

PROPOSED AMENDMENTS TO HOUSE BILL NO. 1018

Page 1, line 2, remove "to amend and reenact section"

Page 1, remove line 3

Page 1, line 4, remove "experience opportunities;"

Page 1, remove lines 14 through 24

Page 2, replace lines 1 through 7 with:

"Salaries and wages	\$12,361,114	\$846,420	\$13,207,534
Accrued leave payments	243,767	(243,767)	0
Operating expenses	15,635,749	2,680,125	18,315,874
Capital assets	10,000	(10,000)	0
Grants	56,622,950	3,507,928	60,130,878
Discretionary funds	928,082	0	928,082
Workforce enhancement fund	0	1,000,000	1,000,000
Economic development initiatives	186,846	(186,846)	0
Flood impact grants/loans	0	12,859,869	12,859,869
Agricultural products utilization commission	3,240,494	79,524	3,320,018
Research North Dakota	0	4,000,000	4,000,000
North Dakota trade office	2,613,400	0	2,613,400
Entrepreneurship grants and vouchers	0	2,500,000	2,500,000
Partner programs	<u>2,022,044</u>	<u>100,000</u>	<u>2,122,044</u>
Total all funds	\$93,864,446	\$27,133,523	\$120,997,699
Less estimated income	<u>51,707,386</u>	<u>16,820,311</u>	<u>68,527,697</u>
Total general fund	\$42,157,060	\$10,312,942	\$52,470,002
Full-time equivalent positions	69.25	0.15	69.40"

Page 2, remove lines 13 through 31

Page 3, replace lines 1 through 7 with:

"Workforce enhancement fund	\$2,000,000	\$1,000,000
Flood impact grants/loans	18,358,866	12,859,869
Research North Dakota	12,000,000	4,000,000
Unmanned aircraft system	5,000,000	2,718,620
Base retention grants	1,500,000	1,500,000
Tourism large infrastructure grants	750,000	750,000
Visual North Dakota	250,000	0
Innovation grants	300,000	0
Federal fiscal stimulus	796,770	0
Enhanced use lease grant	2,500,000	2,500,000
Child care facility grants	0	1,875,000
Homeless shelter grants	0	1,000,000
Rural health services grant	0	0
Tribal community college grants	0	2,000,000
Nursing home grants	2,000,000	0
Value-added renewable energy study	500,000	0

Workplace safety training facility grant	0	2,000,000
Tourism midwest markets	0	1,000,000
Entrepreneurship grants and vouchers	<u>0</u>	<u>1,000,000</u>
Total all funds	\$45,955,636	\$34,203,489
Less estimated income	<u>23,655,636</u>	<u>15,359,869</u>
Total general fund	\$22,300,000	\$18,843,620"

Page 3, line 14, after "safety" insert "training"

Page 3, line 14, remove "constructing a workplace safety"

Page 3, line 15, replace "training facility" with "acquiring land, site development, and design for a workplace safety training facility"

Page 3, remove lines 16 through 22

Page 3, line 31, replace "\$5,000,000" with "\$2,500,000"

Page 4, line 4, replace "\$2,500,000" with "funds for taxi-way reconnection and alert pad refurbishment"

Page 4, line 5, replace "a second" with "the first"

Page 4, line 6, replace "The remaining \$2,500,000" with "Funds"

Page 4, line 6, after "may" insert "also"

Page 4, line 6, after "awarded" insert "either"

Page 4, line 7, after "reached" insert "and construction commences for a second private sector single-tenant or multitenant building on the property or after an agreement is reached"

Page 4, line 7, replace "center" with "intensive tenant "

Page 4, line 8, after the period insert "The department of commerce shall establish accountability requirements for grants awarded under this section."

Page 4, line 10, replace "\$3,000,000" with "\$1,875,000"

Page 4, line 16, after "**PROGRAM**" insert "- **EXEMPTION**"

Page 4, line 21, after the period insert "The department shall use up to \$300,000 to provide a grant to a nonprofit organization entrepreneurial center assisting individuals with business ideas located in the city where the state capitol is located."

Page 5, replace lines 1 through 13 with:

"SECTION 9. APPROPRIATION - ADJUTANT GENERAL. There is appropriated out of any moneys in the general fund in the state treasury, not otherwise appropriated, the sum of \$200,000, or so much of the sum as may be necessary, to the adjutant general for the purpose of coordinating and conducting joint training, involving the department of emergency services, federal health and human services' disaster mortuary operational response team, and other state and local emergency personnel, for the biennium beginning July 1, 2015, and ending June 30, 2017.

