufficient to fund some of these items.
Fort Abercrombie	Redesign/repairs to the stockade in the NE corner of the site. Remove flagpole remnant and replace.	\$50,000

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ATTACHMENT II – Capital Projects

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Fort Buford/Missouri Yellowstone Confluence Interpretive Center (MYCIC)	Patio repairs at MYCIC, caulking windows of Ft Buford buildings, repainting parking lot stripes and sealing cracks on walking path and parking lots. Repaint trim on barracks. Replace heat pump #5 at MYCIC.	\$40,000
Fort Clark	CCC roof repair	\$10,000
Fort Totten	Buildings #5, #11/12, and #14 need roof repairs. Building #14 needs painting. Regrade and resurface cavalry square so water flows away from the buildings. A lot of problems with the floors are a result of rain water and runoff running through the foundations and washing away the supports. Redo the floor of the 2 nd Lt's. Quarters/Sewing Room/Taylor Room and the Administrative Building which are caving in.	\$666,000 If we hold off on the regrading and resurfacing this could be reduced by \$250,000 but this delay would not solve the cause of the problems. We will hire a landscape engineer to determine the best solution.
Fort Totten	Building #1 restoration. This is typically the last building seen as visitors leave the site after walking around the parade ground. This would make an excellent administration building for the staff.	\$69,400
Former Governors' Mansion (FGM)	Back porch repairs, roof re-shingling, and foundation repair at the southwest corner of the FGM.	\$100,000+
Pembina Museum	Sidewalk replacement/repairs and three heat pumps	\$ 36,300
Gingras	Wall bowing out on store	???
Total Estimated Costs		\$1,171,700

Note: Pages 4-11 provide photographs and information regarding projects listed in the extraordinary repair table.

Table 2: Major Capital Improvement Projects (One-Time Funding).

Site	Project	Estimated Cost
Stutsman County Courthouse Interior Rehabilitation	Continue with some aspect of restoration to keep momentum going in community. Either finish courtroom or install elevator.	\$500,000

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Site: Camp Hancock State Historic Site (101 East Main Avenue, Bismarck)

The stone wall on the south side of the park by the railroad is collapsing and needs to be repaired and restored. Windows at the Bread of Life Church need to be restored. Repairs are also needed at the Officers' Quarters/Quartermaster's office and signal station. The tin ceiling in the Weather Bureau offices building needs to be painted and repaired and the building needs to be insulated.



Total estimated costs for repairs at Camp Hancock State Historic Site: \$100,000

Site: Chateau de Mores State Historic Site (Medora)

The walls and ceilings in the Chateau are plaster and many of the walls and ceilings have cracked. The cold, long winter of 2010 created many of these cracks due to the moisture and freeze-thaw cycles. Many of the walls and ceilings need replacement. The plaster will be replaced by gypsum board (sheet rock) because plaster is cost prohibitive. This will be a phased project to be completed over 5-6 biennium's. The first phase of the plaster wall & ceiling replacement is estimated at \$20,000.

While there are some small rips in the wallpaper in different areas or places where the cracking plaster is affecting the wall, the wallpaper in the private areas of the house is beginning to peel off of the walls. The worst area is the Marquis bedroom. In this room the paper is beginning to peel at every seam. There are some stains on the wallpaper in areas of the house.



The porch steps outside of the hunting room are in need of repair. They are sinking into the ground at an angle that makes them unsafe for use. We also have problems with the door as it

Testimony
Senate Appropriations Committee
Friday, January 11 – 8:30 – 10:00 a.m.
State Historical Society of North Dakota
ATTACHMENT II – Capital Projects

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no longer opens fully. The door is opened during the summer to allow for breezes to pass through and help with cooling the interior of the house.

There are several broken windows located throughout the house. Some of these are most likely from rocks flung by the mowers, but others are cracked. We are also noticing the protective film on many of the windows is blistering. Often these are causing misconceptions about the quality of the windows.



The Coachman's House located in the floodplain was severely damaged in the 2010 flood. A foundation was put under the stables in 2018 which was sorely needed. The same approach needs to be done for the Coachman's House and barn to stabilize these two structures.

Repairs to the interior of the CCC structures are needed, including the entrance ticket station and the caretakers house.



In 2017, the Site Supervisor stated the major repair for the Chateau is the landscaping around the house in order to facilitate water and moisture drainage away from the house.

Total estimated costs for repairs at Chateau de Mores State Historic Site: \$100,000

Site: Fort Abercrombie State Historic Site

Redesign stockade on northeast side by Interpretive Center, remove flagpole remnant and replace.



Total estimated costs Fort Abercrombie: \$50,000

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**Site: Fort Buford/Missouri Valley Yellowstone Confluence Interpretive Center (MYCIC)
State Historic Site**

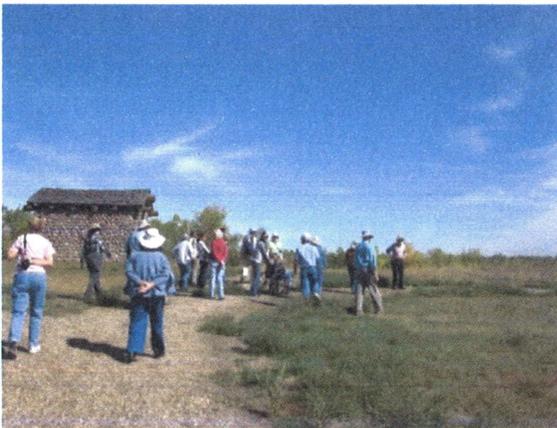
Repairs at MYCIC include patio, caulking windows of Ft Buford buildings, repainting parking lot stripes and sealing cracks on walking path and parking lots. Replace heat pump #5 at MYCIC.



Total estimated costs Fort Buford/MYCIC: \$40,000

Site: Fort Clark State Historic Site

Path repairs and roof repair to the CCC structure.



Total estimated costs Fort Clark: \$10,000

Site: Fort Totten State Historic Site (Fort Totten)

Fort Totten State Historic Site remains one of our major challenges with 16 original buildings. We have made many improvements over the last ten years, but the painting and roof replacements take considerable resources.

Buildings at the Fort Totten State historic site are in need of regular painting. Maintaining the paint on the exterior of the buildings at Fort Totten is extremely important to provide protection for the brick exterior and interior of the buildings. The buildings at Fort Totten have been painted historically to protect the soft brick. Building #14 needs to be painted and considering the building size the estimate might be \$45,000.

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The roofs on Buildings #5, #11/12, and #14 need to be re-shingled. If the roofs are not replaced rain water will cause serious damage to the interior. The re-shingling of buildings is estimated to cost \$271,000.

Calvary square needs to be regraded and resurfaced so water flows away from the buildings. The cost estimate is \$250,000.

The floor of the 2nd Lt's Quarters/Sewing Room/Taylor Room and the Administrative Building needs to be redone as it is caving in. A lot of problems with the floors are a result of rain water and runoff running through the foundations and washing away the supports. An estimate for the cost of this may be \$100,000 .

Building #25 (Adjutant's office; school offices) needs to be restored. We had a cost estimate of \$69,400 a couple of years ago.

Total estimated costs for multiple projects at Fort Totten: \$660,000 + \$69,400 (restoration of Building #25)

Site: Former Governors' Mansion State Historic Site (320 Avenue B, Bismarck)

At the main house/mansion the rear porch needs to be replaced because the foundation has settled/broken and wood rot on the porch itself is evident.



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The foundation at the Southwest corner of the Former Governors' Mansion is in need of repair. The foundation and sill plate are separated by approximately 3/4" at the widest at this time. The bay window itself does not appear to be drooping as the foundation sinks. It appears that there has been some settlement under the foundation and to prevent further damage this needs to be repaired.

The roof at the FGM will need to be re-shingled (cedar). It is not currently leaking but roof repairs are likely in the near future.

Total estimated costs for repairs at Former Governors' Mansion State Historic Site: \$100,000

Site: Pembina Museum



The sidewalk at the Pembina State Museum needs to be replaced. The concrete has broken up in multiple areas and has shifted creating safety issues. The sidewalk repair is estimated to cost \$10,000. In addition, three heat pumps need to be replaced at a cost of \$16,300. The outside lights on the museum are mercury vapor and eventually need to be replaced. We'd like to switch to LED, which will cost approximately \$8,000-\$10,000.

Total estimated costs for repairs at Pembina State Museum: \$36,300

Site: Stutsman County Courthouse

This site needs continued restoration. We like to either restore the courtroom (painting, fixtures, wood restoration of windows and floor) or install an elevator.



Total estimated costs: \$500,000.

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ATTACHMENT III - Governor's 90% budget request

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The agency proposed the following base budget reductions in order to meet the Governor's 90% budget request:

- \$457,854 reduction in the agency's salaries and benefits line for the elimination of 3 FTE positions. The agency will have one custodial FTE that will be vacant. The other FTE's would be staffed positions.
- \$952,868 reduction in the agency's salaries and benefits line to eliminate most of the agency's temporary positions. As noted, temporary employees are essential to maintaining our historic sites. If this funding were eliminated, the agency would also seek to change three sections of NDCC regarding the requirements of State Historical Society to maintain Pembina, the Former Governor's Mansion, and Camp Hancock.

55-02-06. State historical museum at Pembina - Chateau de Mores.

The director of the state historical society shall maintain and operate the state historical museum located at or near the city of Pembina, in the county of Pembina, and shall have custody of and preserve in the museum at Pembina, for the people of the state of North Dakota, objects of primitive Indian art and other articles of historical value to the state which are acquired for that purpose. The state historical society may accept gifts, donations, or contributions to be used or expended in the maintenance and operation of the historical museum and may transfer the operation of the museum to the city of Pembina upon such terms and conditions as the state historical board may require. The Chateau de Mores at Medora must be maintained and operated as a historic house museum under the direction of the state historical society.

55-02-08. Custody and control of former executive mansion – Maintenance responsibility.

The custody and control of the former executive mansion located at 320 Avenue B East in the city of Bismarck, North Dakota, with the legal description of lots 3 and 4, Block 11, Northern Pacific Addition to the city of Bismarck, is the responsibility of the state historical society.

55-01-11. State historical society responsible for the Camp Hancock museum.

The society shall maintain, supervise, and promote the Camp Hancock museum in the city of Bismarck.

- \$89,999 reduction in the agency's operating expenses will be the result of closing historic sites based on a future analysis.

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ATTACHMENT IV - Comparison of Optional Request to Executive Budget

State Historical Society of North Dakota 2019-21 Budget Information					
	A	B	C	D	E
Expenditures by Line Item	2019-21 Base Budget Limit Request	Agency Optional Request On-Going	Agency Optional Request One-Time	Final 2019-21 Budget Request	Executive Budget 2019-21 Biennium
70110 Salaries and Wages	\$12,171,020	\$1,410,722		\$13,581,742	\$14,416,740
70130 Operating Expenses	\$3,795,918	\$89,999		\$3,885,917	\$3,941,585
70150 Capital Assets	\$1,225,542		\$1,210,000	\$2,435,542	\$2,275,542
70151 Construction Carryover	\$0			\$0	\$0
70155 Double Ditch Historic Site	\$0			\$0	\$0
70160 Grants	\$600,000			\$600,000	\$600,000
70161 Cultural Heritage Grants	\$0		\$500,000	\$500,000	\$0
70174 Exhibits & Collections Care	\$0		\$372,000	\$372,000	\$372,000
Total	\$17,792,480	\$1,500,721	\$2,082,000	\$21,375,201	\$21,605,867
Expenditures by Funding Source					
Federal Funds	\$3,141,645	\$0	\$0	\$3,141,645	\$3,205,486
General Funds	\$14,650,835	\$1,500,721	\$2,050,000	\$18,201,556	\$17,850,381
Special Funds	\$0	\$0	\$32,000	\$32,000	\$550,000
Total	\$17,792,480	\$1,500,721	\$2,082,000	\$21,375,201	\$21,605,867
FTE's	72	3		75	75

Salaries and Wages - The On-Going Agency Optional Request to restore the 3 FTE and temporary positions in the salaries and wages line was given in the Executive Budget. An additional \$820,848 was given in the Executive Budget to cover the legislative salary increases and increases in the health insurance premium.

Operating Expenses - The On-Going Agency Optional Request to restore the operating costs associated with historic sites was given in the Executive Budget. An additional \$55,690 was given in the Executive Budget for the agency to upgrade to Office 365.

Capital Assets - The One-Time Agency Optional Request of \$1,050,000 for the capital projects noted in ATTACHMENT II - Capital Projects was given in the Executive Budget. However, the authority we requested was 100% general funded and the Executive Budget recommended the agency split the \$1,050,000 between general fund and special funds received from donations. The Executive Budget did not provide authority of \$160,000 to replace the chairs in the auditorium at the Heritage Center.

Cultural Heritage Grants - The One-Time Agency Optional Request of \$500,000 was not provided in the Executive Budget recommendation.

Grants and Exhibits & Collections Care - The Based Budget/One-Time Agency Optional Requests matched the Executive Budget recommendation.

ATTACHMENT V – List of Changes to Executive Recommendation

Capital Assets – The Executive Budget recommendation provides an appropriation authority of \$1,050,000 for capital improvement projects. However, the funding is to be split between the General fund and special funds from donations. This would require the State Historical Society Foundation and other Friends groups of our historical sites to raise significant amounts, which would be difficult to do within the biennium. We do know the Friends of the Former Governor's Mansion has a goal to raise \$30,000 to re-shingle the roof at the Former Governor's Mansion and are close to making that goal. We would like the special fund authority for capital improvement projects to be significantly less than is stated in the Executive Budget.

The agency is also asking to reconsider the \$160,000 appropriation authority to replace the original chairs located in the auditorium at the Heritage Center. The State Historical Society Foundation will provide 20% or \$32,000 of the appropriation authority in special funds if the remaining \$128,000 is met with general funds. The current chairs are 38 years old.

Cultural Heritage Grants – The agency is asking to reconsider \$500,000 in general fund appropriation authority for the cultural heritage grants. The goal for our education and innovation initiative under the agency's strategic plan is to utilize investments made over the past two decades to become the national model for inclusive and innovative methods for teaching and understanding history in a rural environment. These grants would be given to local historical societies to create partnerships between local museums and schools using the ND Studies curriculum in order to understand the local history and preserve that history for future generations.

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Whitestone Hill Monument Guidelines

1. We are looking for an artist to design a memorial to recognize the Native American life way and events that occurred on the site of Whitestone Hill. Located in Dickey County, in southeast ND, the site is now a state historic site.
2. A portfolio of previous outdoor sculptures and/or memorials, with material and technique descriptions, and project budgets is requested. However, concept drawings of a proposed memorial will also be considered.
3. The proposed outdoor memorial designs should be designed keeping in mind that durable, weather-resistant material and techniques are required for this project.
4. The artist will be responsible for the final design. Fabrication of the monument will be under a separate contract and may be undertaken by the original design artist, or fabricated by another company.
5. Preference will be given to Native American artists with tribal affiliations to this site.
6. Location of, language on and final design of the memorial will be a collaborative effort with the Whitestone Hill Advisory Committee, the ND Indian Affairs Commission, State Historical Society, and the artist.
7. Two professionally produced illustrations of the final design, depicting the memorial in situ, are required. These will be used in fundraising efforts to fabricate the memorial. The final design will become the property of the State Historical Society of North Dakota.
8. Estimated cost \$100-\$200K with matching State, Tribal, Private Funds.

Project Timeline: TBD

Reference Materials:

- Available at <http://www.history.nd.gov/historicsites/whitestone/index.html>
- Contact XXX for a copy of the Whitestone Hill National Register nomination

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Whitestone Hill Memorial Meeting 6.28.16 9:00 am

- Material from Little Bighorn Memorial
- ★ • Advisory Committee honorarium
- Advisory Committee tribal representation
- Advisory Committee's responsibilities- direction of project
- Schedule on-site visit

Whitestone Hill Memorial Committee:

Berg, Claudia	SHSND- Director, SHPO	cberg@nd.gov
Botone, Merle	NDIAC- Education	botone@nd.gov
Brandenberger, Doreen	Friends WSHSHS	
Brandenberger, Robert	Friends WSHSHS	
Brandenburg, Mike	Rep. Dist. #42	mbrandenburg@nd.gov
Davis, Scott	NDIAC- Director	sjdavis@nd.gov
His Horse is Thunder, Ren	Standing Rock THPO	!
Longie, Erich	Spirit Lake THPO	thpo@gondtc.com
Rogness, Diane	SHSND- Regional Mngr.	drogness@nd.gov
St. John, Tamara	SWO THPO	Tamara_StJohn@yahoo.com
Swenson, Fern	SHSND Dir Arch Hist Pres	fswenson@nd.gov
Zahn, Rodney	Friends- WSHSHS	

Diane Desrosiere .

John Eagle - Standing Rock THPO

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PROPOSED AMENDMENTS TO SENATE BILL NO. 2018

Page 1, replace lines 10 through 20 with:

"	<u>Base Level</u>	<u>Adjustments or Enhancements</u>	<u>Appropriation</u>
Salaries and wages	\$13,595,892	\$655,962	\$14,251,854
Operating expenses	3,885,894	55,691	3,941,585
Capital assets	1,747,653	1,037,889	2,785,542
Grants	600,000	0	600,000
Exhibits	0	372,000	372,000
Cultural heritage grants	<u>0</u>	<u>20,000</u>	<u>20,000</u>
Total all funds	\$19,829,439	\$2,141,542	\$21,970,981
Less estimated income	<u>3,155,795</u>	<u>321,858</u>	<u>3,477,653</u>
Total general fund	\$16,673,644	\$1,819,684	\$18,493,328
Full-time equivalent positions	75.00	0.00	75.00"

Page 1, line 22, after "biennium" insert "and the 2019-21 biennium one-time funding items included in the appropriation in section 1 of this Act"

Page 2, replace lines 2 and 3 with:

"Double Ditch historic site repairs	\$1,000,000	\$0
Historic site and extraordinary repairs	0	1,000,000
Exhibit and collections care	0	372,000
Auditorium chairs	0	160,000
Whitestone hill native memorial	<u>0</u>	<u>400,000</u>
Total all funds	\$1,000,000	\$1,932,000
Less estimated income	<u>1,000,000</u>	<u>285,000</u>
Total general fund	\$0	\$1,647,000

The 2019-21 biennium one-time funding amounts are not a part of the entity's base budget for the 2019-21 biennium. The state historical society shall report to the appropriations committees of the sixty-seventh legislative assembly on the use of this one-time funding for the biennium beginning July 1, 2019, and ending June 30, 2021."

