JOURNAL OF THE SENATE

Sixty-eighth Legislative Assembly

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Bismarck, April 12, 2023

The Senate convened at 8:00 a.m., with President Miller presiding.

The prayer was offered by Pastor Allen Finger, Elgin Methodist Church, Elgin.

The roll was called and all members were present except Senator Meyer.

A quorum was declared by the President.

REPORT OF STANDING COMMITTEE

HB 1003, as engrossed: Appropriations Committee (Sen. Bekkedahl, Chairman) recommends **AMENDMENTS AS FOLLOWS** and when so amended, recommends **DO PASS** (13 YEAS, 2 NAYS, 1 ABSENT AND NOT VOTING). Engrossed HB 1003 was placed on the Sixth order on the calendar. This bill affects workforce development.

Page 1, line 2, after the semicolon insert "to provide an appropriation to the Bank of North Dakota;"

Page 1, line 2, replace "five" with "a new section to chapter 6-09, three"

Page 1, line 2, after "15-10" insert ", section 15-10-48.2,"

Page 1, line 3, after "to" insert "an economic diversification research fund, matching grants for agricultural research and extension,"

Page 1, line 4, remove "funding of severance agreements, academic program approval,"

Page 1, line 16, remove ", 15-10-53,"

Page 1, line 19, replace "pilot program" with "legislative management study"

Page 2, remove lines 6 through 31

Page 3, remove lines 1 through 31

Page 4, remove lines 1 through 30

Page 5, remove lines 1 through 31

Page 6, remove lines 1 through 31

Page 7, remove lines 1 through 31

Page 8, replace lines 1 and 2 with:

"NORTH DAKOTA UNIVERSITY SYSTEM

	Base Level	Adjustments or Enhancements	Appropriation
Capital assets - bond payments	$13,385,264	($2,187,368)	$11,197,896
Competitive research programs	5,685,750	0	5,685,750
System governance	8,605,570	3,266,239	11,871,809
Core technology services	62,962,817	6,881,654	69,844,471
Student financial assistance grants	23,917,306	6,000,000	29,917,306
Professional student exchange program	3,699,342	0	3,699,342
Academic and CTE scholarships	16,216,749	1,000,000	17,216,749
Scholars program	1,807,115	0	1,807,115

Native American scholarship	555,323	444,677	1,000,000
Tribally controlled community college grants	1,000,000	400,000	1,400,000
Education incentive programs	260,000	0	260,000
Student mental health	284,400	0	284,400
Veterans' assistance grants	277,875	177,000	454,875
Shared campus services	800,000	0	800,000
Nursing education consortium	1,356,000	0	1,356,000
NASA EPSCoR	342,000	0	342,000
Education challenge fund	0	20,000,000	20,000,000
Workforce education grants	0	10,000,000	10,000,000
Dual-credit tuition scholarship	1,500,000	0	1,500,000
Dakota digital academy	0	450,000	450,000
Severance agreements	0	300,000	300,000
Total all funds	$142,655,511	$46,732,202	$189,387,713
Less estimated income	25,757,035	487,073	26,244,108
Total general fund	$116,898,476	$46,245,129	$163,143,605
Full-time equivalent positions	158.83	5.00	163.83

Subdivision 2.

BISMARCK STATE COLLEGE

	Base Level	Adjustments or Enhancements	Appropriation
Operations	$100,571,387	$7,699,688	$108,271,075
Capital assets	1,922,561	12,400,000	14,322,561
Behavioral health initiative	0	204,000	204,000
Total all funds	$102,493,948	$20,303,688	$122,797,636
Less estimated income	70,409,893	10,869,688	81,279,581
Total general fund	$32,084,055	$9,434,000	$41,518,055
Full-time equivalent positions	332.90	2.43	335.33

Subdivision 3.

LAKE REGION STATE COLLEGE

	Base Level	Adjustments or Enhancements	Appropriation
Operations	$39,150,913	$2,263,509	$41,414,422
Capital assets	362,667	1,000,000	1,362,667
Minimum amount payable adjustment	0	569,686	569,686
Behavioral health initiative	0	109,000	109,000
Total all funds	$39,513,580	$3,942,195	$43,455,775
Less estimated income	25,271,428	2,257,339	27,528,767
Total general fund	$14,242,152	$1,684,856	$15,927,008
Full-time equivalent positions	115.76	4.83	120.59

Subdivision 4.

WILLISTON STATE COLLEGE

	Base Level	Adjustments or Enhancements	Appropriation
Operations	$34,044,304	$2,929,048	$36,973,352
Capital assets	1,261,968	43,913,939	45,175,907
Behavioral health initiative	0	169,140	169,140
Total all funds	$35,306,272	$47,012,127	$82,318,399
Less estimated income	24,019,535	45,011,392	69,030,927
Total general fund	$11,286,737	$2,000,735	$13,287,472
Full-time equivalent positions	101.29	1.54	102.83

Subdivision 5.

UNIVERSITY OF NORTH DAKOTA

	Base Level	Adjustments or Enhancements	Appropriation
Operations	$902,173,330	$60,080,851	$962,254,181
Capital assets	4,411,566	127,500,000	131,911,566
Minimum amount payable adjustment	0	616,332	616,332
National security initiative	0	9,000,000	9,000,000
Research network	0	3,201,100	3,201,100
Behavioral health initiative	0	660,000	660,000
Total all funds	$906,584,896	$201,058,283	$1,107,643,179
Less estimated income	755,657,771	156,803,837	912,461,608
Total general fund	$150,927,125	$44,254,446	$195,181,571
Full-time equivalent positions	2,059.98	0.58	2,060.56

Subdivision 6.

NORTH DAKOTA STATE UNIVERSITY

	Base Level	Adjustments or Enhancements	Appropriation
Operations	$756,049,321	$46,573,844	$802,623,165
Capital assets	7,799,104	107,000,000	114,799,104
Minimum amount payable adjustment	0	4,537,253	4,537,253
Research network	0	3,201,100	3,201,100
Behavioral health initiative	0	1,100,000	1,100,000
Total all funds	$763,848,425	$162,412,197	$926,260,622
Less estimated income	625,417,100	135,106,551	760,523,651
Total general fund	$138,431,325	$27,305,646	$165,736,971
Full-time equivalent positions	1,829.43	38.07	1,867.50

Subdivision 7.

NORTH DAKOTA STATE COLLEGE OF SCIENCE

	Base Level	Adjustments or Enhancements	Appropriation
Operations	$95,547,465	$5,686,699	$101,234,164
Capital assets	1,012,379	0	1,012,379
Minimum amount payable adjustment	0	1,005,347	1,005,347
Behavioral health initiative	0	186,750	186,750
Total all funds	$96,559,844	$6,878,796	$103,438,640
Less estimated income	60,845,052	2,639,567	63,484,619
Total general fund	$35,714,792	$4,239,229	$39,954,021
Full-time equivalent positions	311.61	2.34	313.95

Subdivision 8.

DICKINSON STATE UNIVERSITY

	Base Level	Adjustments or Enhancements	Appropriation
Operations	$50,826,060	$5,244,442	$56,070,502
Capital assets	409,078	20,600,000	21,009,078
Behavioral health initiative	0	327,000	327,000
Total all funds	$51,235,138	$26,171,442	$77,406,580
Less estimated income	30,992,408	20,685,562	51,677,970
Total general fund	$20,242,730	$5,485,880	$25,728,610
Full-time equivalent positions	175.50	2.50	178.00

Subdivision 9.

MAYVILLE STATE UNIVERSITY

	Base Level	Adjustments or Enhancements	Appropriation
Operations	$50,603,276	$5,068,561	$55,671,837

Capital assets	358,992	49,970,100	50,329,092
Behavioral health initiative	0	308,734	308,734
Total all funds	$50,962,268	$55,347,395	$106,309,663
Less estimated income	32,282,440	52,019,679	84,302,119
Total general fund	$18,679,828	$3,327,716	$22,007,544
Full-time equivalent positions	230.35	(3.43)	226.92

Subdivision 10.

MINOT STATE UNIVERSITY

	Base Level	Adjustments or Enhancements	Appropriation
Operations	$104,154,777	$10,794,119	$114,948,896
Capital assets	1,099,620	7,865,000	8,964,620
Behavioral health initiative	0	170,000	170,000
Total all funds	$105,254,397	$18,829,119	$124,083,516
Less estimated income	64,047,767	10,588,652	74,636,419
Total general fund	$41,206,630	$8,240,467	$49,447,097
Full-time equivalent positions	403.04	20.59	423.63

Subdivision 11.

VALLEY CITY STATE UNIVERSITY

	Base Level	Adjustments or Enhancements	Appropriation
Operations	$50,083,400	$5,135,290	$55,218,690
Capital assets	455,823	22,000,000	22,455,823
Behavioral health initiative	0	236,000	236,000
Total all funds	$50,539,223	$27,371,290	$77,910,513
Less estimated income	26,377,846	23,684,575	50,062,421
Total general fund	$24,161,377	$3,686,715	$27,848,092
Full-time equivalent positions	202.77	9.17	211.94

Subdivision 12.

DAKOTA COLLEGE AT BOTTINEAU

	Base Level	Adjustments or Enhancements	Appropriation
Operations	$23,640,055	$2,227,163	$25,867,218
Capital assets	114,007	5,800,000	5,914,007
Behavioral health initiative	0	170,000	170,000
Total all funds	$23,754,062	$8,197,163	$31,951,225
Less estimated income	14,216,200	6,434,747	20,650,947
Total general fund	$9,537,862	$1,762,416	$11,300,278
Full-time equivalent positions	91.86	(7.86)	84.00

Subdivision 13.

UNIVERSITY OF NORTH DAKOTA SCHOOL OF MEDICINE AND HEALTH SCIENCES

	Base Level	Adjustments or Enhancements	Appropriation
Operations	$218,253,058	$19,850,819	$238,103,877
Healthcare workforce initiative	10,676,150	0	10,676,150
Total all funds	$228,929,208	$19,850,819	$248,780,027
Less estimated income	160,806,249	7,107,862	167,914,111
Total general fund	$68,122,959	$12,742,957	$80,865,916
Full-time equivalent positions	492.67	(3.84)	488.83

Subdivision 14.

NORTH DAKOTA FOREST SERVICE

	Base Level	Adjustments or Enhancements	Appropriation
Operations	$15,343,065	$9,318,100	$24,661,165
Capital assets	118,728	0	118,728
Total all funds	$15,461,793	$9,318,100	$24,779,893
Less estimated income	10,669,315	8,471,957	19,141,272
Total general fund	$4,792,478	$846,143	$5,638,621
Full-time equivalent positions	28.00	1.00	29.00

Subdivision 15.

