

PROPOSED AMENDMENTS TO ENGROSSED SENATE BILL NO. 2021

That the House recede from its amendments as printed on pages 1250-1256 of the Senate Journal and pages 1368-1373 of the House Journal and that Engrossed Senate Bill No. 2021 be amended as follows:

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,", replace "use of" with "the", and remove "annual"

Page 1, line 7, remove "proceeds"

Page 2, line 15, replace "55,178,597" with "54,962,097"

Page 2, line 17, replace "28,365,985" with "28,149,485"

Page 2, line 20, replace "3,811,153" with "3,577,653"

Page 2, line 25, replace "1,493,786" with "1,413,786"

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

Page 2, line 27, replace "14,666,145" with "14,652,645"

Page 2, line 28, replace "6,848,485" with "6,618,485"

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

Page 3, line 4, replace "62,334,583" with "62,104,583"

Page 3, line 5, replace "114,077,478" with "113,847,478"

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 - DICKINSON OIL REVENUE INITIATIVES. It is the intent of the fifty-seventh legislative assembly that \$745,000 of special funds from Dickinson oil revenues be allocated for the beefline initiative, which includes \$300,000 for a modern feedmill and feedlot at the Carrington research extension center that will address genetic, management, marketing, coproduct and environmental research needs, barley feeding research, and include outside

consultation from the beef cattle industry to work with the state board of agricultural research and education to develop a complete research program with goals and priorities. The state board of agricultural research and education and researchers shall cooperatively develop the intent of the beefline initiative before implementation of the program.

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, or so much of the sum as may be necessary, for the purpose of developing, in conjunction with the research centers, western North Dakota malt barleys.

SECTION 8. LEGISLATIVE INTENT - LIVESTOCK MARKETING CLUBS. It is the intent of the fifty-seventh legislative assembly that the North Dakota state university extension service may allocate resources for the establishment of two pilot livestock marketing clubs in western North Dakota.

SECTION 9. LEGISLATIVE INTENT - LAND PURCHASE. It is the intent of the fifty-seventh legislative assembly that the main research center may enter a financial arrangement with the north central research center to assist with the purchase of land in Ward County, North Dakota."

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 26, after "university" insert ", who serves in an ex officio nonvoting capacity"

Page 5, line 8, overstrike "and"

Page 5, line 10, after "capacity" insert "; and

- i. Two members of the legislative assembly appointed by the chairman of the legislative council. The chairman shall appoint one member from each political faction. The terms of members are for two years, and members may be reappointed. The legislative council shall pay the compensation and expense reimbursement for the legislative members"

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.~~ 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.~~ 6. ~~Develop 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.~~ 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.~~ 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.~~ 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.~~ 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 Conference Committee Action

	EXECUTIVE BUDGET	SENATE VERSION	CONFERENCE COMMITTEE CHANGES	CONFERENCE COMMITTEE VERSION	HOUSE VERSION	COMPARISON TO HOUSE
Transportation Institute						
Total all funds	\$7,888,427	\$7,888,427	\$0	\$7,888,427	\$7,888,427	\$0
Less estimated income	<u>7,383,348</u>	<u>7,383,348</u>		<u>7,383,348</u>	<u>7,383,348</u>	
General fund	\$505,079	\$505,079	\$0	\$505,079	\$505,079	\$0
Branch Research Centers						
Total all funds	\$13,772,645	\$14,666,145	(\$13,500)	\$14,652,645	\$14,937,645	(\$285,000)
Less estimated income	<u>5,873,485</u>	<u>6,848,485</u>	<u>(230,000)</u>	<u>6,618,485</u>	<u>6,903,485</u>	<u>(285,000)</u>
General fund	\$7,899,160	\$7,817,660	\$216,500	\$8,034,160	\$8,034,160	\$0
NDSU Extension Service						
Total all funds	\$33,678,046	\$33,628,046	\$0	\$33,628,046	\$33,628,046	\$0
Less estimated income	<u>19,298,301</u>	<u>19,298,301</u>		<u>19,298,301</u>	<u>19,298,301</u>	
General fund	\$14,379,745	\$14,329,745	\$0	\$14,329,745	\$14,329,745	\$0
Northern Crops Institute						
Total all funds	\$1,457,123	\$1,457,123	\$0	\$1,457,123	\$1,457,123	\$0
Less estimated income	<u>732,697</u>	<u>732,697</u>		<u>732,697</u>	<u>732,697</u>	
General fund	\$724,426	\$724,426	\$0	\$724,426	\$724,426	\$0
Main Research Station						
Total all funds	\$55,228,597	\$55,178,597	(\$216,500)	\$54,962,097	\$54,818,597	\$143,500