Page 2, after line 12, insert:

"SECTION 5. WHITESTONE HILL NATIVE MEMORIAL - MATCHING FUNDS.

Of the funds appropriated in the capital assets line item in section 1 of this Act, \$200,000 from the general fund and \$200,000 from other funds is for the Whitestone hill native memorial. The state historical society may spend \$25,000 of the general fund appropriation after June 30, 2019, for the planning and design of a Whitestone hill native memorial and the state historical society may spend, on a dollar-for-dollar matching basis from other nonstate funds, the remaining \$175,000 from the general fund for the biennium beginning July 1, 2019, and ending June 30, 2021."

Renumber accordingly

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STATEMENT OF PURPOSE OF AMENDMENT:

Senate Bill No. 2018 - State Historical Society - Senate Action

	Base Budget	Senate Changes	Senate Version
Salaries and wages	\$13,595,892	\$655,962	\$14,251,854
Operating expenses	3,885,894	55,691	3,941,585
Capital assets	1,747,653	1,037,889	2,785,542
Grants	600,000		600,000
Exhibits		372,000	372,000
Cultural heritage grants		20,000	20,000
Total all funds	\$19,829,439	\$2,141,542	\$21,970,981
Less estimated income	3,155,795	321,858	3,477,653
General fund	\$16,673,644	\$1,819,684	\$18,493,328
FTE	75.00	0.00	75.00

Department 701 - State Historical Society - Detail of Senate Changes

	Adjusts Funding for Base Payroll Changes ¹	Adds Funding for Salary and Benefit Increases ²	Removes Ongoing Funding for Extraordinary Repairs ³	Reduces Funding for Bond Payments ⁴	Adds Funding for Microsoft Office 365 ⁵	Adds Funding for Cultural Heritage Grants ⁶
Salaries and wages	(\$14,150)	\$670,112				
Operating expenses					\$55,691	
Capital assets			(\$307,357)	(\$214,754)		
Grants						
Exhibits						
Cultural heritage grants						\$20,000
Total all funds	(\$14,150)	\$670,112	(\$307,357)	(\$214,754)	\$55,691	\$20,000
Less estimated income	(14,150)	51,008	0	0	0	0
General fund	\$0	\$619,104	(\$307,357)	(\$214,754)	\$55,691	\$20,000
FTE	0.00	0.00	0.00	0.00	0.00	0.00

	Adds Funding for Historic Site and Extraordinary Repairs ⁷	Adds Funding for Exhibit and Collections Care ⁸	Adds Funding for Auditorium Chairs ⁹	Adds Funding for Whitestone Hill Native Memorial ¹⁰	Total Senate Changes
Salaries and wages					\$655,962
Operating expenses					55,691
Capital assets	\$1,000,000		\$160,000	\$400,000	1,037,889
Grants					
Exhibits		\$372,000			372,000
Cultural heritage grants					20,000
Total all funds	\$1,000,000	\$372,000	\$160,000	\$400,000	\$2,141,542
Less estimated income	0	0	85,000	200,000	321,858
General fund	\$1,000,000	\$372,000	\$75,000	\$200,000	\$1,819,684
FTE	0.00	0.00	0.00	0.00	0.00

¹ Funding is adjusted for base payroll changes.

² The following funding is added for 2019-21 biennium salary adjustments of 2 percent on July 1, 2019, and 3 percent on July 1, 2020, and increases in health insurance premiums from \$1,241 to \$1,427 per month:

	General Fund	Other Funds	Total
Salary increase	\$321,930	\$26,913	\$348,843
Health insurance increase	297,174	24,095	321,269
Total	\$619,104	\$51,008	\$670,112

³ Funding is removed for extraordinary repairs.

- ⁴ Funding is reduced for bond payments to provide a total of \$1,144,542.
- ⁵ Funding is added for Microsoft Office 365 licensing.
- ⁶ Funding is added for cultural heritage grants for the agency's education and innovation initiative in the agency's strategic plan.
- ⁷ One-time funding from the general fund is added for historic site and extraordinary repairs.
- ⁸ One-time funding from the general fund is added for exhibits and collections care.
- ⁹ One-time funding of \$160,000 from the general fund (\$75,000) and other funds (\$85,000) is added for the replacement of auditorium chairs in the Heritage Center.
- ¹⁰ One-time funding of \$400,000 from the general fund (\$200,000) and other funds (\$200,000) is added for the Whitestone Hill native memorial.

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A section is added authorizing the agency to spend \$25,000 of the general fund appropriation after June 30, 2019, for the planning and design of the memorial and the agency may spend, on a \$1 for \$1 match from other funds, the remaining \$175,000 from the general fund for the memorial, during the 2019-21 biennium.

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Introduced by

Appropriations Committee

1 A BILL for an Act to provide an appropriation for defraying the expenses of the state historical
2 society.

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 special funds derived from federal funds and
7 other income, to the state historical society for the purpose of defraying the expenses of the
8 state historical society, for the biennium beginning July 1, 2019, and ending June 30, 2021, as
9 follows:

<u>Governor's</u>			
	<u>Base Level</u>	<u>Recommendation</u>	<u>Appropriation</u>
Salaries and wages	\$13,595,892	\$14,416,740	\$13,595,892
Operating expenses	3,885,894	3,941,585	3,885,894
Capital assets	1,747,653	2,275,542	1,747,653
Grants	600,000	600,000	600,000
Exhibits	0	372,000	0
Total all funds	\$19,829,439	\$21,605,867	\$19,829,439
Less estimated income	3,155,795	3,755,486	3,155,795
Total general fund	\$16,673,644	17,850,381	\$16,673,644
Full-time equivalent positions	75.00	75.00	75.00
<u>Adjustments or</u>			
	<u>Base Level</u>	<u>Enhancements</u>	<u>Appropriation</u>
Salaries and wages	\$13,595,892	\$655,962	\$14,251,854
Operating expenses	3,885,894	55,691	3,941,585

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1	Capital assets	1,747,653	1,037,889	2,785,542
2	Grants	600,000	0	600,000
3	Exhibits	0	372,000	372,000
4	Cultural heritage grants	0	20,000	20,000
5	Total all funds	\$19,829,439	\$2,141,542	\$21,970,981
6	Less estimated income	3,155,795	321,858	3,477,653
7	Total general fund	\$16,673,644	\$1,819,684	\$18,493,328
8	Full-time equivalent positions	75.00	0.00	75.00

9 **SECTION 2. ONE-TIME FUNDING.** The following amounts reflect the one-time funding
10 items approved by the sixty-fifth legislative assembly for the 2017-19 biennium and the 2019-21
11 biennium one-time funding items included in the appropriation in section 1 of this Act:

12	<u>One-Time Funding Description</u>	<u>2017-19</u>	<u>2019-21</u>
13	Double Ditch historic site repairs	\$1,000,000	\$0
14	Total special funds	\$1,000,000	\$0
15	Double Ditch historic site repairs	\$1,000,000	\$0
16	Historic site and extraordinary repairs	0	1,000,000
17	Exhibit and collections care	0	372,000
18	Auditorium chairs	0	160,000
19	Whitestone hill native memorial	0	400,000
20	Total all funds	\$1,000,000	\$1,932,000
21	Less estimated income	1,000,000	285,000
22	Total general fund	\$0	\$1,647,000

23 The 2019-21 biennium one-time funding amounts are not a part of the entity's base budget
24 for the 2019-21 biennium. The state historical society shall report to the appropriations
25 committees of the sixty-seventh legislative assembly on the use of this one-time funding for the
26 biennium beginning July 1, 2019, and ending June 30, 2021.

27 **SECTION 3. REVOLVING FUND - APPROPRIATION.** All fees collected by the state
28 historical society and deposited in the revolving fund established pursuant to section 55-03-04
29 are appropriated to the state historical society for the purposes provided in chapter 55-03, for
30 the biennium beginning July 1, 2019, and ending June 30, 2021.

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1 **SECTION 4. GIFTS, GRANTS, AND BEQUESTS - APPROPRIATION.** All gifts, grants,
2 devises, bequests, donations, and assignments received by the state historical society and
3 deposited with the state treasurer pursuant to section 55-01-04 are appropriated to the state
4 historical society for the purposes provided in section 55-01-04, for the biennium beginning
5 July 1, 2019, and ending June 30, 2021.

6 **SECTION 5. WHITESTONE HILL NATIVE MEMORIAL - MATCHING FUNDS.** Of the funds
7 appropriated in the capital assets line item in section 1 of this Act, \$200,000 from the general
8 fund and \$200,000 from other funds is for the Whitestone hill native memorial. The state
9 historical society may spend \$25,000 of the general fund appropriation after June 30, 2019, for
10 the planning and design of a Whitestone hill native memorial and the state historical society
11 may spend, on a dollar-for-dollar matching basis from other nonstate funds, the remaining
12 \$175,000 from the general fund for the biennium beginning July 1, 2019, and ending June 30,
13 2021.

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PROPOSED AMENDMENTS TO SENATE BILL NO. 2018

Page 1, replace lines 10 through 20 with:

	<u>Base Level</u>	<u>Adjustments or Enhancements</u>	<u>Appropriation</u>
Salaries and wages	\$13,595,892	\$655,962	\$14,251,854
Operating expenses	3,885,894	55,691	3,941,585
Capital assets	1,747,653	1,037,889	2,785,542
Grants	600,000	0	600,000
Exhibits	0	372,000	372,000
Cultural heritage grants	<u>0</u>	<u>20,000</u>	<u>20,000</u>
Total all funds	\$19,829,439	\$2,141,542	\$21,970,981
Less estimated income	<u>3,155,795</u>	<u>321,858</u>	<u>3,477,653</u>
Total general fund	\$16,673,644	\$1,819,684	\$18,493,328
Full-time equivalent positions	75.00	0.00	75.00"

Page 1, line 22, after "biennium" insert "and the 2019-21 biennium one-time funding items included in the appropriation in section 1 of this Act"

Page 2, replace lines 2 and 3 with:

"Double Ditch historic site repairs	\$1,000,000	\$0
Historic site and extraordinary repairs	0	1,000,000
Exhibit and collections care	0	372,000
Auditorium chairs	0	160,000
Whitestone hill native memorial	<u>0</u>	<u>400,000</u>
Total all funds	\$1,000,000	\$1,932,000
Less estimated income	<u>1,000,000</u>	<u>285,000</u>
Total general fund	\$0	\$1,647,000

The 2019-21 biennium one-time funding amounts are not a part of the entity's base budget for the 2019-21 biennium. The state historical society shall report to the appropriations committees of the sixty-seventh legislative assembly on the use of this one-time funding for the biennium beginning July 1, 2019, and ending June 30, 2021."

Page 2, after line 12, insert:

"SECTION 5. WHITESTONE HILL NATIVE MEMORIAL - MATCHING FUNDS.

Of the funds appropriated in the capital assets line item in section 1 of this Act, \$200,000 from the general fund and \$200,000 from other funds is for the Whitestone hill native memorial. The state historical society may spend \$25,000 of the general fund appropriation after June 30, 2019, for the planning and design of a Whitestone hill native memorial and the state historical society may spend, on a dollar-for-dollar matching basis from other nonstate funds, the remaining \$175,000 from the general fund for the biennium beginning July 1, 2019, and ending June 30, 2021."

Renumber accordingly

SB 2018
2-8-19
#1
P2

STATEMENT OF PURPOSE OF AMENDMENT:

Senate Bill No. 2018 - State Historical Society - Senate Action

	Base Budget	Senate Changes	Senate Version
Salaries and wages	\$13,595,892	\$655,962	\$14,251,854
Operating expenses	3,885,894	55,691	3,941,585
Capital assets	1,747,653	1,037,889	2,785,542
Grants	600,000		600,000
Exhibits		372,000	372,000
Cultural heritage grants		20,000	20,000
Total all funds	\$19,829,439	\$2,141,542	\$21,970,981
Less estimated income	3,155,795	321,858	3,477,653
General fund	\$16,673,644	\$1,819,684	\$18,493,328
FTE	75.00	0.00	75.00

Department 701 - State Historical Society - Detail of Senate Changes

	Adjusts Funding for Base Payroll Changes ¹	Adds Funding for Salary and Benefit Increases ²	Removes Ongoing Funding for Extraordinary Repairs ³	Reduces Funding for Bond Payments ⁴	Adds Funding for Microsoft Office 365 ⁵	Adds Funding for Cultural Heritage Grants ⁶
Salaries and wages	(\$14,150)	\$670,112				
Operating expenses					\$55,691	
Capital assets			(\$307,357)	(\$214,754)		
Grants						
Exhibits						
Cultural heritage grants						\$20,000
Total all funds	(\$14,150)	\$670,112	(\$307,357)	(\$214,754)	\$55,691	\$20,000
Less estimated income	(14,150)	51,008	0	0	0	0
General fund	\$0	\$619,104	(\$307,357)	(\$214,754)	\$55,691	\$20,000
FTE	0.00	0.00	0.00	0.00	0.00	0.00

	Adds Funding for Historic Site and Extraordinary Repairs ⁷	Adds Funding for Exhibit and Collections Care ⁸	Adds Funding for Auditorium Chairs ⁹	Adds Funding for Whitestone Hill Native Memorial ¹⁰	Total Senate Changes
Salaries and wages					\$655,962
Operating expenses					55,691
Capital assets	\$1,000,000		\$160,000	\$400,000	1,037,889
Grants					
Exhibits		\$372,000			372,000
Cultural heritage grants					20,000
Total all funds	\$1,000,000	\$372,000	\$160,000	\$400,000	\$2,141,542
Less estimated income	0	0	85,000	200,000	321,858
General fund	\$1,000,000	\$372,000	\$75,000	\$200,000	\$1,819,684
FTE	0.00	0.00	0.00	0.00	0.00

¹ Funding is adjusted for base payroll changes.

² The following funding is added for 2019-21 biennium salary adjustments of 2 percent on July 1, 2019, and 3 percent on July 1, 2020, and increases in health insurance premiums from \$1,241 to \$1,427 per month:

	General Fund	Other Funds	Total
Salary increase	\$321,930	\$26,913	\$348,843
Health insurance increase	297,174	24,095	321,269
Total	\$619,104	\$51,008	\$670,112

³ Funding is removed for extraordinary repairs.

SB 2013
2-8-19
1
P3

- ⁴ Funding is reduced for bond payments to provide a total of \$1,144,542.
- ⁵ Funding is added for Microsoft Office 365 licensing.
- ⁶ Funding is added for cultural heritage grants for the agency's education and innovation initiative in the agency's strategic plan.
- ⁷ One-time funding from the general fund is added for historic site and extraordinary repairs.
- ⁸ One-time funding from the general fund is added for exhibits and collections care.
- ⁹ One-time funding of \$160,000 from the general fund (\$75,000) and other funds (\$85,000) is added for the replacement of auditorium chairs in the Heritage Center.
- ¹⁰ One-time funding of \$400,000 from the general fund (\$200,000) and other funds (\$200,000) is added for the Whitestone Hill native memorial.

A section is added authorizing the agency to spend \$25,000 of the general fund appropriation after June 30, 2019, for the planning and design of the memorial and the agency may spend, on a \$1 for \$1 match from other funds, the remaining \$175,000 from the general fund for the memorial, during the 2019-21 biennium.

Introduced by

#2

Appropriations Committee

P1

1 A BILL for an Act to provide an appropriation for defraying the expenses of the state historical
2 society.

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 special funds derived from federal funds and
7 other income, to the state historical society for the purpose of defraying the expenses of the
8 state historical society, for the biennium beginning July 1, 2019, and ending June 30, 2021, as
9 follows:

	<u>Governor's</u>		
	<u>Base Level</u>	<u>Recommendation</u>	<u>Appropriation</u>
12 Salaries and wages	\$13,595,892	\$14,416,740	\$13,595,892
13 Operating expenses	3,885,894	3,941,585	3,885,894
14 Capital assets	1,747,653	2,275,542	1,747,653
15 Grants	600,000	600,000	600,000
16 Exhibits	0	372,000	0
17 Total all funds	\$19,829,439	\$21,605,867	\$19,829,439
18 Less estimated income	3,155,795	3,755,486	3,155,795
19 Total general fund	\$16,673,644	17,850,381	\$16,673,644
20 Full time equivalent positions	75.00	75.00	75.00
	<u>Adjustments or</u>		
	<u>Base Level</u>	<u>Enhancements</u>	<u>Appropriation</u>
23 <u>Salaries and wages</u>	<u>\$13,595,892</u>	<u>\$655,962</u>	<u>\$14,251,854</u>
24 <u>Operating expenses</u>	<u>3,885,894</u>	<u>55,691</u>	<u>3,941,585</u>

SB 2018
2-8-19
2

Sixty-sixth
Legislative Assembly

1	Capital assets	1,747,653	1,037,889	2,785,542
2	Grants	600,000	0	600,000
3	Exhibits	0	372,000	372,000
4	Cultural heritage grants	0	20,000	20,000
5	Total all funds	\$19,829,439	\$2,141,542	\$21,970,981
6	Less estimated income	3,155,795	321,858	3,477,653
7	Total general fund	\$16,673,644	\$1,819,684	\$18,493,328
8	Full-time equivalent positions	75.00	0.00	75.00

P 2

9 **SECTION 2. ONE-TIME FUNDING.** The following amounts reflect the one-time funding
10 items approved by the sixty-fifth legislative assembly for the 2017-19 biennium and the 2019-21
11 biennium one-time funding items included in the appropriation in section 1 of this Act:

12	<u>One-Time Funding Description</u>	<u>2017-19</u>	<u>2019-21</u>
13	Double Ditch historic site repairs	\$1,000,000	\$0
14	Total special funds	\$1,000,000	\$0
15	Double Ditch historic site repairs	\$1,000,000	\$0
16	Historic site and extraordinary repairs	0	1,000,000
17	Exhibit and collections care	0	372,000
18	Auditorium chairs	0	160,000
19	Whitestone hill native memorial	0	400,000
20	Total all funds	\$1,000,000	\$1,932,000
21	Less estimated income	1,000,000	285,000
22	Total general fund	\$0	\$1,647,000

23 The 2019-21 biennium one-time funding amounts are not a part of the entity's base budget
24 for the 2019-21 biennium. The state historical society shall report to the appropriations
25 committees of the sixty-seventh legislative assembly on the use of this one-time funding for the
26 biennium beginning July 1, 2019, and ending June 30, 2021.