TOTAL - SECTION 1

	Base Level	Adjustments or Enhancements	Appropriation
Grand total general fund	$686,328,526	$171,256,335	$857,584,861
Grand total special funds	1,926,770,039	482,168,481	2,408,938,520
Grand total all funds	$2,613,098,565	$653,424,816	$3,266,523,381"

Page 8, replace lines 8 through 12 with:

"Capital projects - strategic investment and improvements fund	$0	$205,727,053
Capital project inflation - general fund	0	13,160,000
Capital projects - other funds	4,363,000	179,161,986
University of North Dakota national security initiative	0	9,000,000
Additional hold harmless adjustment	0	6,728,618"

Page 8, remove lines 28 through 31

Page 9, replace lines 1 through 6 with:

"Higher education challenge grants	11,150,000	20,000,000
Dakota digital academy	475,000	450,000
Workforce education grants	0	10,000,000
Behavioral health initiative	0	3,640,624
Financial aid software	0	1,669,354
Severance agreement	0	300,000
Total all funds	$207,876,121	$449,837,635
Total other funds	190,851,121	384,889,039
Total general fund	$17,025,000	$64,948,596"

Page 9, remove lines 23 through 29

Page 10, line 9, replace "$293,290,000" with "$205,727,053"

Page 10, replace lines 11 through 23 with:

"Williston state college medical healthcare building	$25,962,053
University of North Dakota science, engineering, and national security corridor	57,400,000
North Dakota state university center for engineering and computational sciences	59,000,000
Dickinson state university agriculture and technical education building	17,100,000
Mayville state university old main renovation	42,200,000
Minot state university Dakota hall demolition	765,000
Dakota college at Bottineau old main renovation	3,300,000
Total strategic investment and improvements fund	$205,727,053"

Page 10, remove lines 24 through 30

Page 11, remove lines 1 through 30

Page 12, remove lines 1 through 4

Page 12, line 8, after the third comma insert "and any funds in the severance agreements line item in subdivision 1 of section 1 of this Act,"

Page 12, line 21, replace "$7,500,000" with "$3,400,000"

Page 12, line 26, replace "$7,500,000" with "$3,400,000"

Page 12, after line 28, insert:

"**SECTION 10. APPROPRIATION - BANK OF NORTH DAKOTA - TRANSFER - STRATEGIC INVESTMENT AND IMPROVEMENTS FUND - ECONOMIC DIVERSIFICATION RESEARCH FUND.** The office of management and budget shall transfer $10,000,000 from the strategic investment and improvements fund to the economic diversification research fund, the sum of which is appropriated to the Bank of North Dakota for the purpose of providing grants to institutions under the control of the state board of higher eduction, for the biennium beginning July 1, 2023, and ending June 30, 2025, as requested by the commissioner of higher education."

Page 13, replace lines 20 and 21 with:

"Bismarck state college polytechnic project inflation	$12,400,000
Lake region state college wind turbine gearbox replacement and parking lot repairs"	1,000,000

Page 13, replace line 24 with:

"University of North Dakota Merrifield hall and Twamley hall project inflation	12,500,000"

Page 13, remove lines 26 and 27

Page 13, remove lines 29 and 30

Page 14, replace lines 1 and 2 with:

"Dickinson state university generator and project inflation	2,600,000
Mayville state university old main renovation	49,970,100
Minot state university Hartnett hall project inflation	4,000,000
Dakota college at Bottineau old main renovation	5,800,000
Total	$308,870,100"

Page 14, line 5, remove "The state board of higher education may not include requests for any state funds for"

Page 14, remove lines 6 through 15

Page 14, line 16, remove "3."

Page 14, line 19, replace "4." with "2."

Page 14, line 25, replace "5." with "3."

Page 14, line 25, replace "Any" with "It is the intent of the sixty-eighth legislative assembly that any"

Page 15, replace lines 3 through 10 with:

"**SECTION 15.** A new section to chapter 6-09 of the North Dakota Century Code is created and enacted as follows:

Economic diversification research fund - Report to legislative management.

1. There is created in the state treasury the economic diversification research fund. The fund consists of all moneys deposited in or

transferred to the fund pursuant to legislative action. Moneys in the fund may be spent by the Bank of North Dakota pursuant to legislative appropriations to provide grants to institutions under the control of the state board of higher education for economic diversification research.

2. In consultation with representatives of North Dakota state university and the university of North Dakota, the Bank, in consultation with the state board of higher education, shall award grants to institutions under the control of the state board of higher education. Up to ninety percent of the funding must be awarded to North Dakota state university and the university of North Dakota with equal amounts awarded to each institution. The remaining funding must be awarded to the other institutions under the control of the state board of higher education, as determined by the board. The state board of higher education may not award more than fifty percent of the available funding during the first year of the biennium. The Bank of North Dakota shall distribute the grant funding as awarded by the state board of higher education.

3. The state board of higher education shall develop guidelines for the economic diversification research grants. The purpose of the grants is to stimulate economic activity across the state through innovation of new technology, concepts, and products; to promote job creation and career and wage growth; to enhance health care outcomes; to address loss of revenue and jobs in communities with economies that depend primarily on the fossil fuel industry; and to provide experiential learning opportunities for students. Research projects may be initiated by an institution under the control of the state board of higher education or by the private sector. The guidelines must include consideration for research projects with matching funds and provisions for grant oversight by an internal advisory committee and an external advisory committee.

4. The state board of higher education shall develop reporting requirements for the institutions under the control of the board. The reporting requirements must include criteria for assessing performance outcomes related to the grants. The state board of higher education shall compile the reports and submit a comprehensive report annually to the legislative management. The comprehensive report must include information on how the research efforts by each institution align with the state's priorities, how the institutions collaborate when appropriate, and how the outcomes of the research meet established performance expectations."

Page 15, line 13, remove "**budget**"

Page 15, line 14, replace "**section**" with "**legislative management**"

Page 15, line 15, remove "budget"

Page 15, line 16, replace "section" with "legislative management"

Page 15, remove lines 21 through 31

Page 16, remove lines 1 through 8

Page 22, line 3, replace "five million" with "two million seven hundred thousand"

Page 22, line 5, replace "four million" with "two million two hundred thousand"

Page 22, line 6, remove "each"

Page 22, line 7, remove "and the North Dakota state university"

Page 22, line 8, remove "main research center"

Page 22, after line 10, insert:

"**SECTION 23.** Section 15-10-48.2 of the North Dakota Century Code is created and enacted as follows:

Agricultural research and extension - Matching grants - North Dakota state university agricultural experiment station.

1. a. Subject to legislative appropriations, each biennium the state board of higher education shall award one dollar in matching grants for every two dollars raised by the institutional foundation of North Dakota state university for projects dedicated exclusively to agricultural research and extension at the agricultural experiment station. Notwithstanding section 15-10-53, awards under this section may be used for endowments, operations, facility repair projects, and new capital construction projects.

   b. To be eligible for a matching grant, the institution shall demonstrate:

      (1) Its foundation has raised at least twenty-five thousand dollars in cash or monetary pledges for a qualifying project; and

      (2) The project has been approved by the grant review committee established in section 15-10-51.

   c. The board may award up to two million two hundred thousand dollars in matching grants under this section.

   d. If the remaining dollars are insufficient to provide a matching grant in the amount of one dollar for every two dollars raised by the institutional foundation, the board shall award a lesser amount.

2. The state board of higher education shall retain up to one-quarter of one percent of any grant awarded under this section to assist with the administrative expenses incurred in the grant review process."

Page 22, line 14, replace "Three million" with "One million seven hundred thousand"

Page 22, line 17, replace "Two million" with "One million one hundred thousand"

Page 22, line 19, replace "One million" with "Six hundred thousand"

Page 24, line 22, replace "$72.39" with "$73.15"

Page 24, line 24, replace "$102.78" with "$103.76"

Page 24, line 26, replace "$109.30" with "$110.38"

Page 25, line 25, replace "six hundred fifty" with "three hundred seventy-five"

Page 25, line 26, replace "One thousand one hundred" with "Nine hundred seventeen"

Page 27, line 28, remove ", 15-10-53,"

Page 28, line 11, remove "**- LAKE REGION STATE**"

Page 28, replace lines 12 through 15 with:

"Notwithstanding any matching requirements in chapter 15-54.1, the following projects are authorized to use funding from the respective institution's allocation in the university system capital building fund:

Lake region state college wind turbine gearbox replacement and parking lot repairs	$1,000,000
Williston state college medical healthcare building	637,947
Mayville state university old main renovation	2,330,087

Dakota college at Bottineau old main renovation 1,000,000
Total $4,968,034"

Page 28, line 27, after the second "programs" insert ", including for the Twamley hall project at the university of North Dakota,"

Page 28, after line 28, insert:

"**SECTION 41. LEGISLATIVE MANAGEMENT STUDY - DUAL-CREDIT FUNDING.** During the 2023-24 interim, the legislative management shall study funding for dual-credit courses. The study must include a review of all funding sources relating to dual-credit courses in the state, including tuition and fees, the higher education funding formula, elementary and secondary education integrated formula payments, institution scholarships, state scholarships, and the Bank of North Dakota. The study must also include a review of funding for dual-credit courses in other states. The legislative management shall report its findings and recommendations, together with any legislation required to implement the recommendations, to the sixty-ninth legislative assembly.

SECTION 42. LEGISLATIVE MANAGEMENT STUDY - ARTIFICIAL INTELLIGENCE IMPACTS. During the 2023-24 interim, the legislative management shall consider studying the emergence of artificial intelligence and the potential impacts on the state's institutions, agencies, businesses, citizens, and youth. The study must include a review of the effect of artificial intelligence on the provision of health care, effects on student learning, potential opportunities or threats to the integrity of state services, the potential impact on electoral processes, including mitigating action to be taken leading up to the 2024 state elections, opportunities for state investment or policy changes to promote artificial intelligence businesses, and cybersecurity implications across all state institutions. The legislative management shall report its findings and recommendations, together with any legislation required to implement the recommendations, to the sixty-ninth legislative assembly."

Page 28, line 31, remove "and fee"

Page 29, line 5, remove "and fee"

Page 30, line 1, after "hygienist" insert "and dental assistant"

Page 30, line 3, replace "Section 35" with "Sections 2, 5, 11, 12, 13, 32, 38, and the capital assets line items in section 1"

Page 30, line 3, replace "is" with "are"

Renumber accordingly

STATEMENT OF PURPOSE OF AMENDMENT:

House Bill No. 1003 - Summary of Senate Action

	Base Budget	House Version	Senate Changes	Senate Version
University System Office				
Total all funds	$142,655,511	$236,706,896	($47,319,183)	$189,387,713
Less estimated income	25,757,035	26,629,233	(385,125)	26,244,108
General fund	$116,898,476	$210,077,663	($46,934,058)	$163,143,605
FTE	158.83	162.83	1.00	163.83
Bismarck State College				
Total all funds	$102,493,948	$141,013,611	($18,215,975)	$122,797,636
Less estimated income	70,409,893	104,810,627	(23,531,046)	81,279,581
General fund	$32,084,055	$36,202,984	$5,315,071	$41,518,055
FTE	332.90	335.33	0.00	335.33
Lake Region State College				
Total all funds	$39,513,580	$42,136,398	$1,319,377	$43,455,775
Less estimated income	25,271,428	26,926,556	602,211	27,528,767
General fund	$14,242,152	$15,209,842	$717,166	$15,927,008
FTE	115.76	120.59	0.00	120.59

