

STATEMENT OF PURPOSE OF AMENDMENT:**House Bill No. 1015 - Funding Summary**

| | Executive Budget | Final Legislative Action | Comparison To Executive Budget |
|------------------------------------------|-----------------------------|-----------------------------------------|-----------------------------------------------|
| Office of Management and Budget | | | |
| Salaries and wages | \$17,517,285 | \$17,203,386 | (\$313,899) |
| Operating expenses | 14,489,094 | 14,489,094 | |
| Capital assets | 4,870,298 | 5,270,298 | 400,000 |
| Grants | 55,000 | 55,000 | |
| Prairie Public Broadcasting | 3,353,338 | 3,353,338 | |
| State student internship program | 200,000 | 200,000 | |
| Centers of excellence | 20,000,000 | | (20,000,000) |
| Centers of excellence - 2007-09 projects | | | |
| Statewide salary equity pool | | 15,984,000 | 15,984,000 |
| Statewide critical salary pool | | | |
| Federal fiscal stabilization funds | | 289,494 | 289,494 |
| | <hr/> | <hr/> | <hr/> |
| Total all funds | \$60,485,015 | \$56,844,610 | (\$3,640,405) |
| Less estimated income | 13,775,833 | 16,112,414 | 2,336,581 |
| General fund | <hr/> \$46,709,182 | <hr/> \$40,732,196 | <hr/> (\$5,976,986) |
| FTE | 133.50 | 132.50 | (1.00) |
| Department of Public Instruction | | | |
| Personal finance schoolbook | | \$25,000 | \$25,000 |
| | <hr/> | <hr/> | <hr/> |
| Total all funds | \$0 | \$25,000 | \$25,000 |
| Less estimated income | 0 | 0 | 0 |
| General fund | <hr/> \$0 | <hr/> \$25,000 | <hr/> \$25,000 |
| FTE | 0.00 | 0.00 | 0.00 |
| Tobacco Control Advisory Committee | | | |
| Comprehensive tobacco control | | \$12,882,000 | \$12,882,000 |
| | <hr/> | <hr/> | <hr/> |
| Total all funds | \$0 | \$12,882,000 | \$12,882,000 |
| Less estimated income | 0 | 12,882,000 | 12,882,000 |
| General fund | <hr/> \$0 | <hr/> \$0 | <hr/> \$0 |
| FTE | 0.00 | 4.00 | 4.00 |
| Department of Emergency Services | | | |
| Emergency relief grants | | \$250,000 | \$250,000 |
| | <hr/> | <hr/> | <hr/> |
| Total all funds | \$0 | \$250,000 | \$250,000 |
| Less estimated income | 0 | 0 | 0 |
| General fund | <hr/> \$0 | <hr/> \$250,000 | <hr/> \$250,000 |
| FTE | 0.00 | 0.00 | 0.00 |
| Department of Commerce | | | |
| Centers of excellence | | \$4,450,000 | \$4,450,000 |
| | <hr/> | <hr/> | <hr/> |
| Total all funds | \$0 | \$4,450,000 | \$4,450,000 |
| Less estimated income | 0 | 0 | 0 |
| General fund | <hr/> \$0 | <hr/> \$4,450,000 | <hr/> \$4,450,000 |
| FTE | 0.00 | 0.00 | 0.00 |

| | | | |
|-----------------------|-------------------|-------------------|-------------------|
| Bill Total | | | |
| Total all funds | \$60,485,015 | \$74,451,610 | \$13,966,595 |
| Less estimated income | <u>13,775,833</u> | <u>28,994,414</u> | <u>15,218,581</u> |
| General fund | \$46,709,182 | \$45,457,196 | (\$1,251,986) |
| FTE | 133.50 | 136.50 | 3.00 |