27 **SECTION 3. REVOLVING FUND - APPROPRIATION.** All fees collected by the state
28 historical society and deposited in the revolving fund established pursuant to section 55-03-04
29 are appropriated to the state historical society for the purposes provided in chapter 55-03, for
30 the biennium beginning July 1, 2019, and ending June 30, 2021.

SB 2018
2-8-19

1 **SECTION 4. GIFTS, GRANTS, AND BEQUESTS - APPROPRIATION.** All gifts, grants,
2 devises, bequests, donations, and assignments received by the state historical society and
3 deposited with the state treasurer pursuant to section 55-01-04 are appropriated to the state
4 historical society for the purposes provided in section 55-01-04, for the biennium beginning
5 July 1, 2019, and ending June 30, 2021.

2
P 3

6 **SECTION 5. WHITESTONE HILL NATIVE MEMORIAL - MATCHING FUNDS.** Of the funds
7 appropriated in the capital assets line item in section 1 of this Act, \$200,000 from the general
8 fund and \$200,000 from other funds is for the Whitestone hill native memorial. The state
9 historical society may spend \$25,000 of the general fund appropriation after June 30, 2019, for
10 the planning and design of a Whitestone hill native memorial and the state historical society
11 may spend, on a dollar-for-dollar matching basis from other nonstate funds, the remaining
12 \$175,000 from the general fund for the biennium beginning July 1, 2019, and ending June 30,
13 2021.

Department 701 - State Historical Society
Senate Bill No. 2018

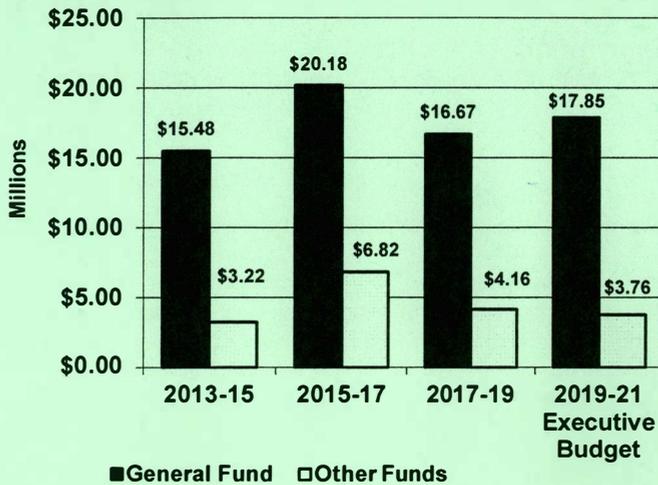
Executive Budget Comparison to Prior Biennium Appropriations

	FTE Positions	General Fund	Other Funds	Total
2019-21 Executive Budget	75.00	\$17,850,381	\$3,755,486	\$21,605,867
2017-19 Legislative Appropriations	75.00	16,673,644	4,155,795	20,829,439
Increase (Decrease)	0.00	\$1,176,737	(\$400,309)	\$776,428

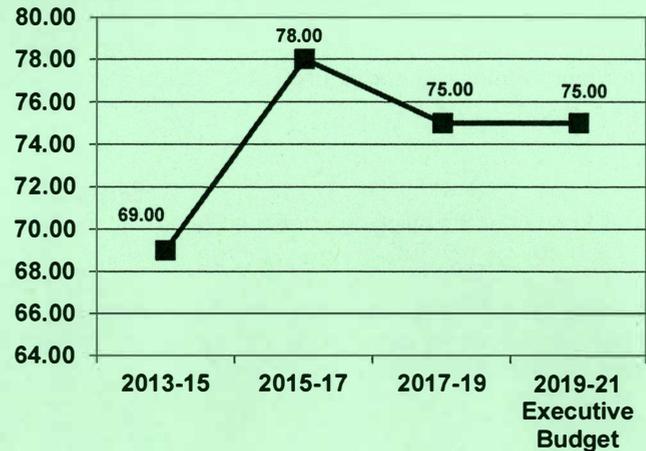
Ongoing and One-Time General Fund Appropriations

	Ongoing General Fund Appropriation	One-Time General Fund Appropriation	Total General Fund Appropriation
2019-21 Executive Budget	\$16,978,381	\$872,000	\$17,850,381
2017-19 Legislative Appropriations	16,673,644	0	16,673,644
Increase (Decrease)	\$304,737	\$872,000	\$1,176,737

Agency Funding



FTE Positions



Executive Budget Comparison to Base Level

	General Fund	Other Funds	Total
2019-21 Executive Budget	\$17,850,381	\$3,755,486	\$21,605,867
2019-21 Base Level	16,673,644	3,155,795	19,829,439
Increase (Decrease)	\$1,176,737	\$599,691	\$1,776,428

First House Action

Attached is a comparison worksheet detailing first house changes to base level funding and the executive budget.

**Executive Budget Highlights
(With First House Changes in Bold)**

	General Fund	Other Funds	Total
1. Adds funding for state employee salary and benefit increases, of which \$498,035 is for salary increases, \$272,100 is for health insurance increases, and \$64,863 is for retirement contribution increases. The Senate added funding for salary adjustments of 2 percent for the 1st year and 3 percent in the 2nd year and increases in health insurance premiums from \$1,241 to \$1,427 per month. The Senate did not add funding for retirement contribution increases.	\$771,157	\$63,841	\$834,998
2. Removes ongoing funding for extraordinary repairs.	(\$307,357)	\$0	(\$307,357)
3. Reduces funding for bond payments to provide \$1,144,542	(\$214,754)	\$0	(\$214,754)
4. Adds funding for Microsoft Office 365 licensing expenses	\$55,691	\$0	\$55,691

5. Adds one-time funding for historic site and extraordinary repairs. The Senate added one-time funding of \$1 million from the general fund for historic site and extraordinary repairs.	\$500,000	\$550,000	\$1,050,000
6. Adds one-time funding for exhibit and collections care	\$372,000	\$0	\$372,000

Other Sections in Senate Bill No. 2018

Appropriation - Revolving fund - Section 3 appropriates all fees collected and deposited in the revolving fund to the State Historical Society.

Appropriation - Gifts, grants, and bequests - Section 4 appropriates all gifts, grants, devises, bequests, donations, and assignments received by the State Historical Society to the State Historical Society.

Whitestone Hill native memorial - Section 5 identifies \$200,000 from the general fund and \$200,000 from other funds in the capital assets line item in Section 1 for the Whitestone Hill native memorial. The section also authorizes the agency to expend \$25,000 after June 30, 2019, for the planning and design of a Whitestone Hill native memorial and requires a dollar for dollar matching requirement to spend the remaining \$175,000 of general funds.

Continuing Appropriations

Concession fund - North Dakota Century Code Section 55-02-04 - Operation of the State Historical Society museum store.

State Historical Society gifts and bequests fund - Section 55-01-04 - Gifts and bequests for support of museum operations.

State Historical Society revolving fund - Section 55-03-04 - Archaeological permits.

Deficiency Appropriation

Heritage Center expansion project litigation - Senate Bill No. 2024 provides a deficiency appropriation of \$265,000 from the general fund to the State Historical Society for legal fees associated with litigation related to the Heritage Center expansion project.

Significant Audit Findings

The State Auditor's office reported the State Historical Society did not properly bid certain public improvement projects.

Major Related Legislation

Senate Bill No. 2146 - Provides a one-time appropriation of \$450,000 from the general fund to the State Historical Society for providing a grant for the relocation of the Pioneer Village from the North Dakota State Fairgrounds to another location within Ward County during the 2019-21 biennium.

State Historical Society - Budget No. 701
Senate Bill No. 2018
Base Level Funding Changes

	Executive Budget Recommendation				Senate Version			
	FTE Position	General Fund	Other Funds	Total	FTE Position	General Fund	Other Funds	Total
2019-21 Biennium Base Level	75.00	\$16,673,644	\$3,155,795	\$19,829,439	75.00	\$16,673,644	\$3,155,795	\$19,829,439
2019-21 Ongoing Funding Changes								
Base payroll changes			(\$14,150)	(\$14,150)			(\$14,150)	(\$14,150)
Salary increase		459,957	38,078	498,035		321,930	26,913	348,843
Health insurance increase		251,296	20,804	272,100		297,174	24,095	321,269
Retirement contribution increase		59,904	4,959	64,863				0
Removes ongoing funding for extraordinary repairs		(307,357)		(307,357)		(307,357)		(307,357)
Reduces funding for bond payments		(214,754)		(214,754)		(214,754)		(214,754)
Adds Microsoft Office 365 licensing funding		55,691		55,691		55,691		55,691
Adds funding for cultural heritage grants				0		20,000		20,000
Total ongoing funding changes	0.00	\$304,737	\$49,691	\$354,428	0.00	\$172,684	\$36,858	\$209,542
One-time funding items								
Historic site and extraordinary repairs		\$500,000	\$550,000	\$1,050,000		\$1,000,000		\$1,000,000
Exhibit and collections care		372,000		372,000		372,000		372,000
Auditorium chairs				0		75,000	85,000	160,000
Whitestone Hill native memorial				0		200,000	200,000	400,000
Total one-time funding changes	0.00	\$872,000	\$550,000	\$1,422,000	0.00	\$1,647,000	\$285,000	\$1,932,000
Total Changes to Base Level Funding	0.00	\$1,176,737	\$599,691	\$1,776,428	0.00	\$1,819,684	\$321,858	\$2,141,542
2019-21 Total Funding	75.00	\$17,850,381	\$3,755,486	\$21,605,867	75.00	\$18,493,328	\$3,477,653	\$21,970,981

Other Sections for State Historical Society - Budget No. 701

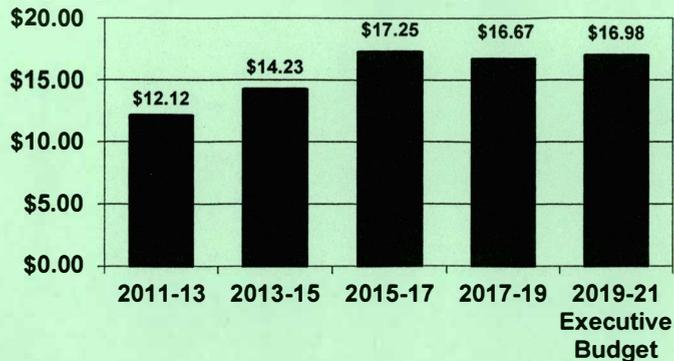
	Executive Budget Recommendation	Senate Version
Appropriation - Revolving fund	Section 3 would appropriate all fees collected and deposited in the revolving fund to the State Historical Society.	Section 3 appropriates all fees collected and deposited in the revolving fund to the State Historical Society.
Appropriation - Gifts, grants, and bequests	Section 4 would appropriate all gifts, grants, devises, bequests, donations, and assignments received by the State Historical Society to the State Historical Society.	Section 4 appropriates all gifts, grants, devises, bequests, donations, and assignments received by the State Historical Society to the State Historical Society.
Whitestone Hill native memorial - Matching funds		Section 5 provides that of the funds appropriated in the capital assets line item in Section 1 of the bill, \$200,000 is from the general fund and \$200,000 is from other funds for the Whitestone Hill native memorial. The section also authorizes the agency to expend \$25,000 after June 30, 2019, for the planning and design of a Whitestone Hill native memorial and requires a dollar-for-dollar matching requirement to spend the remaining \$175,000 of general funds.

Department 701 - State Historical Society

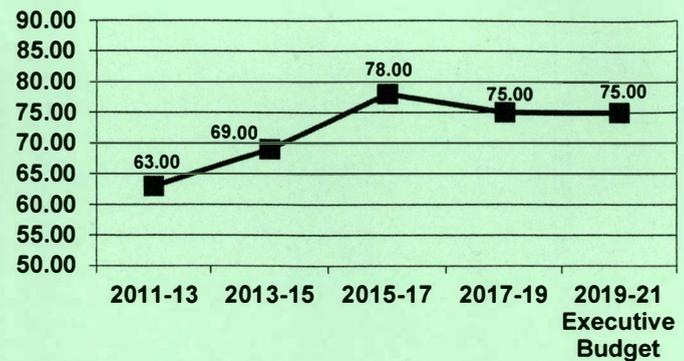
Historical Appropriations Information

Ongoing General Fund Appropriations Since 2011-13

Ongoing General Fund Appropriations (in Millions)



FTE Positions



Ongoing General Fund Appropriations					
	2011-13	2013-15	2015-17	2017-19	2019-21 Executive Budget
Ongoing general fund appropriations	\$12,119,191	\$14,231,811	\$17,254,791	\$16,673,644	\$16,978,381
Increase (decrease) from previous biennium	N/A	\$2,112,620	\$3,022,980	(\$581,147)	\$304,737
Percentage increase (decrease) from previous biennium	N/A	17.4%	21.2%	(3.4%)	1.8%
Cumulative percentage increase (decrease) from 2011-13 biennium	N/A	17.4%	42.4%	37.6%	40.1%

Major Increases (Decreases) in Ongoing General Fund Appropriations

2013-15 Biennium

- Added funding for 5 FTE positions \$682,190
- Added funding for salaries and wages for seasonal temporary employees \$183,549

2015-17 Biennium

- Added funding for 3 FTE positions \$503,864
- Added funding to transfer 7 FTE maintenance positions (\$678,269) and related operating expenses (\$100,000) from the Office of Management and Budget for the Heritage Center \$778,269
- Added funding for salaries and wages for seasonal temporary employees \$305,605
- Added funding for temporary employee salary increases \$155,226
- Added funding for an electronic records project \$172,800
- Added funding for 4th grade and governing North Dakota curriculum \$100,000
- Increased funding for operating expenses \$458,895
- Increased funding for capital assets \$100,569
- Added funding for Welk Homestead operations \$100,000

2017-19 Biennium

- Removed 1 FTE custodial position (\$106,393)
- Removed 2 undesignated FTE positions (\$58,237)
- Reduced salaries and wages in anticipation of savings from vacant positions and employee turnover (\$243,714)
- Reduced funding for temporary employees (\$147,986)
- Reduced funding for operating expenses from the general fund and increased funding from other funds by \$150,000 for a net adjustment of (\$100,414) (\$250,414)
- Removed funding for cultural heritage grants (\$293,454)
- Reduced funding for capital assets (\$22,641)

2019-21 Biennium (Executive Budget Recommendation)

1. Removes ongoing funding for extraordinary repairs	(\$307,357)
2. Reduces funding for bond payments to provide \$1,144,542	(\$214,754)
3. Adds funding for Microsoft Office 365 licensing expenses	\$55,691

**GOVERNOR'S RECOMMENDATION FOR THE
STATE HISTORICAL SOCIETY AS SUBMITTED
BY THE OFFICE OF MANAGEMENT AND BUDGET**

SECTION 1. APPROPRIATION. The funds provided in this section, or so much of the funds as may be necessary, are appropriated out of any moneys in the general fund in the state treasury, not otherwise appropriated, and from special funds derived from federal funds and other income, to the state historical society for the purpose of defraying the expenses of that agency, for the biennium beginning July 1, 2019, and ending June 30, 2021, as follows:

	<u>Base Level</u>	<u>Adjustments or Enhancements</u>	<u>Appropriation</u>
Salaries and wages	\$13,595,892	\$820,848	\$14,416,740
Operating expenses	3,885,894	55,691	3,941,585
Capital assets	1,747,653	527,889	2,275,542
Grants	600,000	0	600,000
Exhibits	0	372,000	372,000
Total all funds	<u>\$19,829,439</u>	<u>\$1,776,428</u>	<u>\$21,605,867</u>
Less estimated income	3,155,795	599,691	3,755,486
Total general fund	<u>\$16,673,644</u>	<u>\$1,176,737</u>	<u>\$17,850,381</u>
Full-time equivalent positions	75.00	0.00	75.00

SECTION 2. ONE-TIME FUNDING - EFFECT ON BASE BUDGET - REPORT TO SIXTY-SEVENTH LEGISLATIVE ASSEMBLY. The following amounts reflect the one-time funding items approved by the sixty-fifth legislative assembly for the 2017-19 biennium and the 2019-21 one-time funding items included in the appropriation in section 1 of this Act:

<u>One-Time Funding Description</u>	<u>2017-19</u>	<u>2019-21</u>
Double Ditch Historic Site Repair	\$1,000,000	\$0
Exhibits and Collections Care	0	372,000
Historic Site Repair	0	1,050,000
Total all funds	<u>\$1,000,000</u>	<u>\$1,422,000</u>
Less estimated income	<u>1,000,000</u>	<u>550,000</u>
Total general fund	\$0	\$872,000

The 2019-21 one-time funding amounts are not a part of the entity's base budget for the 2019-21 biennium. The information technology department shall report to the appropriations committees of the sixty-seventh legislative assembly on the use of this one-time funding for the biennium beginning July 1, 2019 and ending June 30, 2021.

SECTION 3. REVOLVING FUND - APPROPRIATION. All fees collected by the state historical society and deposited in the revolving fund established pursuant to section 55-03-04 are appropriated to the state historical society for the purposes provided in chapter 55-03, for the biennium beginning July 1, 2019, and ending June 30, 2021.

