

PROPOSED AMENDMENTS TO REENGROSSED SENATE BILL NO. 2007

Page 1, line 2, replace the second "and" with "to provide legislative intent;"

Page 1, line 2, after "exemption" insert "; and to declare an emergency"

Page 1, replace lines 14 and 15 with:

"Salaries and wages	\$13,916,861	\$1,039,596	\$14,956,457
Accrued leave payments	0	458,196	458,196
Operating expenses	5,942,285	(583,435)	5,358,850"

Page 1, replace lines 19 through 22 with:

"Total all funds	\$20,896,646	\$2,287,097	\$23,183,743
Less estimated income	<u>15,343,323</u>	<u>482,888</u>	<u>15,826,211</u>
Total general fund	\$5,553,323	\$1,804,209	\$7,357,532
Full-time equivalent positions	120.72	(4.00)	116.72"

Page 2, replace lines 3 and 4 with:

"Veterans' affairs	\$1,099,626	\$207,143	\$1,306,769
Accrued leave payments	<u>0</u>	<u>10,123</u>	<u>10,123</u>
Total general fund	\$1,099,626	\$217,266	\$1,316,892"

Page 2, replace lines 10 through 12 with:

"Grand total general fund	\$6,652,949	\$2,021,475	\$8,674,424
Grand total special funds	<u>15,343,323</u>	<u>482,888</u>	<u>15,826,211</u>
Grand total all funds	\$21,996,272	\$2,504,363	\$24,500,635"

Page 2, replace lines 19 through 21 with:

"Veterans' home			
Demolition of old veterans' home		0	1,121,000
Shop addition		0	788,200
Department of veterans' affairs			"

Page 2, replace lines 27 through 29 with:

"Total all funds		\$317,593	\$1,924,200
Less estimated income		<u>0</u>	<u>1,348,700</u>
Total general fund		\$317,593	\$575,500"

Page 3, after line 8, insert:

"SECTION 4. FUNDING TRANSFER - EXCEPTION - AUTHORIZATION.

Notwithstanding section 54-16-04, the veterans' home may transfer up to \$170,000 from the operating expenses line item to the salaries and wages line item, for the biennium beginning July 1, 2011, and ending June 30, 2013. The veterans' home shall notify the office of management and budget of any transfer made pursuant to this section."

Page 3, line 9, remove "ADDITIONAL INCOME - APPROPRIATION -"

Page 3, line 10, replace "BUDGET SECTION APPROVAL" with "MELVIN NORGARD MEMORIAL FUND"

Page 3, line 12, remove ", subject to budget section approval,"

Page 3, line 13, remove ". Any additional"

Page 3, remove lines 14 and 15

Page 3, line 16, replace "or for other projects benefiting veterans for" with "during"

Page 3, after line 17, insert:

"SECTION 6. LEGISLATIVE INTENT - 2015-17 DEPARTMENT OF VETERANS' AFFAIRS APPROPRIATION BILL. It is the intent of the sixty-third legislative assembly that the governor include the recommended funding for the department of veterans' affairs in a separate draft appropriations act for introduction to the sixty-fourth legislative assembly.

SECTION 7. EMERGENCY. Section 4 of this Act is declared to be an emergency measure."

Renumber accordingly

STATEMENT OF PURPOSE OF AMENDMENT:

Senate Bill No. 2007 - Summary of House Action

	Executive Budget	Senate Version	House Changes	House Version
Veterans' Home				
Total all funds	\$23,861,920	\$24,657,607	(\$1,473,864)	\$23,183,743
Less estimated income	15,773,626	16,561,826	(735,615)	15,826,211
General fund	\$8,088,294	\$8,095,781	(\$738,249)	\$7,357,532
Department of Veterans' Affairs				
Total all funds	\$1,343,167	\$1,347,673	(\$30,781)	\$1,316,892
Less estimated income	0	0	0	0
General fund	\$1,343,167	\$1,347,673	(\$30,781)	\$1,316,892
Bill total				
Total all funds	\$25,205,087	\$26,005,280	(\$1,504,645)	\$24,500,635
Less estimated income	15,773,626	16,561,826	(735,615)	15,826,211
General fund	\$9,431,461	\$9,443,454	(\$769,030)	\$8,674,424

Senate Bill No. 2007 - Veterans' Home - House Action

	Executive Budget	Senate Version	House Changes	House Version
Salaries and wages	\$16,781,030	\$16,788,517	(\$1,832,060)	\$14,956,457
Operating expenses	5,458,850	5,458,850	(100,000)	5,358,850
Capital assets	1,622,040	1,622,040		1,622,040
Shop addition		788,200		788,200
Accrued leave payments			458,196	458,196
Total all funds	\$23,861,920	\$24,657,607	(\$1,473,864)	\$23,183,743
Less estimated income	15,773,626	16,561,826	(735,615)	15,826,211
General fund	\$8,088,294	\$8,095,781	(\$738,249)	\$7,357,532
FTE	120.72	120.72	(4.00)	116.72