House Bill No. 1015 - Office of Management and Budget - House Action

| | Executive Budget | House Changes | House Version |
|------------------------------------------|---------------------|--------------------|---------------------|
| Salaries and wages | \$17,517,285 | (\$870,256) | \$16,647,029 |
| Operating expenses | 14,489,094 | (500,000) | 13,989,094 |
| Capital assets | 4,870,298 | (2,450,000) | 2,420,298 |
| Grants | 55,000 | | 55,000 |
| Prairie Public Broadcasting | 3,353,338 | (2,016,200) | 1,337,138 |
| State student internship program | 200,000 | | 200,000 |
| Centers of excellence | 20,000,000 | (20,000,000) | |
| Centers of excellence - 2007-09 projects | | 8,741,543 | 8,741,543 |
| Statewide salary equity pool | | 8,000,000 | 8,000,000 |
| Statewide critical salary pool | | 8,450,000 | 8,450,000 |
| Total all funds | <u>\$60,485,015</u> | <u>(\$644,913)</u> | <u>\$59,840,102</u> |
| Less estimated income | <u>13,775,833</u> | <u>7,900,278</u> | <u>21,676,111</u> |
| General fund | \$46,709,182 | (\$8,545,191) | \$38,163,991 |
| FTE | 133.50 | (2.00) | 131.50 |

Department 110 - Office of Management and Budget - Detail of House Changes

| | Removes Vacant FTE Positions ¹ | Reduces Funding for Prairie Public Broadcasting ² | Reduces Operating Expenses ³ | Removes 2009-11 Centers of Excellence Funding ⁴ | Adds Funding for 2007-09 Centers of Excellence Awarded Projects ⁵ | Reduces Funding for Capitol Building Projects ⁶ |
|------------------------------------------|-------------------------------------------|--------------------------------------------------------------|-----------------------------------------|------------------------------------------------------------|------------------------------------------------------------------------------|------------------------------------------------------------|
| Salaries and wages | (164,200) | | | | | |
| Operating expenses | | | (500,000) | | | |
| Capital assets | | | | | | (2,450,000) |
| Grants | | | | | | |
| Prairie Public Broadcasting | | (2,016,200) | | | | |
| State student internship program | | | | | | |
| Centers of excellence | | | | (20,000,000) | | |
| Centers of excellence - 2007-09 projects | | | | | 8,741,543 | |
| Statewide salary equity pool | | | | | | |
| Statewide critical salary pool | | | | | | |
| Total all funds | <u>(\$164,200)</u> | <u>(\$2,016,200)</u> | <u>(\$500,000)</u> | <u>(\$20,000,000)</u> | <u>\$8,741,543</u> | <u>(\$2,450,000)</u> |
| Less estimated income | <u>(155,365)</u> | <u>0</u> | <u>0</u> | <u>(5,000,000)</u> | <u>4,745,432</u> | <u>0</u> |
| General fund | (\$8,835) | (\$2,016,200) | (\$500,000) | (\$15,000,000) | \$3,996,111 | (\$2,450,000) |
| FTE | (2.00) | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |

| | Reduces Funding for Anticipated Salary Savings⁷ | Removes Salary Equity Funding⁸ | Provides Funding for Critical Salary Pool⁹ | Provides Funding for Salary Equity Pool¹⁰ | Total House Changes |
|---------------------------------------------|-------------------------------------------------------------------------------|------------------------------------------------------|--------------------------------------------------------------------------|-------------------------------------------------------------------------|------------------------------------|
| Salaries and wages | (468,003) | (238,053) | | | (870,256) |
| Operating expenses | | | | | (500,000) |
| Capital assets | | | | | (2,450,000) |
| Grants | | | | | |
| Prairie Public Broadcasting | | | | | (2,016,200) |
| State student internship program | | | | | |
| Centers of excellence | | | | | (20,000,000) |
| Centers of excellence - 2007-09 projects | | | | | 8,741,543 |
| Statewide salary equity pool | | | | 8,000,000 | 8,000,000 |
| Statewide critical salary pool | | | 8,450,000 | | 8,450,000 |
| Total all funds | (\$468,003) | (\$238,053) | \$8,450,000 | \$8,000,000 | (\$644,913) |
| Less estimated income | (120,622) | (69,167) | 4,500,000 | 4,000,000 | 7,900,278 |
| General fund | (\$347,381) | (\$168,886) | \$3,950,000 | \$4,000,000 | (\$8,545,191) |
| FTE | 0.00 | 0.00 | 0.00 | 0.00 | (2.00) |

¹ Two vacant FTE positions in Central Duplicating are removed.