Williston State College				
Total all funds	$35,306,272	$82,009,207	$309,192	$82,318,399
Less estimated income	24,019,535	68,850,090	180,837	69,030,927
General fund	$11,286,737	$13,159,117	$128,355	$13,287,472
FTE	101.29	102.83	0.00	102.83
University of North Dakota				
Total all funds	$906,584,896	$1,198,001,089	($90,357,910)	$1,107,643,179
Less estimated income	755,657,771	974,271,737	(61,810,129)	912,461,608
General fund	$150,927,125	$223,729,352	($28,547,781)	$195,181,571
FTE	2,059.98	2,060.56	0.00	2,060.56
UND Medical Center				
Total all funds	$228,929,208	$246,725,638	$2,054,389	$248,780,027
Less estimated income	160,806,249	166,588,967	1,325,144	167,914,111
General fund	$68,122,959	$80,136,671	$729,245	$80,865,916
FTE	492.67	488.83	0.00	488.83
North Dakota State University				
Total all funds	$763,848,425	$920,309,083	$5,951,539	$926,260,622
Less estimated income	625,417,100	755,918,135	4,605,516	760,523,651
General fund	$138,431,325	$164,390,948	$1,346,023	$165,736,971
FTE	1,829.43	1,867.50	0.00	1,867.50
State College of Science				
Total all funds	$96,559,844	$121,371,653	($17,933,013)	$103,438,640
Less estimated income	60,845,052	83,058,003	(19,573,384)	63,484,619
General fund	$35,714,792	$38,313,650	$1,640,371	$39,954,021
FTE	311.61	313.95	0.00	313.95
Dickinson State University				
Total all funds	$51,235,138	$74,317,834	$3,088,746	$77,406,580
Less estimated income	30,992,408	50,414,027	1,263,943	51,677,970
General fund	$20,242,730	$23,903,807	$1,824,803	$25,728,610
FTE	175.50	178.00	0.00	178.00
Mayville State University				
Total all funds	$50,962,268	$105,818,246	$491,417	$106,309,663
Less estimated income	32,282,440	84,015,644	286,475	84,302,119
General fund	$18,679,828	$21,802,602	$204,942	$22,007,544
FTE	230.35	226.92	0.00	226.92
Minot State University				
Total all funds	$105,254,397	$126,949,121	($2,865,605)	$124,083,516
Less estimated income	64,047,767	79,552,328	(4,915,909)	74,636,419
General fund	$41,206,630	$47,396,793	$2,050,304	$49,447,097
FTE	403.04	423.63	0.00	423.63
Valley City State University				
Total all funds	$50,539,223	$90,901,990	($12,991,477)	$77,910,513
Less estimated income	26,377,846	63,314,690	(13,252,269)	50,062,421
General fund	$24,161,377	$27,587,300	$260,792	$27,848,092
FTE	202.77	211.94	0.00	211.94
Dakota College at Bottineau				
Total all funds	$23,754,062	$31,247,197	$704,028	$31,951,225
Less estimated income	14,216,200	20,055,822	595,125	20,650,947
General fund	$9,537,862	$11,191,375	$108,903	$11,300,278
FTE	91.86	84.00	0.00	84.00
Forest Service				
Total all funds	$15,461,793	$24,714,730	$65,163	$24,779,893
Less estimated income	10,669,315	19,139,209	2,063	19,141,272
General fund	$4,792,478	$5,575,521	$63,100	$5,638,621
FTE	28.00	29.00	0.00	29.00
Bank of North Dakota				
Total all funds	$0	$0	$10,000,000	$10,000,000
Less estimated income	0	0	10,000,000	10,000,000
General fund	$0	$0	$0	$0
FTE	0.00	0.00	0.00	0.00
Bill total				

Total all funds	$2,613,098,565	$3,442,222,693	($165,699,312)	$3,276,523,381
Less estimated income	1,926,770,039	2,523,545,068	(104,606,548)	2,418,938,520
General fund	$686,328,526	$918,677,625	($61,092,764)	$857,584,861
FTE	6,533.99	6,605.91	1.00	6,606.91

House Bill No. 1003 - General Fund Summary

	Base Budget	House Version	Senate Changes	Senate Version
University System Office	$116,898,476	$210,077,663	($46,934,058)	$163,143,605
Bismarck State College	32,084,055	36,202,984	5,315,071	41,518,055
Lake Region State College	14,242,152	15,209,842	717,166	15,927,008
Williston State College	11,286,737	13,159,117	128,355	13,287,472
University of North Dakota	150,927,125	223,729,352	(28,547,781)	195,181,571
UND Medical Center	68,122,959	80,136,671	729,245	80,865,916
North Dakota State University	138,431,325	164,390,948	1,346,023	165,736,971
State College of Science	35,714,792	38,313,650	1,640,371	39,954,021
Dickinson State University	20,242,730	23,903,807	1,824,803	25,728,610
Mayville State University	18,679,828	21,802,602	204,942	22,007,544
Minot State University	41,206,630	47,396,793	2,050,304	49,447,097
Valley City State University	24,161,377	27,587,300	260,792	27,848,092
Dakota College at Bottineau	9,537,862	11,191,375	108,903	11,300,278
Forest Service	4,792,478	5,575,521	63,100	5,638,621
Bank of North Dakota				
Total general fund	$686,328,526	$918,677,625	($61,092,764)	$857,584,861

Detail of Senate Changes to the General Fund

	Adjusts Funding for University System Office[1]	Provides Funding Formula Adjustments[2]	Adjusts Special Funds[3]	Adds Funding for Adjusted Minimum Amount Payable[4]	Reduces Funding for National Security Initiative[5]	Removes Funding for Workforce Education[6]
University System Office	($46,934,058)					
Bismarck State College		$355,071				
Lake Region State College		147,480		$569,686		
Williston State College		128,355				
University of North Dakota		1,835,887		616,332	($36,000,000)	
UND Medical Center		729,245				
North Dakota State University		1,608,770		4,537,253		($4,800,000)
State College of Science		635,024		1,005,347		
Dickinson State University		224,803				
Mayville State University		204,942				
Minot State University		450,304				
Valley City State University		260,792				
Dakota College at Bottineau		108,903				
Forest Service						
Bank of North Dakota						
Total general fund	($46,934,058)	$6,689,576	$0	$6,728,618	($36,000,000)	($4,800,000)

	Adjusts Funding for Capital Projects[7]	Adjusts Forest Service Funding[8]	Adds Funding for Economic Diversification Research Grants[9]	Total the General Fund Changes
University System Office				($46,934,058)
Bismarck State College	$4,960,000			5,315,071
Lake Region State College				717,166
Williston State College				128,355
University of North Dakota	5,000,000			(28,547,781)
UND Medical Center				729,245
North Dakota State University				1,346,023
State College of Science				1,640,371
Dickinson State University	1,600,000			1,824,803
Mayville State University				204,942
Minot State University	1,600,000			2,050,304
Valley City State University				260,792
Dakota College at Bottineau				108,903
Forest Service		$63,100		63,100
Bank of North Dakota				
Total general fund	$13,160,000	$63,100	$0	($61,092,764)

House Bill No. 1003 - Other Funds Summary

	Base Budget	House Version	Senate Changes	Senate Version
University System Office	$25,757,035	$26,629,233	($385,125)	$26,244,108
Bismarck State College	70,409,893	104,810,627	(23,531,046)	81,279,581
Lake Region State College	25,271,428	26,926,556	602,211	27,528,767
Williston State College	24,019,535	68,850,090	180,837	69,030,927
University of North Dakota	755,657,771	974,271,737	(61,810,129)	912,461,608
UND Medical Center	160,806,249	166,588,967	1,325,144	167,914,111
North Dakota State University	625,417,100	755,918,135	4,605,516	760,523,651
State College of Science	60,845,052	83,058,003	(19,573,384)	63,484,619
Dickinson State University	30,992,408	50,414,027	1,263,943	51,677,970
Mayville State University	32,282,440	84,015,644	286,475	84,302,119
Minot State University	64,047,767	79,552,328	(4,915,909)	74,636,419
Valley City State University	26,377,846	63,314,690	(13,252,269)	50,062,421
Dakota College at Bottineau	14,216,200	20,055,822	595,125	20,650,947
Forest Service	10,669,315	19,139,209	2,063	19,141,272
Bank of North Dakota			10,000,000	10,000,000
Total other funds	$1,926,770,039	$2,523,545,068	($104,606,548)	$2,418,938,520

Detail of Senate Changes to Other Funds

	Adjusts Funding for University System Office[1]	Provides Funding Formula Adjustments[2]	Adjusts Special Funds[3]	Adds Funding for Adjusted Minimum Amount Payable[4]	Reduces Funding for National Security Initiative[5]	Removes Funding for Workforce Education[6]
University System Office	($385,125)					
Bismarck State College			$528,954			
Lake Region State College			202,211			
Williston State College			180,837			
University of North Dakota			5,689,871			
UND Medical Center			1,325,144			
North Dakota State University			4,605,516			
State College of Science			401,616			
Dickinson State University			263,943			
Mayville State University			286,475			
Minot State University			684,091			
Valley City State University			247,731			
Dakota College at Bottineau			95,125			
Forest Service						
Bank of North Dakota						
Total other funds	($385,125)	$0	$14,511,514	$0	$0	$0

	Adjusts Funding for Capital Projects[7]	Adjusts Forest Service Funding[8]	Adds Funding for Economic Diversification Research Grants[9]	Total Other Funds Changes
University System Office				($385,125)
Bismarck State College	($24,060,000)			(23,531,046)
Lake Region State College	400,000			602,211
Williston State College				180,837
University of North Dakota	(67,500,000)			(61,810,129)
UND Medical Center				1,325,144
North Dakota State University				4,605,516
State College of Science	(19,975,000)			(19,573,384)
Dickinson State University	1,000,000			1,263,943
Mayville State University				286,475
Minot State University	(5,600,000)			(4,915,909)
Valley City State University	(13,500,000)			(13,252,269)
Dakota College at Bottineau	500,000			595,125
Forest Service		$2,063		2,063
Bank of North Dakota			$10,000,000	10,000,000
Total other funds	($128,735,000)	$2,063	$10,000,000	($104,606,548)

House Bill No. 1003 - All Funds Summary

	Base Budget	House Version	Senate Changes	Senate Version
University System Office	$142,655,511	$236,706,896	($47,319,183)	$189,387,713
Bismarck State College	102,493,948	141,013,611	(18,215,975)	122,797,636
Lake Region State College	39,513,580	42,136,398	1,319,377	43,455,775
Williston State College	35,306,272	82,009,207	309,192	82,318,399
University of North Dakota	906,584,896	1,198,001,089	(90,357,910)	1,107,643,179
UND Medical Center	228,929,208	246,725,638	2,054,389	248,780,027
North Dakota State University	763,848,425	920,309,083	5,951,539	926,260,622
State College of Science	96,559,844	121,371,653	(17,933,013)	103,438,640
Dickinson State University	51,235,138	74,317,834	3,088,746	77,406,580
Mayville State University	50,962,268	105,818,246	491,417	106,309,663
Minot State University	105,254,397	126,949,121	(2,865,605)	124,083,516
Valley City State University	50,539,223	90,901,990	(12,991,477)	77,910,513
Dakota College at Bottineau	23,754,062	31,247,197	704,028	31,951,225
Forest Service	15,461,793	24,714,730	65,163	24,779,893
Bank of North Dakota			10,000,000	10,000,000
Total all funds	$2,613,098,565	$3,442,222,693	($165,699,312)	$3,276,523,381
FTE	6,533.99	6,605.91	1.00	6,606.91

Detail of Senate Changes to All Funds

	Adjusts Funding for University System Office[1]	Provides Funding Formula Adjustments[2]	Adjusts Special Funds[3]	Adds Funding for Adjusted Minimum Amount Payable[4]	Reduces Funding for National Security Initiative[5]	Removes Funding for Workforce Education[6]
University System Office	($47,319,183)					
Bismarck State College		$355,071	$528,954			
Lake Region State College		147,480	202,211	$569,686		
Williston State College		128,355	180,837			
University of North Dakota		1,835,887	5,689,871	616,332	($36,000,000)	
UND Medical Center		729,245	1,325,144			
North Dakota State University		1,608,770	4,605,516	4,537,253		($4,800,000)
State College of Science		635,024	401,616	1,005,347		
Dickinson State University		224,803	263,943			
Mayville State University		204,942	286,475			
Minot State University		450,304	684,091			
Valley City State University		260,792	247,731			
Dakota College at Bottineau		108,903	95,125			
Forest Service						
Bank of North Dakota						
Total all funds	($47,319,183)	$6,689,576	$14,511,514	$6,728,618	($36,000,000)	($4,800,000)
FTE	1.00	0.00	0.00	0.00	0.00	0.00

	Adjusts Funding for Capital Projects[7]	Adjusts Forest Service Funding[8]	Adds Funding for Economic Diversification Research Grants[9]	Total All Funds Changes
University System Office				($47,319,183)
Bismarck State College	($19,100,000)			(18,215,975)
Lake Region State College	400,000			1,319,377
Williston State College				309,192
University of North Dakota	(62,500,000)			(90,357,910)
UND Medical Center				2,054,389
North Dakota State University				5,951,539
State College of Science	(19,975,000)			(17,933,013)
Dickinson State University	2,600,000			3,088,746
Mayville State University				491,417
Minot State University	(4,000,000)			(2,865,605)
Valley City State University	(13,500,000)			(12,991,477)
Dakota College at Bottineau	500,000			704,028
Forest Service		$65,163		65,163
Bank of North Dakota			$10,000,000	10,000,000
Total all funds	($115,575,000)	$65,163	$10,000,000	($165,699,312)
FTE	0.00	0.00	0.00	1.00

[1] Funding for the University System office is adjusted as detailed in the schedules below.