SECTION 4. GIFTS, GRANTS, AND BEQUESTS - APPROPRIATION. All gifts, grants, devises, bequests, donations, and assignments received by the state historical society and deposited with the state treasurer pursuant to section 55-01-04 are appropriated to the state historical society for the purposes provided in section 55-01-04, for the biennium beginning July 1, 2019, and ending June 30, 2021.

Att
SB 2018
2/27/2019



SB 2018
Claudia J. Berg, Director
February 27, 2019

As the director of the State Historical Society it is a pleasure to represent the agency today. Once again we want to express our gratitude for the support you provided us in our last appropriation bill. Today, we will first highlight projects, programs and achievements over the past two years, provide a look at our future plans and Andrea Wike, our assistant director and fiscal agent, will provide a more in depth presentation related to the budget. Indian Affairs Commissioner Scott Davis will also address the Whitestone Hill memorial project.

It is our mission to inspire all North Dakotans about their history, especially the history in their own backyard.

The following items are a 2017-2019 biennial update on agency activities based on our strategic plan:

Optimize Our Assets:

- A new strategic plan was developed to guide us for the next three years. Funding was provided by the State Historical Society of ND Foundation (Foundation). A copy is attached.
- The Foundation has proven to be an important partner in supporting our mission and assisting in fundraising to ensure programming continues.
- A professional development grant for staff was established through a private donation to the Foundation. Entering its third and final year, it has allowed staff to attend specialized conferences or undertake leadership training.
- The agency has also initiated a career development plan for all agency staff. Many of the classes or webinars are through HRMS but some will be presented by consultants. In a response for better communication skills, sustainable practices and succession planning a quarterly training program has been implemented.
- Collections continue to expand. Decades of backlogged artifacts, specimens and government records continue to be catalogued while new acquisitions continue to be donated or deposited on a daily basis. Thousands of artifacts, specimens and archival materials are collected each biennium.
- As the state and federal repository for ND we are obligated to accept archival, artifact and archaeological materials.
- LED lighting conversions have been implemented at the Ronald Reagan Minuteman Missile SHS and close to completion at the Pembina State Museum. Remaining sites will convert as systems need replacing and budgets allow.
- Our 190+ volunteers assist the agency statewide with visitor services and collections processing; this biennium volunteers contributed over 24,000 hours. To date over 448,400 volunteer hours have been contributed in support of presenting and preserving North Dakota's history.



The best workshop I've been to since all my years in education...



The best workshop I've been to since all my years in education! Can't wait to take all this wonderful info back to my students! #lovenorthdakota

- Teacher workshops were conducted to ensure the use of the North Dakota Studies materials.
- Our new initiative is centered on North Dakota Studies. The attached document provides a three-year plan with existing resources.
- The biannual publication, *North Dakota History, Journal of the Northern Plains*, provides the only publication of scholarly research on the state’s history. The quarterly newsletters, *Plains Talk and ND Studies*, are also published by the agency.
- 2017-19 Heritage Center gallery exhibits included: *Chocolate* a national exhibit, *The Horse in North Dakota*, *Hubble* a NASA national exhibit, *House & Home* national exhibit, *Native Impressions*, *World War I*, and Native Hall of Honor exhibits, along with exhibit repairs, graphics, casework, and enhancements to the *Treehouse* and *French Gratitude Train*, and other exhibits. Historic site exhibit installations at Ft. Buford and repairs at several other sites are ongoing. The *Night Skies* online exhibit was also completed.
- There are nine new exhibits scheduled for the next two years at the Heritage Center, including the Governors Gallery, and historic sites upgrades at the Pembina State Museum and the Confluence Center.



Establishing Deeper Connections with Core Constituencies

- Bank stabilization at Double Ditch State Historic Site close to completion, with a few plantings remaining. A close working and consulting relationship with the Mandan Nation guided the staff through this project. All involved are grateful to the state legislature for the support to respond to and save this historically and culturally significant place.
- Historic sites friends groups at Fort Totten, Stutsman County Courthouse, the Welk Homestead and the Former Governors’ Mansion have all supported restoration and program efforts at their sites. Friends groups from Ft. Buford, Chateau de Mores and Whitestone Hill continue to support their sites in annual programming. The Bismarck Historical Society, as a new friends group for Camp Hancock, was established to share and enhance operating and programming opportunities. Ft. Totten and Whitestone Hill friends group sponsor an annual on site Education Day for area students.
- *Traces, Early Peoples of North Dakota*, was written by Barbara Handy Marchello and Fern Swenson, agency staff. As a companion book to the Innovation Gallery, *Early Peoples*, it serves as an additional resource for ND Studies teachers and as a text for the Univ. of Mary diversity class.
- Partnerships with other state agencies produced quality programs at the Heritage Center. The ND Native American Hall of Honor, in partnership with the ND Indian Affairs Commission, inducts new honorees every September. The Red River Hall features ND art exhibits in partnership with the ND Council on the Arts. The ND Geological Survey paleo lab is located in the Heritage Center and oversees the content and programs in the Adaptation Gallery, Geologic Time.
- The centennial celebration of World War I has concluded and Women’s Suffrage is beginning. These topics are of public interest and provide for a depth of programming with extensive partnerships across the state. Women’s Suffrage will provide yearlong programming across the state.
- Public programming at sites and at the Heritage Center included lectures, workshops, movies, concerts, performances and guided tours. Managed by agency staff, many of these events were in partnership with other organizations and institutions. Audiences included pre-K, K-12 and college level school groups, families, lifelong learners and visitors from across the country and world.

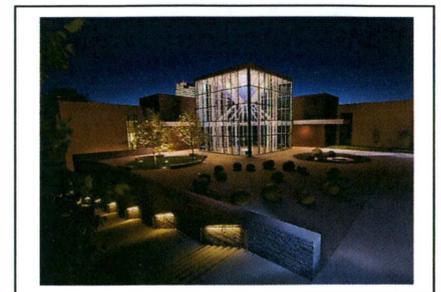


- Review and compliance responsibilities continued in the State Historic Preservation Office (SHPO). A federal program, the SHPO staff reviewed 6,107 statewide projects. The state repository of cultural resource files is housed at the Heritage Center. There were 48 cultural resource companies that received annual permits. New information added to the resource files includes: new sites added- 2,735; sites updated- 1,602; number of cultural resource reports submitted and added to the manuscript collection- 1,153; total number of acres surveyed for cultural resources- 236,026; cultural resource reports were scanned into OCR-searchable PDF format and linked to the GIS- 1,225; researchers, cultural research specialists, and planners that utilized the files- 1,908.
- The National Register of Historic Places is the official Federal list of significant structures and places. These contribute to an understanding of the historical and cultural foundations of the Nation.
- The following sites were listed in 2017 – 2018: Sons of Jacob Cemetery (Garske vicinity), George & Beth Anderson House (Fargo), Mandan High School, Episcopal Church of the Good Shepard (Lakota), Manfred Historic District, and Dease-Martineau House, Trading Post, and Oxcart Trail Historic District (Leroy vicinity), Burke County War Memorial Hall (Flaxton), Assyrian Muslim Cemetery (near Ross), Robinson Hall (Robinson) and the Remote Sprint Launch Site 3 (RSL-3) (Cavalier Co.).
- Visitor numbers for 2017-19:
 - 449,506 visitors to the ND Heritage Center & State Museum, visitors included 397 school groups with 18,591 students. (Since April 20, 2014 we have greeted 1,074,228 visitors to the Heritage Center.)
 - 264,000 visitors to 15 historic sites with interpretive centers or visitor amenities
 - 668,549 virtual users of our websites (Agency, State Museum, Blog) with 2,008,946 page views
 - 258,437 virtual users of ND Studies.gov with 1,291,986 page views
 - 33,300 YouTube video views

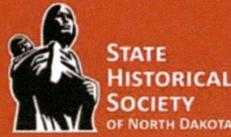


Embrace Technology

- The State Archives continues to ingest born digital and digital surrogates into Preservica, our digital repository software. As of December 31, 2018, we have ingested more than 3.4 TB and added descriptive metadata to these collections.
- In 2019-2020, we will initiate the creation of an access portal for state agencies and the public to view the digital records preserved by the North Dakota State Archives. We continue to see a massive shift from paper records to digital records being transferred from state and local government entities to the State Archives.
- All collection areas are adding information into ReDiscovery. Nearly 12,500 archaeological records, 75,029 artifacts and over 250,000 item level records in the State Archives collections have been added or edited in ReDiscovery. In 2019-2020, we anticipate launching an online portal for patrons to view and research our collections, creating accessibility and a more automated workflow for our staff.



2018-2020 STRATEGIC PLAN



HISTORY FOR
everyone.

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- ▶ **VISION**
Inspire discovery and open minds to help shape the future for vibrant communities.
- ▶ **MISSION**
Identify, preserve, interpret, and promote the heritage of North Dakota and its people.
- ▶ **CORE PURPOSE**
Respect the past, serve the present, inspire the future.
- ▶ **VALUES**
 - Stewardship:**
We responsibly preserve and share our history.
 - Inspiration:**
We spark curiosity and celebrate a shared passion for history and learning.
 - Collaboration:**
We honor the experiences and expertise of diverse communities.
 - Service:**
We provide staff expertise and excellent service.



Create Inspiring Educational Opportunities	Establish Deeper Connections with Core Constituencies	Optimize our Assets	Embrace Technology
<p style="text-align: center;">Strategies</p> <ul style="list-style-type: none"> Enhance educational opportunities with K-12 schools and educators. Inspire lifelong learners. Develop new opportunities that link history to current events. Expand and strengthen partnerships with other organizations. 	<p style="text-align: center;">Strategies</p> <ul style="list-style-type: none"> Build stronger relationships with stakeholders statewide to support ND history. Become a model for inclusivity. Broaden research opportunities with access to collections. 	<p style="text-align: center;">Strategies</p> <ul style="list-style-type: none"> Adapt and align staff and resources for long-term sustainability. Foster a culture that values staff and board development. Educate stakeholders about what we do and demonstrate our relevance. 	<p style="text-align: center;">Strategies</p> <ul style="list-style-type: none"> Invest in emerging technologies to transform educational offerings. Address technological challenges in preserving history. Increase efficiency and expand access to agency resources using technology.

Innovative Education Initiative

Three-year Plan

Three-year Goal: Focus our resources where they make the most impact on positioning our agency as the global leader of North Dakota history education and digital access to resources.

2019

- Survey statewide social studies & history teachers to determine awareness and use of ND Studies and implement a plan of action based on results.
- Evaluate & update curricula for Grades 4 & 8
- Finish updates to ND Studies Trunks
- Complete Learning Lab project with SHSND Foundation funding
- Shift one staff member to new ND Studies Outreach Coordinator position to broaden and deepen our education reach
- Align technology staffing to allow an increase in ND Studies tech needs
- Strengthen state historic site and State Museum gallery connections on ND Studies curricula
- Educate agency staff in using/sharing ND Studies materials in agency work
- Inventory the Instructional Collection in Re:discovery
- Requested \$500,000 in Cultural Heritage Grant funds from legislature

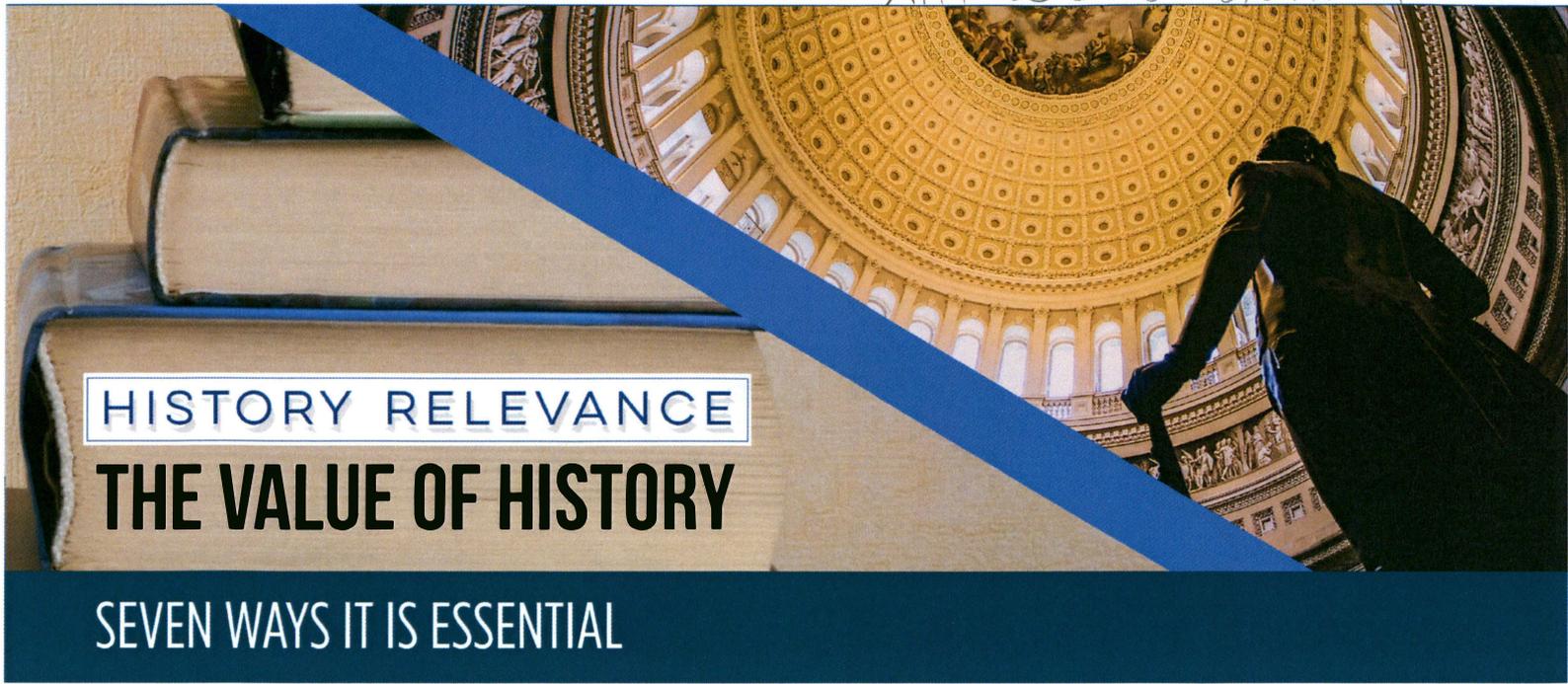
2019-2020

- Determine statewide travel plans to build awareness of ND Studies (\$20,000)
- Build participation in National History Day in ND
- Create a High School ND Studies curriculum (\$125,000)
- Change to a digital newsletter for educators, with a cost savings of approx. \$8500 per year
- Offer a statewide teacher workshop in 2019 (\$8000), then begin planning for a 2021 workshop
- Determine agency Re:discovery connections with ND Studies and begin implementation. This will help online visitors connect agency collections with education
- Identify needs of Instructional Collection and develop proactive collecting strategic plan

2020-2021

- Launch new High School ND Studies online course (\$5000 marketing budget)
- Request additional required staff from 2021 Legislative Assembly
- Evaluate and find budgeting for technology up-grades needed for sustainability
- Evaluate and determine methodology to add private-sector projects to ND Studies
- Develop formal process for making additions/changes to the curriculum
- Offer 2021 statewide ND Studies teacher workshop educating a minimum of 50 educators (\$8000)
- Two-year evaluation of strengthened connections of curricula and historic sites/museums collections
- Determine SWOT analysis and next three-year and 10-year plans





HISTORY RELEVANCE

THE VALUE OF HISTORY

SEVEN WAYS IT IS ESSENTIAL

History Relevance promotes a shared language, tools, and strategies to mobilize history organizations in the United States around the relevance and value of history. We support history organizations that encourage the public to use historical thinking skills to actively engage with and address contemporary issues and to value history for its relevance to modern life.

TO OURSELVES

IDENTITY

History nurtures personal and collective identity in a diverse world. People discover their place in time through stories of their families, communities, and nation. These stories of freedom and equality, injustice and struggle, loss and achievement, and courage and triumph shape people's personal values that guide them through life.

CRITICAL THINKING

History teaches vital skills. Historical thinking requires critical approaches to evidence and argument and develops contextual understanding and historical perspective, encouraging meaningful engagement with concepts like continuity, change, and causation, and the ability to interpret and communicate complex ideas clearly and coherently.

TO OUR COMMUNITIES

VIBRANT COMMUNITIES

History is the foundation for strong, vibrant communities. A place becomes a community when wrapped in human memory as told through family stories, tribal traditions, and civic commemorations as well as discussions about our roles and responsibilities to each other and the places we call home.

ECONOMIC DEVELOPMENT

History is a catalyst for economic growth. Communities with cultural heritage institutions and a strong sense of historical character attract talent, increase tourism revenues, enhance business development, and fortify local economies.

TO OUR FUTURE

ENGAGED CITIZENS

History helps people envision a better future. Democracy thrives when individuals convene to express opinions, listen to others, and take action. Weaving history into discussions about contemporary issues clarifies differing perspectives and misperceptions, reveals complexities, grounds competing views in evidence, and introduces new ideas; all can lead to greater understanding and viable community solutions.

LEADERSHIP

History inspires leaders. History provides today's leaders with role models as they navigate through the complexities of modern life. The stories of persons from the past can offer direction to contemporary leaders and help clarify their values and ideals.

LEGACY

History, saved and preserved, is the foundation for future generations. Historical knowledge is crucial to protecting democracy. By preserving authentic and meaningful documents, artifacts, images, stories, and places, future generations have a foundation on which to build and know what it means to be a member of the civic community.

