

PROPOSED AMENDMENTS TO HOUSE BILL NO. 1013

Page 1, line 3, remove the first "and", after "reenact" insert "subsection 4 of", and after "section" insert "15-40.1-07.8 or in the alternative to amend and reenact subsection 4 of section 15.1-27-11, and section"

Page 1, line 4, after "to" insert "supplemental payments and" and after "instruction" insert "; and to declare an emergency"

Page 1, line 14, replace "12,273,865" with "12,170,316"

Page 1, line 15, replace "17,431,193" with "17,031,193"

Page 1, line 18, replace "485,542,761" with "461,035,668"

Page 1, after line 18, insert:

"Grants - Teacher compensation payments	46,640,055"
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Page 1, line 21, replace "51,260,000" with "49,898,695"

Page 1, line 22, replace "149,970,455" with "149,350,263"

Page 1, line 23, replace "50,000" with "100,000"

Page 1, line 24, replace "33,000" with "20,000"

Page 2, line 1, replace "787,839,439" with "807,524,355"

Page 2, line 2, replace "237,017,455" with "237,044,955"

Page 2, line 3, replace "550,821,984" with "570,479,400"

Page 2, line 24, replace "2,594,638" with "2,668,958"

Page 2, line 28, replace "3,332,292" with "3,406,612"

Page 2, line 29, replace "1,283,501" with "1,357,821"

Page 2, line 31, replace "560,965,732" with "580,623,148"

Page 3, line 1, replace "240,995,437" with "241,097,257"

Page 3, line 2, replace "801,961,169" with "821,720,405"

Page 3, line 16, replace "\$33,000" with "\$20,000"

Page 3, after line 20, insert:

"SECTION 5. NATIONAL BOARD CERTIFICATION - USE OF FUNDS APPROPRIATED BY THE FIFTY-SIXTH LEGISLATIVE ASSEMBLY. Notwithstanding section 4 of chapter 35 of the 1999 Session Laws, the education standards and practices board may use up to \$7,000 of the amount appropriated by the fifty-sixth legislative assembly for the national board certification program to provide stipends to teachers receiving national board certification during the biennium beginning July 1, 1999, and ending June 30, 2001.

SECTION 6. LEGISLATIVE INTENT - POSITION TRANSFERS - DIVISION OF INDEPENDENT STUDY. It is the intent of the fifty-seventh legislative assembly that for the biennium beginning July 1, 2001, and ending June 30, 2003, the department of public instruction be authorized to have no more than 130.95 full-time equivalent positions and that no more than 37.7 of these positions be allocated to the division of independent study. The department of public instruction may not transfer any positions between the division of independent study and other divisions of the department without first obtaining approval of the budget section of the legislative council.

SECTION 7. LEGISLATIVE INTENT - FULL-TIME EQUIVALENT POSITIONS. It is the intent of the fifty-seventh legislative assembly that the department of public instruction base budget request for the biennium beginning July 1, 2003, and ending June 30, 2005, include no more than 129.95 full-time equivalent positions."

Page 4, line 4, after "15-40.1-07.6" insert "or 15.1-27-10"

Page 4, line 6, after "15-40.1-07.6" insert "or 15.1-27-10"

Page 4, line 20, after "15-40.1-07.7" insert "or 15.1-27-12" and after "paid" insert "using"

Page 5, after line 7, insert:

"SECTION 15. AMENDMENT. If House Bill No. 1045 does not become effective, subsection 4 of section 15-40.1-07.8 of the 1999 Supplement to the North Dakota Century Code is amended and reenacted as follows:

4. Multiply the result determined under subsection 3 by ~~thirty percent~~ a factor determined by the superintendent of public instruction. The result is the supplemental payment to which a high school district is entitled, in addition to any other amount provided under chapter 15-40.1."