² One-time funding for Prairie Public Broadcasting's digital conversion added in the executive budget is removed.

³ Funding for operating expenses is reduced by \$500,000 from the general fund.

⁴ This amendment removes \$15 million of funding from the general fund and \$5 million of special funds provided in the executive budget recommendation for 2009-11 centers of excellence projects.

⁵ Funding is provided for 2007-09 centers of excellence projects that have been awarded but have not yet received funding. The \$4,745,432 of special funds is from the permanent oil tax trust fund.

⁶ One-time funding for Facility Management Division repairs and equipment is reduced to provide a total of \$1,220,000.

⁷ This amendment reduces salaries and wages funding to recognize anticipated savings from vacant positions and employee turnover.

⁸ This amendment removes funding added in the executive budget for state employee salary equity adjustments.

⁹ This amendment provides funding for a statewide critical salary pool. Sections are added creating the statewide critical salary pool and providing for appropriation authority transfers from the pool.

¹⁰ This amendment provides funding for a statewide salary equity pool to provide equity adjustments to classified state employees. A section is added creating the statewide salary equity pool.

This amendment also:

- Provides for a Legislative Council study of the Capitol grounds, including a review of parking needs.
- Reduces the amount of one-time funding for administration projects by \$30,000 to reclassify an increase in statewide dues as an ongoing expense.
- Removes Section 11 relating to transfers from the budget stabilization fund.
- Removes Section 12 relating to oil tax revenues deposited in the general fund and permanent oil tax trust fund.
- Amends North Dakota Century Code Sections 54-21-24 and 54-21-24.1 relating to leasing of office space by state agencies.

House Bill No. 1015 - Office of Management and Budget - Senate Action

| | Executive Budget | House Version | Senate Changes | Senate Version |
|------------------------------------------|------------------|---------------|----------------|----------------|
| Salaries and wages | \$17,517,285 | \$16,647,029 | \$556,357 | \$17,203,386 |
| Operating expenses | 14,489,094 | 13,989,094 | 500,000 | 14,489,094 |
| Capital assets | 4,870,298 | 2,420,298 | 2,850,000 | 5,270,298 |
| Grants | 55,000 | 55,000 | | 55,000 |
| Prairie Public Broadcasting | 3,353,338 | 1,337,138 | 2,016,200 | 3,353,338 |
| State student internship program | 200,000 | 200,000 | | 200,000 |
| Centers of excellence | 20,000,000 | | | |
| Centers of excellence - 2007-09 projects | | 8,741,543 | (8,741,543) | |
| Statewide salary equity pool | | 8,000,000 | 7,984,000 | 15,984,000 |
| Statewide critical salary pool | | 8,450,000 | (8,450,000) | |
| Federal fiscal stabilization funds | | | 289,494 | 289,494 |
| Total all funds | \$60,485,015 | \$59,840,102 | (\$2,995,492) | \$56,844,610 |
| Less estimated income | 13,775,833 | 21,676,111 | (5,563,697) | 16,112,414 |
| General fund | \$46,709,182 | \$38,163,991 | \$2,568,205 | \$40,732,196 |
| FTE | 133.50 | 131.50 | 1.00 | 132.50 |

