

April 27, 2015

PROPOSED AMENDMENTS TO ENGROSSED HOUSE BILL NO. 1018

That the Senate recede from its amendments as printed on pages 1742-1746 of the House Journal and pages 1414-1418 of the Senate Journal and that Engrossed House Bill No. 1018 be amended as follows:

Page 1, line 2, replace "and to declare an emergency" with "to amend and reenact section 54-60-17 of the North Dakota Century Code, relating to workforce development; and to provide for a legislative management study"

Page 1, replace line 12 with:

"Salaries and wages	\$12,361,114	\$810,693	\$13,171,807"
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Page 1, replace line 14 with:

"Operating expenses	15,635,749	3,036,541	18,672,290"
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Page 1, replace line 16 with:

"Grants	56,622,950	8,364,121	64,987,071"
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Page 1, replace lines 21 and 22 with:

"Agricultural products utilization commission	3,240,494	78,117	3,318,611
Research North Dakota	0	4,500,000	4,500,000"

Page 1, remove line 24

Page 2, replace lines 1 through 4 with:

"Entrepreneurship grants and vouchers	0	3,250,000	3,250,000
Partner programs	<u>2,022,044</u>	<u>200,000</u>	<u>2,222,044</u>
Total all funds	\$93,864,446	\$33,658,728	\$127,523,174
Less estimated income	<u>51,707,386</u>	<u>22,812,087</u>	<u>74,519,473</u>
Total general fund	\$42,157,060	\$10,846,641	\$53,003,701"

Page 2, replace line 13 with:

"Research North Dakota	12,000,000	4,500,000"
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Page 2, replace lines 20 through 22 with:

"Enhanced use lease grant	2,500,000	7,500,000
Child care facility grants	0	2,250,000
Homeless shelter grants	0	1,500,000"

Page 2, replace line 24 with:

"Tribal community college grants	0	3,000,000"
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Page 2, replace line 27 with:

"Workforce recruitment campaign	0	300,000"
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Page 2, remove lines 29 and 30

Page 3, replace lines 1 and 2 with:

"Entrepreneurship grants and vouchers	0	1,750,000
Tourism international	0	247,836
Educators and industry externships	<u>0</u>	<u>50,000</u>
Total all funds	\$45,955,636	\$40,926,325
Less estimated income	<u>23,655,636</u>	<u>21,359,869</u>
Total general fund	\$22,300,000	\$19,566,456"

Page 3, remove lines 7 through 11

Page 3, line 20, replace "\$2,500,000" with "\$7,500,000"

Page 3, line 24, replace "funds" with "up to \$3,100,000, or additional amounts as necessary,"

Page 3, line 25, remove "and construction"

Page 3, line 26, remove "commences"

Page 3, line 27, replace "Funds" with "Remaining funds"

Page 3, line 27, remove "and construction commences"

Page 3, line 30, replace ", such as fiber" with "or for data services, such as analysis, modeling, or storage, to be provided to tenants or prospective tenants"

Page 4, line 2, replace "\$1,875,000" with "\$2,250,000"

Page 4, line 9, replace "\$2,500,000" with "\$3,250,000"

Page 4, line 9, replace "\$2,350,000" with "\$3,100,000"

Page 4, line 13, remove "use"

Page 4, line 14, replace "up to" with "provide a"

Page 4, line 14, remove "to provide a"

Page 4, line 15, after the second "located" insert "and provide a \$300,000 grant to each of the two entrepreneurial centers associated with a research university located in a city with a population of at least 50,000 according to the most recent decennial census"

Page 4, after line 26, insert:

"SECTION 8. TRIBAL COLLEGE GRANTS. The grants line item in section 1 of this Act includes the sum of \$3,000,000 for tribal college grants, \$2,000,000 of which is from the general fund and \$1,000,000 is from the student loan trust fund, for the biennium beginning July 1, 2015, and ending June 30, 2017.

SECTION 9. DEPARTMENT OF COMMERCE GRANT - ART AND GALLERY ASSOCIATION. Of the funds appropriated in the discretionary funds line item in section 1 of this Act, the department shall use \$150,000 from the general fund to provide a grant to an arts and gallery association located in the city where the state capitol is located."

