

PROPOSED AMENDMENTS TO HOUSE BILL NO. 1016

Page 1, line 2, remove "and"

Page 1, line 2, after "exemption" insert "; to provide a report; to provide legislative intent; and to declare an emergency"

Page 1, remove lines 12 through 24

Page 2, replace lines 1 and 2 with:

"	<u>Base Level</u>	<u>Adjustments or Enhancements</u>	<u>Appropriation</u>
Salaries and wages	\$6,833,766	\$317,263	\$7,151,029
Operating expenses	2,767,321	280,992	3,048,313
Capital assets	224,046	21,500,000	21,724,046
Grants	210,916	0	210,916
Civil air patrol	305,134	4,365	309,499
Tuition, recruiting, and retention	4,782,072	(1,739,837)	3,042,235
Air guard contract	8,571,129	(74,738)	8,496,391
Army guard contract	46,940,013	1,686,682	48,626,695
Veterans' cemetery	1,151,906	174,648	1,326,554
Reintegration program	<u>1,051,168</u>	<u>(124,701)</u>	<u>926,467</u>
Total all funds	\$72,837,471	\$22,024,674	\$94,862,145
Less estimated income	<u>54,214,657</u>	<u>23,911,970</u>	<u>78,126,627</u>
Total general fund	\$18,622,814	(\$1,887,296)	\$16,735,518"

Page 2, replace lines 5 through 14 with:

"	<u>Base Level</u>	<u>Adjustments or Enhancements</u>	<u>Appropriation</u>
Salaries and wages	\$10,986,431	\$986,330	\$11,972,761
Operating expenses	8,060,574	(1,458,240)	6,602,334
Capital assets	0	660,000	660,000
Grants	16,273,425	(1,723,425)	14,550,000
Disaster costs	<u>36,555,085</u>	<u>82,430,330</u>	<u>118,985,415</u>
Total all funds	\$71,875,515	\$80,894,995	\$152,770,510
Less estimated income	<u>63,108,132</u>	<u>83,276,877</u>	<u>146,385,009</u>
Total general fund	\$8,767,383	(\$2,381,882)	\$6,385,501"

Page 2, replace lines 17 through 22 with:

"	<u>Base Level</u>	<u>Adjustments or Enhancements</u>	<u>Appropriation</u>
Grand total general fund	\$27,390,173	(\$4,269,178)	\$23,121,019
Grand total special funds	<u>117,322,789</u>	<u>107,188,847</u>	<u>224,511,636</u>
Grand total all funds	\$144,712,986	\$102,919,669	\$247,632,655
Full-time equivalent positions	222.00	(2.00)	220.00"

Page 2, line 23, after "FUNDING" insert "- EFFECT ON BASE BUDGET - REPORT TO SIXTY-EIGHTH LEGISLATIVE ASSEMBLY"

Page 2, line 24, after "biennium" insert "and the 2021-23 biennium one-time funding items included in the appropriation in section 1 of this Act"

Page 2, remove lines 26 through 31

Page 3, replace lines 1 through 3 with:

"Fraine Barracks automation system	\$0	\$320,000
Emergency response equipment and supplies	0	100,000
Fargo Readiness Center equipment	0	100,000
Dickinson Readiness Center project	0	15,500,000
Bridge training site	0	6,000,000
Emergency response equipment	660,000	0
Camp Grafton expansion	600,000	0
Uninterruptible power supply battery replacement	20,000	0
Computer-aided dispatch equipment	516,000	0
Message switch system upgrade	335,000	0
Dispatching service fee shortfall	<u>1,212,253</u>	<u>0</u>
Total all funds	\$3,343,253	\$22,020,000
Total other funds	<u>3,162,253</u>	<u>21,790,000</u>
Total general fund	\$181,000	\$230,000

The 2021-23 biennium one-time funding amounts are not a part of the entity's base budget for the 2023-25 biennium. The adjutant general shall report to the appropriations committees of the sixty-eighth legislative assembly on the use of this one-time funding for the biennium beginning July 1, 2021, and ending June 30, 2023.