Department 110 - Office of Management and Budget - Detail of Senate Changes

| | Restores Funding for Anticipated Salary Savings ¹ | Restores Vacant FTE Position ² | Restores Operating Expenses ³ | Restores Funding for Capitol Building Projects ⁴ | Adds Funding for Capitol Building Projects ⁵ | Restores Funding for Prairie Public Broadcasting ⁶ |
|------------------------------------------|--------------------------------------------------------------|-------------------------------------------|------------------------------------------|-------------------------------------------------------------|---------------------------------------------------------|---------------------------------------------------------------|
| Salaries and wages | 468,003 | 88,354 | | | | |
| Operating expenses | | | 500,000 | | | |
| Capital assets | | | | 2,450,000 | 400,000 | |
| Grants | | | | | | |
| Prairie Public Broadcasting | | | | | | 2,016,200 |
| State student internship program | | | | | | |
| Centers of excellence | | | | | | |
| Centers of excellence - 2007-09 projects | | | | | | |
| Statewide salary equity pool | | | | | | |
| Statewide critical salary pool | | | | | | |
| Federal fiscal stabilization funds | | | | | | |
| Total all funds | \$468,003 | \$88,354 | \$500,000 | \$2,450,000 | \$400,000 | \$2,016,200 |
| Less estimated income | 120,622 | 79,519 | 0 | 0 | (800,000) | 1,008,100 |
| General fund | \$347,381 | \$8,835 | \$500,000 | \$2,450,000 | \$1,200,000 | \$1,008,100 |
| FTE | 0.00 | 1.00 | 0.00 | 0.00 | 0.00 | 0.00 |

| | Increases Funding for Statewide Salary Equity Pool⁷ | Removes Statewide Critical Salary Pool⁸ | Provides Funding from Federal Fiscal Stabilization Funds⁹ | Removes Funding for 2007-09 Centers of Excellence Projects¹⁰ | Total Senate Changes |
|---------------------------------------------|-----------------------------------------------------------------------------------|-----------------------------------------------------------------------|---------------------------------------------------------------------------------------------|------------------------------------------------------------------------------------------------|-------------------------------------|
| Salaries and wages | | | | | 556,357 |
| Operating expenses | | | | | 500,000 |
| Capital assets | | | | | 2,850,000 |
| Grants | | | | | |
| Prairie Public Broadcasting | | | | | 2,016,200 |
| State student internship program | | | | | |
| Centers of excellence | | | | | |
| Centers of excellence - 2007-09 projects | | | | (8,741,543) | (8,741,543) |
| Statewide salary equity pool | 7,984,000 | | | | 7,984,000 |
| Statewide critical salary pool | | (8,450,000) | | | (8,450,000) |
| Federal fiscal stabilization funds | | | 289,494 | | 289,494 |
| Total all funds | \$7,984,000 | (\$8,450,000) | \$289,494 | (\$8,741,543) | (\$2,995,492) |
| Less estimated income | 2,984,000 | (4,500,000) | 289,494 | (4,745,432) | (5,563,697) |
| General fund | \$5,000,000 | (\$3,950,000) | \$0 | (\$3,996,111) | \$2,568,205 |
| FTE | 0.00 | 0.00 | 0.00 | 0.00 | 1.00 |

¹ This amendment restores funding for salaries and wages removed by the House to recognize anticipated savings from vacant positions and employee turnover.

² One FTE Central Services position and related funding removed by the House is restored.

³ This amendment restores funding from the general fund for operating expenses removed by the House.

⁴ One-time funding from the general fund of \$2,450,000 removed by the House is restored for Capitol building projects.

⁵ This amendment provides additional funding from the general fund of \$1,200,000 for Capitol building projects. The amendment also removes funding for projects of \$800,000 from the Capitol building fund.

⁶ Funding for Prairie Public Broadcasting of \$2,016,200 removed by the House is restored. Of this amount, \$1,008,100 is from the general fund and \$1,008,100 is from the permanent oil tax trust fund.

⁷ Funding for a statewide salary equity pool added by the House is increased by \$5 million from the general fund and \$2,984,000 of other funds to provide total funding in the pool of \$15,984,000, of which \$9 million is from the general fund. The pool is expanded to include both classified and unclassified executive branch employees, excluding higher education employees.

⁸ Funding added by the House for a statewide critical salary pool is removed. Related sections added by the House regarding the pool are also removed.

⁹ A section is added to appropriate \$289,494 of federal fiscal stabilization - other government services funds made available to the Governor under the federal American Recovery and Reinvestment Act of 2009 to the Office of Management and Budget for information technology, accounting, and verification of federal stimulus funds received by the state.