LEARN MORE» HISTORYRELEVANCE.COM

WHO WE ARE

The History Relevance Campaign is a group of history professionals posing questions about what makes history relevant today. The group came together in early 2013 and has held meetings, sessions, and open forums to formulate these seven principles at the American Alliance of Museums (2013), National Council on Public History (2013 and 2014), National History Day (2013), American Association for State and Local History (2013, 2014 and 2015), Idaho Heritage Conference (2013), American Historical Association (2014), New Jersey History and Historic Preservation Conference (2014), State Historical Administrators Meeting (2013 and 2014), the Smithsonian Affiliates Conference (2014), and the Virginia Association of Museums (2015). We thank the many conference session attendees who provided the ideas behind and wording for the seven values. These values also find expression in a framework developed by the State Historical Administrators Meeting.

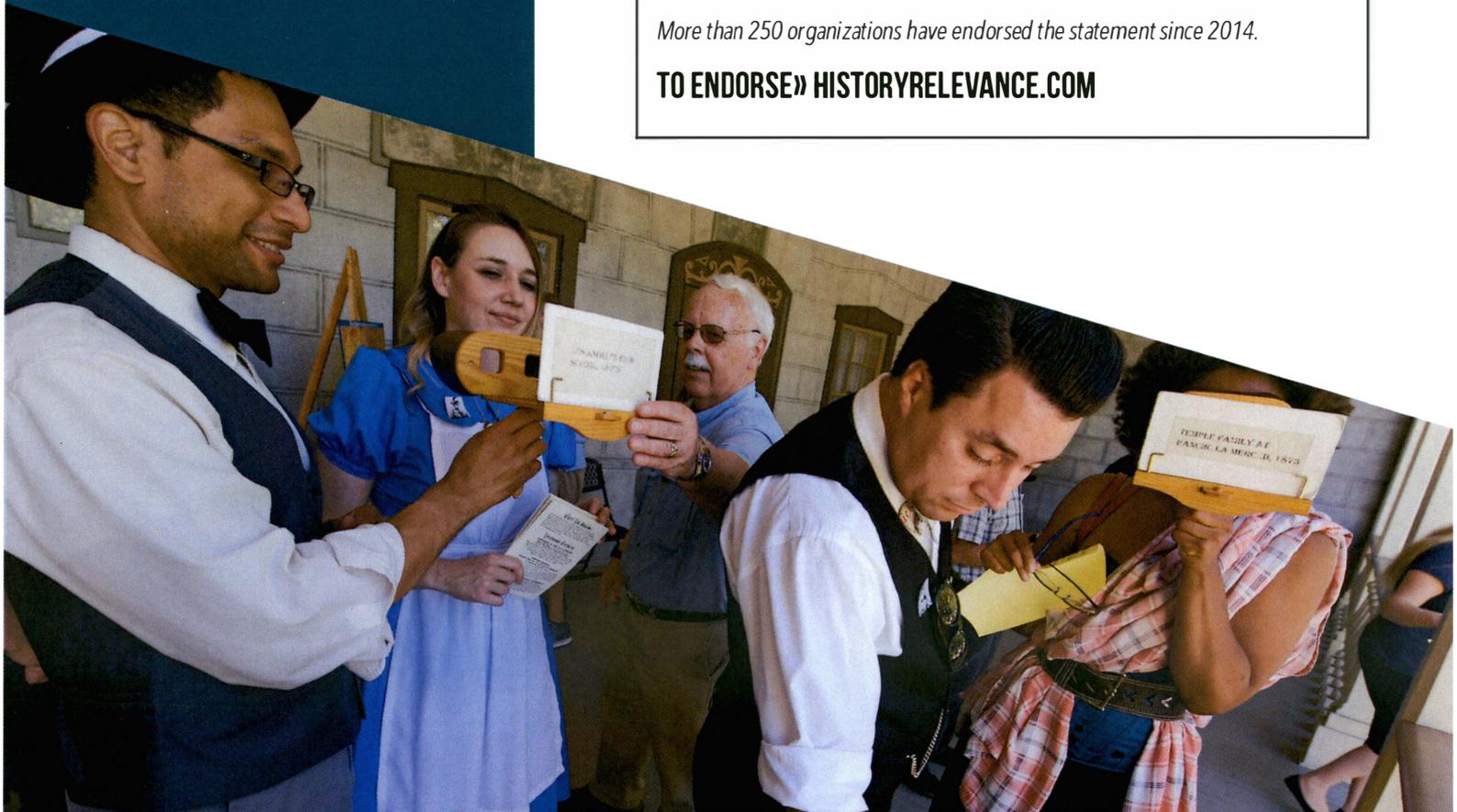
CALL TO ACTION

We call on organizations to endorse, share, and use this statement on the value of history in contemporary life. With common agreement, commitment, and open conversation about why history is important, we believe the historical community can change the common perception that history is nice, but not essential.

Endorsing this statement in principle is an initial step. We encourage you to adapt and incorporate these ideas into projects, training materials, mission statements, websites, marketing materials, and other institutional outlets. The seven core values are not new, but we believe that their articulation with the intent to make real, measurable change across the profession and into public realms represents a fresh start for our discipline.

More than 250 organizations have endorsed the statement since 2014.

TO ENDORSE» HISTORYRELEVANCE.COM



Museums as Economic Engines

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In 2017, the American Alliance of Museums partnered with Oxford Economics to study the museum sector's significant contribution to the US economy.

Source: Oxford Economics, IMPLAN, 2017.

\$141 million

The total financial impact that museums have on the economy in North Dakota



1,877 jobs

Important jobs within the state are supported by the museum industry each year.



\$100m income

Museums provide substantial wages and other income to the state's residents annually.



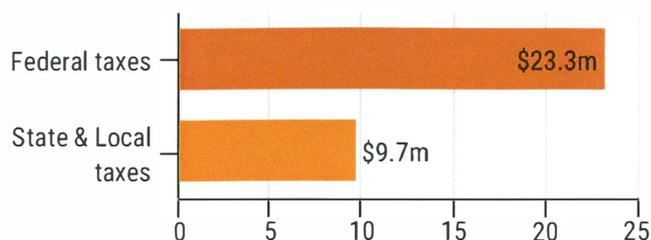
\$33m taxes

Even though many museums operate as nonprofits, they generate significant tax revenues to the federal, state, and local governments.

89%

Regardless of political persuasion, 89% of Americans believe that museums provide important economic impacts back to their communities.

Source: AAM's Museums & Public Opinion 2017



**American
Alliance of
Museums**

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Whitestone Hill State Historic Site Native American Memorial



Education Day 2018 at Whitestone Hill



A special project with \$200,000 in general fund and \$200,000 from other funds; the first \$25,000 will be made available to initiate the project for fundraising purposes.

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Andrea Wike – Assistant Director, State Historical Society

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Good morning, Chairman Monson and members of the committee. My name is Andrea Wike and I became the Assistant Director for the State Historical Society of North Dakota in October 2018. I am here today to provide testimony regarding capital asset funding carried over to the 2017-19 biennium and the 2019-21 budget.

Capital Asset Funding Carried Over to the 2017-19 Biennium:

NDCC 54-44.1-11 states, in part, "...the State Historical Society shall report on the amounts and uses of funds carried over from one biennium to the appropriations committee of the next subsequent legislative assembly."

- Historic Site Repairs - \$607,966 was carried over to complete repairs and maintenance on buildings located at our historic sites, which included:
 - Repairing rooftops at Camp Hancock, Fort Buford, Fort Abercrombie; and roof structures at Double Ditch and Menoken sites.
 - Replacing foundation and flooring at the Chateau de Mores and Fort Totten.
 - Painting projects at the Former Governor's Mansion, Fort Buford, and Fort Totten.
 - Restoring the auditor's office at the Stutsman County Courthouse.
 - Adding a second entrance/exit point at de Mores park.
 - Completing miscellaneous other projects, including repairing heating and electrical systems, placing signage, and doing grounds maintenance.
- Heritage Center - \$12,270 was for the installation of electromagnetic door holders at the Heritage Center, which were needed to work with the fire alarm system.
- Exhibits - \$227,900 was for the installation, maintenance, and planning of Historical Site and Heritage Center exhibits, which included:
 - Bringing in the national "Chocolate" exhibit.
 - Purchasing exhibit cases and new moveable graphic walls for exhibit design.
 - Creating the Horse Exhibit in the Governor's Gallery.

2019-21 Budget Request

The Senate Version of SB 2018 is listed on **ATTACHMENT I**. The changes the Senate made to the base budget includes:

- Salaries and Wages - \$655,962 is for increases in health insurance premiums and salary adjustments of 2% in FY20 and 3% in FY21.
 - The agency currently has 75 FTE positions.
 - Temporary positions including gallery guides, event security, and historic site operations. Up to 100 temporary positions can be filled during the peak seasons.
 - In addition to these paid positions, we have over 200 volunteers that assist in the operations at the Heritage Center and our historic sites.

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- Operating Expenses – An addition of \$55,691 is for the addition of Microsoft Office 365 licensing for the agency.
- Capital Assets – A net increase of \$1,037,889 is a result of the following:
 - A reduction of bond payments and completion of extraordinary repairs in the 2017-19 biennium.
 - An increase of \$1,000,000 for historic site and extraordinary repairs that need to be completed in the 2019-21 biennium. A priority of historic site and extraordinary repairs is listed in detail in **ATTACHMENT II** – Capital Projects. The amount needed for projects on this attachment exceeds the amount appropriated by the Senate as this is an on-going project list.
 - An increase of \$160,000 for new auditorium chairs. The auditorium chairs are original to the auditorium built in 1981. The agency has been told groups are not renting our auditorium due to the uncomfortable chairs. The Senate appropriated \$75,000 in general funds and \$85,000 in other funds.
 - An increase of \$400,000 in the 2019-21 biennium for a Whitestone Hill Native Memorial. Funding for the Whitestone Hill Native Memorial is a one to one match with \$200,000 coming from general funds and \$200,000 from other funds.
- Exhibits and collections care – An increase of \$372,000 is needed for the following projects:
 - Producing a new in-house exhibit for the Governor's Gallery at the Heritage Center.
 - Developing a 5 year exhibit at the Missouri Yellowstone Confluence Interpretive Center.
 - Creating a Postal exhibit in the Sperry Gallery at the Heritage Center.
 - Replacing aged or damaged vitrines and plexi panels at site's exhibits.
 - Hiring architects to develop a comprehensive plan for new off-site storage facility.
 - Purchasing a work assist vehicle to safely access upper shelves in storage.
- Cultural Heritage Grants – An increase of \$20,000 for cultural heritage grants. The goal for our education and innovation initiative under the agency's strategic plan is to utilize investments made over the past two decades to become the national model for inclusive and innovative methods for teaching and understanding history in a rural environment. These grants would be given to help us reach our initiative.

This concludes my presentation. I am happy to answer any questions you may have.

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ATTACHMENT I – Senate Version

Department 701 - State Historical Society - Detail of Senate Changes

	Senate Changes								Senate Version	
	Adjusts Funding for Base Payroll and Adds funding for Salary and Benefit Increases	Adds Funding for Microsoft Office 365	Removes ongoing funding for extra ordinary repairs and reduces funding for bond payments	Adds funding for Historic Site and Extraordinary Repairs	Adds funding for auditorium chairs	Adds funding for Whitestone Hill Native Memorial	Adds funding for Exhibit and Collections Care	Adds funding for Cultural Heritage Grants		
Salaries and wages	13,595,892	655,962							14,251,854	
Operating expenses	3,885,894								3,941,585	
Capital assets	1,747,653	55,691							2,785,542	
Grants	600,000		(522,111)	1,000,000	160,000	400,000			600,000	
Exhibits and Collection Care							372,000		372,000	
Cultural heritage grants								20,000	20,000	
Total all funds	19,829,439	655,962	55,691	(522,111)	1,000,000	160,000	400,000	372,000	20,000	21,970,981
Less estimated income	3,155,795	36,858	-	-	-	85,000	200,000	-	-	3,477,653
General fund	16,673,644	619,104	55,691	(522,111)	1,000,000	75,000	200,000	372,000	20,000	18,493,328

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**Capital Improvement Projects at Historic Sites
 2019-2021 Biennium**

Table 1: Capital Improvement Projects (extraordinary repairs) at Historic Sites proposed for the 2019-2021 Biennium. Typically there are many projects that are added during the biennium due to unexpected problems or damage to sites.

Site	Project(s)	Estimated Cost
Camp Hancock	Repair south stone wall. The wall needs considerable repairs and may be best to reestablish on a foundation as was done on the north wall during main street construction project. The south wall is immediately adjacent to the railroad undergoing considerable vibrations and vandalism. Repair windows at Bread of Life Church. Repairs to Officers' Quarters/Quartermaster's office and signal station. Weather Bureau offices building need to be insulated.	\$100,000 May only be sufficient to fund some of these items.
Chateau de Mores	The walls and ceilings in the Chateau are plaster and many of the walls and ceilings have cracked. The plaster will be replaced by gypsum board (sheet rock) as needed because plaster is cost prohibitive and replacement with gypsum board is acceptable under the Secretary of Interior's Standards. This will be a phased project to be completed over 5-6 biennium's. The first phase of the plaster wall & ceiling replacement is estimated at \$20,000. Fix drainage around the Chateau. Repair porch steps by the hunter's room in the Chateau. Repair windows in the Chateau. Stabilize the outbuildings by putting on foundations. Repairs to the Civilian Conservation Corps (CCC) structures. Possibly move the Coachman's House to slightly higher ground (preferably put on foundation and leave at present location) and clean interior (mold).	\$ 100,000 May only be sufficient to fund some of these items.
Fort Abercrombie	Redesign/repairs to the stockade in the NE corner of the site. Remove flagpole remnant and replace.	\$50,000

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Fort Buford/Missouri Yellowstone Confluence Interpretive Center (MYCIC)	Patio repairs at MYCIC, caulking windows of Ft Buford buildings, repainting parking lot stripes and sealing cracks on walking path and parking lots. Repaint trim on barracks. Replace heat pump #5 at MYCIC.	\$40,000
Fort Clark	CCC roof repair	\$10,000
Fort Totten	Buildings #5, #11/12, and #14 need roof repairs. Building #14 needs painting. Regrade and resurface cavalry square so water flows away from the buildings. A lot of problems with the floors are a result of rain water and runoff running through the foundations and washing away the supports. Redo the floor of the 2 nd Lt's. Quarters/Sewing Room/Taylor Room and the Administrative Building which are caving in.	\$666,000 If we hold off on the regrading and resurfacing this could be reduced by \$250,000 but this delay would not solve the cause of the problems. We will hire a landscape engineer to determine the best solution.
Fort Totten	Building #1 restoration. This is typically the last building seen as visitors leave the site after walking around the parade ground. This would make an excellent administration building for the staff.	\$69,400
Former Governors' Mansion (FGM)	Back porch repairs, roof re-shingling, and foundation repair at the southwest corner of the FGM.	\$100,000+
Pembina Museum	Sidewalk replacement/repairs and three heat pumps	\$ 36,300
Gingras	Wall bowing out on store	???
Total Estimated Costs		\$1,171,700

Note: Pages 6-10 provide photographs and information regarding projects listed in the extraordinary repair table.

Table 2: Major Capital Improvement Projects (One-Time Funding).

Site	Project	Estimated Cost
Stutsman County Courthouse Interior Rehabilitation	Continue with some aspect of restoration to keep momentum going in community. Either finish courtroom or install elevator.	\$500,000

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Site: Camp Hancock State Historic Site (101 East Main Avenue, Bismarck)

The stone wall on the south side of the park by the railroad is collapsing and needs to be repaired and restored. Windows at the Bread of Life Church need to be restored. Repairs are also needed at the Officers' Quarters/Quartermaster's office and signal station. The tin ceiling in the Weather Bureau offices building needs to be painted and repaired and the building needs to be insulated.



Total estimated costs for repairs at Camp Hancock State Historic Site: \$100,000

Site: Chateau de Mores State Historic Site (Medora)

The walls and ceilings in the Chateau are plaster and many of the walls and ceilings have cracked. The cold, long winter of 2010 created many of these cracks due to the moisture and freeze-thaw cycles. Many of the walls and ceilings need replacement. The plaster will be replaced by gypsum board (sheet rock) because plaster is cost prohibitive. This will be a phased project to be completed over 5-6 biennium's. The first phase of the plaster wall & ceiling replacement is estimated at \$20,000.

While there are some small rips in the wallpaper in different areas or places where the cracking plaster is affecting the wall, the wallpaper in the private areas of the house is beginning to peel off of the walls. The worst area is the Marquis bedroom. In this room the paper is beginning to peel at every seam. There are some stains on the wallpaper in areas of the house.



The porch steps outside of the hunting room are in need of repair. They are sinking into the ground at an angle that makes them unsafe for use. We also have problems with the door as it

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no longer opens fully. The door is opened during the summer to allow for breezes to pass through and help with cooling the interior of the house.

There are several broken windows located throughout the house. Some of these are most likely from rocks flung by the mowers, but others are cracked. We are also noticing the protective film on many of the windows is blistering. Often these are causing misconceptions about the quality of the windows.



The Coachman's House located in the floodplain was severely damaged in the 2010 flood. A foundation was put under the stables in 2018 which was sorely needed. The same approach needs to be done for the Coachman's House and barn to stabilize these two structures.

Repairs to the interior of the CCC structures are needed, including the entrance ticket station and the caretakers house.



In 2017, the Site Supervisor stated the major repair for the Chateau is the landscaping around the house in order to facilitate water and moisture drainage away from the house.

Total estimated costs for repairs at Chateau de Mores State Historic Site: \$100,000

Site: Fort Abercrombie State Historic Site

Redesign stockade on northeast side by Interpretive Center, remove flagpole remnant and replace.



Total estimated costs Fort Abercrombie: \$50,000

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**Site: Fort Buford/Missouri Valley Yellowstone Confluence Interpretive Center (MYCIC)
State Historic Site**

Repairs at MYCIC include patio, caulking windows of Ft Buford buildings, repainting parking lot stripes and sealing cracks on walking path and parking lots. Replace heat pump #5 at MYCIC.



Total estimated costs Fort Buford/MYCIC: \$40,000

Site: Fort Clark State Historic Site

Path repairs and roof repair to the CCC structure.