The following schedule details funding adjustments for system governance:

System Governance

	FTE Positions	General Fund	Other Funds	Total Funds
Salary increase	0	$145,345	$5,459	$150,804
Health insurance increase	0	(2,532)	(118)	(2,650)
New vice chancellor position	1.00	425,000	0	425,000
Salaries funding source change	0	561,327	(561,327)	0
Financial aid staff	0	(125,000)	0	(125,000)
New financial aid system one-time costs	0	115,000	0	115,000
Total	1.00	$1,119,140	($555,986)	$563,154

The following schedule details funding adjustments for core technology services:

Core Technology Services

	General Fund	Other Funds	Total Funds
Salary increase	$355,691	$176,319	$532,010
Health insurance increase	(8,889)	(5,458)	(14,347)
Software and a security operations center	(1,500,000)	0	(1,500,000)
Total	($1,153,198)	$170,861	($982,337)

The following schedule details general fund adjustments in other line items in the University System office budget:

	House Version	Senate Version	Change
Student financial assistance grants	$35,917,306	$29,917,306	($6,000,000)
Tribally controlled community college grants	2,000,000	1,400,000	(600,000)
Challenge grants (one-time)	36,000,000	20,000,000	(16,000,000)
Severance agreement (one-time)	0	300,000	300,000
Passthrough grants (one-time)	20,100,000	0	(20,100,000)
Single parent support (one-time)	4,500,000	0	(4,500,000)
Total	$98,517,306	$51,617,306	($46,900,000)

[2] The following adjustments are made to institution general fund appropriations through the higher education funding formula:

General Fund Adjustments

	Formula Adjustment	Salary Increase	Health Insurance Decrease	Total Increase
Bismarck State College	$0	$369,687	($14,616)	$355,071
Dakota College at Bottineau	0	113,287	(4,384)	108,903
Lake Region State College	0	153,406	(5,926)	147,480
North Dakota State College of Science	231,285	419,719	(15,980)	635,024
Williston State College	0	132,726	(4,371)	128,355
Dickinson State University	0	233,352	(8,549)	224,803
Mayville State University	0	213,346	(8,404)	204,942
Minot State University	0	468,250	(17,946)	450,304
Valley City State University	0	273,761	(12,969)	260,792
North Dakota State University	0	1,663,524	(54,754)	1,608,770
University of North Dakota	0	1,880,889	(45,002)	1,835,887
UND School of Medicine	0	749,087	(19,842)	729,245
Total	$231,285	$6,671,034	($212,743)	$6,689,576

Salaries and wages funding is adjusted to provide for 2023-25 biennium salary increases of 6 percent on July 1, 2023, and 4 percent on July 1, 2024, and for adjustments to health insurance premium rates. The House provided salary adjustments of 4 percent on July 1, 2023, and July 1, 2024.

[3] The following adjustments are made to institution other funds appropriations:

Other Funds Adjustments

	Salary Increase	Health Insurance Adjustment	Total
Bismarck State College	$550,866	($21,912)	$528,954
Dakota College at Bottineau	99,613	(4,488)	95,125
Lake Region State College	209,775	(7,564)	202,211
North Dakota State College of Science	419,623	(18,007)	401,616
Williston State College	187,102	(6,265)	180,837
Dickinson State University	274,835	(10,892)	263,943
Mayville State University	302,911	(16,436)	286,475
Minot State University	710,937	(26,846)	684,091
Valley City State University	259,853	(12,122)	247,731
North Dakota State University	4,773,896	(168,380)	4,605,516
University of North Dakota	5,888,793.	(198,922)	5,689,871
UND School of Medicine	1,356,739	(31,595)	1,325,144
Total	$15,034,943	($523,429)	$14,511,514

[4] Funding is added as follows for an adjusted minimum amount payable, to provide for a maximum reduction of $1 million under the funding formula for the University of North

Dakota and North Dakota State University and for a 100 percent minimum amount payable for the remaining institutions:

	General Fund
Lake Region State College	$569,686
University of North Dakota	616,332
North Dakota State University	4,537,253
North Dakota State College of Science	1,005,347
Total	$6,728,618

[5] One-time funding is reduced by $36 million from the general fund to provide a total of $9 million for the University of North Dakota national security initiative. The House provided $45 million for the national security initiative.

[6] One-time funding of $4.8 million from the general fund added by the House for workforce education at North Dakota State University is removed by the Senate.

[7] One-time funding is adjusted for the following capital building projects:

	General Fund	Strategic Investment and Improvements Fund	Other Funds	Total Funds
Removes funding for BSC multipurpose academic and athletic center	0	($29,900,000)	($1,600,000)	($31,500,000)
Adds funding for BSC polytechnic building inflation	$4,960,000		7,440,000	12,400,000
Increases funding for LRSC wind turbine gearbox and parking lot	0	0	400,000	400,000
Adjusts funding for WSC medical healthcare building	0	(8,787,947)	8,787,947	0
Removes funding for UND science, technology, engineering, and math building	0	(52,000,000)	(23,000,000)	(75,000,000)
Provides funding for UND Merrifield Hall and Twamley Hall inflation	5,000,000	0	7,500,000	12,500,000
Removes funding for NDSCS agriculture, automation, and autonomous systems building	0	(18,975,000)	(1,000,000)	(19,975,000)
Provides funding for DSU generator and other projects inflation	1,600,000	0	1,000,000	2,600,000
Adjusts funding for MaSU Old Main renovation	0	(7,770,100)	7,770,100	0
Removes funding for MiSU academic building	0	(7,600,000)	(400,000)	(8,000,000)
Provides funding for MiSU Hartnett Hall inflation	1,600,000	0	2,400,000	4,000,000
Removes funding for VCSU McCarthy Hall	0	(11,500,000)	(2,000,000)	(13,500,000)
Increases funding for DCB Old Main renovation	0	(1,000,000)	1,500,000	500,000
Total capital projects	$13,160,000	($137,533,047)	$8,798,047	($115,575,000)

[8] Salaries and wages funding for the Forest Service is adjusted to provide for 2023-25 biennium salary increases of 6 percent on July 1, 2023, and 4 percent on July 1, 2024, and for adjustments to health insurance premium rates as follows:

	General Fund	Other Funds	Total
Salary increase	$66,058	$2,181	$68,239
Health insurance adjustment	(2,958)	(118)	(3,076)
Total	$63,100	$2,063	$65,163

The House provided salary adjustments of 4 percent on July 1, 2023, and July 1, 2024.

[9] One-time funding of $10 million from the economic diversification research fund is appropriated to the Bank of North Dakota for grants to institutions under the control of the state board of higher education. The funding is transferred to the economic diversification research fund from the strategic investment and improvements fund.

House Bill No. 1003 - Other Changes - Senate Action

This amendment also:

- Removes a separate appropriation section for the Mayville State University Old Main project. The project appropriation is moved to Section 1 of the bill.
- Reduces funding for projects from the strategic investment and improvements fund (SIIF) by $137,533,047 to provide a total of $205,727,053 from SIIF for capital projects.
- Removes a section identifying $4.8 million from the general fund for workforce

education at North Dakota State University.
- Removes a section identifying $4.5 million from the general fund for student support for single mothers.
- Adjusts the source of funds for the reimbursement of a North Dakota State University severance agreement to provide $300,000 from the general fund and the remainder from the University System office carryover funding.
- Reduces transfers from Bank of North Dakota profits to the career builders program from $15 million to $6.8 million.
- Adds sections to transfer $10 million from SIIF to a newly created economic diversification research fund.
- Adjusts the projects authorized to use funding from each institution's allocation in the University System capital building fund.
- Removes certain limitations on future institution requests for capital project funding.
- Removes a section allowing for a transfer of appropriation authority between the University of North Dakota and the School of Medicine and Health Sciences.
- Adjusts a section to provide for the commissioner of the North Dakota University System to provide an annual report to the Legislative Management instead of the Budget Section.
- Removes a section requiring future severance agreements to be paid from the University System office budget and for the agreements to be approved by the Emergency Commission and Budget Section.
- Removes a section requiring the State Board of Higher Education to approve or deny a request for a new academic program within 30 days.
- Adjusts the funding available to each institution under the challenge grant program and restores limitations on the use of state matching funds.
- Adjusts the base funding rate under the higher education funding formula to provide for a 6 percent salary increase on July 1, 2023.
- Reduces the increase in the maximum grant award under the student financial assistance grants program.
- Exempts certain capital projects from matching requirements under the University System capital building fund program.
- Clarifies that funding appropriated during the November 2021 special session for the University of North Dakota Merrifield Hall project also may be used for a renovation of Twamley Hall.
- Provides for a Legislative Management study of dual-credit funding.
- Provides for a Legislative Management study of artificial intelligence impacts.
- Clarifies that the tuition increase limitation does not include a limitation on fees charged to students.
- Clarifies that both dental hygiene and dental assistant credits should be placed under the career and technical education program classification within the higher education funding formula.
- Provides an emergency declaration for capital projects.

REPORT OF STANDING COMMITTEE

HB 1014, as engrossed: Appropriations Committee (Sen. Bekkedahl, Chairman) recommends **AMENDMENTS AS FOLLOWS** and when so amended, recommends **DO PASS** (15 YEAS, 0 NAYS, 1 ABSENT AND NOT VOTING). Engrossed HB 1014 was placed on the Sixth order on the calendar. This bill affects workforce development.

