

PROPOSED AMENDMENTS TO ENGROSSED SENATE BILL NO. 2021

Page 1, line 4, replace the second "section" with "sections", after "4-05.1-16" insert ", 4-05.1-17, 4-05.1-19," , and remove "subsection 1 of section"

Page 1, line 5, remove "changing", remove "voting", and after "membership" insert "and duties"

Page 1, line 6, after "education" insert ", the compensation of board members," and replace "use of" with "the" and remove "annual"

Page 1, line 7, remove "proceeds"

Page 2, line 15, replace "55,178,597" with "54,818,597"

Page 2, line 17, replace "28,365,985" with "28,005,985"

Page 2, line 20, replace "3,811,153" with "3,782,653"

Page 2, line 26, replace "2,959,679" with "3,259,679"

Page 2, line 27, replace "14,666,145" with "14,937,645"

Page 2, line 28, replace "6,848,485" with "6,903,485"

Page 2, line 29, replace "7,817,660" with "8,034,160"

Page 3, line 3, replace "51,742,895" with "51,599,395"

Page 3, line 4, replace "62,334,583" with "62,389,583"

Page 3, line 5, replace "114,077,478" with "113,988,978"

Page 3, line 12, remove "the state board of higher"

Page 3, line 13, remove the first "education," and remove the second comma

Page 3, line 23, replace "\$650,000" with "\$500,000"

Page 3, after line 25, insert:

"SECTION 6. LEGISLATIVE INTENT - CARRINGTON RESEARCH CENTER.

It is the intent of the legislative assembly that the agricultural experiment station develop a modern feedmill and feedlot at the Carrington research extension center that will address genetic, management, marketing, coproduct, and environmental research needs of beef producers.

SECTION 7. LEGISLATIVE INTENT - MALT BARLEYS. It is the intent of the fifty-seventh legislative assembly that the agricultural experiment station allocate from the main research center \$288,000 of funding for the purpose of developing western

North Dakota malt barleys for the biennium beginning July 1, 2001, and ending June 30, 2003.

SECTION 8. LEGISLATIVE INTENT - BEEFLINE INITIATIVE. It is the intent of the fifty-seventh legislative assembly that the agricultural experiment station allocate at least \$445,000 of funding for the beefline initiative for the biennium beginning July 1, 2001, and ending June 30, 2003.

SECTION 9. LEGISLATIVE INTENT - NEW BARLEY VARIETIES. It is the intent of the fifty-seventh legislative assembly that the agricultural experiment station allocate at least \$228,000 of funding for the purpose of conducting research to develop new feed barley varieties for the biennium beginning July 1, 2001, and ending June 30, 2003."

Page 4, line 24, replace ", who serves in an ex officio" with "or the president's designee"

Page 4, line 25, remove "nonvoting capacity"

Page 4, line 27, remove ", who serves in an"

Page 4, line 28, remove "ex officio nonvoting capacity"

Page 5, line 9, remove ", who"

Page 5, line 10, remove "serves in an ex officio nonvoting capacity"

Page 6, after line 8, insert:

"SECTION 13. AMENDMENT. Section 4-05.1-17 of the 1999 Supplement to the North Dakota Century Code is amended and reenacted as follows:

4-05.1-17. Compensation of board members - Expenses. Each appointed member of the state board of agricultural research and education is entitled to receive ~~sixty-two~~ seventy-five dollars and ~~fifty cents~~ per day as compensation for the time actually spent devoted to the duties of office and is entitled to receive necessary expenses in the same manner and amounts as state officials for attending meetings and performing other functions of office.