SECTION 10. DAKOTA DAY TRIPS PUBLICATION. The department of commerce shall use up to \$15,000 of the funding appropriated in the operating expenses line item in section 1 of this Act for expenses relating to the printing of the Dakota day trips publication."

Page 5, line 30, replace "\$1,550,000" with "\$1,500,000"

Page 7, replace lines 7 through 18 with:

"SECTION 22. EXEMPTION. Any amount continued pursuant to section 27 of chapter 49 of the 2013 Session Laws, relating to the antiballistic missile site acquisition grant and base realignment grant, that is unexpended as of June 30, 2015, up to \$600,000, is not subject to section 54-44.1-11 and is available during the biennium beginning July 1, 2015, and ending June 30, 2017. The department of commerce may use funds only for the purpose awarding a grant to assist in the acquisition and development of the antiballistic missile site at the Stanley R. Mickelson safeguard complex in Nekoma."

Page 7, line 19, replace "\$1,550,000" with "\$1,500,000"

Renumber accordingly

STATEMENT OF PURPOSE OF AMENDMENT:

House Bill No. 1018 - Department of Commerce - House Action

	Base Budget	House Changes	House Version
Salaries and wages	\$12,361,114	\$846,420	\$13,207,534
Operating expenses	15,635,749	2,680,125	18,315,874
Capital assets	10,000	(10,000)	
Grants	56,622,950	3,507,928	60,130,878
Discretionary funds	928,082		928,082
Economic development initiatives	186,846	(186,846)	
Ag products utilization commission	3,240,494	79,524	3,320,018
North Dakota trade office	2,613,400		2,613,400
Partner programs	2,022,044	100,000	2,122,044
Accrued leave payments	243,767	(243,767)	
Research North Dakota		4,000,000	4,000,000
Workforce enhancement fund		1,000,000	1,000,000
Flood impact grants/loans		12,859,869	12,859,869
Entrepreneurship grants and vouchers		2,500,000	2,500,000
Total all funds	\$93,864,446	\$27,133,253	\$120,997,699
Less estimated income	51,707,386	16,820,311	68,527,697
General fund	\$42,157,060	\$10,312,942	\$52,470,002
FTE	69.25	0.15	69.40

Department No. 601 - Department of Commerce - Detail of House Changes

	Adds Funding for Base Payroll Changes ¹	Adds Funding for Salary and Benefit Increases ²	Adds Funding and .15 FTE ³	Adds Funding for Miscellaneous Changes ⁴	Adds Funding for Partner Programs ⁵	Provides Program Changes ⁶
Salaries and wages	\$18,454	\$754,734	\$11,276			
Operating expenses				1,229,021		171,187
Capital assets				(10,000)		
Grants				(300,000)		1,058,345
Discretionary funds						
Economic development initiatives						(186,846)
Ag products utilization commission	49,816	22,181		(49,817)		57,344
North Dakota trade office						
Partner programs				(100,000)	200,000	
Accrued leave payments	(243,767)					
Research North Dakota						
Workforce enhancement fund						
Flood impact grants/loans						
Entrepreneurship grants and vouchers						

Total all funds	(\$175,497)	\$776,915	\$11,276	\$769,204	\$200,000	\$1,100,030
Less estimated income	(465,785)	154,750	0	655,788	0	1,115,689
General fund	\$290,288	\$622,165	\$11,276	\$113,416	\$200,000	(\$15,659)
FTE	0.00	0.00	0.15	0.00	0.00	0.00
	Adds Funding for International Tourism⁷	Removes Grants Authorized in the 2013-15 Biennium⁸	Creates Entrepreneur Grants Program⁹	Adds One-Time Funding¹⁰	Total House Changes	
Salaries and wages				\$61,956	\$846,420	
Operating expenses	247,836			1,032,081	2,680,125	
Capital assets					(10,000)	
Grants		(10,000,000)	(1,500,000)	14,249,583	3,507,928	
Discretionary funds						
Economic development initiatives					(186,846)	
Ag products utilization commission					79,524	
North Dakota trade office						
Partner programs					100,000	
Accrued leave payments					(243,767)	
Research North Dakota				4,000,000	4,000,000	
Workforce enhancement fund				1,000,000	1,000,000	
Flood impact grants/loans				12,859,869	12,859,869	
Entrepreneurship grants and vouchers			1,500,000	1,000,000	2,500,000	
Total all funds	\$247,836	(\$10,000,000)	\$0	\$34,203,489	\$27,133,253	
Less estimated income	0	0	0	15,359,869	16,820,311	
General fund	\$247,836	(\$10,000,000)	\$0	\$18,843,620	\$10,312,942	
FTE	0.00	0.00	0.00	0.00	0.15	

¹ Funding is added for cost-to-continue 2013-15 biennium salaries and benefit increases and for other base payroll changes.