Less estimated income	26,812,612	26,812,612		26,812,612	26,812,612	
General fund	<u>\$28,415,985</u>	<u>\$28,365,985</u>	<u>(\$216,500)</u>	<u>\$28,149,485</u>	<u>\$28,005,985</u>	<u>\$143,500</u>
Agronomy Seed Farm						
Total all funds	\$1,259,140	\$1,259,140	\$0	\$1,259,140	\$1,259,140	\$0
Less estimated income	<u>1,259,140</u>	<u>1,259,140</u>		<u>1,259,140</u>	<u>1,259,140</u>	
General fund	\$0	\$0	\$0	\$0	\$0	\$0
Bill Total						
Total all funds	\$113,283,978	\$114,077,478	(\$230,000)	\$113,847,478	\$113,988,978	(\$141,500)
Less estimated income	<u>61,359,583</u>	<u>62,334,583</u>	<u>(230,000)</u>	<u>62,104,583</u>	<u>62,389,583</u>	<u>(285,000)</u>
General fund	\$51,924,395	\$51,742,895	\$0	\$51,742,895	\$51,599,395	\$143,500

Senate Bill No. 2021 - Transportation Institute - Conference Committee Action

The Conference Committee did not change the House or Senate version for the Transportation Institute.

Senate Bill No. 2021 - Branch Research Centers - Conference Committee Action

	EXECUTIVE BUDGET	SENATE VERSION	CONFERENCE COMMITTEE CHANGES	CONFERENCE COMMITTEE VERSION	HOUSE VERSION	COMPARISON TO HOUSE
Dickinson Research Center	\$3,132,653	\$3,811,153	(\$233,500)	\$3,577,653	\$3,782,653	(\$205,000)
Central Grasslands Research Center	1,413,982	1,413,982		1,413,982	1,413,982	
Hettinger Research Center	1,559,583	1,559,583		1,559,583	1,559,583	
Langdon Research Center	1,781,894	1,916,894		1,916,894	1,916,894	
North Central Research Center	1,511,068	1,511,068		1,511,068	1,511,068	
Williston Research Center	1,413,786	1,493,786	(80,000)	1,493,786	1,493,786	(80,000)
Carrington Research Center	<u>2,959,679</u>	<u>2,959,679</u>	<u>300,000</u>	<u>3,259,679</u>	<u>3,259,679</u>	
Total all funds	\$13,772,645	\$14,666,145	(\$13,500)	\$14,652,645	\$14,937,645	(\$285,000)
Less estimated income	<u>5,873,485</u>	<u>6,848,485</u>	<u>(230,000)</u>	<u>6,618,485</u>	<u>6,903,485</u>	<u>(285,000)</u>
General fund	\$7,899,160	\$7,817,660	\$216,500	\$8,034,160	\$8,034,160	\$0
FTE	76.36	76.36	0.00	76.36	76.36	0.00

Dept. 628 - Branch Research Centers - Detail of Conference Committee Changes

	RESTORE FUNDING ¹	CHANGE FUNDING FOR LEARNING CENTER ²	REDUCE FUNDING FOR BEEFLINE ³	PROVIDE FUNDING FOR MODERN FEEDMILL AND FEEDLOT ⁴	REMOVE FUNDING FOR WILLISTON LAND PURCHASE ⁵	TOTAL CONFERENCE COMMITTEE CHANGES
Dickinson Research Center	\$66,500		(\$300,000)			(\$233,500)
Central Grasslands Research Center						
Hettinger Research Center						
Langdon Research Center						
North Central Research Center						
Williston Research Center					(\$80,000)	(80,000)
Carrington Research Center				<u>\$300,000</u>		<u>300,000</u>
Total all funds	\$66,500	\$0	(\$300,000)	\$300,000	(\$80,000)	(\$13,500)
Less estimated income		<u>(150,000)</u>	<u>(300,000)</u>	<u>300,000</u>	<u>(80,000)</u>	<u>(230,000)</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 general fund moneys for the Langdon Learning Center. The total authorization for the project is \$810,000, \$300,000 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 Reduces funding authority to the Dickinson Research Center for the beeline initiative from \$745,000 to \$445,000.

