

February 15, 2017

PROPOSED AMENDMENTS TO SENATE BILL NO. 2013

Page 1, line 2, remove the second "and"

Page 1, line 3, after "funds" insert "; and to provide an exemption"

Page 1, replace lines 13 through 19 with:

"Salaries and wages	\$6,123,516	\$95,220	\$6,218,736
Operating expenses	2,019,637	(243,914)	1,775,723
Capital assets	0	5,250,000	5,250,000
Grants	99,300,000	(99,300,000)	0
Contingencies	100,000	0	100,000
Energy infrastructure and impact office	<u>700,000</u>	<u>(479,283)</u>	<u>220,717</u>
Total special funds	\$108,243,153	(\$94,677,977)	\$13,565,176
Full-time equivalent positions	33.00	(1.00)	32.00"

Page 1, line 20, after "**FUNDING**" insert "**- EFFECT ON BASE BUDGET - REPORT TO THE SIXTY-SIXTH LEGISLATIVE ASSEMBLY**"

Page 1, line 21, after "biennium" insert "and the 2017-19 biennium one-time funding items included in the appropriation in section 1 of this Act"

Page 1, replace lines 23 and 24 with:

"Information technology project	\$0	\$5,250,000
Total other funds	\$0	\$5,250,000

The 2017-19 biennium one-time funding amounts are not a part of the entity's base budget for the 2019-21 biennium. The commissioner of university and school lands shall report to the appropriations committees of the sixty-sixth legislative assembly on the use of this one-time funding for the biennium beginning July 1, 2017, and ending June 30, 2019."

Page 2, line 5, after "budget" insert "and the legislative council"

Page 2, line 6, remove "section 1 of"

Page 2, after line 24, insert:

"SECTION 5. ONE-TIME ADJUSTMENT TO DISTRIBUTIONS TO STATE INSTITUTIONS. Pursuant to article IX of the Constitution of North Dakota and in addition to the distributions in section 4 of this Act, the board of university and school lands shall distribute during the biennium beginning July 1, 2017, and ending June 30, 2019, the following one-time corrections resulting from the misallocation of prior mineral revenues, from the permanent funds managed for the benefit of the following entities:

North Dakota state college of science	\$89,698
State hospital	89,698
Veterans' home	89,698
North Dakota vision services - school for the blind	89,698
Dakota college at Bottineau	89,698
Dickinson state university	89,698

Minot state university
 Youth correctional center
 Total

89,698
 (621,186)
 \$6,700

SECTION 6. EXEMPTION - OIL AND GAS IMPACT GRANT FUND. The amount appropriated from the oil and gas impact grant fund for the energy infrastructure and impact office line item in section 1 of chapter 13 of the 2015 Session Laws and for oil and gas impact grants in section 5 of chapter 463 of the 2015 Session Laws is not subject to section 54-44.1-11. Any money deposited in the fund for taxable events occurring through June 30, 2017, and any unexpended funds from the appropriation are available for grants and administrative costs associated with the fund during the biennium beginning July 1, 2017, and ending June 30, 2019."

Renumber accordingly

STATEMENT OF PURPOSE OF AMENDMENT:

Senate Bill No. 2013 - Department of Trust Lands - Senate Action

	Base Budget	Senate Changes	Senate Version
Salaries and wages	\$6,123,516	\$95,220	\$6,218,736
Operating expenses	2,019,637	(243,914)	1,775,723
Capital assets		5,250,000	5,250,000
Grants	99,300,000	(99,300,000)	
Energy Infrastructure and Impact Office	700,000	(479,283)	220,717
Contingencies	100,000		100,000
Total all funds	\$108,243,153	(\$94,677,977)	\$13,565,176
Less estimated income	108,243,153	(94,677,977)	13,565,176
General fund	\$0	\$0	\$0
FTE	33.00	(1.00)	32.00

Department No. 226 - Department of Trust Lands - Detail of Senate Changes

	Adjusts Funding for Base Payroll Changes ¹	Adds Funding for Health Insurance Increase ²	Adjusts Funding for FTE Positions ³	Adjusts Funding for Operating Expenses ⁴	Adjusts Funding for Oil and Gas Impact Grants ⁵	Adds One-Time Funding for an Information Technology Project ⁶
Salaries and wages	\$86,577	\$90,870	(\$82,227)			
Operating expenses			23,025	(266,939)		
Capital assets						5,250,000
Grants					(99,300,000)	
Energy Infrastructure and Impact Office	(160,260)	714	(151,237)		(168,500)	
Contingencies						
Total all funds	(\$73,683)	\$91,584	(\$210,439)	(\$266,939)	(\$99,468,500)	\$5,250,000
Less estimated income	(73,683)	91,584	(210,439)	(266,939)	(99,468,500)	5,250,000
General fund	\$0	\$0	\$0	\$0	\$0	\$0
FTE	0.00	0.00	(1.00)	0.00	0.00	0.00

	Total Senate Changes
Salaries and wages	\$95,220
Operating expenses	(243,914)
Capital assets	5,250,000
Grants	(99,300,000)
Energy Infrastructure and Impact Office	(479,283)
Contingencies	

Total all funds	(\$94,677,977)
Less estimated income	(94,677,977)
General fund	\$0
FTE	(1.00)

¹ Funding is adjusted for cost-to-continue 2015-17 biennium salaries and benefit increases and for other base payroll changes.

² Funding is added for increases in health insurance premiums from \$1,130 to \$1,249 per month.

³ Funding is adjusted for FTE positions as follows:

- Removes 1 natural resources director FTE position (\$259,307).
- Removes 1 energy infrastructure and impact office FTE position (\$151,237).
- Adds 1 geographic information systems specialist FTE position (\$200,105) and related operating expenses (\$23,025).

⁴ Funding for operating expenses is adjusted as follows:

	Total Other Funds
Adds funding for building maintenance costs and utility cost increases	\$93,746
Adds funding for professional development	45,000
Reduces funding related to professional services, information technology services and equipment, and travel	(405,685)
	<hr/> (\$266,939)

⁵ Funding is reduced for energy infrastructure and impact office operating expenses (\$168,500), and funding is removed for grants to political subdivisions from the oil and gas impact grant fund (\$99,300,000).

⁶ One-time funding of \$5,250,000 is added for an information technology system replacement project.

This amendment also:

- Adds a section to allow the Commissioner of University and School Lands, upon approval of the Board of University and School Lands, to transfer funding between the various line items, including the contingencies line item. The Commissioner shall notify the Office of Management and Budget and the Legislative Council of each transfer made pursuant to this section.
- Provides permanent fund income distributions to state institutions and adds a new section to provide a one-time correcting adjustment to the distributions.
- Adds a section to provide an exemption for the amount appropriated from the oil and gas impact grant fund for administrative costs and oil impact grants for the 2015-17 biennium and for the deposits in the fund for taxable events through June 30, 2017, allowing the funding to continue to be available during the 2017-19 biennium.