Page 5, after line 14, insert:

"SECTION 17. AMENDMENT. Subsection 4 of section 15.1-27-11 of the North Dakota Century Code as created by House Bill No. 1045, as approved by the fifty-seventh legislative assembly, is amended and reenacted as follows:

4. Multiply the result determined under subsection 3 by ~~thirty percent~~ a factor determined by the superintendent of public instruction. The result is the supplemental payment to which a high school district is entitled, in addition to any other amount provided under chapter 15.1-27.

SECTION 18. EMERGENCY. Sections 5, 15, and 17 of this Act are declared to be an emergency measure."

Renumber accordingly

STATEMENT OF PURPOSE OF AMENDMENT:

House Bill No. 1013 - Summary of House Action

	EXECUTIVE BUDGET	HOUSE CHANGES	HOUSE VERSION
Department of Public Instruction			
Total all funds	\$787,839,439	\$19,684,916	\$807,524,355
Less estimated income	237,017,455	27,500	237,044,955
General fund	\$550,821,984	\$19,657,416	\$570,479,400
State Library			
Total all funds	\$4,713,513	\$0	\$4,713,513
Less estimated income	1,598,857		1,598,857
General fund	\$3,114,656	\$0	\$3,114,656
School for the Deaf			
Total all funds	\$6,075,925	\$0	\$6,075,925
Less estimated income	1,095,624		1,095,624
General fund	\$4,980,301	\$0	\$4,980,301
School for the Blind			
Total all funds	\$3,332,292	\$74,320	\$3,406,612
Less estimated income	1,283,501	74,320	1,357,821
General fund	\$2,048,791	\$0	\$2,048,791
Bill Total			
Total all funds	\$801,961,169	\$19,759,236	\$821,720,405
Less estimated income	240,995,437	101,820	241,097,257
General fund	\$560,965,732	\$19,657,416	\$580,623,148

House Bill No. 1013 - Department of Public Instruction - House Action

	EXECUTIVE BUDGET	HOUSE CHANGES	HOUSE VERSION
Salaries and wages	\$12,273,865	(\$103,549)	\$12,170,316
Operating expenses	17,431,193	(400,000)	17,031,193
Equipment	534,140		534,140
Capital improvements	55,000		55,000
Grants - Foundation aid and transportation	485,542,761	(24,507,093)	461,035,668
Grants - Teacher compensation payments		46,640,055	46,640,055
Grants - Revenue supplement payments	3,450,000		3,450,000
Grants - Tuition apportionment	67,239,025		67,239,025
Grants - Special education	51,260,000	(1,361,305)	49,898,695
Grants - Other grants	149,970,455	(620,192)	149,350,263
Geographic education	50,000	50,000	100,000
National board certification	33,000	(13,000)	20,000
Total all funds	\$787,839,439	\$19,684,916	\$807,524,355
Less estimated income	237,017,455	27,500	237,044,955
General fund	\$550,821,984	\$19,657,416	\$570,479,400
FTE	131.95	(1.00)	130.95

Dept. 201 - Department of Public Instruction - Detail of House Changes

	ADJUST MARKET EQUITY SALARY INCREASE ¹	REMOVE FUNDING FOR STUDENT DATA BASE ²	TRANSFER FUNDING FROM OPERATING EXPENSES - INCREASE GRANTS TO LEAD ³	INCREASE OPERATING EXPENSES FOR THE DIVISION OF INDEPENDENT STUDY ⁴	REDUCE GRANTS FOR THE GOVERNOR'S SCHOOL ⁵	REMOVE FUNDING FOR QUALITY SCHOOLS COMMISSION ⁶
Salaries and wages	(\$3,549)					
Operating expenses		(\$412,500)	(\$15,000)	\$27,500		
Equipment						
Capital improvements						
Grants - Foundation aid and transportation						
Grants - Revenue supplement payments						
Grants - Tuition apportionment						
Grants - Special education						
Grants - Other grants			15,000		(\$60,000)	(\$575,192)
Geographic education						
National board certification						
Grants - Teacher compensation payments						
Total all funds	(\$3,549)	(\$412,500)	\$0	\$27,500	(\$60,000)	(\$575,192)
Less estimated income				27,500		