Page 1, line 2, remove "to create and enact a new section to chapter"

Page 1, line 3, remove "6-09, relating to a Bank of North Dakota retention incentive program;"

Page 1, line 4, after "6-09.7-05" insert ", 54-17-40,"

Page 1, line 5, remove "section 8 of chapter 42 of the 2021 Session"

Page 1, line 6, replace "Laws" with "subsection 36 of section 1 of chapter 550 of the 2021 Special Session Session Laws"

Page 1, line 6, after "funding" insert ", the housing incentive fund"

Page 1, line 7, remove "a transfer of"

Page 1, line 8, replace "Bank of North Dakota profits to the general fund" with "an appropriation from the state fiscal recovery fund"

Page 1, line 9, after "report" insert "; to provide an effective date"

Page 1, remove lines 22 through 24

Page 2, replace lines 1 through 6 with:

"Salaries and wages	$23,698,119	($21,835,425)	$1,862,694
Operating expenses	5,119,958	(924,889)	4,195,069
Capital assets	0	1,250,000	1,250,000
Grants	0	8,623,893	8,623,893
Grants - bond payments	22,040,721	97,839,192	119,879,913
Total all funds	$50,858,798	$84,952,771	$135,811,569
Less estimated income	24,369,185	107,017,528	131,386,713
Total general fund	$26,489,613	($22,064,757)	$4,424,856
Full-time equivalent positions	108.25	(98.50)	9.75"

Page 2, replace lines 11 through 17 with:

"Salaries and wages	$0	$23,123,267	$23,123,267
Operating expenses	0	11,541,104	11,541,104
Capital assets	0	98,000	98,000
Total all funds	$0	$34,762,371	$34,762,371
Less estimated income	0	2,568,000	2,568,000
Total general fund	$0	$32,194,371	$32,194,371
Full-time equivalent positions	0.00	108.00	108.00"

Page 2, replace lines 22 through 25 with:

"Bank of North Dakota operations	$67,306,548	$2,760,519	$70,067,067
Capital assets	1,510,000	0	1,510,000
Total special funds	$68,816,548	$2,760,519	$71,577,067
Full-time equivalent positions	173.00	14.00	187.00"

Page 2, remove lines 30 and 31

Page 3, replace lines 1 through 7 with:

"Salaries and wages	$9,556,272	$1,556,933	$11,113,205
Operating expenses	6,109,060	4,794,823	10,903,883
Capital assets	150,000	(130,000)	20,000
Grants	42,975,200	5,829,910	48,805,110
Housing finance agency contingencies	100,000	0	100,000
Total all funds	$58,890,532	$12,051,666	$70,942,198
Less estimated income	58,890,532	9,551,666	68,442,198
Total general fund	$0	$2,500,000	$2,500,000
Full-time equivalent positions	49.00	5.00	54.00"

Page 3, replace lines 12 through 17 with:

"Salaries and wages	$50,560,209	$3,290,171	$53,850,380
Operating expenses	36,817,000	5,574,653	42,391,653
Contingencies	500,000	0	500,000
Agriculture promotion	500,000	0	500,000
Total special funds	$88,377,209	$8,864,824	$97,242,033
Full-time equivalent positions	156.00	14.00	170.00"

Page 3, replace lines 22 through 24 with:

"Grand total general fund	$26,489,613	$12,629,614	$39,119,227
Grand total special funds	240,453,474	130,762,537	371,216,011
Grand total all funds	$266,943,087	$143,392,151	$410,335,238"

Page 4, remove line 6

Page 4, after line 7, insert:

"Administration - carbon capture education	0	300,000
Administration - records digitization	0	75,000
Administration - inflationary increases	0	35,688"

Page 4, replace line 11 with:

"Mineral resources - inflationary expenses	0	886,868
Mineral resources - drones and computers	0	83,648"

Page 4, replace lines 23 through 25 with:

"Total all funds	$936,341,260	$20,919,820
Less estimated income	874,235,000	9,155,335
Total general fund	$62,106,260	$11,764,485"

Page 6, line 10, replace "$12,500,000" with "$15,000,000"

Page 6, line 15, after "funds" insert "from the new and vacant FTE funding pool"

Page 6, line 18, replace "spend" with "request the office of management and budget transfer up to"

Page 6, line 18, after "$82,068" insert "of other funds"

Page 6, line 18, after "the" insert "new and vacant FTE funding pool for"

Page 6, line 18, replace "line item" with "for the full-time equivalent position identified in this section,"

Page 6, line 18, after the second "and" insert "the agency"

Page 6, line 22, after "**FUND**" insert "**- ADMINISTRATION**"

Page 6, line 23, replace "$1,899,877" with "$1,818,114"

Page 7, line 6, after "**FUND**" insert "**- GRANT MANAGEMENT SOFTWARE**"

Page 7, after line 15, insert:

"**SECTION 10. TRANSFER - FUNDS UNDER THE CONTROL OF THE INDUSTRIAL COMMISSION TO INDUSTRIAL COMMISSION FUND - CARBON CAPTURE EDUCATION.** The sum of $300,000, or so much of the sum as may be necessary, included in the appropriation in subdivision 1 of section 1 of this Act, may be transferred from funds under the control of the industrial commission to the industrial commission fund to contract for carbon capture and utilization education and marketing in consultation with the lignite research council, the oil and gas research council, and the renewable energy council. Of the $300,000, the industrial commission may transfer:

1. Up to $100,000 from the lignite research fund;

2. Up to $100,000 from the oil and gas research fund; and

3. Up to $100,000 from the renewable energy development fund."

Page 7, line 17, replace "$70,000,000" with "$140,000,000"

Page 7, line 31, replace "$3,000,000 to the agricultural products utilization fund" with "$1,500,000 to the university of North Dakota for the North Dakota small business development center for the purpose of matching federal grants"

Page 8, line 1, replace "**LEGACY EARNINGS**" with "**STRATEGIC INVESTMENT AND IMPROVEMENTS**"

Page 8, line 2, remove "**AND LOANS**"

Page 8, line 3, remove "and pursuant to the"

Page 8, remove line 4

Page 8, line 5, replace "section 21-10-13, the state treasurer" with "the office of management and budget"

Page 8, line 5, remove "legacy"

Page 8, line 6, replace "earnings" with "strategic investment and improvements"

Page 8, line 7, replace "$5,000,000" with "$3,000,000"

Page 8, line 8, after the semicolon insert "and"

Page 8, line 9, replace "$50,000,000" with "$30,000,000"

Page 8, line 9, remove "; and"

Page 8, remove line 10

Page 8, line 11, remove "provide funding for loans"

Page 8, line 15, replace "$3,000,000" with "$1,500,000"

Page 8, line 19, replace "$3,000,000" with "$1,500,000"

Page 9, line 2, after "**FUND**" insert "**- FEDERAL STATE FISCAL RECOVERY FUND**"

Page 9, line 4, replace "$22,000,000" with "$6,000,000"

Page 9, line 6, after "57-51.1-07.9" insert "and pursuant to subsection 36 of section 1 of chapter 550 of the 2021 Special Session Session Laws, as amended in section 24 of this Act and exempted in section 26 of this Act"

Page 9, line 7, replace "$22,000,000" with "$6,000,000"

Page 9, line 8, after "fund" insert "and up to $5,300,000 of federal funds from the state fiscal recovery fund"

Page 9, remove lines 20 through 27

Page 10, after line 19, insert:

"**SECTION 17. LIGNITE RESEARCH FUND - FUTURE LIGNITE ELECTRICAL GENERATION FACILITIES STUDY - REPORT TO LEGISLATIVE MANAGEMENT.**

1. Pursuant to the continuing appropriation under section 57-61-01.6, up to $500,000 from the lignite research fund may be used for the purpose of contracting with the energy and environmental research center for a nonmatching study of future lignite electrical generation facilities.

2. The study must include consideration of an energy demand forecast for dispatchable electricity generation and the regulatory environment for future lignite electrical generation facilities, an analysis of the economic impact of future lignite electrical generation facilities and the value-added products or services that may result from those facilities, and other factors related to the development and operation of future lignite electrical generation facilities.

3. During the 2023-24 interim, the energy and environmental research center shall provide at least one report to the legislative management regarding the status of the study."

Page 10, remove lines 20 through 31

Page 11, remove lines 1 and 2

Page 11, after line 20, insert:

"**SECTION 19. AMENDMENT.** Section 54-17-40 of the North Dakota Century Code is amended and reenacted as follows:

54-17-40. Housing incentive fund - Continuing appropriation - Report to budget section.

1. The housing incentive fund is created as a special revolving fund at the Bank of North Dakota. The housing finance agency may direct disbursements from the fund and a continuing appropriation from the fund is provided for that purpose.

2. a. After a public hearing, the housing finance agency shall create an annual allocation plan for the distribution of the fund as authorized under subsection 3. ~~At least ten percent of the fund must be used to assist developing communities to address an unmet housing need or alleviate a housing shortage. At least ten percent of the fund must be made available to prevent homelessness as authorized by subdivision d of subsection 3.~~

b. The annual allocation plan must give priority to provide housing for individuals and families of low or moderate income. For purposes of this priority, eligible income limits are determined as a percentage of median family income as published in the most recent federal register notice. Under this priority, the annual allocation plan must give preference to projects that benefit households with the lowest income and to projects that have rent restrictions at or below department of housing and urban development published federal fair market rents or department of housing and urban development section 8 payment standards.

c. At least ten percent of the fund must be used to assist developing communities to address an unmet housing need or alleviate a housing shortage.

3. The housing finance agency shall adopt guidelines for the fund so as to address unmet housing needs in this state. Assistance from the fund may be used solely for:

a. New construction, rehabilitation, preservation, or acquisition of a multifamily housing project;

b. New construction, rehabilitation, preservation, or acquisition of a single family housing project in a developing community or a community land trust project;

c. Gap assistance, matching funds, and accessibility improvements;

~~c.~~d. Assistance that does not exceed the amount necessary to qualify for a loan using underwriting standards acceptable for secondary market financing or to make the project feasible; and

~~d.~~e. Rental assistance, emergency assistance, barrier mitigation, or ~~targeted supportive~~ services designated to prevent or end homelessness.

4. Eligible recipients include units of local, state, and tribal government; local and tribal housing authorities; community action agencies; regional planning councils; and nonprofit organizations and for-profit developers of ~~multifamily~~residential housing. Individuals may not receive direct assistance from the fund.

5. Except for subdivision d of subsection 3, assistance is subject to repayment or recapture under the guidelines adopted by the housing finance agency. Any assistance that is repaid or recaptured must be deposited in the fund and is appropriated on a continuing basis for the purposes of this section.

6. The agency may collect a reasonable administrative fee from the fund, project developers, applicants, or grant recipients. The origination fee assessed to grant recipients may not exceed five percent of the project award.

7. Upon request, the housing finance agency shall report to the industrial commission regarding the activities of the housing incentive fund.

8. At least once per biennium, the housing finance agency shall provide a report to the budget section of the legislative management regarding the activities of the housing incentive fund."

Page 12, line 26, replace "2025" with "2027"

Page 13, replace lines 16 through 30 with:

"**SECTION 24. AMENDMENT.** Subsection 36 of section 1 of chapter 550 of the 2021 Special Session Session Laws is amended and reenacted as follows:

36. There is appropriated from federal funds derived from the state fiscal recovery fund, not otherwise appropriated, the sum of $20,000,000, or so much of the sum as may be necessary, to the industrial commission for the purpose of providing hydrogen development grants, as approved by the clean sustainable energy authority, and distributions to the state energy research center for an underground energy storage research project, for the period beginning with the effective date of this Act, and ending June 30, 2023. Of the $20,000,000, up to $5,300,000 is available for distributions to the state energy research center for an underground energy storage research project, and any remaining amounts are available for providing hydrogen development grants, as approved by the clean sustainable energy authority."