¹⁰ This amendment removes funding added by the House for 2007-09 centers of excellence projects awarded but have not had funding distributed.

This amendment also:

- Provides an appropriation of \$250,000 from the permanent oil tax trust fund to match federal funding to be received in the 2007-09 biennium designated for livestock producers affected by severe winter weather and flooding.
- Amends North Dakota Century Code Section 32-12.2-02 relating to the liability of the state when a state employee operates a rented motor vehicle for state business.
- Provides for an electronic budget presentation pilot project.
- Amends 2009 House Bill No. 1012 relating to the personal needs allowance for individuals in basic care facilities.

- Amends 2009 House Bill No. 1350 relating to the Great Plains Applied Energy Technology Center at Bismarck State College. The sections amending 2009 House Bill No. 1350 were vetoed by Governor Hoeven.
- Amends 2009 Senate Bill No. 2012 relating to concealed weapons permit testing.
- Adds a section to Chapter 160 of the 2007 Session Laws relating to tribal college grants.
- Amends various sections of the North Dakota Century Code relating to payment from the firefighters death benefit fund.
- Amends a section of North Dakota Century Code relating to credit card fees charged by state agencies.
- Provides for Budget section reports of state employee accrued leave payments. This section was vetoed by Governor Hoeven.
- Adds a section to the North Dakota Century Code relating to vacant state employee positions. This section was vetoed by Governor Hoeven.
- Provides for a limit of the number of new full-time equivalent positions to be added in the 2011-13 executive budget. This section was vetoed by Governor Hoeven.
- Amends a section of the North Dakota Century Code relating to the allocation of funds to certain coal-producing counties.
- Provides for a transfer from the permanent oil tax trust fund to the general fund.
- Adds an emergency section.

House Bill No. 1015 - Office of Management and Budget - House Action

The House concurred with the Senate.

House Bill No. 1015 - Department of Public Instruction - Senate Action

| | Executive Budget | House Version | Senate Changes | Senate Version |
|-----------------------------|---------------------|------------------|-------------------|-------------------|
| Personal finance schoolbook | | | \$25,000 | \$25,000 |
| Total all funds | \$0 | \$0 | \$25,000 | \$25,000 |
| Less estimated income | 0 | 0 | 0 | 0 |
| General fund | \$0 | \$0 | \$25,000 | \$25,000 |
| FTE | 0.00 | 0.00 | 0.00 | 0.00 |

Department 201 - Department of Public Instruction - Detail of Senate Changes

| | Adds Funding for Personal Finance Schoolbook ¹ | Total Senate Changes |
|-----------------------------|--------------------------------------------------------------------|----------------------------|
| Personal finance schoolbook | 25,000 | 25,000 |
| Total all funds | \$25,000 | \$25,000 |
| Less estimated income | 0 | 0 |
| General fund | \$25,000 | \$25,000 |
| FTE | 0.00 | 0.00 |

¹ This amendment provides a \$25,000 general fund appropriation to the Department of Public Instruction for the development and customization of a North Dakota personal finance schoolbook.

House Bill No. 1015 - Department of Public Instruction - House Action

The House concurred with the Senate.

House Bill No. 1015 - Tobacco Control Advisory Committee - Senate Action

| | Executive Budget | House Version | Senate Changes | Senate Version |
|-------------------------------|-----------------------------|--------------------------|---------------------------|---------------------------|
| Comprehensive tobacco control | | | \$12,882,000 | \$12,882,000 |
| Total all funds | \$0 | \$0 | \$12,882,000 | \$12,882,000 |
| Less estimated income | 0 | 0 | 12,882,000 | 12,882,000 |
| General fund | \$0 | \$0 | \$0 | \$0 |
| FTE | 0.00 | 0.00 | 4.00 | 4.00 |

Department 305 - Tobacco Control Advisory Committee - Detail of Senate Changes

| | Adds Funding for Comprehensive Tobacco Control¹ | Total Senate Changes |
|-------------------------------|-----------------------------------------------------------------------------------|-------------------------------------|
| Comprehensive tobacco control | 12,882,000 | 12,882,000 |
| Total all funds | \$12,882,000 | \$12,882,000 |
| Less estimated income | 12,882,000 | 12,882,000 |
| General fund | \$0 | \$0 |
| FTE | 4.00 | 4.00 |

¹ This amendment provides funding from the tobacco prevention and control trust fund for comprehensive tobacco control.