Page 5, line 22, replace "\$1,500,000" with "\$1,550,000"

Page 5, line 29, after the period insert "The department of commerce shall make available \$1,000,000 of the funds transferred to the research North Dakota fund for research North Dakota for grants to conduct research on and commercialization for the prevention of, treatment of, or cure for viral diseases, cancer, and other pathogens, for the period beginning July 1, 2015, and ending December 31, 2016. If the grants are not awarded by December 31, 2016, the funds must be made available for other authorized purposes of research North Dakota."

Page 7, after line 3, insert:

"SECTION 24. AMENDMENT. Section 54-60-17 of the North Dakota Century Code is amended and reenacted as follows:

54-60-17. Division of workforce development - Internships, apprenticeships, and work experience opportunities.

The division of workforce development shall administer a program to increase use of internships, apprenticeships, and work experience opportunities for higher education students ~~and~~, high school students enrolled in grade eleven or twelve, and educators. The primary focus of this program must be higher education internships in target industries. This program shall provide services to employers, communities, and business organizations to increase internship, apprenticeship, and work experience opportunities. The department shall maintain records of the number of internship, apprenticeship, and work experience opportunities subsidized within each funding recipient.

SECTION 25. LEGISLATIVE MANAGEMENT STUDY - CIVILIAN GROUND CENTER FOR PROCESSING FIRST RESPONDER DATA. During the 2015-16 interim, the legislative management shall consider studying issues related to the state's development of a civilian ground center. The issues include: deployable pilots, sensor operators, and aircraft; a central location for processing first responder data, including high definition, high-spectral, infrared, and thermal imagery, as well as electronic signals through cell phones and internet service, generated from the deployment of unmanned aircraft and unmanned systems by first responders during federal, state, and local government responses to emergencies, natural disasters, emergency preparedness, and law enforcement activities; training services; data management, data analysis, data interpretation and information routing approximating a real-time basis; and a repository of data and best practices for first responders at federal, state, and local levels. The legislative management shall report its findings and recommendations, together with any legislation required to implement the recommendations, to the sixty-fifth legislative assembly."

Page 7, remove lines 4 through 6

Renumber accordingly

STATEMENT OF PURPOSE OF AMENDMENT:

House Bill No. 1018 - Summary of Conference Committee Action

	Base Budget	House Version	Conference Committee Changes	Conference Committee Version	Senate Version	Comparison to Senate
Adjutant General						

Total all funds	\$0	\$200,000	\$0	\$200,000	\$200,000	\$0
Less estimated income	0	0	0	0	0	0
General fund	\$0	\$200,000	\$0	\$200,000	\$200,000	\$0
Department of Commerce						
Total all funds	\$93,864,446	\$120,997,699	\$6,525,475	\$127,523,174	\$132,773,174	(\$5,250,000)
Less estimated income	51,707,386	68,527,697	5,991,776	74,519,473	75,519,473	(1,000,000)
General fund	\$42,157,060	\$52,470,002	\$533,699	\$53,003,701	\$57,253,701	(\$4,250,000)
Bill total						
Total all funds	\$93,864,446	\$121,197,699	\$6,525,475	\$127,723,174	\$132,973,174	(\$5,250,000)
Less estimated income	51,707,386	68,527,697	5,991,776	74,519,473	75,519,473	(1,000,000)
General fund	\$42,157,060	\$52,670,002	\$533,699	\$53,203,701	\$57,453,701	(\$4,250,000)

House Bill No. 1018 - Adjutant General - Conference Committee Action

The conference committee did not change the House or Senate version.

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

	Base Budget	House Version	Conference Committee Changes	Conference Committee Version	Senate Version	Comparison to Senate
Salaries and wages	\$12,361,114	\$13,207,534	(\$35,727)	\$13,171,807	\$13,195,182	(\$23,375)
Operating expenses	15,635,749	18,315,874	356,416	18,672,290	18,685,123	(12,833)
Capital assets	10,000					
Grants	56,622,950	60,130,878	4,856,193	64,987,071	70,699,456	(5,712,385)
Discretionary funds	928,082	928,082		928,082	928,082	
Economic development initiatives	186,846					
Ag products utilization commission	3,240,494	3,320,018	(1,407)	3,318,611	3,320,018	(1,407)
North Dakota trade office	2,613,400	2,613,400		2,613,400	2,613,400	
Partner programs	2,022,044	2,122,044	100,000	2,222,044	2,222,044	
Accrued leave payments	243,767					
Research North Dakota		4,000,000	500,000	4,500,000	4,000,000	500,000
Workforce enhancement fund		1,000,000		1,000,000	1,000,000	
Flood impact grants/loans		12,859,869		12,859,869	12,859,869	
Entrepreneurship grants and vouchers		2,500,000	750,000	3,250,000	3,250,000	
Total all funds	\$93,864,446	\$120,997,699	\$6,525,475	\$127,523,174	\$132,773,174	(\$5,250,000)
Less estimated income	51,707,386	68,527,697	5,991,776	74,519,473	75,519,473	(1,000,000)
General fund	\$42,157,060	\$52,470,002	\$533,699	\$53,003,701	\$57,253,701	(\$4,250,000)
FTE	69.25	69.40	0.00	69.40	69.40	0.00