Page 14, line 12, replace "$14,500,000" with "$17,500,000"

Page 14, line 22, after "grants" insert "and an underground energy storage research project"

Page 14, line 23, after "Laws" insert "as amended in section 24 of this Act"

Page 14, line 25, after "fund" insert "to the department of mineral resources for a survey review"

Page 14, after line 28, insert:

"**SECTION 27. EFFECTIVE DATE.** Section 18 of this Act is effective July 1, 2025."

Page 15, line 12, replace "Section 5" with "Sections 5 and 24"

Page 15, line 13, replace "Section 23 of this Act" with "Senate Bill No. 2165, as approved by the sixty-eighth legislative assembly"

Renumber accordingly

STATEMENT OF PURPOSE OF AMENDMENT:

House Bill No. 1014 - Summary of Senate Action

	Base Budget	House Version	Senate Changes	Senate Version
Industrial Commission				
Total all funds	$50,858,798	$160,932,060	($25,120,491)	$135,811,569
Less estimated income	24,369,185	156,507,204	(25,120,491)	131,386,713
General fund	$26,489,613	$4,424,856	$0	$4,424,856
FTE	108.25	9.75	0.00	9.75
Department of Mineral Resources				
Total all funds	$0	$37,141,066	($2,128,695)	$35,012,371
Less estimated income	0	2,568,000	0	2,568,000
General fund	$0	$34,573,066	($2,128,695)	$32,444,371
FTE	0.00	108.00	0.00	108.00
Bank of North Dakota				
Total all funds	$68,816,548	$76,237,686	($4,660,619)	$71,577,067
Less estimated income	68,816,548	76,237,686	(4,660,619)	71,577,067
General fund	$0	$0	$0	$0
FTE	173.00	187.00	0.00	187.00
Housing Finance Agency				
Total all funds	$58,890,532	$84,333,093	$1,609,105	$85,942,198
Less estimated income	58,890,532	69,333,093	(890,895)	68,442,198
General fund	$0	$15,000,000	$2,500,000	$17,500,000
FTE	49.00	53.00	1.00	54.00
Mill and Elevator				
Total all funds	$88,377,209	$100,974,447	($3,732,414)	$97,242,033
Less estimated income	88,377,209	100,974,447	(3,732,414)	97,242,033
General fund	$0	$0	$0	$0
FTE	156.00	170.00	0.00	170.00
Bill total				
Total all funds	$266,943,087	$459,618,352	($34,033,114)	$425,585,238
Less estimated income	240,453,474	405,620,430	(34,404,419)	371,216,011
General fund	$26,489,613	$53,997,922	$371,305	$54,369,227
FTE	486.25	527.75	1.00	528.75

House Bill No. 1014 - Industrial Commission - Senate Action

	Base Budget	House Version	Senate Changes	Senate Version
Salaries and wages	$23,698,119	$2,471,236	($608,542)	$1,862,694
Operating expenses	5,119,958	3,707,018	488,051	4,195,069
Capital assets		1,250,000		1,250,000
Grants		33,623,893	(25,000,000)	8,623,893
Grants - Bond payments	22,040,721	119,879,913		119,879,913
Total all funds	$50,858,798	$160,932,060	($25,120,491)	$135,811,569
Less estimated income	24,369,185	156,507,204	(25,120,491)	131,386,713
General fund	$26,489,613	$4,424,856	$0	$4,424,856
FTE	108.25	9.75	0.00	9.75

Department 405 - Industrial Commission - Detail of Senate Changes

	Adjusts Funding for Salary and Benefit Increases[1]	Adjusts Funding for an FTE Position[2]	Removes Salary Funding for a Funding Pool[3]	Adds Funding for Software[4]	Adjusts One-Time Funding Items[5]	Total Senate Changes
Salaries and wages	$34,386	($121,985)	($520,943)			($608,542)
Operating expenses		3,363		$74,000	$410,688	488,051
Capital assets						
Grants					(25,000,000)	(25,000,000)
Grants - Bond payments						
Total all funds	$34,386	($118,622)	($520,943)	$74,000	($24,589,312)	($25,120,491)
Less estimated income	34,386	(118,622)	(520,943)	74,000	(24,589,312)	(25,120,491)
General fund	$0	$0	$0	$0	$0	$0
FTE	0.00	0.00	0.00	0.00	0.00	0.00

[1] Salaries and wages funding is adjusted for 2023-25 biennium salary increases of 6 percent on July 1, 2023, and 4 percent on July 1, 2024, and for adjustments to health insurance premium rates as follows:

	General Fund	Other Funds	Total
Salary increase	$0	$35,332	$35,332
Health insurance adjustment	0	(946)	(946)
Total	$0	$34,386	$34,386

The House provided salary adjustments of 4 percent on July 1, 2023, and 4 percent on July 1, 2024.

[2] Funding from other funds for an administrative assistant position is decreased by $118,622 from $300,943 to $182,321. The $118,622 decrease reflects a decrease of $121,985 to salaries and wages and an increase of $3,363 to operating expenses. This provides the same level of funding as a grant administration position. The House provided $300,943 for the administrative assistant position.

[3] Funding for new FTE positions and estimated savings from vacant FTE positions is removed as shown below. These amounts are available to the agency if needed by submitting a request to the Office of Management and Budget for a transfer from the new and vacant FTE funding pool.

	General Fund	Other Funds	Total
New FTE positions	$0	($490,562)	($490,562)
Vacant FTE positions	0	(30,381)	(30,381)
Total	$0	($520,943)	($520,943)

The House did not remove funding for a new and vacant FTE funding pool.

[4] Funding of $74,000 from other funds is added for software related to a meeting management license and an accounting subscription.

[5] One-time funding, which was not included by the House, is added as follows:

- $75,000 from other funds for a records digitization project.
- $35,688 from other funds for inflationary increases related to rent.
- $300,000 from other funds for carbon capture and utilization education and marketing, including $100,000 from the lignite research fund, $100,000 from the oil and gas research fund, and $100,000 from the renewable energy development fund.

One-time funding, which was added by the House, is removed as follows:

- $25 million from the strategic investment and improvements fund for a transmission line grant.

This amendment also includes the following changes related to the Industrial Commission:

- Adjusts the transfer for administrative services to provide $1,818,114. The House provided for a transfer of $1,899,877.

- Adds a transfer of up to $100,000 from three energy programs to provide a total of $300,000 for carbon capture and utilization education and marketing. The House did not include this funding.
- Adjusts the funding for a pipeline leak detection and prevention program to provide $3 million from the strategic investment and improvements fund. The House provided $5 million from legacy fund earnings.
- Adjusts the funding for the clean sustainable energy fund to provide $30 million from the strategic investment and improvements fund for grants. The House provided $300 million from legacy fund earnings, including $50 million for grants and $250 million to repay a line of credit and for additional loans.
- Decreases funding from the strategic investment and improvements fund for a critical minerals study to provide $1.5 million. The House provided $3 million for the study.
- Adjusts the funding for an underground energy storage research project to provide $6 million from the strategic investment and improvements fund and $5.3 million from the federal State Fiscal Recovery Fund. An appropriation of $20 million from the federal State Fiscal Recovery Fund from the November 2021 special legislative session is amended to provide up to $5.3 million for the research project with the remaining amount available for hydrogen development grants. The House provided $22 million from the strategic investment and improvements fund for the research project.
- Designates $500,000 from the lignite research fund for a study of future lignite electrical generation facilities. The House did not designate funding for this study.
- Provides an effective date of July 1, 2025, for a guarantee from the strategic investment and improvements fund for a line of credit related to the purchase of capacity positions on a pipeline. The House added the guarantee and line of credit, but did not include an effective date.
- Provides an emergency clause related to Senate Bill No. 2165. The House did not include an emergency clause for that bill.

House Bill No. 1014 - Department of Mineral Resources - Senate Action

	Base Budget	House Version	Senate Changes	Senate Version
Salaries and wages		$25,401,022	($2,277,755)	$23,123,267
Operating expenses		11,410,044	131,060	11,541,104
Capital assets		80,000	18,000	98,000
Transfer to fossil restoration fund		250,000		250,000
Total all funds	$0	$37,141,066	($2,128,695)	$35,012,371
Less estimated income	0	2,568,000	0	2,568,000
General fund	$0	$34,573,066	($2,128,695)	$32,444,371
FTE	0.00	108.00	0.00	108.00

Department 470 - Department of Mineral Resources - Detail of Senate Changes

	Adjusts Funding for Salary and Benefit Increases[1]	Removes Salary Funding for a Funding Pool[2]	Adds One-Time Funding Items[3]	Total Senate Changes
Salaries and wages	$396,394	($2,674,149)		($2,277,755)
Operating expenses			$131,060	131,060
Capital assets			18,000	18,000
Transfer to fossil restoration fund				
Total all funds	$396,394	($2,674,149)	$149,060	($2,128,695)
Less estimated income	0	0	0	0
General fund	$396,394	($2,674,149)	$149,060	($2,128,695)
FTE	0.00	0.00	0.00	0.00

[1] Salaries and wages funding is adjusted for 2023-25 biennium salary increases of 6 percent on July 1, 2023, and 4 percent on July 1, 2024, and for adjustments to health insurance premium rates as follows:

	General Fund	Other Funds	Total
Salary increase	$409,369	$0	$409,369
Health insurance adjustment	(12,975)	0	(12,975)
Total	$396,394	$0	$396,394

The House provided salary adjustments of 4 percent on July 1, 2023, and 4 percent on July 1, 2024.

[2] Funding for new FTE positions and estimated savings from vacant FTE positions is removed as shown below. These amounts are available to the agency if needed by submitting a request to the Office of Management and Budget for a transfer from the new and vacant FTE funding pool.

	General Fund	Other Funds	Total
New FTE positions	($1,284,293)	$0	($1,284,293)
Vacant FTE positions	(1,389,856)	0	(1,389,856)
Total	($2,674,149)	$0	($2,674,149)

The House did not remove funding for a new and vacant FTE funding pool.

[3] One-time funding from the general fund, which was not included by the House, is added as follows:

- $65,412 for additional inflationary increases related to state fleet mileage.
- $83,648 for drones and computer equipment.

The Senate amended a section related to the Department of Mineral Resources to increase the oil and gas tax revenue allocations to the oil and gas research fund to $17.5 million, an increase of $3 million from the House version, which provided $14.5 million, the same as the 2021-23 biennium.

House Bill No. 1014 - Bank of North Dakota - Senate Action

	Base Budget	House Version	Senate Changes	Senate Version
Capital assets	$1,510,000	$1,510,000		$1,510,000
Bank of North Dakota operations	67,306,548	74,727,686	($4,660,619)	70,067,067
Total all funds	$68,816,548	$76,237,686	($4,660,619)	$71,577,067
Less estimated income	68,816,548	76,237,686	(4,660,619)	71,577,067
General fund	$0	$0	$0	$0
FTE	173.00	187.00	0.00	187.00

Department 471 - Bank of North Dakota - Detail of Senate Changes

	Adjusts Funding for Salary and Benefit Increases[1]	Removes Salary Funding for a Funding Pool[2]	Total Senate Changes
Capital assets			
Bank of North Dakota operations	$769,366	($5,429,985)	($4,660,619)
Total all funds	$769,366	($5,429,985)	($4,660,619)
Less estimated income	769,366	(5,429,985)	(4,660,619)
General fund	$0	$0	$0
FTE	0.00	0.00	0.00

[1] Salaries and wages funding is adjusted for 2023-25 biennium salary increases of 6 percent on July 1, 2023, and 4 percent on July 1, 2024, and for adjustments to health insurance premium rates as follows:

	General Fund	Other Funds	Total
Salary increase	$0	$789,224	$789,224
Health insurance adjustment	0	(19,858)	(19,858)
Total	$0	$769,366	$769,366

The House provided salary adjustments of 4 percent on July 1, 2023, and 4 percent on July 1, 2024.