SECTION 14. AMENDMENT. Section 4-05.1-19 of the 1999 Supplement to the North Dakota Century Code is amended and reenacted as follows:

4-05.1-19. State board of agricultural research and education - Duties. Within the policies of the state board of higher education, the state board of agricultural research and education is responsible for the budgeting, ~~supervision~~, and policymaking ~~responsibilities~~ associated with the ~~supervision of the~~ agricultural experiment station and the North Dakota state university extension service. The board of agricultural research and education ~~board~~ shall:

1. Determine the causes of any adverse economic impacts on crops and livestock produced in this state;
2. Develop ongoing strategies for the provision of research solutions and resources to negate adverse economic impacts on crops and livestock produced in this state;

3. ~~Make available financial resources, including grants and salaries, and make available equipment and facilities to implement~~ Develop ongoing strategies for the dissemination of research information through the extension service;
4. ~~Implement the strategies developed under subsection~~ subsections 2 and 3, subject to approval by the state board of higher education;
- 4- 5. ~~Develop an annual budget for the operation of,~~ with the agricultural experiment station and the North Dakota state university extension service, an annual budget for the operations of these entities;
- 5- 6. ~~Develop, with the agricultural experiment station and the North Dakota state university extension service, a biennial budget request and submit that request to the president of North Dakota state university and the state board of higher education on or before March first of each even numbered year;~~
- 6- 7. Maximize the use of existing financial resources, equipment, and facilities to generate the greatest economic benefit from research and extension efforts and to promote efficiency;
- 7- 8. Annually evaluate the results of research and extension activities and expenditures and report the findings to the legislative council and the state board of higher education;
- 8- 9. Advise the ~~administration~~ president of North Dakota state university regarding the recruitment ~~and,~~ selection, and performance of the vice president of agricultural affairs, the extension service director, and the station director; and
- 9- 10. ~~Develop ongoing strategies for the dissemination of research information and the best practices for management of the extension service~~ Present a status report to the budget section of the legislative council."

Page 6, line 9, replace "Subsection 1 of section" with "Section"

Page 6, replace lines 11 through 26 with:

"4-05.1-21. State board of agricultural research and education - Apportionment of research funds.

1. The state board of agricultural research and education may use up to ten percent of the proceeds of the agricultural research fund, not to exceed fifty thousand dollars, for administrative expenses and annually shall apportion the remaining proceeds of the agricultural research fund as follows:
 - a. Seventy percent to research activities affecting North Dakota agricultural commodities that account for at least two percent of the gross sales of all agricultural commodities grown or produced in the state. The percentage of the dollars available for each agricultural commodity under this section may not exceed the percentage that the gross sales of the agricultural commodity bear to the North Dakota gross sales of all agricultural commodities grown or produced during the previous year, as determined by the agricultural statistics service;
 - b. Eighteen percent to research activities affecting North Dakota animal agriculture; and

- c. Twelve percent to research activities affecting new and emerging crops in North Dakota.
2. The state board of agricultural research and education shall solicit proposals for research from the public and private sectors and shall appoint committees to review the proposals and award the agricultural research grants on a competitive basis. Each committee must consist of a majority of agricultural producers selected in consultation with the agricultural commodity groups representing commodities that are the subjects of the proposed research and may include researchers and other individuals knowledgeable about the proposed area of research. Whenever possible, the committees shall require that a grant recipient commit matching funds.
3. The state board of agricultural research and education shall develop policies regarding the award of research grants, including requirements for matching funds, cooperation with other in-state and out-of-state researchers, and coordination with other in-state and out-of-state proposed or ongoing research projects.

SECTION 16. TRANSFER AUTHORITY. Upon approval from the state board of agricultural research and education, the director of the North Dakota agricultural experiment station may transfer appropriation authority within subdivisions 1, 4, and 5 of section 1 of this Act of up to \$90,000 of estimated income for beef quality assurance and up to \$60,000 of estimated income for applied research initiatives, for the biennium beginning July 1, 2001, and ending June 30, 2003."

Renumber accordingly

STATEMENT OF PURPOSE OF AMENDMENT:

Senate Bill No. 2021 - Summary of House Action

	EXECUTIVE BUDGET	SENATE VERSION	HOUSE CHANGES	HOUSE VERSION
Transportation Institute				
Total all funds	\$7,888,427	\$7,888,427	\$0	\$7,888,427
Less estimated income	7,383,348	7,383,348		7,383,348
General fund	\$505,079	\$505,079	\$0	\$505,079
Branch Research Centers				
Total all funds	\$13,772,645	\$14,666,145	\$271,500	\$14,937,645
Less estimated income	5,873,485	6,848,485	55,000	6,903,485
General fund	\$7,899,160	\$7,817,660	\$216,500	\$8,034,160
NDSU Extension Service				
Total all funds	\$33,678,046	\$33,628,046	\$0	\$33,628,046
Less estimated income	19,298,301	19,298,301		19,298,301
General fund	\$14,379,745	\$14,329,745	\$0	\$14,329,745
Northern Crops Institute				
Total all funds	\$1,457,123	\$1,457,123	\$0	\$1,457,123
Less estimated income	732,697	732,697		732,697
General fund	\$724,426	\$724,426	\$0	\$724,426
Main Research Station				
Total all funds	\$55,228,597	\$55,178,597	(\$360,000)	\$54,818,597
Less estimated income	26,812,612	26,812,612		26,812,612
General fund	\$28,415,985	\$28,365,985	(\$360,000)	\$28,005,985
Agronomy Seed Farm				
Total all funds	\$1,259,140	\$1,259,140	\$0	\$1,259,140
Less estimated income	1,259,140	1,259,140		1,259,140
General fund	\$0	\$0	\$0	\$0
Bill Total				
Total all funds	\$113,283,978	\$114,077,478	(\$88,500)	\$113,988,978
Less estimated income	61,359,583	62,334,583	55,000	62,389,583
General fund	\$51,924,395	\$51,742,895	(\$143,500)	\$51,599,395

Senate Bill No. 2021 - Transportation Institute - House Action

The House did not change the Senate version of the bill.

Senate Bill No. 2021 - Branch Research Centers - House Action

	EXECUTIVE BUDGET	SENATE VERSION	HOUSE CHANGES	HOUSE VERSION
Dickinson Research Center	\$3,132,653	\$3,811,153	(\$28,500)	\$3,782,653
Central Grasslands Research Center	1,413,982	1,413,982		1,413,982
Hettinger Research Center	1,559,583	1,559,583		1,559,583
Langdon Research Center	1,781,894	1,916,894		1,916,894
North Central Research Center	1,511,068	1,511,068		1,511,068
Williston Research Center	1,413,786	1,493,786		1,493,786
Carrington Research Center	<u>2,959,679</u>	<u>2,959,679</u>	<u>300,000</u>	<u>3,259,679</u>
Total all funds	\$13,772,645	\$14,666,145	\$271,500	\$14,937,645
Less estimated income	<u>5,873,485</u>	<u>6,848,485</u>	<u>55,000</u>	<u>6,903,485</u>
General fund	\$7,899,160	\$7,817,660	\$216,500	\$8,034,160
FTE	76.36	76.36	0.00	76.36

Dept. 628 - Branch Research Centers - Detail of House Changes

	RESTORE FUNDING ¹	CHANGE FUNDING FOR LEARNING CENTER ²	REDUCE FUNDING FOR BEEFLINE ³	PROVIDE FUNDING FOR MODERN FEEDMILL AND FEEDLOT ⁴	PROVIDE ADDITIONAL FUNDING FOR BEEFLINE AND FEED BARLEY RESEARCH ⁵	TOTAL HOUSE CHANGES
Dickinson Research Center	\$66,500		(\$300,000)		\$205,000	(\$28,500)
Central Grasslands Research Center						
Hettinger Research Center						
Langdon Research Center						
North Central Research Center						
Williston Research Center						
Carrington Research Center				<u>\$300,000</u>		<u>300,000</u>
Total all funds	\$66,500	\$0	(\$300,000)	\$300,000	\$205,000	\$271,500
Less estimated income		<u>(150,000)</u>	<u>(300,000)</u>	<u>300,000</u>	<u>205,000</u>	<u>55,000</u>
General fund	\$66,500	\$150,000	\$0	\$0	\$0	\$216,500
FTE	0.00	0.00	0.00	0.00	0.00	0.00

¹ Restores funding to the Dickinson Research Center which was removed by the Senate.

² Changes funding of \$150,000 from special funds to the general fund for the Langdon Learning Center project. The total authorization for the project is \$810,000, \$300,000 of which is from the general fund and \$510,000 of special funds. The section requiring \$650,000 in cash or pledges before construction can begin is lowered to \$500,000.

