

PROPOSED AMENDMENTS TO HOUSE BILL NO. 1014

Page 1, line 3, after the first semicolon insert "to provide for a legislative management study;"

Page 1, line 3, after the second semicolon insert "to provide a contingent appropriation;"

Page 1, line 3, remove "and"

Page 1, line 3, after "transfers" insert "; and to declare an emergency"

Page 1, replace lines 15 and 16 with:

"Salaries and wages	\$9,321,995	\$2,552,612	\$11,874,607
Operating expenses	2,646,426	847,318	3,493,744"

Page 1, replace lines 20 through 24 with:

"Grants - Bond payments	27,441,865	(2,052,132)	25,389,733
Mineral resources contingency	0	743,972	743,972
Carbon dioxide storage facility	0	532,000	532,000
administrative fund"			

Page 2, replace line 1 with:

"Renewable energy development	<u>0</u>	<u>1,000,000</u>	<u>1,000,000</u>
Total all funds	\$59,430,586	\$3,574,770	\$63,005,356
Less estimated income	<u>49,308,484</u>	<u>(1,785,826)</u>	<u>47,522,658</u>
Total general fund	\$10,122,102	\$5,360,596	\$15,482,698
Full-time equivalent positions	61.06	13.00	74.06"

Page 2, replace line 28 with:

"Salaries and wages	\$22,599,324	\$3,450,006	\$26,049,330"
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Page 2, remove line 31

Page 3, replace lines 1 and 2 with:

"Agriculture promotion	<u>150,000</u>	<u>60,000</u>	<u>210,000</u>
Total from mill and elevator fund	\$40,057,242	\$6,481,893	\$46,539,135
Full-time equivalent positions	131.00	0.00	131.00"

Page 3, replace lines 17 through 19 with:

"Grand total general fund	\$19,522,102	\$5,360,596	\$24,882,698
Grand total special funds	<u>174,516,769</u>	<u>4,988,225</u>	<u>179,504,994</u>
Grand total all funds	\$194,038,871	\$10,348,821	\$204,387,692"

Page 3, replace line 30 with:

"Renewable energy development program	3,000,000	1,000,000
Carbon dioxide storage facility administrative fund	0	532,000"

Page 4, replace line 4 with:

"Total all funds	\$35,738,726	\$1,709,400"
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Page 4, replace line 6 with:

"Total general fund	\$5,378,152	\$1,709,400"
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Page 4, line 11, replace "\$25,339,126" with "\$25,389,733"

Page 4, replace lines 19 and 20 with:

"State department of health	672,898
Job service North Dakota	710,735"

Page 4, replace lines 28 and 29 with:

"Veterans' home	<u>520,475</u>
Total	\$25,389,733"

Page 4, after line 29, insert:

**"SECTION 4. LEGISLATIVE INTENT - LAND PURCHASE.** It is the intent of the sixty-second legislative assembly that to the best of its ability the Bank of North Dakota ensure that properties adjacent to Bank of North Dakota property northwest of west street are developed for uses that are consistent with the mission and purpose of the Bank of North Dakota.

**SECTION 5. LEGISLATIVE MANAGEMENT STUDY.** During the 2011-12 interim, the legislative management shall consider studying primacy in the administration of federal environmental protection agency regulations."

Page 5, after line 7, insert:

**"SECTION 8. CONTINGENT DEPARTMENT OF MINERAL RESOURCES FUNDING - PERMANENT OIL TAX TRUST FUND - EMERGENCY COMMISSION APPROVAL.** Of the funds appropriated in the mineral resources contingency line item in subdivision 1 of section 1 of this Act, \$743,972 is from the permanent oil tax trust fund. If funds are required due to the drilling rig count exceeding one hundred eighty for at least thirty consecutive days, the oil and gas division may spend up to \$192,393 of these funds and hire one full-time equivalent position, upon emergency commission approval, and further if funds are required due to the drilling rig count exceeding one hundred ninety for at least thirty consecutive days, the oil and gas division may spend

up to an additional \$192,393 of these funds and hire one full-time equivalent position, upon emergency commission approval. If funds are required due to the total number of oil wells in the state exceeding nine thousand three hundred, the oil and gas division may spend up to \$359,186 and hire two full-time equivalent positions, upon emergency commission approval."

Page 6, after line 7, insert:

**"SECTION 12. CARBON DIOXIDE STORAGE FACILITY ADMINISTRATIVE FUND - USE OF FUNDING.** The carbon dioxide storage facility administrative fund line item in subdivision 1 of section 1 of this Act includes \$532,000 from the general fund that the industrial commission may deposit in its carbon dioxide storage facility administrative fund for the purpose of hiring one full-time equivalent position for up to three years until fee income is sufficient to provide funding for the administration of the provisions of chapter 38-22. The industrial commission shall use this funding to provide a timely response to the environmental protection agency's rules relating to carbon dioxide sequestration and develop a coordinated response from state agencies with the goal of the state of North Dakota having class VI primacy for carbon dioxide storage in North Dakota.

**SECTION 13. EMERGENCY.** Section 12 and the related funding included in subdivision 1 of section 1 of this Act are declared to be an emergency measure."