Department No. 601 - Department of Commerce - Detail of Conference Committee Changes

	Adjusts Funding for Health Insurance Premium Increases ¹	Increases Funding for Partner Program ²	Increases One-Time Funding ³	Total Conference Committee Changes
Salaries and wages	(\$48,118)		\$12,391	(\$35,727)
Operating expenses			356,416	356,416
Capital assets				
Grants			4,856,193	4,856,193
Discretionary funds				
Economic development initiatives				
Ag products utilization commission	(1,407)			(1,407)
North Dakota trade office				
Partner programs		100,000		100,000
Accrued leave payments				
Research North Dakota			500,000	500,000
Workforce enhancement fund				
Flood impact grants/loans				

Entrepreneurship grants and vouchers			750,000	750,000
Total all funds	(\$49,525)	\$100,000	\$6,475,000	\$6,525,475
Less estimated income	(8,224)	0	6,000,000	5,991,776
General fund	(\$41,301)	\$100,000	\$475,000	\$533,699
FTE	0.00	0.00	0.00	0.00

¹ Funding for employee health insurance premiums is adjusted to reflect the revised premium estimate of \$1,130.22 per month.

² Funding is increased for partner programs related to small business development programs to provide a total of \$300,000, the same as the Senate version.

³ One-time funding is increased for the following:

	House Version	General Fund Increase	Other Funds Increase	Conference Committee Version	Senate Version
Child care facility grant program	\$1,875,000	\$375,000		\$2,250,000	\$3,000,000
Tribal college grants	2,000,000		\$1,000,000	3,000,000	4,000,000
Enhanced use lease grant	2,500,000		5,000,000	7,500,000	7,500,000
Entrepreneurial centers and vouchers	1,000,000	750,000		1,750,000	1,750,000
Workforce recruitment campaign		300,000		300,000	300,000
Educators and externship grants		50,000		50,000	50,000
Workplace safety facility	2,000,000	(2,000,000)			4,000,000
Homeless shelter grants	1,000,000	500,000		1,500,000	1,500,000
Research ND	4,000,000	500,000		4,500,000	4,000,000
Total	\$14,375,000	\$475,000	\$6,000,000	\$20,850,000	\$26,100,000

This amendment also:

- Removes a section providing a grant to an organization to acquire land, site development, and design of a workplace safety training facility.
- Makes available \$1 million of Research North Dakota funding for grants to conduct research on and commercialization for the prevention of, treatment of, or cure of viral diseases, cancer, and other pathogens, until December 31, 2016. If the grants are not awarded by December 31, 2016, the funds become available for other Research North Dakota grants. The Senate made the funding available until June 30, 2016.
- Allows the department to provide grants of up to \$3.1 million or additional amounts if necessary under the enhanced use lease grant program for taxiway reconnection and alert pad refurbishment, and includes language for data services. The Senate did not include language for data services.
- Requires the department to provide three separate grants of \$300,000 to the IDEA Center, North Dakota State University Research and Technology Park, and the University of North Dakota Center for Innovation, the same as the Senate version.
- Designates \$1 million of the \$3 million provided for tribal college grants from the student loan trust fund. The Senate designated \$2 million of \$4 million provided for tribal college grants from the student loan trust fund.
- Provides a new section requiring the department to use \$150,000 from the discretionary funds line item to provide a grant to the Bismarck Art and Galleries Association. The Senate did not include this section.
- Includes a new section providing a legislative study of issues related to being the first state to support the development of a civilian ground center. The Senate did not include this section.
- Amends North Dakota Century Code Section 54-60-17 to include educators under the workforce development program, the same as the Senate version.
- Transfers \$247,836 for tourism international from ongoing funding to one-time funding, the same as the Senate version.