³ Funding added in the Senate to the Dickinson Research Center for the beefline initiative is reduced by \$300,000, from \$745,000 to \$445,000. Funding is from Dickinson oil revenues.

⁴ Provides funding from Dickinson oil revenues for the development of a modern feedmill and feedlot to be established at the Carrington Research Center.

⁵ Provides funding from additional Dickinson oil revenues, if available, for the beefline initiative and feed barley research. Total funding included in this amendment from Dickinson oil revenues is \$950,000 which is provided for the beefline initiative, the Carrington feedmill and feedlot, and for feed barley research.

Senate Bill No. 2021 - NDSU Extension Service - House Action

The House did not change the Senate version of the bill.

Senate Bill No. 2021 - Northern Crops Institute - House Action

The House did not change the Senate version of the bill.

Senate Bill No. 2021 - Main Research Station - House Action

	EXECUTIVE BUDGET	SENATE VERSION	HOUSE CHANGES	HOUSE VERSION
Salaries and wages	\$40,952,648			
Operating expenses	10,027,903			
Equipment	1,532,746			
Capital improvements	415,300			
Agricultural research grants	2,000,000			
Animal replacement	300,000			
Main Research Station		<u>\$55,178,597</u>	<u>(\$360,000)</u>	<u>\$54,818,597</u>
Total all funds	\$55,228,597	\$55,178,597	(\$360,000)	\$54,818,597

Less estimated income	<u>26,812,612</u>	<u>26,812,612</u>	<u> </u>	<u>26,812,612</u>
General fund	\$28,415,985	\$28,365,985	(\$360,000)	\$28,005,985
FTE	351.28	351.28	(1.80)	349.48

Dept. 640 - Main Research Station - Detail of House Changes

	REDUCE OPERATING LINE ITEM	REMOVE VACANT POSITIONS ¹	TOTAL HOUSE CHANGES
Salaries and wages			
Operating expenses			
Equipment			
Capital improvements			
Agricultural research grants			
Animal replacement			
Main Research Station	<u>(\$360,000)</u>	<u> </u>	<u>(\$360,000)</u>
Total all funds	(\$360,000)	\$0	(\$360,000)
Less estimated income	<u> </u>	<u> </u>	<u> </u>
General fund	(\$360,000)	\$0	(\$360,000)
FTE	0.00	(1.80)	(1.80)

¹ The following vacant FTE positions are removed, but the funding for the positions remains and may be reallocated for other purposes.

FTE	
Assistant professor	(.45)
Information processing position	(.95)
Information systems position	(.25)
Public information position	(.15)
Total FTEs reduced	(1.80)

Senate Bill No. 2021 - Agronomy Seed Farm - House Action

The House did not change the Senate version of the bill.

Senate Bill No. 2021 - Other Changes - House Action

The State Board of Higher Education is removed from the transfer authority approval process in Section 3.

Section 6 provides intent for the establishment of a modern feedmill and feedlot at the Carrington Research Extension Center.

Section 7 provides intent that \$288,000 be allocated from the Main Research Center for developing western North Dakota malt barleys.

Section 8 provides intent that at least \$445,000 be allocated for the beefline initiative.

Section 9 provides intent that at least \$228,000 be allocated for the development of new feed barley varieties.

This amendment amends Section 12 to reinstate the president of North Dakota State University, the administrator of the Agricultural Experiment Station, and the director of the North Dakota State University Extension Service as voting members of the State Board of Agricultural Research and Education.

Section 13 changes the per diem of the members of the State Board of Agricultural Research and Education from \$62.50 to \$75.00.

The duties of the State Board of Agricultural Research and Education are redefined in Section 14 to include a status report to the Budget Section.

The administrative expenses of the State Board of Agricultural Research and Education are limited to 10 percent of the proceeds of the agricultural research fund, not to exceed \$50,000.

Transfer authority among the Extension Service, Main Research Center, and research centers of up to \$150,000 is authorized in Section 16 for funding of beef quality assurance (\$90,000) and applied research initiatives (\$60,000).