Renumber accordingly

**STATEMENT OF PURPOSE OF AMENDMENT:**

**House Bill No. 1014 - Summary of House Action**

	<b>Executive Budget</b>	<b>House Changes</b>	<b>House Version</b>
<b>Industrial Commission</b>			
Total all funds	\$63,633,777	(\$628,421)	\$63,005,356
Less estimated income	46,716,149	806,509	47,522,658
General fund	\$16,917,628	(\$1,434,930)	\$15,482,698
<b>Bank of North Dakota</b>			
Total all funds	\$56,253,155	\$0	\$56,253,155
Less estimated income	46,853,155	0	46,853,155
General fund	\$9,400,000	\$0	\$9,400,000
<b>Housing Finance Agency</b>			
Total all funds	\$38,590,046	\$0	\$38,590,046
Less estimated income	38,590,046	0	38,590,046
General fund	\$0	\$0	\$0
<b>Mill and Elevator</b>			
Total all funds	\$46,741,421	(\$202,286)	\$46,539,135
Less estimated income	46,741,421	(202,286)	46,539,135
General fund	\$0	\$0	\$0
<b>Bill total</b>			
Total all funds	\$205,218,399	(\$830,707)	\$204,387,692
Less estimated income	178,900,771	604,223	179,504,994
General fund	\$26,317,628	(\$1,434,930)	\$24,882,698

**House Bill No. 1014 - Industrial Commission - House Action**

	<b>Executive Budget</b>	<b>House Changes</b>	<b>House Version</b>
Salaries and wages	\$11,844,607	\$30,000	\$11,874,607
Operating expenses	3,478,744	15,000	3,493,744
Grants - Lignite research	19,971,300		19,971,300

Grants - Bond payments	25,339,126	50,607	25,389,733
Renewable energy development	3,000,000	(2,000,000)	1,000,000
Carbon Dioxide Storage Fund		532,000	532,000
Mineral resources contingency		743,972	743,972
Total all funds	\$63,633,777	(\$628,421)	\$63,005,356
Less estimated income	46,716,149	806,509	47,522,658
General fund	\$16,917,628	(\$1,434,930)	\$15,482,698
FTE	73.06	1.00	74.06

**Department No. 405 - Industrial Commission - Detail of House Changes**

	Increases Funding for Engineering Technician <sup>1</sup>	Adds Funding for Carbon Dioxide Storage <sup>2</sup>	Adjusts Bond Payments <sup>3</sup>	Reduces Funding for Renewable Energy <sup>4</sup>	Adds Funding for Contingency Appropriation <sup>5</sup>	Total House Changes
Salaries and wages	\$30,000					\$30,000
Operating expenses	15,000					15,000
Grants - Lignite research						
Grants - Bond payments			50,607			50,607
Renewable energy development				(2,000,000)		(2,000,000)
Carbon Dioxide Storage Fund		532,000				532,000
Mineral resources contingency					743,972	743,972
Total all funds	\$45,000	\$532,000	\$50,607	(\$2,000,000)	\$743,972	(\$628,421)
Less estimated income	0	0	62,537	0	743,972	806,509
General fund	\$45,000	\$532,000	(\$11,930)	(\$2,000,000)	\$0	(\$1,434,930)
FTE	0.00	1.00	0.00	0.00	0.00	1.00

<sup>1</sup> The salaries and wages line item and the operating line item are increased to provide funding for 1 FTE engineering technician position for 24 months of the biennium rather than for only 18 months of the biennium.

<sup>2</sup> This amendment adds funding for the carbon dioxide storage facility administrative fund and authorizes 1 FTE position to administer the provisions of Chapter 38-22. Sections are added relating to the use of the funding and allowing the funding to be available prior to July 1, 2011.

<sup>3</sup> This amendment provides for contingent bond payment for the Veterans' Home federal subsidy of \$116,475, and reduces funding for bond payments for the State Department of Health (\$34,805) and Job Service North Dakota (\$31,783).

<sup>4</sup> This amendment reduces one-time funding provided in the executive budget recommendation for renewable energy development from \$3 million to \$1 million.

<sup>5</sup> A contingent appropriation from the permanent oil tax trust fund is added for the Department of Mineral Resources to hire additional FTE positions based on drilling rig counts. A section is added providing the criteria for accessing the contingent funding.

A section is added for a Legislative Management study on primacy in the administration of Environmental Protection Agency regulations.

**House Bill No. 1014 - Bank of North Dakota - House Action**

A section of legislative intent is added providing that the Bank of North Dakota ensure lands adjacent to the Bank are developed for use consistent with the mission and purpose of the Bank.

**House Bill No. 1014 - Mill and Elevator - House Action**

	<b>Executive Budget</b>	<b>House Changes</b>	<b>House Version</b>
Salaries and wages	\$26,311,616	(\$262,286)	\$26,049,330
Operating expenses	19,879,805		19,879,805
Contingencies	400,000		400,000
Agriculture promotion	150,000	60,000	210,000
<b>Total all funds</b>	<b>\$46,741,421</b>	<b>(\$202,286)</b>	<b>\$46,539,135</b>
Less estimated income	46,741,421	(202,286)	46,539,135
General fund	\$0	\$0	\$0
FTE	135.00	(4.00)	131.00

**Department No. 475 - Mill and Elevator - Detail of House Changes**

	<b>Removes FTE Positions<sup>1</sup></b>	<b>Adds Funding for Rural Leadership Grant<sup>2</sup></b>	<b>Total House Changes</b>
Salaries and wages	(\$262,286)		(\$262,286)
Operating expenses			
Contingencies			
Agriculture promotion		60,000	60,000
<b>Total all funds</b>	<b>(\$262,286)</b>	<b>\$60,000</b>	<b>(\$202,286)</b>
Less estimated income	(262,286)	60,000	(202,286)
General fund	\$0	\$0	\$0
FTE	(4.00)	0.00	(4.00)

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<sup>1</sup> This amendment removes the following FTE positions included in the executive budget recommendation:

- 2 FTE car checker positions.
- 1 FTE sales representative position.
- 1 FTE laboratory technician position.

<sup>2</sup> This amendment adds funding for a grant to Rural Leadership North Dakota.