Total estimated costs Fort Clark: \$10,000

Site: Fort Totten State Historic Site (Fort Totten)

Fort Totten State Historic Site remains one of our major challenges with 16 original buildings. We have made many improvements over the last ten years, but the painting and roof replacements take considerable resources.

Buildings at the Fort Totten State historic site are in need of regular painting. Maintaining the paint on the exterior of the buildings at Fort Totten is extremely important to provide protection for the brick exterior and interior of the buildings. The buildings at Fort Totten have been painted historically to protect the soft brick. Building #14 needs to be painted and considering the building size the estimate might be \$45,000.

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The roofs on Buildings #5, #11/12, and #14 need to be re-shingled. If the roofs are not replaced rain water will cause serious damage to the interior. The re-shingling of buildings is estimated to cost \$271,000.

Calvary square needs to be regraded and resurfaced so water flows away from the buildings. The cost estimate is \$250,000.

The floor of the 2nd Lt's Quarters/Sewing Room/Taylor Room and the Administrative Building needs to be redone as it is caving in. A lot of problems with the floors are a result of rain water and runoff running through the foundations and washing away the supports. An estimate for the cost of this may be \$100,000 .

Building #25 (Adjutant's office; school offices) needs to be restored. We had a cost estimate of \$69,400 a couple of years ago.

Total estimated costs for multiple projects at Fort Totten: \$660,000 + \$69,400 (restoration of Building #25)

Site: Former Governors' Mansion State Historic Site (320 Avenue B, Bismarck)

At the main house/mansion the rear porch needs to be replaced because the foundation has settled/broken and wood rot on the porch itself is evident.



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The foundation at the Southwest corner of the Former Governors' Mansion is in need of repair. The foundation and sill plate are separated by approximately 3/4" at the widest at this time. The bay window itself does not appear to be drooping as the foundation sinks. It appears that there has been some settlement under the foundation and to prevent further damage this needs to be repaired.

The roof at the FGM will need to be re-shingled (cedar). It is not currently leaking but roof repairs are likely in the near future.

Total estimated costs for repairs at Former Governors' Mansion State Historic Site: \$100,000

Site: Pembina Museum



The sidewalk at the Pembina State Museum needs to be replaced. The concrete has broken up in multiple areas and has shifted creating safety issues. The sidewalk repair is estimated to cost \$10,000. In addition, three heat pumps need to be replaced at a cost of \$16,300. The outside lights on the museum are mercury vapor and eventually need to be replaced. We'd like to switch to LED, which will cost approximately \$8,000-\$10,000.

Total estimated costs for repairs at Pembina State Museum: \$36,300

Site: Stutsman County Courthouse

This site needs continued restoration. We like to either restore the courtroom (painting, fixtures, wood restoration of windows and floor) or install an elevator.



Total estimated costs: \$500,000.

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State Historical Society - Budget No. 701
Senate Bill No. 2018
Base Level Funding Changes

	Executive Budget Recommendation				Senate Version				Senate Changes to Executive Budget Increase (Decrease) - Executive Budget			
	FTE Position	General Fund	Other Funds	Total	FTE Position	General Fund	Other Funds	Total	FTE Positions	General Fund	Other Funds	Total
2019-21 Biennium Base Level	75.00	\$16,673,644	\$3,155,795	\$19,829,439	75.00	\$16,673,644	\$3,155,795	\$19,829,439	0.00	\$0	\$0	\$0
2019-21 Ongoing Funding Changes												
Base payroll changes			(\$14,150)	(\$14,150)			(\$14,150)	(\$14,150)				\$0
Salary increase		459,957	38,078	498,035		321,930	26,913	348,843		(138,027)	(11,165)	(149,192)
Health insurance increase		251,296	20,804	272,100		297,174	24,095	321,269		45,878	3,291	49,169
Retirement contribution increase		59,904	4,959	64,863				0		(59,904)	(4,959)	(64,863)
Removes ongoing funding for extraordinary repairs		(307,357)		(307,357)		(307,357)		(307,357)				0
Reduces funding for bond payments		(214,754)		(214,754)		(214,754)		(214,754)				0
Adds Microsoft Office 365 licensing funding		55,691		55,691		55,691		55,691				0
Adds funding for cultural heritage grants				0		20,000		20,000		20,000		20,000
Total ongoing funding changes	0.00	\$304,737	\$49,691	\$354,428	0.00	\$172,684	\$36,858	\$209,542	0.00	(\$132,053)	(\$12,833)	(\$144,886)
One-time funding items												
Historic site and extraordinary repairs		\$500,000	\$550,000	\$1,050,000		\$1,000,000		\$1,000,000		500,000	(\$550,000)	(\$50,000)
Exhibit and collections care		372,000		372,000		372,000		372,000				0
Auditorium chairs				0		75,000	85,000	160,000		75,000	85,000	160,000
Whitestone Hill native memorial				0		200,000	200,000	400,000		200,000	200,000	400,000
Total one-time funding changes	0.00	\$872,000	\$550,000	\$1,422,000	0.00	\$1,647,000	\$285,000	\$1,932,000	0.00	\$775,000	(\$265,000)	\$510,000
Total Changes to Base Level Funding	0.00	\$1,176,737	\$599,691	\$1,776,428	0.00	\$1,819,684	\$321,858	\$2,141,542	0.00	\$642,947	(\$277,833)	\$365,114
2019-21 Total Funding	75.00	\$17,850,381	\$3,755,486	\$21,605,867	75.00	\$18,493,328	\$3,477,653	\$21,970,981	0.00	\$642,947	(\$277,833)	\$365,114

Other Sections for State Historical Society - Budget No. 701

	Executive Budget Recommendation	Senate Version
Appropriation - Revolving fund	Section 3 would appropriate all fees collected and deposited in the revolving fund to the State Historical Society.	Section 3 appropriates all fees collected and deposited in the revolving fund to the State Historical Society.
Appropriation - Gifts, grants, and bequests	Section 4 would appropriate all gifts, grants, devises, bequests, donations, and assignments received by the State Historical Society to the State Historical Society.	Section 4 appropriates all gifts, grants, devises, bequests, donations, and assignments received by the State Historical Society to the State Historical Society.
Whitestone Hill native memorial - Matching funds		Section 5 provides that of the funds appropriated in the capital assets line item in Section 1 of the bill, \$200,000 is from the general fund and \$200,000 is from other funds for the Whitestone Hill native memorial. The section also authorizes the agency to expend \$25,000 after June 30, 2019, for the planning and design of a Whitestone Hill native memorial and requires a dollar-for-dollar matching requirement to spend the remaining \$175,000 of general funds.

A44

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2/27/2019

Education & Environment

Rep. David Monson, Chairman

February 27, 2019

Submitted by: Scott Davis, Executive Director, ND Indian Affairs Commission

BACKGROUND

Whitestone Hill is part of the ancestral homeland of the Yankton and Yanktonai people, part of the Dakota or Sioux Nation. The site was used for hundreds of years as a gathering place. In the fall of the year, bands would congregate at the site for hunting, trade, and religious observances. It was well-known that a large group of Dakota could be found here in the fall of the year.

Whitestone Hill encompasses 76 acres located in Dickey County in southeast North Dakota, near Kulm, Edgeley and Ellendale. Whitestone Hill is the site of a major clash between U.S. Troops under the command of General Alfred Sully, and an encampment that contained groups of the Dakota, Lakota, and Yanktonai nations. On September 3, 1863 in what is now Dickey County, North Dakota, General Alfred Sully's troops attacked a tipi camp of Yanktonai, some Dakotas, Hunkpapa Lakotas, and Blackfeet (Sihhasapa Lakota), as part of a military mission to punish participants of the Dakota Conflict of 1862. In the ensuing fight, many Indian men, women, and children died or were captured. The army also destroyed virtually all of their property, leaving them nearly destitute for the coming winter. Military casualties were comparatively light.

640 acres were deeded to the State of North Dakota by an Act of Congress in 1904 for the express purpose of preserving the Whitestone Hill Massacre. In 1908, SB93 from the 11th Session of the North Dakota Legislature approved a part of the battlefield to be sold to raise funds for the maintenance of the site. "The Bugler" monument was erected in 1909 for a cost of \$2,500 plus freight. The sale of the land garnered \$4,423.70. Of the original 640 acres, 71.5 acres were retained for the park. The land sold, contained the bulk of the battlefield proper. In 1923 the park was turned over to the State Historical Society for management, along with a local park board to manage on site duties.

In 1940, one acre of land that contained the graves of the soldiers was donated to the local Whitestone Hill Park Board by George and Carolina Nill and Dora and Michael Richter, who turned it over to the State Historical Society. In the early years, the State Historical Society oversaw both historic sites and

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recreational park sites. In 1963 the Parks Division of the State Historical Society was formed into the North Dakota Park Service. The Historical Society was to retain all lands that were predominately historic in nature. Whitestone Hill, along with Forts Abraham Lincoln, Buford, Rice and Abercrombie went to Parks Division predominately because North Dakota Parks received money from the legislature and the Historical Society did not. In 1967, Whitestone Hill, along with Fort Buford and Fort Rice, were returned to the Historical Society. In the years after World War II, the site was developed as a recreational area that included campsites, picnic areas, playground equipment, a boat dock, and a concession stand

Whitestone Hill Monument Guidelines

1. We are looking for an artist to design a memorial to recognize the Native American life way and events that occurred on the site of Whitestone Hill. Located in Dickey County, in southeast ND, the site is now a state historic site.
2. A portfolio of previous outdoor sculptures and/or memorials, with material and technique descriptions, and project budgets is requested. However, concept drawings of a proposed memorial will also be considered.
3. The proposed outdoor memorial designs should be designed keeping in mind that durable, weather-resistant material and techniques are required for this project.
4. The artist will be responsible for the final design. Fabrication of the monument will be under a separate contract and may be undertaken by the original design artist, or fabricated by another company.
5. Preference will be given to Native American artists with tribal affiliations to this site.
6. Location of, language on and final design of the memorial will be a collaborative effort with the Whitestone Hill Advisory Committee, the ND Indian Affairs Commission, State Historical Society, and the artist.
7. Two professionally produced illustrations of the final design, depicting the memorial in situ, are required. These will be used in fundraising efforts to fabricate the memorial. The final design will become the property of the State Historical Society of North Dakota.
8. Estimated cost \$100-\$200K with matching State, Tribal, Private Funds.

Project Timeline: TBD

2/27/2019

Mission

To identify, preserve, interpret, and promote the heritage of North Dakota and its people.

Vision

To inspire and serve the public as the leading historical institution in North Dakota by connecting the past with the future.

Philosophy

The identification, preservation, interpretation, and promotion of North Dakota's history is socially, culturally, and economically valuable. The lessons of history provide direction to the future and contribute to quality of life, scholarship, and a better appreciation of society and culture.

PURPOSE

The purpose of this report is to develop a master plan for Whitestone Hill State Historic Site. The report details specific objectives to be obtained over the next three biennia, 2015-2017 through 2019-2021 at the site. It is modeled after previous planning studies developed by Robert A. Matthai Associates for Chateau de Mores, Fort Abercrombie, Fort Buford, Fort Clark, Fort Totten, and Gingras Trading Post in 1992 and 1995, and the Historic Sites Plan of 1991-1992 edited by Gerald Newborg and other agency staff.

As stated in the 1991-1992 Historic Sites Plan, "the purpose of the historic sites program is to preserve unique, original structures, sites, and other 'in situ' prehistoric and/or historic features that illustrate the major themes in North Dakota history through the acquisition, preservation, and interpretation of these resources for the inspiration, enjoyment, and education of the people of the state of North Dakota and its visitors." (Newborg, 1991)

PRESENT SITUATION

Today, Whitestone Hill consists of approximately 76 acres that contains a portion of the historic battlefield. Site amenities include a stone building used as a small museum/visitor center, picnic facilities, three pit toilets, and a primitive campground. In addition to these facilities, other structures include a WPA shelter/overlook on the hill by the flagpole, a small house that was formerly used as a site supervisor's residence, a former concessions building, two small storage buildings, a small shop, a wood pump house for the site's water supply, a flagpole, the Bugler monument to the soldiers, and two small monuments, one to the Native Americans and one to local settlers.

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Whitestone Hill is open to the public whenever the road to the site is open. The small museum is open daily during daylight hours. Overall site visitation ranges from 2815 in 2008 to 4411 in 2013 based on car counter calculations. There is no admission fee but donations are encouraged. The Friends group, The Whitestone Hill Battlefield Historical Society, collects and deposits the donation money. On rare occasions, donations are sent directly to the State Historical Society.

Whitestone Hill is listed on the National Register of Historic Places (listed in November of 2013). The site is listed for multiple reasons; it was the site of an important event in history, there was significant work done by the Work Progress Administration, and it has the potential to yield additional information. Contributing architectural features at the site include the stone museum/shelter (WPA), overlook shelter (WPA), Native American monument, the Bugler soldier monument, the remains of men believed to be the soldiers who died at Whitestone, the stone gate (WPA design), the culvert built by the WPA, the roads within the park were designed and built by the WPA, and a stone trail on the ground takes a curved path to the top of the hill with the overlook shelter and the soldier monument.

CRITICAL ISSUES

There are several major issues that affect future planning decisions about Whitestone Hill Massacre State Historic Site:

#1: Change all wayfinding signs to remove the word "battlefield"

The word "battlefield" is not a true description of the site. The Native American community considers the site a massacre site so battlefield is not acceptable. In the legislative action to acquire the site, the word battlefield is in small letters after Whitestone Hill, thereby making it a descriptor and not part of the official name. The name of the site is Whitestone Hill. On the WPA sign at the entry to the site, it says "Whitestone Hill Battlefield" and this may have to remain as the WPA structures are considered as contributing to the National Register nomination. On wayfinding signs put up by ND DOT, the wording can be changed to "Whitestone Hill State Historic Site" and remove the word "battlefield" from the sign.

#2 The Need for a New Native American Monument

The Native American monument on site was installed in 1941 and dedicated in 1942. It is constructed of field stone with a bronze marker. It has been criticized for its location on the site (on the flat area, while the monument to the soldiers commands a place on the hill), and the wording which is quite vague ("In Memory of the Sioux Indians who Died on the Battlefield September 3-5, 1863 in Defense of Their

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Homes and Hunting Grounds.”). The tombstones placed around the “Bugler” statue list the names of the soldiers killed during the skirmish. We are beginning to get information from the Native American community so that we can be more specific with the wording on the monument as to who was there in 1863. In the 2015 Legislative Session SB2018 was passed which would allocate \$50,000 toward a Native American monument at Whitestone Hill. This was reduced to \$25,000 with the other \$25,000 to be raised by private donations. This amount (\$25,000) will likely cover planning activities as a monument on the order of the Bugler (on the hill at the site) would cost in the neighborhood of \$250,000. According to the wording of the bill, the Native American community will be actively involved in the design of the new monument.

Whitestone Hill Monument Guidelines

9. We are looking for an artist to design a memorial to recognize the Native American life way and events that occurred on the site of Whitestone Hill. Located in Dickey County, in southeast ND, the site is now a state historic site.
10. A portfolio of previous outdoor sculptures and/or memorials, with material and technique descriptions, and project budgets is requested. However, concept drawings of a proposed memorial will also be considered.
11. The proposed outdoor memorial designs should be designed keeping in mind that durable, weather-resistant material and techniques are required for this project.
12. The artist will be responsible for the final design. Fabrication of the monument will be under a separate contract and may be undertaken by the original design artist, or fabricated by another company.
13. Preference will be given to Native American artists with tribal affiliations to this site.
14. Location of, language on and final design of the memorial will be a collaborative effort with the Whitestone Hill Advisory Committee, the ND Indian Affairs Commission, State Historical Society, and the artist.
15. Two professionally produced illustrations of the final design, depicting the memorial in situ, are required. These will be used in fundraising efforts to fabricate the memorial. The final design will become the property of the State Historical Society of North Dakota.
16. Estimated cost \$100-\$200K with matching State, Tribal, Private Funds.

Project Timeline: TBD

Reference Materials:

- Available at <http://www.history.nd.gov/historicsites/whitestone/index.html>
- Contact XXX for a copy of the Whitestone Hill National Register nomination

State Historical Society - Budget No. 701
 Senate Bill No. 2018
 Base Level Funding Changes

AMH SB 2018 3/14/2019

	Executive Budget Recommendation				Senate Version				Senate Changes to Executive Budget Increase (Decrease) - Executive Budget			
	FTE Position	General Fund	Other Funds	Total	FTE Position	General Fund	Other Funds	Total	FTE Positions	General Fund	Other Funds	Total
2019-21 Biennium Base Level	75.00	\$16,673,644	\$3,155,795	\$19,829,439	75.00	\$16,673,644	\$3,155,795	\$19,829,439	0.00	\$0	\$0	\$0
2019-21 Ongoing Funding Changes												
Base payroll changes			(\$14,150)	(\$14,150)			(\$14,150)	(\$14,150)				\$0
Salary increase		459,957	38,078	498,035		321,930	26,913	348,843		(138,027)	(11,165)	(149,192)
Health insurance increase		251,296	20,804	272,100		297,174	24,095	321,269		45,878	3,291	49,169
Retirement contribution increase		59,904	4,959	64,863				0		(59,904)	(4,959)	(64,863)
Removes ongoing funding for extraordinary repairs		(307,357)		(307,357)		(307,357)		(307,357)				0
Reduces funding for bond payments		(214,754)		(214,754)		(214,754)		(214,754)				0
Adds Microsoft Office 365 licensing funding		55,691		55,691		55,691		55,691				0
Adds funding for cultural heritage grants				0		20,000		20,000		20,000		20,000
Total ongoing funding changes	0.00	\$304,737	\$49,691	\$354,428	0.00	\$172,684	\$36,858	\$209,542	0.00	(\$132,053)	(\$12,833)	(\$144,886)
One-time funding items												
Historic site and extraordinary repairs		\$500,000	\$550,000	\$1,050,000		\$1,000,000		\$1,000,000		500,000	(\$550,000)	(\$50,000)
Exhibit and collections care		372,000		372,000		372,000		372,000				0
Auditorium chairs				0		75,000	85,000	160,000		75,000	85,000	160,000
Whitestone Hill native memorial				0		200,000	200,000	400,000		200,000	200,000	400,000
Total one-time funding changes	0.00	\$872,000	\$550,000	\$1,422,000	0.00	\$1,647,000	\$285,000	\$1,932,000	0.00	\$775,000	(\$265,000)	\$510,000
Total Changes to Base Level Funding	0.00	\$1,176,737	\$599,691	\$1,776,428	0.00	\$1,819,684	\$321,858	\$2,141,542	0.00	\$642,947	(\$277,833)	\$365,114
2019-21 Total Funding	75.00	\$17,850,381	\$3,755,486	\$21,605,867	75.00	\$18,493,328	\$3,477,653	\$21,970,981	0.00	\$642,947	(\$277,833)	\$365,114

Other Sections for State Historical Society - Budget No. 701

	Executive Budget Recommendation	Senate Version
Appropriation - Revolving fund	Section 3 would appropriate all fees collected and deposited in the revolving fund to the State Historical Society.	Section 3 appropriates all fees collected and deposited in the revolving fund to the State Historical Society.
Appropriation - Gifts, grants, and bequests	Section 4 would appropriate all gifts, grants, devises, bequests, donations, and assignments received by the State Historical Society to the State Historical Society.	Section 4 appropriates all gifts, grants, devises, bequests, donations, and assignments received by the State Historical Society to the State Historical Society.
Whitestone Hill native memorial - Matching funds		Section 5 provides that of the funds appropriated in the capital assets line item in Section 1 of the bill, \$200,000 is from the general fund and \$200,000 is from other funds for the Whitestone Hill native memorial. The section also authorizes the agency to expend \$25,000 after June 30, 2019, for the planning and design of a Whitestone Hill native memorial and requires a dollar-for-dollar matching requirement to spend the remaining \$175,000 of general funds.