[2] Funding for new FTE positions and estimated savings from vacant FTE positions is removed as shown below. These amounts are available to the agency if needed by submitting a request to the Office of Management and Budget for a transfer from the new and vacant FTE funding pool.

	General Fund	Other Funds	Total
New FTE positions	$0	($3,106,682)	($3,106,682)
Vacant FTE positions	0	(2,323,303)	(2,323,303)
Total	$0	($5,429,985)	($5,429,985)

The House did not remove funding for a new and vacant FTE funding pool.

This amendment also includes the following changes related to the Bank of North Dakota:

- Adds a transfer of $1.5 million from the Bank's profits to a small business development center. The House did not include this transfer.
- Removes a transfer of $3 million from the Bank's profits to the agricultural products utilization fund, which was included by the the House; however, Senate Bill No. 2009 includes a transfer of $3 million from the Bank's profits to the agricultural products utilization fund.
- Increases the transfer from the Bank's profits to the general fund to provide $140 million for the 2023-25 biennium, an increase of $70 million compared to the House version of $70 million. This results in an increase to general fund revenues for the 2023-25 biennium.
- Removes a section added by the House to limit the transfer from the Bank's profits to the general fund to provide $70 million for the 2021-23 biennium. The House version resulted in a reduction to the July 1, 2023, general fund beginning balance. As approved by the Senate, the transfer for the 2021-23 biennium is $140 million, the same as the transfer approved during the 2021 legislative session.

House Bill No. 1014 - Housing Finance Agency - Senate Action

	Base Budget	House Version	Senate Changes	Senate Version
Salaries and wages	$9,556,272	$12,169,742	($1,056,537)	$11,113,205
Operating expenses	6,109,060	10,738,241	165,642	10,903,883
Capital assets	150,000	20,000		20,000
Grants	42,975,200	48,805,110		48,805,110
HFA contingencies	100,000	100,000		100,000
Housing incentive fund		12,500,000	2,500,000	15,000,000
Total all funds	$58,890,532	$84,333,093	$1,609,105	$85,942,198
Less estimated income	58,890,532	69,333,093	(890,895)	68,442,198
General fund	$0	$15,000,000	$2,500,000	$17,500,000
FTE	49.00	53.00	1.00	54.00

Department 473 - Housing Finance Agency - Detail of Senate Changes

	Adjusts Funding for Salary and Benefit Increases[1]	Adds FTE Position[2]	Removes Salary Funding for a Funding Pool[3]	Adds Funding for Operating Expenses[4]	Adds Funding for Housing Incentive Fund[5]	Total Senate Changes
Salaries and wages	$176,196	$218,908	($1,451,641)			($1,056,537)
Operating expenses				$165,642		165,642
Capital assets						
Grants						
HFA contingencies						
Housing incentive fund					$2,500,000	2,500,000
Total all funds	$176,196	$218,908	($1,451,641)	$165,642	$2,500,000	$1,609,105
Less estimated income	176,196	218,908	(1,451,641)	165,642	0	(890,895)
General fund	$0	$0	$0	$0	$2,500,000	$2,500,000
FTE	0.00	1.00	0.00	0.00	0.00	1.00

[1] Salaries and wages funding is adjusted for 2023-25 biennium salary increases of 6 percent on July 1, 2023, and 4 percent on July 1, 2024, and for adjustments to health insurance premium rates as follows:

	General Fund	Other Funds	Total
Salary increase	$0	$182,349	$182,349
Health insurance adjustment	0	(6,153)	(6,153)
Total	$0	$176,196	$176,196

The House provided salary adjustments of 4 percent on July 1, 2023, and 4 percent on July 1, 2024.

[2] Funding of $218,908 from other funds is added for 1 FTE compliance officer position to provide a total of $437,816 for 2 FTE compliance officer positions. The House provided $218,908 for 1 FTE compliance officer position.

[3] Funding for new FTE positions and estimated savings from vacant FTE positions is removed as shown below. These amounts are available to the agency if needed by submitting a request to the Office of Management and Budget for a transfer from the new and vacant FTE funding pool.

	General Fund	Other Funds	Total
New FTE positions	$0	($986,476)	($986,476)
Vacant FTE positions	0	(465,165)	(465,165)
Total	$0	($1,451,641)	($1,451,641)

The House did not remove funding for a new and vacant FTE funding pool.

[4] Funding of $165,642 from other funds is added for inflationary increases. The House did not include funding for inflationary increases.

[5] One-time funding for a transfer from the general fund to the housing incentive fund is increased by $2.5 million to provide total funding of $15 million for the housing incentive fund pursuant to a section in the bill. The House provided for a transfer of $12.5 million.

This amendment adds a section related to the Housing Finance Agency to amend the housing incentive fund to remove the 10 percent designation for funding to prevent homelessness and to allow funding to be used for single family housing projects. The House did not amend the housing incentive fund.

House Bill No. 1014 - Mill and Elevator - Senate Action

	Base Budget	House Version	Senate Changes	Senate Version
Salaries and wages	$50,560,209	$57,582,794	($3,732,414)	$53,850,380
Operating expenses	36,817,000	42,391,653		42,391,653
Contingencies	500,000	500,000		500,000
Agriculture promotion	500,000	500,000		500,000
Total all funds	$88,377,209	$100,974,447	($3,732,414)	$97,242,033
Less estimated income	88,377,209	100,974,447	(3,732,414)	97,242,033
General fund	$0	$0	$0	$0
FTE	156.00	170.00	0.00	170.00

Department 475 - Mill and Elevator - Detail of Senate Changes

	Adjusts Funding for Health Insurance[1]	Adds Funding for Salary Increases[2]	Removes Salary Funding for a Funding Pool[3]	Total Senate Changes
Salaries and wages	($17,750)	$409,231	($4,123,895)	($3,732,414)
Operating expenses				
Contingencies				
Agriculture promotion				
Total all funds	($17,750)	$409,231	($4,123,895)	($3,732,414)
Less estimated income	(17,750)	409,231	(4,123,895)	(3,732,414)
General fund	$0	$0	$0	$0
FTE	0.00	0.00	0.00	0.00

[1] Funding of $17,750 from other funds is removed related to an adjustment to health insurance premiums.

[2] Funding of $409,231 from other funds is added for salary increases, which are subject to union negotiations, to provide total salary increase funding of $2,723,414. The House provided $2,314,183 for salary increases, the same as requested by the agency in the Executive Budget.

[3] Funding for new FTE positions and estimated savings from vacant FTE positions is removed as shown below. These amounts are available to the agency if needed by submitting a request to the Office of Management and Budget for a transfer from the new and vacant FTE funding pool.

	General Fund	Other Fund	Total
New FTE positions	$0	($2,367,332)	($2,367,332)
Vacant FTE positions	0	(1,756,563)	(1,756,563)
Total	$0	($4,123,895)	($4,123,895)

The House did not remove funding for a new and vacant FTE funding pool.

This amendment also removes a section added by the House related to the Mill and Elevator Association, which limited the transfer of Mill profits to the general fund to 10 percent. As a result, the transfer of Mill profits to the general fund is 50 percent, the same as current law, which increases general fund revenues by $11.3 million for the 2023-25 biennium.

REPORT OF CONFERENCE COMMITTEE

SB 2242, as engrossed: Your conference committee (Sens. Kessel, Kannianen, Boehm and Reps. Hagert, Brandenburg, Conmy) recommends that the **SENATE ACCEDE** to the House amendments as printed on SJ page 1110 and place SB 2242 on the Seventh order.

Engrossed SB 2242 was placed on the Seventh order of business on the calendar.

MOTION

SEN. KLEIN MOVED that Sen. Sorvaag replace Sen. Meyer on the Conference Committee on HB 1011, which motion prevailed on a voice vote.

MOTION

SEN. KLEIN MOVED that SB 2279 be placed at the bottom of the Twelfth order, which motion prevailed.

CONSIDERATION OF AMENDMENTS

HB 1379, as engrossed: SEN. BEKKEDAHL (Appropriations Committee) MOVED that the amendments on SJ pages 1591-1594 be adopted and then be placed on the Fourteenth order with **DO PASS**, which motion prevailed on a voice vote.

SECOND READING OF HOUSE BILL

HB 1379: A BILL for an Act to amend and reenact sections 6-09.4-10.1 and 21-10-13 of the North Dakota Century Code, relating to the legacy sinking and interest fund and the legacy earnings fund; to provide an effective date; and to declare an emergency.

ROLL CALL

The question being on the final passage of the amended bill, which has been read, and has committee recommendation of DO PASS, the roll was called and there were 46 YEAS, 0 NAYS, 0 EXCUSED, 1 ABSENT AND NOT VOTING.

YEAS: Axtman; Barta; Beard; Bekkedahl; Boehm; Braunberger; Burckhard; Cleary; Clemens; Conley; Davison; Dever; Dwyer; Elkin; Erbele; Estenson; Hogan; Hogue; Kannianen; Kessel; Klein; Krebsbach; Kreun; Larsen; Larson; Lee; Lemm; Luick; Magrum; Mathern; Myrdal; Patten; Paulson; Piepkorn; Roers, J.; Roers, K.; Rummel; Rust; Schaible; Sickler; Sorvaag; Vedaa; Wanzek; Weber; Weston; Wobbema

ABSENT AND NOT VOTING: Meyer

Engrossed HB 1379, as amended, passed and the emergency clause was declared carried.

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CONSIDERATION OF AMENDMENTS

HB 1015, as engrossed: SEN. VEDAA (Appropriations Committee) MOVED that the amendments on SJ pages 1494-1497 be adopted and then be placed on the Fourteenth order with **DO PASS**, which motion prevailed on a voice vote.

SECOND READING OF HOUSE BILL

HB 1015: A BILL for an Act to provide an appropriation for defraying the expenses of the department of corrections and rehabilitation; to authorize the issuance of bonds; to provide a statement of legislative intent; and to provide an exemption.

ROLL CALL

The question being on the final passage of the amended bill, which has been read, and has committee recommendation of DO PASS, the roll was called and there were 43 YEAS, 3 NAYS, 0 EXCUSED, 1 ABSENT AND NOT VOTING.

YEAS: Axtman; Barta; Beard; Bekkedahl; Boehm; Burckhard; Cleary; Clemens; Conley; Davison; Dever; Dwyer; Elkin; Erbele; Estenson; Hogan; Hogue; Kannianen; Kessel; Klein; Krebsbach; Kreun; Larsen; Larson; Lee; Lemm; Luick; Myrdal; Patten; Paulson; Piepkorn; Roers, J.; Roers, K.; Rummel; Rust; Schaible; Sickler; Sorvaag; Vedaa; Wanzek; Weber; Weston; Wobbema

NAYS: Braunberger; Magrum; Mathern

ABSENT AND NOT VOTING: Meyer

Engrossed HB 1015, as amended, passed.

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MOTION

SEN. KLEIN MOVED that the Senate stand in recess until 12:30 p.m., which motion prevailed.

THE SENATE RECONVENED pursuant to recess taken, with President Miller presiding.

CORRECTION AND REVISION OF THE JOURNAL

MADAM PRESIDENT: Your **Committee on Correction and Revision of the Journal (Sen. Beard, Chairman)** has carefully examined the Journal of the Sixty-third Day and recommends that it be corrected as follows and when so corrected, recommends that it be approved:

Page 1590, line 27, replace “Hagert” with “Hager”

SEN. BEARD MOVED that the report be adopted, which motion prevailed.

