

PROPOSED AMENDMENTS TO ENGROSSED SENATE BILL NO. 2006

Page 1, line 4, remove "and"

Page 1, line 4, after "transfer" insert "; and to provide an exemption"

Page 1, replace lines 14 through 23 with:

"Salaries and wages	\$20,138,488	\$2,665,030	\$22,803,518
Accrued leave payments	624,818	(624,818)	0
Operating expenses	7,721,834	463,755	8,185,589
Capital assets	16,000	8,000	24,000
Homestead tax credit	20,000,000	0	20,000,000
Disabled veterans' credit	<u>7,678,000</u>	<u>0</u>	<u>7,678,000</u>
Total all funds	\$56,179,140	\$2,511,967	\$58,691,107
Less estimated income	<u>125,000</u>	<u>0</u>	<u>125,000</u>
Total general fund	\$56,054,140	\$2,511,967	\$58,566,107
Full-time equivalent positions	134.00	0.00	134.00"

Page 2, line 3, after "biennium" insert "and the 2015-17 one-time funding items included in appropriation in section 1 of this Act"

Page 2, replace lines 5 and 6 with:

"TAP project	\$1,000,000	\$0
Scanners	<u>0</u>	<u>8,000</u>
Total general fund	\$1,000,000	\$8,000

The 2015-17 one-time funding amounts are not a part of the entity's base budget for the 2017-19 biennium. The tax commissioner shall report to the appropriations committees of the sixty-fifth legislative assembly on the use of this one-time funding for the biennium beginning July 1, 2015, and ending June 30, 2017."

Page 2, after line 11, insert:

"SECTION 4. EXEMPTION. The amount appropriated for the capital assets line item in section 1 of chapter 6 of the 2013 Session Laws is not subject to section 54-44.1-11 and any unexpended funds from this line item are available during the biennium beginning July 1, 2015, and ending June 30, 2017."

Reorder accordingly

STATEMENT OF PURPOSE OF AMENDMENT:

Senate Bill No. 2006 - State Tax Commissioner - House Action

	Base Budget	Senate Version	House Changes	House Version
Salaries and wages	\$20,138,488	\$23,324,177	(\$520,659)	\$22,803,518
Operating expenses	7,721,834	8,232,665	(47,076)	8,185,589
Capital assets	16,000	16,000	8,000	24,000
Homestead tax credit	20,000,000	30,000,000	(10,000,000)	20,000,000
Disabled veterans credit	7,678,000	8,445,000	(767,000)	7,678,000
Accrued leave payments	<u>624,818</u>			

Total all funds	\$56,179,140	\$70,017,842	(\$11,326,735)	\$58,691,107
Less estimated income	125,000	125,000	0	125,000
General fund	\$56,054,140	\$69,892,842	(\$11,326,735)	\$58,566,107
FTE	134.00	137.00	(3.00)	134.00

Department No. 127 - State Tax Commissioner - Detail of House Changes

	Adjusts Funding for Health Insurance Premium Increases ¹	Removes New FTE Positions ²	Removes Funding for New FTE Operating Expenses ³	Reduces Funding for Homestead Tax Credit ⁴	Reduces Funding for Disabled Veterans' Tax Credit ⁵	Adds One-Time Funding for Scanners ⁶
Salaries and wages	(\$100,886)	(\$419,773)				
Operating expenses			(47,076)			
Capital assets						8,000
Homestead tax credit				(10,000,000)		
Disabled veterans credit					(767,000)	
Accrued leave payments						
Total all funds	(\$100,886)	(\$419,773)	(\$47,076)	(\$10,000,000)	(\$767,000)	\$8,000
Less estimated income	0	0	0	0	0	0
General fund	(\$100,886)	(\$419,773)	(\$47,076)	(\$10,000,000)	(\$767,000)	\$8,000
FTE	0.00	(3.00)	0.00	0.00	0.00	0.00

	Total House Changes
Salaries and wages	(\$520,659)
Operating expenses	(47,076)
Capital assets	8,000
Homestead tax credit	(10,000,000)
Disabled veterans credit	(767,000)
Accrued leave payments	
Total all funds	(\$11,326,735)
Less estimated income	0
General fund	(\$11,326,735)
FTE	(3.00)

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

² The following funding and FTE positions are removed:

- \$124,924 from the general fund for 1 compliance officer FTE position;
- \$133,597 from the general fund for 1 property tax specialist FTE position;
- \$133,597 from the general fund for 1 research analyst FTE position;
- \$14,701 from the general fund for related salary increases; and
- \$12,954 from the general fund for related health insurance increases.

³ Funding is removed for operating expenses related to the new FTE positions.

⁴ Funding is removed to continue the homestead tax credit changes made by the 2013 Legislative Assembly (\$2 million) and to expand the eligibility threshold for homestead tax credit program (\$8 million). Total funding for the homestead tax credit program is \$20 million, which is the same as the base level.

⁵ The amendment removes funding to continue the disabled veterans' tax credit changes made by the 2013 Legislative Assembly. Total funding for the disabled veterans' tax credit program is \$7,678,000,

which is the same as the base level.

⁶ One-time funding is added for scanners.

This amendment also adds a new section to provide an exemption for the \$16,000 appropriated in the capital assets line item to the Tax Department in the 2013-15 biennium. As a result, \$40,000 will be available to the department to purchase scanners, of which \$16,000 is from carryover authority, \$16,000 is included in the department's base budget, and \$8,000 of one-time funding from the general fund is added in this amendment.