State Historical Society - Budget No. 701
Senate Bill No. 2018
Base Level Funding Changes

Att SB 2018 3/19/2019

Proposed action as of March 14, 2019

	Senate Version				House Version				House Changes to Senate Version Increase (Decrease) - Senate Version			
	FTE Position	General Fund	Other Funds	Total	FTE Position	General Fund	Other Funds	Total	FTE Positions	General Fund	Other Funds	Total
2019-21 Biennium Base Level	75.00	\$16,673,644	\$3,155,795	\$19,829,439	75.00	\$16,673,644	\$3,155,795	\$19,829,439	0.00	\$0	\$0	\$0
2019-21 Ongoing Funding Changes												
Base payroll changes			(\$14,150)	(\$14,150)			(\$14,150)	(\$14,150)				\$0
Salary increase		321,930	26,913	348,843		275,433	23,025	298,458		(46,497)	(3,888)	(50,385)
Health insurance increase		297,174	24,095	321,269		297,174	24,095	321,269				0
Retirement contribution increase				0				0				0
Removes ongoing funding for extraordinary repairs		(307,357)		(307,357)		(307,357)		(307,357)				0
Reduces funding for bond payments		(214,754)		(214,754)		(214,754)		(214,754)				0
Adds Microsoft Office 365 licensing funding		55,691		55,691		55,691		55,691				0
Adds funding for cultural heritage grants		20,000		20,000		500,000		500,000		480,000		480,000
Total ongoing funding changes	0.00	\$172,684	\$36,858	\$209,542	0.00	\$606,187	\$32,970	\$639,157	0.00	\$433,503	(\$3,888)	\$429,615
One-time funding items												
Historic site and extraordinary repairs		\$1,000,000		\$1,000,000		\$500,000	\$500,000	\$1,000,000		(\$500,000)	\$500,000	\$0
Exhibit and collections care		372,000		372,000		372,000		372,000				0
Auditorium chairs		75,000	85,000	160,000		75,000	85,000	160,000				0
Whitestone Hill native memorial		200,000	200,000	400,000		0	0	0		(200,000)	(200,000)	(400,000)
Total one-time funding changes	0.00	\$1,647,000	\$285,000	\$1,932,000	0.00	\$947,000	\$585,000	\$1,532,000	0.00	(\$700,000)	\$300,000	(\$400,000)
Total Changes to Base Level Funding	0.00	\$1,819,684	\$321,858	\$2,141,542	0.00	\$1,553,187	\$617,970	\$2,171,157	0.00	(\$266,497)	\$296,112	\$29,615
2019-21 Total Funding	75.00	\$18,493,328	\$3,477,653	\$21,970,981	75.00	\$18,226,831	\$3,773,765	\$22,000,596	0.00	(\$266,497)	\$296,112	\$29,615

Other Sections for State Historical Society - Budget No. 701

	Senate Version	House Version
Appropriation - Revolving fund	Section 3 appropriates all fees collected and deposited in the revolving fund to the State Historical Society.	Section 3 appropriates all fees collected and deposited in the revolving fund to the State Historical Society.
Appropriation - Gifts, grants, and bequests	Section 4 appropriates all gifts, grants, devises, bequests, donations, and assignments received by the State Historical Society to the State Historical Society.	Section 4 appropriates all gifts, grants, devises, bequests, donations, and assignments received by the State Historical Society to the State Historical Society.
Whitestone Hill native memorial - Matching funds	Section 5 provides that of the funds appropriated in the capital assets line item in Section 1 of the bill, \$200,000 is from the general fund and \$200,000 is from other funds for the Whitestone Hill native memorial. The section also authorizes the agency to expend \$25,000 after June 30, 2019, for the planning and design of a Whitestone Hill native memorial and requires a dollar-for-dollar matching requirement to spend the remaining \$175,000 of general funds.	

Section 5 provide that of the funds appropriated in the capital assets line item in Section 1 of the bill, \$200,000 is from the general fund and \$200,000 is from other funds for the Whitestone Hill native memorial. The section also authorizes the agency to expend \$25,000 after June 30, 2019, for the planning and design of a Whitestone Hill native memorial and requires a dollar-for-dollar matching requirement to spend the remaining \$175,000 of general funds.

The section authorized the agency to expend \$25,000 of special funds after June 30, 2019 for the planning and design of a Whitestone Hill native memorial. Upon completion of the plan, along with a facsimile or model design, the North Dakota National Guard, State Historical Society and the Standing Rock Sioux Tribal Council representatives, shall unanimously agree on the design, placement, and wording of the monument. This shall be presented to the appropriate interim committee to submit as an appropriation bill for the 2021-23 session.

Att 1
SB 2018

3/20/2019

Berg, Claudia J.

From: Berg, Claudia J.
Sent: Tuesday, March 19, 2019 4:23 PM
To: -Grp-NDLA House Education & Environment Div
Cc: Martin, Larry J.; Kadmas, Chris J.
Subject: Info from The Historical Society
Attachments: Agency Sign.JPG; Front of Nat Am Monument.JPG; Back of Nat Am Monument.JPG; Whitestone statue base 8-25-2012 001.jpg; 2018 Interpretive Sign texts 01 25 19.docx; Whitestone Hill Memorial Meeting6.30.16.docx

E&E Representatives,

The following information was requested at the Historical Society's hearing this morning:

Budget and Capital Assets:

- In the 2017-19 biennium, we had received \$1,747,653 in the Capital Assets line of which \$1,359,296 was for bond payments and \$388,357 was for equipment and repairs to the sites.
- In the 2019-21 budget, our base budget in the Capital Assets line was \$1,225,542 and consisted of \$1,144,542 for the bond payments and \$81,000 for equipment needs. The one-time funding of \$1,000,000 is for site repairs.

Signage:

- The first four attachments are photos of existing signs at the site. This include the agency sign, the front and back of the Native American monument and the front of the US soldier's monument. Both monument signs are very brief.
- The 2018 Interpretive Signs attachment has the language for the new interpretive panels that will be places in different locations on the site. We are waiting for the content review from our advisors before printing the signs.

Advisory Committee:

- The last attachment contains the list of advisors in 2016. This list will be updated with three to four new members.

Claudia

Claudia Berg
Director & ND SHPO
State Historical Society of North Dakota
612 East Boulevard Avenue
Bismarck, ND 58505
701-328-2666 | cberg@nd.gov
history.nd.gov
statemuseum.nd.gov


HISTORY FOR everyone.

Whitestone Hill Memorial Meeting 6.30.16 6:00 pm

- Material from Little Bighorn Memorial
- Advisory Committee honorarium
- Advisory Committee tribal representation
- Advisory Committee's responsibilities- direction of project
- Schedule on-site visit- *Next meeting at the Heritage Center is tentatively July 25 1:00 to 3:00 pm*

ATT 1

SB 2018

3/20/2019

Whitestone Hill Memorial Committee:

Berg, Claudia	SHSND- Director, SHPO	cberg@nd.gov
Brave Bull Allard, Ladonna	Standing Rock	Ladonnabrave1@aol.com
Botone, Merle	NDIAC- Education	botone@nd.gov
Brandenberger, Doreen	Friends WSHSHS	
Brandenberger, Robert	Friends WSHSHS	
Brandenburg, Mike	Rep. Dist. #42	mbrandenburg@nd.gov
Davis, Scott	NDIAC- Director	sdavis@nd.gov
Desrosiers, Dianne	SWO THPO	dianned@swo-nsn.gov
Eagle, John	Standing Rock THPO	701-854-2120
Hoeven, John	US Senator	
(Alex Finken, Fargo office)		701-239-5389
Longie, Erich	Spirit Lake THPO	thpo@gondtc.com
Rogness, Diane	SHSND- Regional Mngr.	drogness@nd.gov
St. John, Tamara	SWO THPO	Tamara_StJohn@yahoo.com
Swenson, Fern	SHSND Dir Arch Hist Pres	fswenson@nd.gov
Zahn, Rodney	Friends- WSHSHS	701-357-8441

Att 1
SB 2018
3/20/2018

NORTH DAKOTA
HISTORY

WHITESTONE HILL BATTLEFIELD STATE HISTORIC SITE

On September 3 and 5, 1863, United States cavalry here engaged Yanktona and Hunkpatina Sioux in the bloodiest battle fought on North Dakota soil during the Indian wars.

The battle at Whitestone Hill resulted from the 1862 rebellion of Santee Sioux in Minnesota. After short-lived success, many Santee fled westward. To punish them, the government in 1863 sent armies under Generals Henry Hastings Sibley and Alfred Sully into Dakota Territory.

The ponderous expeditions found few Indians. Sibley fought small engagements, but returned to Minnesota without winning a major victory. Sully searched much of central Dakota before finding a large Indian hunting camp at this site. While scouts detained the Indians, Sully brought up cavalry units and the expedition's battery. The battle lasted about one-half hour; two days later, army scouts briefly engaged a large band of Indians nearby. Official statistics list 20 soldiers killed and 38 wounded. Between 150-300 Indians were killed, and another 156 men, women, and children were taken prisoner. Troops destroyed about 500,000 pounds of buffalo meat and other possessions. Indians who escaped later accepted reservation life to avoid starvation.

Irony surrounds the story of Whitestone Hill. The Indians Sully confronted likely had no part in the 1862 troubles in Minnesota; though he won a military victory, he did so at the expense of innocent people. Sully did further a larger goal of federal Indian policy--forcing the Sioux onto reservations. That result makes the Battle of Whitestone Hill a pivotal event in northern plains history.

Whitestone Hill Battlefield Historical Society
State Historical Society of North Dakota

1987

Att 1
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IN MEMORY OF THE SIOUX INDIANS
WHO DIED ON THIS BATTLEFIELD
SEPTEMBER 3-5, 1863
IN DEFENSE OF THEIR
HOMES AND HUNTING GROUNDS

Plaque erected by
White Stone Hill Local Park Board
Walter Ness — Pres
J E Cooke — Sec
H R Porter — Res Dir
Judd Campbell — Const
JULY 4 - 1942

Clinton Ness 842





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IN
MEMORY OF
SOLDIERS
OF THE 6TH IOWA AND
2ND NEBRASKA CAVALRY
KILLED ON THIS GROUND
IN BATTLE WITH
SIOUX INDIANS
SEPT 3 AND 6, 1864

WHITE STONE
BATTLE FIELD

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1. A Place of Remembrance

[Waháčhaŋka Ikíkču (Takes-His-Shield) pictograph]

On September 3, 1863, between 100 and 300 people were massacred in this area. This site is dedicated to their memory.

Whitestone Hill (*Ínyansáj Pahá*) was a seasonal home and sacred place for the Iháŋkthūwəŋna (Yanktonai) and other Dakota (Sioux) groups. Many returned here late every summer to hunt, dry jerky for winter, and perform ceremonies. In 1863, an estimated 4,000 people in 400 or more lodges congregated here. It would prove to be the last gathering of its kind.

In the late afternoon of September 3, forces under General Alfred Sully approached and surrounded Whitestone in three different waves. They opened fire on the camp, mostly non-combatants, women, children, and elders, killing up to 300 people before the survivors escaped. Sully took another 150 people prisoner.

The following morning, Sully's forces took or destroyed all the property they could find, including about 400 lodges and over 400,000 pounds of food. Left destitute before winter, the survivors were forced to scatter across the Northern Plains to seek shelter among friends and relatives.

September 3, 1863, is a day of national tragedy for Dakota peoples, and yet how Whitestone has been publicly remembered has often added to their suffering. They have been blamed for the attack, and public officials have given speeches here about "the arduous task of supplanting the Red Man."

The Sully Expedition was seeking revenge for acts committed by other Dakotas. They showed little regard for what Dakotas they attacked, and innocent people were the victims.

We hope that each visitor to Whitestone Hill going forward will think of this as a place of remembrance. We invite you to reflect upon the social forces and factors that broke out into uncontrolled violence. May we learn from the mistakes of past generations and be the authors of healing in our communities.

300 words

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2. The Yanktonai and the Dakota Nation

[ND Studies graph of Dakota groups (correct “Nakota”) and map of homelands ca. 1863]

[Map of Dakota territories in the 1860s.]

The Dakotas (or Sioux) comprise seven related nations. They often call themselves the Očhéthi Šakówin or Seven Council Fires. The Yanktonai (Iháŋktǎwŋwaŋna or “Little End Dwellers”) are one of these seven nations and traditionally speak a dialect of Dakota.

Before the 1700s, all seven nations lived in or near present-day Minnesota. Beginning in the late 1600s, the Lakota, Yankton, and Yanktonai Nations began to move west into today’s North and South Dakota. This may have been due to pressure in the east from Ojibwa, Métis, and European expansion.

The Yanktonais carved out a space for themselves in what is now southeast North Dakota and northeast South Dakota. This brought them into on-again, off-again warfare in the territories of the Mandans (Nu`eta) and Arikaras (Sahnish). The conflict stretched on from 1694 to 1867.

By the 1860s, Yanktonai territory stretched from approximately the Missouri River in the west to the Red and Big Sioux Rivers in the east and north to Devils Lake. Some Yanktonais maintained seasonal earthlodge homes on the James and Missouri Rivers. On the east, west, and south, where they were surrounded by their own Dakota relatives, it was common for these groups to share land and hunt together.

The Whitestone attack and other actions in the Indian Wars have created a diaspora of Yanktonai and other Dakota peoples.

Today, Yanktonai people live across the United States and abroad and are active in every area of modern life. However, many live on one of five reservations and reserves in the United States and Canada, often with other Dakota bands.

- Standing Rock Nation in North and South Dakota
- Spirit Lake Nation in North Dakota
- Canupawakpa Dakota First Nation in Manitoba, Canada
- Crow Creek Nation in South Dakota
- Fort Peck Assiniboine and Sioux Nations in Montana

The reservations are the local communities in which Dakota language, faith, culture, and sovereignty are carried on.

308 words

3. Nomadism: A Lifestyle of Residential Mobility

[Side Section and Ground Plan images of a tipi from Paul Goble *Tipi: Home of the Nomadic Buffalo Hunters*, pp. 26-27. Caption: The thípi (Dakota for “to dwell”) was well-suited to the needs of nomadic communities in the heat, cold, and wind of the Northern Plains.]

[Map showing conjectural seasonal travel routes?]

Tribes like the Yanktonai had an adaptive strategy of nomadism, in which their housing; mode of transportation; and knowledge of landscape, flora, and fauna were key to their success.

Nomadism does not mean that they traveled at random. Each travelling unit, called a band, was led by its own headman and generally travelled in circuits called seasonal rounds. They went to the best place for the needs and opportunities of each season, allowing the land to renew itself during their absence. There were some locations to which the band returned every year, and others they might only see every few years.

Most bands lived in tipis, but a few spent parts of the year in earthlodges. Occasionally the circuits of multiple bands overlapped in key places like Whitestone, meaning that multiple bands gathered for ceremonies and trade fairs.

[start with Spring?]

Winter: The Dakota year began in the winter. Bands set up large tipi encampments in the wooded river bottoms of the Missouri, James, and other rivers, where the trees blocked the wind and provided firewood and horse feed. People used tipi liners during this season, which could be stuffed with insulation and tucked under the bison robes that lined the tipi floor. It was not unusual for a winter camp to stay in one place all season long.

From these camps, they launched small winter hunts. Bison also tended to seek shelter in the river valleys during the winter. They had their warm winter coats, which made excellent robes. Many of these robes would be traded at nearby Euro-American fur trading forts for imported goods. Others might be traded with the Mandans, Hidatsas, and Arikaras, who offered an assortment of corn varieties in various flavors.

Late in the season, boxelders were tapped for their sweet sap, which had a unique herbal, woody flavor.

Spring: Beginning in about March or April, the bands left the river bottoms to hunt bison on the high plains.

An exception was Little Soldier's earthlodge band and a few other Yankton and Yanktonai bands. In the spring, they planted corn, beans, and squash in the river bottoms, remaining to tend them until the corn was about knee high. The river bottoms provided soft, well-drained soil.