Department No. 313 - Veterans' Home - Detail of House Changes

	Adjusts State Employee Compensation and Benefits Package ¹	Provides Separate Line Item for Accrued Leave Payments ²	Removes 4 FTE Positions ³	Decreases Funding for Operating Expenses ⁴	Removes Funding for Hay Group Plan ⁵	Total House Changes
Salaries and wages	(\$638,249)	(\$458,196)	(\$303,589)		(\$432,026)	(\$1,832,060)
Operating expenses				(100,000)		(100,000)
Capital assets						
Shop addition						
Accrued leave payments		458,196				458,196
Total all funds	(\$638,249)	\$0	(\$303,589)	(\$100,000)	(\$432,026)	(\$1,473,864)
Less estimated income	0	0	(303,589)	0	(432,026)	(735,615)
General fund	(\$638,249)	\$0	\$0	(\$100,000)	\$0	(\$738,249)
FTE	0.00	0.00	(4.00)	0.00	0.00	(4.00)

¹This amendment adjusts the state employee compensation and benefits package as follows:

- Reduces the performance component from 3 to 5 percent per year to 2 to 4 percent per year.
- Reduces the market component from 2 to 4 percent per year for employees below the midpoint of their salary range to up to 2 percent for employees in the first quartile of their salary range for the first year of the biennium only.
- Removes funding for additional retirement contribution increases.

²A portion of salaries and wages funding from the general fund (\$177,368) and from other funds (\$280,828) for permanent employees compensation and benefits is reallocated to an accrued leave payments line item for paying annual leave and sick leave for eligible employees.

³This amendment removes 4 FTE resident living specialist positions and related funding.

⁴Operating expenses are decreased by \$100,000.

⁵Funding provided in the executive recommendation and approved by the Senate for pay grade changes resulting from the implementation of the Hay Group plan is removed.

A section is added to the bill to allow the Veterans' Home to transfer \$170,000 from the operating expenses line item to the salaries and wages line item during the 2011-13 biennium to provide for a shift from contract nursing services to temporary nursing positions. A section is also added to provide the transfer is an emergency measure.

The section related to the shop addition project is amended to remove the requirement that the Veterans' Home seek Budget Section approval prior to beginning the project if funds are sufficient to provide for all costs of the project. The appropriation of additional income in the Melvin Norgard memorial fund for costs related to furnishing and equipping the shop or for other projects is removed.

Senate Bill No. 2007 - Department of Veterans' Affairs - House Action

	Executive Budget	Senate Version	House Changes	House Version
Veterans' affairs	\$1,343,167	\$1,347,673	(\$40,904)	\$1,306,769
Accrued leave payments			10,123	10,123
Total all funds	\$1,343,167	\$1,347,673	(\$30,781)	\$1,316,892
Less estimated income	0	0	0	0
	\$1,343,167	\$1,347,673	(\$30,781)	\$1,316,892

General fund				
FTE	8.00	8.00	0.00	8.00

Department No. 321 - Department of Veterans' Affairs - Detail of House Changes

	Adjusts State Employee Compensation and Benefits Package ¹	Provides Separate Line Item for Accrued Leave Payments ²	Adds Funding for Stand Down Events ³	Total House Changes
Veterans' affairs	(\$40,781)	(\$10,123)	\$10,000	(\$40,904)
Accrued leave payments		10,123		10,123
Total all funds	(\$40,781)	\$0	\$10,000	(\$30,781)
Less estimated income	0	0	0	0
General fund	(\$40,781)	\$0	\$10,000	(\$30,781)
FTE	0.00	0.00	0.00	0.00

¹This amendment adjusts the state employee compensation and benefits package as follows:

- Reduces the performance component from 3 to 5 percent per year to 2 to 4 percent per year.
- Reduces the market component from 2 to 4 percent per year for employees below the midpoint of their salary range to up to 2 percent for employees in the first quartile of their salary range for the first year of the biennium only.
- Removes funding for additional retirement contribution increases.

²A portion of salaries and wages funding from the general fund for permanent employees compensation and benefits is reallocated to an accrued leave payments line item for paying annual leave and sick leave for eligible employees.

³Funding is added for two stand down events. This funding was not included in the executive recommendation.

A section is added to the bill to provide legislative intent that the Office of Management and Budget present separate budget bills for the Department of Veterans' Affairs and the Veterans' Home for the 2015 legislative session rather than a combined funding bill.