General fund	(\$3,549)	(\$412,500)	\$0	\$0	(\$60,000)	(\$575,192)
FTE	0.00	0.00	0.00	0.00	0.00	0.00
	ADD FUNDING FOR GEOGRAPHIC EDUCATION GRANTS ⁷	REDUCE FUNDING FOR FOR NATIONAL BOARD CERTIFICATION PROGRAM ⁸	REMOVE FTE - REDUCE SALARIES AND WAGES ⁹	DECREASE SPECIAL EDUCATION TO REFLECT TEACHER COMPENSATION PAYMENTS ¹⁰	ADD FUNDING FOR TEACHER COMPENSATION PAYMENTS ¹⁰	DECREASE FOUNDATION AID ¹⁰
Salaries and wages			(\$100,000)			
Operating expenses						
Equipment						
Capital improvements						
Grants - Foundation aid and transportation						(\$24,507,093)
Grants - Revenue supplement payments						
Grants - Tuition apportionment						
Grants - Special education				(\$1,361,305)		
Grants - Other grants						
Geographic education	\$50,000					
National board certification		(\$13,000)				
Grants - Teacher compensation payments					\$46,640,055	
Total all funds	\$50,000	(\$13,000)	(\$100,000)	(\$1,361,305)	\$46,640,055	(\$24,507,093)
Less estimated income						
General fund	\$50,000	(\$13,000)	(\$100,000)	(\$1,361,305)	\$46,640,055	(\$24,507,093)
FTE	0.00	0.00	(1.00)	0.00	0.00	0.00

TOTAL
HOUSE
CHANGES

Salaries and wages	(\$103,549)
Operating expenses	(400,000)
Equipment	
Capital improvements	
Grants - Foundation aid and transportation	(24,507,093)
Grants - Revenue supplement payments	
Grants - Tuition apportionment	
Grants - Special education	(1,361,305)
Grants - Other grants	(620,192)
Geographic education	50,000
National board certification	(13,000)
Grants - Teacher compensation payments	46,640,055
Total all funds	\$19,684,916
Less estimated income	<u>27,500</u>
General fund	\$19,657,416
FTE	(1.00)

¹ The amount provided for a market equity salary increase for the Superintendent of Public Instruction is reduced from \$14,528 to \$10,979. The amount included in the bill will provide for a monthly increase of \$522 per month for the last 18 months of the biennium.

² Funding is removed for the development of a student data base. The Schafer executive budget recommendation includes an appropriation to the Department of Public Instruction for the project. The Hoeven budget recommendation includes an appropriation to the Information Technology Department for the project. This change is included in the Hoeven budget recommendation.

³ Funding is transferred from operating expenses to the other grants line item to increase grants to the LEAD consortium from \$200,000 to \$215,000. The additional grants are to fund the Spelling Bee and Math Counts programs.

⁴ Other funds spending authority, derived from fees generated by the Division of Independent Study, is added to restore operating expenses to the amount included in the division's base budget request. This change is included in the Hoeven budget recommendation.

⁵ Funding for the Governor's School program is reduced by \$60,000, from \$205,000 to \$145,000. The \$145,000 amount included in the House version is the same as the amount appropriated for the 1999-2001 biennium.

⁶ Funding is removed for the Quality Schools Commission. The Schafer executive budget recommendation includes an appropriation of \$575,192 to the Department of Public Instruction for a grant to the commission. The Hoeven budget recommendation includes an appropriation of \$505,197 to the Governor's office for the expenses of the commission. This change is included in the Hoeven budget recommendation.

⁷ Funding is added for geographic education grants. The grant will be provided to the North Dakota geographic alliance and will be matched with approximately \$400,000 of other funds from the National Geographic Society and other sources to establish a North Dakota geographic education endowment fund. The income of the endowment fund will be used to partially fund the operations of the North Dakota geographic alliance, which provides geography instruction training and materials to North Dakota teachers.