SECTION 3. APPROPRIATION - 2019-21 BIENNIUM - DISASTER FUNDING.

There is appropriated from other funds derived from federal funds, not otherwise appropriated, the sum of \$78,666,667, or so much of the sum as may be necessary, to the adjutant general for costs relating to the SARS-CoV-2 disaster, for the period beginning with the effective date of this section and ending June 30, 2021.

SECTION 4. APPROPRIATION - NORTH DAKOTA MILITARY MUSEUM. The adjutant general may accept up to \$10,000,000 from other funds, including private and federal funds, the sum of which is appropriated to the adjutant general for the construction of a North Dakota military museum during the period beginning with the effective date of this Act, and ending June 30, 2023. The adjutant general may, with the approval of the governor, enter into an agreement with the director of the parks and recreation department or the state historical society for the construction of a new facility, the renovation of an existing property, and the operations and maintenance of a military museum. The funding provided in this section is considered a one-time funding item."

Page 3, after line 17, insert:

"SECTION 7. EXEMPTION. Any amounts continued from the strategic investment and improvements fund pursuant to section 14 of chapter 41 of the 2019 Session Laws, which are unexpended as of June 30, 2021, are not subject to section 54-44.1-11 and any unexpended funds from this appropriation may be used to complete the mobile repeaters and programming radios, and for technology upgrade costs required to implement the statewide interoperable radio network during the biennium beginning July 1, 2021, and ending June 30, 2023.

SECTION 8. EXEMPTION. The amount appropriated in the tuition, recruiting, and retention line item in subdivision 1 of section 1 of chapter 41 of the 2019 Session Laws is not subject to section 54-44.1-11 and any unexpended funds from this appropriation may be used to provide tuition assistance, recruiting, and retention incentives to eligible members of the North Dakota national guard during the biennium beginning July 1, 2021, and ending June 30, 2023.

SECTION 9. EXEMPTION. The sum of \$450,000 from the strategic investment and improvements fund and \$66,000 from the general fund appropriated for computer-aided dispatch equipment in subdivision 2 of section 1 of chapter 41 of the 2019 Session Laws is not subject to section 54-44.1-11 and any unexpended funds from this appropriation may be used for computer-aided dispatch equipment during the biennium beginning July 1, 2021, and ending June 30, 2023.

SECTION 10. EXEMPTION. The sum of \$240,000 from the strategic investment and improvements fund and \$95,000 from the general fund appropriated for the message switch upgrade in subdivision 2 of section 1 of chapter 41 of the 2019 Session Laws is not subject to section 54-44.1-11 and any unexpended funds from this appropriation may be used to complete the message switch upgrade project during the biennium beginning July 1, 2021, and ending June 30, 2023.

SECTION 11. EXEMPTION. The amount of \$600,000 from the strategic investment and improvements fund appropriated in the camp Grafton expansion line item in subdivision 1 of section 1 of chapter 41 of the 2019 Session Laws is not subject to section 54-44.1-11 and any unexpended funds from this appropriation may be used to continue the expansion of camp Grafton during the biennium beginning July 1, 2021, and ending June 30, 2023.

SECTION 12. LEGISLATIVE INTENT - CAMP GRAFTON EXPANSION. It is the intent of the sixty-seventh legislative assembly that:

1. The adjutant general purchase options during the biennium beginning July 1, 2021, and ending June 30, 2023, for the purchase or long-term lease of land for the camp Grafton expansion, including the purchase of no more than one thousand six hundred acres and the long-term lease of the remainder, not to exceed six thousand acres in total.
2. If the adjutant general secures options to purchase or lease all necessary land for the camp Grafton expansion, the sixty-eighth legislative assembly provide funding and authority for the purchase or long-term lease of land for the camp Grafton expansion during the biennium beginning July 1, 2023, and ending June 30, 2025.
3. The adjutant general not use eminent domain for the expansion of camp Grafton.