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Summer: In June, many Yanktonais, as well as other Dakotas and Europeans, converged on the James River for the famous Dakota Rendezvous. Hosted in one of the earthlodge communities, possibly Dirt Lodge Village, near today's Aberdeen, South Dakota, it brought together hundreds of people throughout much of the 1700 and 1800s to trade and celebrate.

After the Rendezvous, the bands set out on the big summer bison hunt. During this season, bison were well-fed on the springtime grasses, making for exceptional meat. Multiple bands might hunt together, surrounding an entire herd. Meat was dried and stockpiled as jerky for the coming winter. This was also a season for trap fishing and gathering wild foods. One of the most popular was tipsin or prairie turnip, a starchy root that was made into soup.

Fall: Some bands returned to their riverside gardens for the fall harvest. Corn would be roasted, dried, and stored in cache pits. Others continued to hunt, and most collected ripe fruits like plums, chokecherries and buffalo berries. As cold set in, the people returned to the wooded river banks for their sheltered encampments.

522 words

4. People and Bands Who Were There

[portraits of Nasúna Thanjá, Mahtó Nunpa, Little Soldier; find portraits of Drifting Goose (known to exist) and Napé Hóta Wiŋ]

Most of the people at Whitestone the day of the attack were Yanktonais. Some Isányathi (Santee Dakotas) and Sičhánǵu (Brulé Lakotas), and possibly Húnkpaŋha Lakotas and Sihásapa (Blackfoot Lakotas) were also present. According to oral tradition, they had been making their way southeast from Bdé Hąjska (Long Lake), southeast of today's Bismarck, North Dakota.

Many of them made frequent visits to American fur trade and military forts and counted American officers and traders among their friends.

Little Soldier was a Yanktonai leader who led an earthlodge-dwelling band based on the Missouri River. He was a member of a delegation that had signed a treaty with the United States Government on June 22, 1825. Like many Yanktonai chiefs, his experience at Whitestone turned him against the United States government, and he later took part in the Battle of Little Bighorn against George Armstrong Custer and the 7th US Cavalry in 1876.

Mahtó Nunpa (Two Bear), a prominent Yanktonai chief, lived in the James River Valley. His band had just finished harvesting the crops for winter before gathering for the bison hunt. He was taken prisoner and held at Fort Randall in present-day South Dakota for two years. He also participated in the Battle of Little Big Horn. Two Bear's descendants attended many of the commemorations at Whitestone, including the 1942 dedication of the plaque honoring the Native Americans who had been killed.

Nasúna Thanjá (Big Head or Big Brain), another Yanktonai chief, was married to Turns Back and had five sons. He was captured at Whitestone and held prisoner at Fort Randall for two years. He also participated in the Battle of the Little Bighorn.

Drifting Goose and/or members of his band may also have been present. They maintained an earthlodge village near Armadale Island on the James River between 1859 and 1880. After the Whitestone massacre, Drifting Goose and his band became known for their mostly non-violent resistance to the Fort Laramie Treaty and Euro-American settlement. For example, when Euro-American squatters erected cabins and a fence on his band's land in 1878, they set up a group of tipis inside the fence, directly in the path of the settlers' oncoming plow. In 1879, Drifting Goose even brought his grievances directly to President Rutherford B. Hayes.

Napé Hóta Wiŋ (Mary Big Moccasin), who was nine years old at the time of the massacre, became separated from her family during the chaos and was shot in the thigh. Dragging herself to a nearby ravine, she survived for several days until soldiers found and captured her. Though she ultimately lived for many decades, she suffered frequent nightmares. Late in life she often waking up screaming, "Run, run, the soldiers are coming!"

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5. The US-Dakota War

[Check with MNHS for images]

The United States soldiers at Whitestone experienced a complex array of motivations. The Civil War was raging and unprecedented numbers of Americans were dying. The previous year, 1862, some members of the four eastern Sioux nations, called Santee Resisters, responded to ongoing abuse and starvation by attacking Euro-American homes and communities in what is called the US-Dakota War, killing about 600 Euro-Americans. Settlers were streaming out of the region [confirm if this is true or a perception]. It must have seemed like the world they knew was falling apart.

Many Midwestern Euro-Americans felt that the Sioux needed to be pursued and punished to prevent future attacks and to make the public feel that the region was safe again for settlement. General John Pope sent out two military campaigns in 1863, one under former Minnesota Governor and now General Henry Hastings Sibley, and another under General Alfred Sully.

Both campaigns were under enormous pressure from the people of the Midwest to do something decisive that would make Midwesterners feel safe again. Newspapers the previous fall demanded revenge:

“Let it be a war of extermination.”

-St. Paul Daily Press (Beck)

“The life of a single citizen of the United States is worth more than their whole nation in the eyes of the Government—until every Indian tribe in the Northwest is made to feel the irresistible power of the Government, and is rendered forever incapable of lifting a hostile hand against it—the war has not ended and ought not to end.”

-St. Cloud Democrat, Oct. 30, 1862

Sully’s forces gathered at Fort Randall on the southeastern border of what is now South Dakota. His forces consisted of two main units, the 6th Iowa Cavalry and the 2nd Nebraska Cavalry. Both were new units composed of local volunteers.

296 words

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6. Motives of the Soldiers

[Sully painting of a camp; Photo of the 1864 Sully camp]

What could possibly have motivated this carnage? Some soldiers had clearly internalized a desire for revenge against all Dakotas, regardless of whether they were Santee Resisters. Others bowed to social pressure.

Letters and diaries show that racist and genocidal attitudes were common among the ranks.

“I wish they would all die . . . It would save us the trouble of killing them next summer.”

-Henry J. Wieneke, 6th Iowa Cavalry

In fact, violence broke out before the Sully Expedition had even departed Fort Randall. Several members of the 6th Iowa gunned down Puffy Eyes and six other Lakotas in the back, even though Puffy Eyes had recently negotiated the release of Euro-American prisoners from Santee Resisters.

Later, while the expedition was en route, news reached the 2nd Nebraska that the five children of one of their own, Henson Wiseman, had been killed by a party of Dakotas. This increased many members' desires for revenge.

But revenge was not a primary motivation for all the soldiers. Many had actually enlisted to fight in the Civil War, wishing to help preserve the Union or put an end to slavery. They were disappointed to learn that they were being sent on an unrelated campaign. Sergeant J.H. Drips of the 6th Iowa wrote they had been “recruited under false pretenses.”

Some soldiers had warm feelings towards the Yanktonai for intervening to release Euro-American prisoners from Santee Resisters. Iowa soldiers even hosted a feast for sixteen Yanktonai chiefs at Fort Randall, calling them “firm and abiding friends.”

Meanwhile, low water on the Missouri River delayed Sully's departure for weeks. His commanding officer, General John Pope, feared that Sully might not be able to find the Dakotas before winter. Pope wrote angry letters to Sully, demanding that Sully do something decisive. While Pope did not technically insist on a battle, he implied that any future Dakota attacks on civilians would be Sully's fault.

“Such a failure as you anticipate must not happen, as it will be impossible for you to explain it satisfactorily.”

-Pope to Sully, Aug. 5, 1863

From Sully himself to the individual soldiers, many simply did what they thought they were directed to do.

358 words

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7. The Initial Encounter

[Map of where this parley took place in relation to the camp?]

1863: Broken up dance. Many divisions of Sioux were camping together when suddenly they dispersed

-Iron Shell Winter Count

On the afternoon of September 3rd, Major A.E. House and about 300 soldiers from the 6th Iowa approached the Whitestone camp. Two Bears, All Around Black, Big Head, Black Prairie Dog, and probably others went to talk to them on a ridge about 300 yards north of the camp. Big Head carried a white flag of truce. They must have been apprehensive, but they knew they were friends of the United States.

House demanded that whoever was in charge of the camp surrender. He most likely hoped to keep the camp there until Sully could catch up and investigate whether any Santee Resisters were present. He evidently did not know that camps like this one had many chiefs, none of whom were entitled to speak for everyone.

Even so, the chiefs did offer to surrender themselves—they simply could not speak for the rest of the camp. The parley ended inconclusively, with the chiefs returning to the camp. House sent three men to find Sully and most of the soldiers, who were about four or five miles to the west, and lead them to Whitestone as quickly as possible.

While it is possible that some Santee Resisters were present in the camp, this has never been proven, neither before the attack or to this day.

The camp clearly suspected trouble, because they began to pack up and flee.

244 words

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8. The Plan Turns Horrific

[Close-up of child on travois from Takes-His-Shield pictograph. Caption: During the massacre, some mothers tied their children and infants to travois and shoed away the horses or dogs pulling them, desperately hoping that their children might escape.]

[Map of people's movements?]

[Sully painting of the massacre]

As soon as Sully got word, he ordered the troops to ride towards Whitestone. Recent historians, supported by numerous first-hand accounts, believe his goal may have been to surround the camp and hold everyone in place until the following morning, when he could investigate whether any Santee Resisters were present. He sent the 2nd Nebraska ahead with orders to “. . . assist Major House in keeping the Indians corralled.”

When the 2nd Nebraska arrived and saw the 6th Iowa under House largely on the north side of the camp, they went around the south, forcing those fleeing to go up a ravine between them, which stretches to the northeast of Big Stone Lake. They quickly surrounded the remaining Dakotas.

Several soldiers later reported that at this point, the 2nd Nebraska acted without orders. Henry David Northrup said that Captain Bayne of the 2nd Nebraska stepped forward and said, “Boys, we have come a long way to fight the Indians and now that we have got them, I am in favor of whaling them.” The 2nd Nebraska opened fire on the trapped men, women, and children, and the 6th Iowa joined in, killing scores if not hundreds of people.

Meanwhile, Sully's headquarters command entered the camp from the west. According to plan, they secured the arrest of 156 people.

His other troops were clearly in disarray. Because the gunfire began at twilight and continued after dark, soldiers accidentally shot each other on opposite sides of the ravine. Many of the 6th Iowa never dismounted their horses, which bucked and became uncontrollable. Fortunately for the Dakotas, this created an opportunity for the survivors to run through and escape.

The soldiers spent the night on the hilltops. Very few could sleep.

“The night was one of pandemonium. With the barking of dogs, the neighing of ponies, the wailing of [women] and children in the black darkness of the night will never be forgotten.”

-Private Z. T. Mullen, 2nd Nebraska

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9. Destroying the Camp

[Images of looted objects from National Museum of the American Indian; image of crushed kettle and melted beads from SHSND collections]

“When we returned to the battlefield at daylight it was a sight I do not care to see again. Tepees, some standing, some torn down, some [women] that were dead, some that were wounded and still alive, young children of all ages from young infants to 8 or 10 years old, who had lost their parents, dead soldiers, dead Indians, dead horses, hundreds of dogs howling for their masters.”

-F.E. Caldwell, 2nd Nebraska, to J. H. Van Meter, 1901

Over the following two days, the soldiers shot many of the wounded and dying. They captured lost and orphaned children and turned them over to the care of the Native prisoners.

Soldiers and officers alike were allowed to loot any objects they pleased. Many took practical camp objects, like kettles, cups, and flatware. Some took clothing, bison robes, blankets, and artistically decorated objects.

Healthy horses were captured, but wounded horses and over 1,000 dogs were shot.

Over two days, the soldiers loaded 400,000-500,000 pounds of jerky, hundreds of tipis, and any other remaining objects that would burn into wagons. They hauled these to a pile in a hollow and set them on fire on September 5th. F.E. Caldwell of the 2nd Nebraska wrote that “the melted tallow ran down that valley in a stream.” Metal objects like hatchets and kettles were thrown into the lake. The intent was to leave survivors destitute before winter.

Samuel Brown, an interpreter with Sully, occupied a unique perspective. He was 1/8th Santee Dakota and otherwise American, but widely accepted as a member by both groups. He had this to say in a letter to his father:

I hope you will not believe all that is said of “Sully’s Successful Expedition,” against the Sioux. I don’t think he ought to brag of it at all, because it was, what no decent man would have done, he pitched into their camp and just slaughtered them, worse a great deal than what the Indians did in 1862, he killed very few men and took no hostile ones prisoners . . . and now he returns saying that we need fear no more, for he has “wiped out all hostile Indians from Dakota.” If he had killed men instead of women & children, then it would have been a success, and the worse of it, they had no hostile intention whatever, the Nebraska 2nd pitched into them without orders, while the Iowa 6th were shaking hands with them on one side, they even shot their own men.

-Samuel Brown to his father, Joseph R. Brown, Nov. 13, 1863

427 words

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10. How Whitestone has been remembered

[Photos of 1909 dedication, 1914 event with Beede as guest speaker, 1942 monument dedication with Two Bear family]

[Include an Honor Song quote, if any exist?]

Built in 1909, this monument commemorates twenty United States soldiers who died here, but makes no mention of the hundreds of Dakotas who perished.

For decades after the massacre, Euro-Americans forgot its exact location. But bison bone hunters, who collected bones to sell for fertilizer, eventually found human remains here.

Congressman Thomas Marshall of Oakes, North Dakota and three veterans of the Eastern Theater in the Civil War spearheaded a campaign to set aside this parcel from settlement, bury human remains, and erect a permanent marker. However, they were more focused on the United States soldiers than on the Dakotas.

“We also find that there is not the least respect or notice paid to the graves . . . We are doing everything we can to get the graves properly marked and protected.”

-Sons of Veterans Committee on the Whitestone Battlefield

At the time, there was a nationwide movement to erect Civil War memorials. The monuments honored the aging generation of Civil War veterans and reminded people of the importance of American unity.

In North Dakota, the vast majority of Civil War veterans had nothing to do with the Sibley and Sully campaigns. They had fought in the East and had been motivated by a desire to end slavery or preserve the Union. However, they and other North Dakotans decided to interpret the massacre at Whitestone Hill as a Civil War battle. The thinking was that the Indian Wars, just like the Civil War, had helped to build the United States as they knew it.

However, some were also motivated by hostile feelings. At the dedication ceremony on October 13, 1909, Congressman Marshall said that the US soldiers had been

“ . . . ready to take the arduous task of supplanting the Red Man, thus working out the law of the Survival of the Fittest, in order that the White Man, the highest type of civilization, should have full sway.”

-Congressman Thomas Marshall, quoted in the *Bismarck Tribune*, Oct. 16, 1909

Of course, the Yanktonai and other Dakotas always understood that a great wrong had been done here. The September 3rd massacre is a national tragedy for the Dakota peoples, and remembrances like this have only added to their suffering. However, from early on, some non-Natives understood this, too.

State Historical Society - Budget No. 701
 Senate Bill No. 2018
 Base Level Funding Changes

Proposed action as of March 14, 2019

4-12-19 SB 2018 #1 P1

	Senate Version				House Version				House Changes to Senate Version Increase (Decrease) - Senate Version			
	FTE Position	General Fund	Other Funds	Total	FTE Position	General Fund	Other Funds	Total	FTE Positions	General Fund	Other Funds	Total
2019-21 Biennium Base Level	75.00	\$16,673,644	\$3,155,795	\$19,829,439	75.00	\$16,673,644	\$3,155,795	\$19,829,439	0.00	\$0	\$0	\$0
2019-21 Ongoing Funding Changes												
Base payroll changes			(\$14,150)	(\$14,150)			(\$14,150)	(\$14,150)				\$0
Salary increase		321,930	26,913	348,843		364,293	28,512	392,805		42,363	1,599	43,962
Health insurance increase		297,174	24,095	321,269		297,174	24,095	321,269				0
Retirement contribution increase				0				0				0
Removes ongoing funding for extraordinary repairs		(307,357)		(307,357)		(307,357)		(307,357)				0
Reduces funding for bond payments		(214,754)		(214,754)		(214,754)		(214,754)				0
Adds Microsoft Office 365 licensing funding		55,691		55,691		55,691		55,691				0
Adds funding for cultural heritage grants		20,000		20,000		500,000		500,000		480,000		480,000
Total ongoing funding changes	0.00	\$172,684	\$36,858	\$209,542	0.00	\$695,047	\$38,457	\$733,504	0.00	\$522,363	\$1,599	\$523,962
One-time funding items												
Historic site and extraordinary repairs		\$1,000,000		\$1,000,000		\$1,000,000		\$1,000,000				\$0
Exhibit and collections care		372,000		372,000		372,000		372,000				0
Auditorium chairs		75,000	85,000	160,000		75,000	85,000	160,000				0
Whitestone Hill native memorial		200,000	200,000	400,000		0	0	0		(200,000)	(200,000)	(400,000)
Total one-time funding changes	0.00	\$1,647,000	\$285,000	\$1,932,000	0.00	\$1,447,000	\$85,000	\$1,532,000	0.00	(\$200,000)	(\$200,000)	(\$400,000)
Total Changes to Base Level Funding	0.00	\$1,819,684	\$321,858	\$2,141,542	0.00	\$2,142,047	\$123,457	\$2,265,504	0.00	\$322,363	(\$198,401)	\$123,962
2019-21 Total Funding	75.00	\$18,493,328	\$3,477,653	\$21,970,981	75.00	\$18,815,691	\$3,279,252	\$22,094,943	0.00	\$322,363	(\$198,401)	\$123,962

Other Sections for State Historical Society - Budget No. 701

	Senate Version	House Version
Appropriation - Revolving fund	Section 3 appropriates all fees collected and deposited in the revolving fund to the State Historical Society.	Section 3 appropriates all fees collected and deposited in the revolving fund to the State Historical Society.
Appropriation - Gifts, grants, and bequests	Section 4 appropriates all gifts, grants, devises, bequests, donations, and assignments received by the State Historical Society to the State Historical Society.	Section 4 appropriates all gifts, grants, devises, bequests, donations, and assignments received by the State Historical Society to the State Historical Society.
Whitestone Hill native memorial - Matching funds	Section 5 provides that of the funds appropriated in the capital assets line item in Section 1 of the bill, \$200,000 is from the general fund and \$200,000 is from other funds for the Whitestone Hill native memorial. The section also authorizes the agency to expend \$25,000 after June 30, 2019, for the planning and design of a Whitestone Hill native memorial and requires a dollar-for-dollar matching requirement to spend the remaining \$175,000 of general funds.	