- ⁸ Funding is reduced from \$33,000 to \$20,000 for a grant to the Education Standards and Practices Board for the national board certification program. The amount included in the House version is the same as the amount appropriated for the 1999-2001 biennium.
- ⁹ Funding for salaries and wages is reduced by \$100,000 from the general fund to reflect the reduction of 1 FTE position to be determined by the department.
- ¹⁰ The Schafer executive recommendation for foundation aid and special education aid is reduced and funding is added for teacher compensation payments, as follows:

	SCHAFER EXECUTIVE BUDGET	HOEVEN BUDGET	HOUSE VERSION
Foundation aid	\$485,542,761	\$457,666,148	\$461,035,668
Teacher compensation payments		<u>50,009,575</u>	<u>46,640,055</u>
Total foundation aid and teacher compensation	\$485,542,761	\$507,675,723	\$507,675,723
Special education aid	\$51,260,000	\$49,898,695	\$49,898,695
Per student payment amounts			
First year	\$2,323	\$2,240	\$2,255
Second year	\$2,420	\$2,250	\$2,278
Teacher payment amounts			
First year	N/A	\$2,000	\$1,750
Second year	N/A	<u>3,500</u>	<u>3,500</u>
Biennium total per teacher FTE	N/A	\$5,500	\$5,250
Qualifying teacher FTE positions	N/A	9,092.65	8,883.82

This amendment also:

- Adds a new Section 5, which allows the Education Standards and Practices Board to use up to \$7,000 of the amount appropriated by the Fifty-sixth Legislative Assembly for the national board certification program to pay stipends to teachers receiving national board certification during the 1999-2001 biennium. An emergency clause is added to make this section effective upon passage of the bill.
- Adds a new Section 6, which provides that the department may not transfer any FTE positions between the Division of Independent Study and the other divisions of the department without first obtaining approval of the Budget Section.
- Adds a new Section 7, which provides legislative intent that the department's 2003-05 biennium budget request contain no more than 129.95 FTE positions, 1 FTE less than the number authorized in the House version for the 2001-03 biennium. Although the agency is provided the authority to determine the specific position eliminated, the reduction is to reflect potential savings resulting from Information Technology Department statewide initiatives, which may result in a reduction in data collection responsibilities for the Department of Public Instruction.
- Adds new Sections 15 and 17 to provide statutory changes relating to the supplemental payment program currently authorized by North Dakota Century Code Section 15-40.1-07.8. The statutory formula limits the payment to each qualifying district and for the 1999-2001 biennium will result in the Department of Public Instruction being unable to distribute the entire legislative appropriation. This amendment allows the department to adjust the formula to allow the distribution of all appropriated funds. An emergency clause is added for this section to allow the 1999-2001 biennium appropriation for these payments to be distributed.

House Bill No. 1013 - School for the Blind - House Action

	EXECUTIVE BUDGET	HOUSE CHANGES	HOUSE VERSION
Salaries and wages	\$2,594,638	\$74,320	\$2,668,958
Operating expenses	652,238		652,238
Equipment	60,000		60,000
Capital improvements	<u>25,416</u>		<u>25,416</u>
Total all funds	\$3,332,292	\$74,320	\$3,406,612
Less estimated income	<u>1,283,501</u>	<u>74,320</u>	<u>1,357,821</u>
General fund	\$2,048,791	\$0	\$2,048,791
FTE	28.00	1.00	28.00

Dept. 253 - School for the Blind - Detail of House Changes

	ADD TRAINING OFFICER II POSITION ¹	TOTAL HOUSE CHANGES
Salaries and wages	\$74,320	\$74,320
Operating expenses		
Equipment		
Capital improvements	<hr/>	<hr/>
Total all funds	\$74,320	\$74,320
Less estimated income	<u>74,320</u>	<u>74,320</u>
General fund	\$0	\$0
FTE	1.00	1.00

¹ This amendment adds 1 FTE and other funds spending authority for a training officer II position requested by the agency but not included in the Schafer or Hoeven budget recommendations. The other funds are from special fund sources to be determined by the agency. The position is to provide technology training to agency clients in western North Dakota.