SECTION 13. EMERGENCY. Sections 3 and 4 of this Act are declared to be an emergency measure."

Renumber accordingly

STATEMENT OF PURPOSE OF AMENDMENT:

House Bill No. 1016 - Summary of House Action

	Base Budget	House Changes	House Version
Adjutant General			
Total all funds	\$72,837,471	\$32,024,674	\$104,862,145
Less estimated income	54,214,657	33,911,970	88,126,627
General fund	<u>\$18,622,814</u>	<u>(\$1,887,296)</u>	<u>\$16,735,518</u>
FTE	154.00	(2.00)	152.00
Department of Emergency Services			
Total all funds	\$71,875,515	\$80,894,995	\$152,770,510
Less estimated income	63,108,132	83,276,877	146,385,009
General fund	<u>\$8,767,383</u>	<u>(\$2,381,882)</u>	<u>\$6,385,501</u>
FTE	68.00	0.00	68.00
Bill total			
Total all funds	\$144,712,986	\$112,919,669	\$257,632,655
Less estimated income	117,322,789	117,188,847	234,511,636
General fund	<u>\$27,390,197</u>	<u>(\$4,269,178)</u>	<u>\$23,121,019</u>
FTE	222.00	(2.00)	220.00

House Bill No. 1016 - Adjutant General - House Action

	Base Budget	House Changes	House Version
Salaries and wages	\$6,833,766	\$317,263	\$7,151,029
Operating expenses	2,767,321	280,992	3,048,313
Capital assets	224,046	21,500,000	21,724,046
Grants	210,916		210,916
Civil air patrol	305,134	4,365	309,499
Tuition, recruiting, and retention	4,782,072	(1,739,837)	3,042,235
Air guard contract	8,571,129	(74,738)	8,496,391
Army guard contract	46,940,013	1,686,682	48,626,695
Veterans' Cemetery	1,151,906	174,648	1,326,554
Reintegration program	1,051,168	(124,701)	926,467
Military museum		10,000,000	10,000,000
Total all funds	\$72,837,471	\$32,024,674	\$104,862,145
Less estimated income	54,214,657	33,911,970	88,126,627
General fund	<u>\$18,622,814</u>	<u>(\$1,887,296)</u>	<u>\$16,735,518</u>
FTE	154.00	(2.00)	152.00

Department 540 - Adjutant General - Detail of House Changes

	Adjusts Funding for Base Payroll Changes ¹	Adds Funding for Salary and Benefit Adjustments ²	Removes Positions ³	Adds Funding for Fargo Readiness Center Operations ⁴	Adjusts Funding for the National Guard ⁵	Reduces Funding for Tuition Assistance ⁶
Salaries and wages	\$156,861	\$160,402				
Operating expenses						
Capital assets						
Grants						
Civil air patrol	778	4,365				
Tuition, recruiting, and retention						(\$1,739,837)
Air guard contract	(212,321)	137,583				
Army guard contract	955,404	336,410	(\$285,132)	\$340,000		
Veterans' Cemetery	(1)	21,827				
Reintegration program	44,121	22,554	(191,376)			
Military museum						
Total all funds	\$944,842	\$683,141	(\$476,508)	\$340,000	\$0	(\$1,739,837)
Less estimated income	654,882	450,664	0	170,000	808,320	0
General fund	\$289,960	\$232,477	(\$476,508)	\$170,000	(\$808,320)	(\$1,739,837)
FTE	0.00	0.00	(2.00)	0.00	0.00	0.00