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 The Conference Committee removed the \$80,000 of special funds that was included in the engrossed Senate bill for purchase of land in the Nesson Valley irrigation project. The appropriation for this land purchase is included in House Bill No. 1200.

Senate Bill No. 2021 - NDSU Extension Service - Conference Committee Action

The Conference Committee did not change the House or Senate version for the NDSU Extension Service.

Senate Bill No. 2021 - Northern Crops Institute - Conference Committee Action

The Conference Committee did not change the House or Senate version for the Northern Crops Institute.

Senate Bill No. 2021 - Main Research Station - Conference Committee Action

	EXECUTIVE BUDGET	SENATE VERSION	CONFERENCE COMMITTEE CHANGES	CONFERENCE COMMITTEE VERSION	HOUSE VERSION	COMPARISON TO HOUSE
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>(\$216,500)</u>	<u>\$54,962,097</u>	<u>\$54,818,597</u>	<u>\$143,500</u>
Total all funds	\$55,228,597	\$55,178,597	(\$216,500)	\$54,962,097	\$54,818,597	\$143,500
Less estimated income	<u>26,812,612</u>	<u>26,812,612</u>		<u>26,812,612</u>	<u>26,812,612</u>	
General fund	\$28,415,985	\$28,365,985	(\$216,500)	\$28,149,485	\$28,005,985	\$143,500
FTE	351.28	351.28	(1.80)	349.48	349.48	(0.00)

Dept. 640 - Main Research Station - Detail of Conference Committee Changes

	REDUCE OPERATING LINE ITEM ¹	REMOVE VACANT POSITIONS ²	TOTAL CONFERENCE COMMITTEE CHANGES
Salaries and wages			
Operating expenses			
Equipment			
Capital improvements			
Agricultural research grants			
Animal replacement			
Main Research Station	<u>(\$216,500)</u>		<u>(\$216,500)</u>
Total all funds	(\$216,500)	\$0	(\$216,500)
Less estimated income			
General fund	(\$216,500)	\$0	(\$216,500)
FTE	0.00	(1.80)	(1.80)

¹ The Conference Committee added back \$143,500 of the total \$360,000 operating line item reduction made by the House.

² Intent is to remove the vacant FTE positions, but the funding for the positions is to remain for reallocation purposes.

Assistant professor	(.45)
Information processing position	(.95)
Information systems position	(.25)
Public information position	<u>(.15)</u>
Total FTEs reduced	(1.8)

Senate Bill No. 2021 - Agronomy Seed Farm - Conference Committee Action

The Conference Committee did not change the House or Senate version for the Agronomy Seed Farm.

Senate Bill No. 2021 - Other Changes - Conference Committee Action

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

New Section 6 as adjusted in Conference Committee provides intent for the beefline initiative, including barley feeding research and the establishment of a modern feedmill and feedlot at the Carrington Research Center.

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

New Section 8 provides intent for the establishment of livestock marketing clubs in western North Dakota.

The Conference Committee added new Section 9 to provide intent that the Main Research Center enter into a financial agreement to assist the North Central Research Center with the purchase of land.

The Conference Committee added two members from the Legislative Assembly, one from each political faction as appointed by the chairman of the Legislative Council, to serve on the State Board of Agricultural Research and Education for a two-year term with the possibility of reappointment. The vice president of agricultural affairs at North Dakota State University, the administrator of the Agricultural Experiment Station, and the director of the NDSU Extension Service were made nonvoting members.

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).

The Conference Committee did not include \$205,000 of authority from Dickinson oil revenues for beefline and feed barley research contained in the House version.