² The following funding is added for 2015-17 biennium performance salary adjustments of 2 to 4 percent per year and increases in monthly health insurance premiums:

	General Fund	Other Funds	Total
Salary increase - Performance	\$388,513	\$96,460	\$484,973
Health insurance increase	233,652	58,290	291,942
Total	\$622,165	\$154,750	\$776,915

³ Funding is added to change a .85 tourism administrator FTE position to a 1.00 FTE position.

⁴ Funding is adjusted for:

	General Fund	Other Fund	Total
Inflationary costs	\$198,341		\$198,341
Miscellaneous changes	(173,947)	(\$71,572)	(245,519)
Operating costs	(32,334)	695,770	663,436
Prior biennium capital assets		(10,000)	(10,000)
American Indian Business Development Office - Transferred to Indian Affairs Commission	(100,000)		(100,000)
Business-related costs	<u>221,356</u>	<u>41,590</u>	<u>262,946</u>
Total	\$113,416	\$655,788	\$769,204

⁵ Funding is added for partner programs related to small business development programs to provide a total of \$2,122,044.

⁶ Program-related changes are made relating to the enhancement or reduction of services including:

	General Fund	Other Funds	Total
Program changes	(\$76,299)	\$1,115,689	1,039,390
Community development block grant	<u>160,640</u>		<u>160,640</u>
Total	\$84,341	\$1,115,689	\$1,200,030

⁷ Funding is added for a new tourism marketing program in the United Kingdom, France, Italy, and the Benelux region.

⁸ Funding for the following grants authorized as ongoing funding in the 2013-15 biennium is removed:

	General Fund	Other Funds	Total
Homeless shelters	(\$2,000,000)		(\$2,000,000)
Child care facilities	(2,600,000)		(2,600,000)
Tribal colleges	(5,000,000)		(5,000,000)
Rural health services	(400,000)		(400,000)
Total	(\$10,000,000)		(\$10,000,000)

⁹ An entrepreneurship grants and vouchers program is created as a separate line item.

¹⁰ One-time funding is added for the following:

	General Fund	Other Funds	Total
Tourism marketing campaign in Midwest markets	\$1,000,000		\$1,000,000
Unmanned aerial systems	2,718,620		2,718,620
Research ND	4,000,000		4,000,000
Child care facility grant program	1,875,000		1,875,000
Tourism large infrastructure grants	750,000		750,000
Workforce enhancement grants	1,000,000		1,000,000
Base realignment grants	1,500,000		1,500,000
Tribal college grants	2,000,000		2,000,000
Entrepreneurial grants and vouchers	1,000,000		1,000,000
Homeless shelter grants	1,000,000		1,000,000
Workplace safety training facility grant	2,000,000		2,000,000
Enhanced use lease grant (strategic investment and improvements fund)		\$2,500,000	2,500,000
Community block grant disaster recovery (federal funds)		<u>12,859,869</u>	<u>12,859,869</u>
Total	<u>\$18,843,620</u>	<u>\$15,359,869</u>	<u>\$34,203,489</u>

This amendment also adds or changes sections providing:

- The workplace safety grant be used for acquiring land, site development, and design for a workplace safety training facility.
- Guidelines and requirements for enhanced use lease grants.
- Guidelines for the child care facility grant program, including matching requirements and a maximum grant award of \$187,500.
- For the establishment of an entrepreneurship grant and voucher program and that the department provide a grant to the idea center in Bismarck.
- An appropriation to the Adjutant General for \$200,000 from the general fund for coordinating and conducting emergency response training.
- The department use up to \$15,000 of its operating expenses line item for printing costs of the Dakota Day Trips publication.
- Authorization to continue previous appropriation authority of up to \$600,000 for an antiballistic missile site acquisition grant.
- An emergency clause for \$1.5 million in the operating expenses line for the operation intern program.