	Adds Funding for the Veterans' Cemetery ⁷	Adds Funding to Expand Camp Grafton ⁸	Adjusts Funding for Miscellaneous Expenses ⁹	Add One-Time Funding ¹⁰	Total House Changes
Salaries and wages					\$317,263
Operating expenses		\$280,000	\$992		280,992
Capital assets				\$21,500,000	21,500,000
Grants					
Civil air patrol			(778)		4,365
Tuition, recruiting, and retention					(1,739,837)
Air guard contract					(74,738)
Army guard contract			(80,000)	420,000	1,686,682
Veterans' Cemetery	\$152,822				174,648
Reintegration program					(124,701)
Military museum				10,000,000	10,000,000
Total all funds	\$152,822	\$280,000	(\$79,786)	\$31,920,000	\$32,024,674
Less estimated income	77,822	0	(39,718)	31,790,000	33,911,970
General fund	\$75,000	\$280,000	(\$40,068)	\$130,000	(\$1,887,296)
FTE	0.00	0.00	0.00	0.00	(2.00)

¹ Funding is adjusted for base payroll changes.

² The following funding is added for 2021-23 biennium salary adjustments of 1.5 percent on July 1, 2021, and July 1, 2022, with a minimum monthly increase of \$100 and a maximum monthly increase of \$250 for both years, and increases in health insurance premiums from \$1,427 to \$1,429 per month:

	General Fund	Other Funds	Total
Salary increase	\$230,183	\$445,848	\$676,031
Health insurance increase	2,294	4,816	7,110
Total	\$232,477	\$450,664	\$683,141

³ Funding is reduced by \$476,508 from the general fund to remove 2 FTE positions, including 1 FTE facility services position and 1 FTE human services position, and related operating expenses.

⁴ Funding of \$340,000, including \$170,000 from the general fund and \$170,000 from federal funds, is added for Fargo Readiness Center operations.

⁵ Funding for the National Guard is adjusted to reduce funding by \$808,320 from the general fund and increase funding by \$808,320 from federal funds.

⁶ Funding for tuition assistance is reduced by \$1,739,837 to provide a total of \$3,042,235 from the general fund for tuition, recruiting, and retention.

⁷ Funding of \$152,822, including \$75,000 from the general fund and \$77,822 from other funds, is added for the Veterans' Cemetery. This increase includes \$75,000 from the general fund to provide total ongoing funding of \$250,000 from the general fund for the costs of interring veterans' spouses and dependents who are eligible for interment at the Veteran's Cemetery.

⁸ Funding of \$280,000 from the general fund is added to lease land for the expansion of Camp Grafton.

⁹ Funding for miscellaneous expenses is adjusted as follows:

	General Fund	Other Funds	Total
Adds funding for Microsoft Office 365 licensing expenses	\$710	\$282	\$992
Reduces funding for National Guard equipment	(40,000)	(40,000)	(80,000)
Reduces funding for Civil Air Patrol	(778)	0	(778)
Total	(\$40,068)	(\$39,718)	(\$79,786)

¹⁰ One-time funding is added for the following:

	General Fund	Other Funds	Total
Fraine Barracks automation system	\$80,000	\$240,000	\$320,000
Fargo Readiness Center equipment	50,000	50,000	100,000
North Dakota Military Museum	0	10,000,000	10,000,000
Dickinson Readiness Center project	0	15,500,000	15,500,000
Bridge training site	0	6,000,000	6,000,000
Total	\$130,000	\$31,790,000	\$31,920,000

House Bill No. 1016 - Department of Emergency Services - House Action

	Base Budget	House Changes	House Version
Salaries and wages	\$10,986,431	\$986,330	\$11,972,761
Operating expenses	8,060,574	(1,458,240)	6,602,334
Capital assets		660,000	660,000
Grants	16,273,425	(1,723,425)	14,550,000
Disaster costs	36,555,085	82,430,330	118,985,415
Total all funds	\$71,875,515	\$80,894,995	\$152,770,510
Less estimated income	63,108,132	83,276,877	146,385,009
General fund	\$8,767,383	(\$2,381,882)	\$6,385,501
FTE	68.00	0.00	68.00