Appropriation sections are added to provide funding to the Tobacco Prevention and Control Executive Committee for the 2009-11 biennium and to provide, as an emergency measure, a retroactive appropriation to the Tobacco Prevention and Control Executive Committee for the expenses of the Tobacco Prevention and Control Executive Committee from January 1, 2009, through June 30, 2009.

Sections are also added to provide:

- Legislative intent regarding the Tobacco Prevention and Control Executive Committee.
- For reports to the Budget Section.
- Any moneys deposited in the water development trust fund under section 54-27-25 may be spent only pursuant to legislative appropriations.
- The Tobacco Prevention and Control Executive Committee shall prepare and submit a biennial budget.

House Bill No. 1015 - Tobacco Control Advisory Committee - House Action

The House concurred with the Senate.

House Bill No. 1015 - Department of Emergency Services - Senate Action

| | Executive Budget | House Version | Senate Changes | Senate Version |
|-------------------------|-----------------------------|--------------------------|---------------------------|---------------------------|
| Emergency relief grants | | | \$250,000 | \$250,000 |
| Total all funds | \$0 | \$0 | \$250,000 | \$250,000 |
| Less estimated income | 0 | 0 | 0 | 0 |
| General fund | \$0 | \$0 | \$250,000 | \$250,000 |
| FTE | 0.00 | 0.00 | 0.00 | 0.00 |

Department 542 - Department of Emergency Services - Detail of Senate Changes

| | Adds Funding for Emergency Relief Grants¹ | Total Senate Changes |
|-------------------------|---------------------------------------------------------------------|-------------------------------------|
| Emergency relief grants | 250,000 | 250,000 |
| Total all funds | \$250,000 | \$250,000 |
| Less estimated income | 0 | 0 |
| General fund | \$250,000 | \$250,000 |
| FTE | 0.00 | 0.00 |

¹ This amendment provides a \$250,000 general fund appropriation to the Department of Emergency Services for providing grants to eligible political subdivisions to match up to 50 percent of costs incurred by the political subdivisions in meeting the local cost-share required to receive emergency relief funding. An eligible political subdivision is one that experienced tornado damage in the summer of 2007.

House Bill No. 1015 - Department of Emergency Services - House Action

The House concurred with the Senate.

House Bill No. 1015 - Department of Commerce - Senate Action

| | Executive Budget | House Version | Senate Changes | Senate Version |
|-----------------------|-----------------------------|--------------------------|---------------------------|---------------------------|
| Centers of excellence | | | \$4,450,000 | \$4,450,000 |
| Total all funds | \$0 | \$0 | \$4,450,000 | \$4,450,000 |
| Less estimated income | 0 | 0 | 0 | 0 |
| General fund | \$0 | \$0 | \$4,450,000 | \$4,450,000 |
| FTE | 0.00 | 0.00 | 0.00 | 0.00 |

Department 601 - Department of Commerce - Detail of Senate Changes

| | Adds Funding for 2007-09 Centers of Excellence Projects¹ | Total Senate Changes |
|-----------------------|--------------------------------------------------------------------------------------------|-------------------------------------|
| Centers of excellence | 4,450,000 | 4,450,000 |
| Total all funds | \$4,450,000 | \$4,450,000 |
| Less estimated income | 0 | 0 |
| General fund | \$4,450,000 | \$4,450,000 |
| FTE | 0.00 | 0.00 |

¹ This amendment provides a \$4,450,000 general fund appropriation for 2007-09 centers of excellence projects that have been awarded but not yet paid.

House Bill No. 1015 - Department of Commerce - House Action

The House concurred with the Senate.