Department 542 - Department of Emergency Services - Detail of House Changes

	Adjusts Funding for Base Payroll Changes ¹	Adds Funding for Salary and Benefit Adjustments ²	Adjusts Funding Sources ³	Adjusts Funding for State Radio ⁴	Transfers State Radio Towers ⁵	Reduces Funding for Grants ⁶
Salaries and wages	\$707,375	\$278,955				
Operating expenses				\$300,000	(\$1,858,240)	
Capital assets						
Grants						(\$1,723,425)
Disaster costs	(859,711)	21,178				
Total all funds	(\$152,336)	\$300,133	\$0	\$300,000	(\$1,858,240)	(\$1,723,425)
Less estimated income	(152,337)	143,478	72,608	1,007,690	0	(1,723,425)
General fund	\$1	\$156,655	(\$72,608)	(\$707,690)	(\$1,858,240)	\$0
FTE	0.00	0.00	0.00	0.00	0.00	0.00

	Adds Funding for Disaster Costs ²	Adds Funding for Equipment ⁸	Total House Changes
Salaries and wages			\$986,330
Operating expenses		\$100,000	(1,458,240)
Capital assets		660,000	660,000
Grants			(1,723,425)
Disaster costs	\$83,268,863		82,430,330
Total all funds	\$83,268,863	\$760,000	\$80,894,995
Less estimated income	83,268,863	660,000	83,276,877
General fund	\$0	\$100,000	(2,381,882)
FTE	0.00	0.00	0.00

¹ Funding is adjusted for base payroll changes.

² The following funding is added for 2021-23 biennium salary adjustments of 1.5 percent on July 1, 2021, and July 1, 2022, with a minimum monthly increase of \$100 and a maximum monthly increase of \$250 for both years, and increases in health insurance premiums from \$1,427 to \$1,429 per month:

	General Fund	Other Funds	Total
Salary increase	\$155,047	\$141,758	\$296,805
Health insurance increase	1,608	1,720	3,328
Total	\$156,655	\$143,478	\$300,133

³ Funding for the Department of Emergency Services is adjusted to reduce funding from the general fund by \$72,608 and increase funding from other funds by \$72,608.

⁴ Funding for State Radio is increased by \$300,000, including a decrease of \$707,690 from the general fund and an increase of \$1,007,690 from other funds from state radio fees.

⁵ Funding of \$1,858,240 from the general fund is removed to transfer State Radio towers to the Information Technology Department.

⁶ Funding for grants, including emergency management, hazard mitigation, and hazardous material emergency preparation grants, is reduced by \$1,723,425 from federal funds.

⁷ Funding is increased by \$83,268,863 for disaster costs to provide a total of \$118,985,415 for disaster costs. This amount includes \$70,000,000 of federal funds for costs related to the COVID-19 disaster and \$48,990,724, including \$110,125 from the general fund, \$44,353,357 from federal funds, and \$4,527,242 from special funds, including approximately \$4,100,000 million from the state disaster relief fund, for costs related to other disasters.

⁸ Funding of \$660,000 from federal funds is added for emergency services equipment, including damage assessment and documentation software and generators. One-time funding of \$100,000 from the general fund is added for emergency response equipment and supplies.

House Bill No. 1016 - Other Changes - House Action

This amendment also:

- Adds a section to provide a deficiency appropriation of \$78,666,667 from federal funds relating to the COVID-19 disaster. A section to declare the deficiency appropriation an emergency is also added.
- Adds sections to provide carryover authority for unexpended appropriations for mobile repeaters and programming radios related to the statewide interoperable radio network, tuition assistance, computer-aided dispatch equipment, the message switch upgrade project, and the purchase of options to purchase or lease land for the expansion of Camp Grafton.
- Adds a section to continue legislative intent for the Adjutant General to purchase options for the purchase or lease of land for the expansion of Camp Grafton.
- Adds a section to authorize the Adjutant General to accept and spend \$10 million from other funds for a North Dakota military museum.