REQUEST

SEN. KLEIN REQUESTED that the Senate be on the Eighth Order, which request was granted.

MOTION

SEN. KLEIN MOVED that pursuant to Rule 509 the Senate replace the Sixty-third day with the Sixty-fourth day, which motion prevailed.

CONSIDERATION OF AMENDMENTS

HB 1014, as engrossed: SEN. SCHAIBLE (Appropriations Committee) MOVED that the amendments on SJ pages 1618-1630 be adopted and then be placed on the Fourteenth order with **DO PASS**, which motion prevailed on a voice vote.

SECOND READING OF HOUSE BILL

HB 1014: A BILL for an Act to provide an appropriation for defraying the expenses of the industrial commission and the agencies under its control; to amend and reenact sections 6-09.7-05, 54-17-40, and 54-17.7-01, subsections 3 and 4 of section 54-17.7-04, and section 54-63.1-01 of the North Dakota Century Code and

subsection 36 of section 1 of chapter 550 of the 2021 Special Session Session Laws, relating to fuel production facility loan guarantee reserve funding, the housing incentive fund, the powers of the North Dakota pipeline authority, definitions for the clean sustainable energy authority, and an appropriation from the state fiscal recovery fund; to provide a contingent appropriation; to provide for a transfer; to provide an exemption; to provide for a report; to provide an effective date; and to declare an emergency.

ROLL CALL

The question being on the final passage of the amended bill, which has been read, and has committee recommendation of DO PASS, the roll was called and there were 44 YEAS, 2 NAYS, 0 EXCUSED, 1 ABSENT AND NOT VOTING.

YEAS: Axtman; Barta; Beard; Bekkedahl; Boehm; Braunberger; Burckhard; Cleary; Clemens; Conley; Davison; Dever; Dwyer; Elkin; Erbele; Estenson; Hogan; Hogue; Kannianen; Kessel; Klein; Krebsbach; Kreun; Larsen; Larson; Lee; Lemm; Luick; Mathern; Myrdal; Patten; Paulson; Roers, J.; Roers, K.; Rummel; Rust; Schaible; Sickler; Sorvaag; Vedaa; Wanzek; Weber; Weston; Wobbema

NAYS: Magrum; Piepkorn

ABSENT AND NOT VOTING: Meyer

Engrossed HB 1014, as amended, passed and the emergency clause was declared carried.

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CONSIDERATION OF AMENDMENTS

HB 1003, as engrossed: SEN. SORVAAG (Appropriations Committee) MOVED that the amendments on SJ pages 1603-1618 be adopted and then be placed on the Fourteenth order with **DO PASS**, which motion prevailed on a voice vote.

SECOND READING OF HOUSE BILL

HB 1003: A BILL for an Act to provide an appropriation for defraying the expenses of the North Dakota university system; to provide an appropriation to the Bank of North Dakota; to create and enact a new section to chapter 6-09, three new sections to chapter 15-10, section 15-10-48.2, and section 15-18.2-06.1 of the North Dakota Century Code, relating to an economic diversification research fund, matching grants for agricultural research and extension, a report on higher education trends, disclosure of financial condition, and a minimum amount payable; to amend and reenact sections 15-10-38.1, 15-10-38.2, 15-10-38.3, subdivision c of subsection 1 of section 15-10-48, subdivision c of subsection 1 of section 15-10-49, subsection 2 of section 15-10-49, sections 15-10-57 and 15-10-63, subdivision k of subsection 1 of section 15-18.2-02, subsection 1 of section 15-18.2-05, section 15-54.1-02, subsection 1 of section 15-62.4-03, subdivision c of subsection 2 of section 54-07-12, and section 54-44.1-11 of the North Dakota Century Code, relating to the skilled workforce student loan repayment program, the skilled workforce scholarship program, matching grants for the advancement of academics, the workforce development council, higher education capital projects, state aid for institutions of higher education, the university system capital building fund, student financial assistance grants, the digitization of documents relating to Theodore Roosevelt, and the cancellation of unexpended appropriations; to repeal sections 15-10-48.1 and 15-10-58 of the North Dakota Century Code, relating to matching grants for legal education, the definition of the advancement of academics, and the workforce education advisory council; to provide for a transfer; to provide for a legislative management study; to provide for a report; to provide an exemption; to provide legislative intent; and to declare an emergency.

ROLL CALL

The question being on the final passage of the amended bill, which has been read, and has committee recommendation of DO PASS, the roll was called and there were 40 YEAS, 6 NAYS, 0 EXCUSED, 1 ABSENT AND NOT VOTING.

YEAS: Axtman; Barta; Beard; Bekkedahl; Braunberger; Burckhard; Clemens; Conley; Davison; Dever; Dwyer; Elkin; Erbele; Estenson; Hogan; Hogue; Kannianen; Kessel;

Klein; Krebsbach; Kreun; Lee; Lemm; Luick; Mathern; Myrdal; Patten; Paulson; Piepkorn; Roers, J.; Roers, K.; Rummel; Rust; Schaible; Sickler; Sorvaag; Vedaa; Wanzek; Weber; Weston

NAYS: Boehm; Cleary; Larsen; Larson; Magrum; Wobbema

ABSENT AND NOT VOTING: Meyer

Engrossed HB 1003, as amended, passed and the emergency clause was declared carried.

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MOTION

SEN. KLEIN MOVED that SB 2011 be moved to the top of the calendar, which motion prevailed.

CONSIDERATION OF MESSAGE FROM THE HOUSE

SEN. KLEIN MOVED that the Senate do concur in the House amendments to Engrossed SB 2011 as printed on SJ page 1527, which motion prevailed on a voice vote.

Engrossed SB 2011, as amended, was placed on the Eleventh order of business.

SECOND READING OF SENATE BILL

SB 2011: A BILL for an Act to provide an appropriation for defraying the expenses of the securities department; and to provide a report.

ROLL CALL

The question being on the final passage of the bill, which has been read, and has committee recommendation of DO PASS, the roll was called and there were 46 YEAS, 0 NAYS, 0 EXCUSED, 1 ABSENT AND NOT VOTING.

YEAS: Axtman; Barta; Beard; Bekkedahl; Boehm; Braunberger; Burckhard; Cleary; Clemens; Conley; Davison; Dever; Dwyer; Elkin; Erbele; Estenson; Hogan; Hogue; Kannianen; Kessel; Klein; Krebsbach; Kreun; Larsen; Larson; Lee; Lemm; Luick; Magrum; Mathern; Myrdal; Patten; Paulson; Piepkorn; Roers, J.; Roers, K.; Rummel; Rust; Schaible; Sickler; Sorvaag; Vedaa; Wanzek; Weber; Weston; Wobbema

ABSENT AND NOT VOTING: Meyer

Reengrossed SB 2011, as amended, passed.

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REQUEST

SEN. KLEIN REQUESTED that the Senate be on the Seventh Order, which request was granted.

CONSIDERATION OF CONFERENCE COMMITTEE REPORT

SEN. ELKIN MOVED that the conference committee report on Engrossed SB 2254 as printed on SJ pages 1379-1380 be adopted, which motion prevailed on a voice vote.

Engrossed SB 2254, as amended, was placed on the Eleventh order of business.

SECOND READING OF SENATE BILL

SB 2254: A BILL for an Act to create and enact a new section to chapter 15.1-02 of the North Dakota Century Code, relating to intervention by the superintendent of public instruction for a chronically low-performing school or school district; to provide a report; and to declare an emergency.

ROLL CALL

The question being on the final passage of the amended bill, which has been read, the roll was called and there were 43 YEAS, 3 NAYS, 0 EXCUSED, 1 ABSENT AND NOT VOTING.

YEAS: Axtman; Barta; Beard; Bekkedahl; Boehm; Braunberger; Burckhard; Clemens; Conley; Davison; Dever; Dwyer; Elkin; Erbele; Hogan; Hogue; Kannianen; Kessel;

Klein; Krebsbach; Kreun; Larsen; Larson; Lee; Lemm; Luick; Magrum; Mathern; Myrdal; Patten; Paulson; Roers, J.; Roers, K.; Rummel; Rust; Schaible; Sickler; Sorvaag; Vedaa; Wanzek; Weber; Weston; Wobbema

NAYS: Cleary; Estenson; Piepkorn

ABSENT AND NOT VOTING: Meyer

Reengrossed SB 2254 passed and the emergency clause was declared carried.

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CONSIDERATION OF CONFERENCE COMMITTEE REPORT

SEN. LUICK MOVED that the conference committee report on SB 2273 as printed on SJ page 1264 be adopted, which motion prevailed on a voice vote.

SB 2273, as amended, was placed on the Eleventh order of business.

SECOND READING OF SENATE BILL

SB 2273: A BILL for an Act to provide an appropriation to the department of commerce for a rural grocery store sustainability and food access expansion pilot grant program.

ROLL CALL

The question being on the final passage of the amended bill, which has been read, the roll was called and there were 46 YEAS, 0 NAYS, 0 EXCUSED, 1 ABSENT AND NOT VOTING.

YEAS: Axtman; Barta; Beard; Bekkedahl; Boehm; Braunberger; Burckhard; Cleary; Clemens; Conley; Davison; Dever; Dwyer; Elkin; Erbele; Estenson; Hogan; Hogue; Kannianen; Kessel; Klein; Krebsbach; Kreun; Larsen; Larson; Lee; Lemm; Luick; Magrum; Mathern; Myrdal; Patten; Paulson; Piepkorn; Roers, J.; Roers, K.; Rummel; Rust; Schaible; Sickler; Sorvaag; Vedaa; Wanzek; Weber; Weston; Wobbema

ABSENT AND NOT VOTING: Meyer

Engrossed SB 2273 passed.

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CONSIDERATION OF CONFERENCE COMMITTEE REPORT

SEN. K. ROERS MOVED that the conference committee report on Engrossed SB 2048 as printed on SJ page 1264 be adopted, which motion prevailed on a voice vote.

Engrossed SB 2048, as amended, was placed on the Eleventh order of business.

SECOND READING OF SENATE BILL

SB 2048: A BILL for an Act to amend and reenact sections 54-66-01 and 54-66-06 of the North Dakota Century Code, relating to the definitions and notice to an accused individual.

ROLL CALL

The question being on the final passage of the amended bill, which has been read, the roll was called and there were 45 YEAS, 1 NAYS, 0 EXCUSED, 1 ABSENT AND NOT VOTING.

YEAS: Axtman; Barta; Beard; Bekkedahl; Boehm; Braunberger; Burckhard; Cleary; Clemens; Conley; Davison; Dever; Dwyer; Elkin; Erbele; Estenson; Hogan; Hogue; Kannianen; Kessel; Klein; Krebsbach; Kreun; Larsen; Larson; Lee; Lemm; Luick; Mathern; Myrdal; Patten; Paulson; Piepkorn; Roers, J.; Roers, K.; Rummel; Rust; Schaible; Sickler; Sorvaag; Vedaa; Wanzek; Weber; Weston; Wobbema

NAYS: Magrum

ABSENT AND NOT VOTING: Meyer

Reengrossed SB 2048 passed.

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CONSIDERATION OF CONFERENCE COMMITTEE REPORT

SEN. PATTEN MOVED that the conference committee report on Engrossed SB 2242 as printed on SJ page 1264 be adopted, which motion prevailed on a voice vote.

Engrossed SB 2242, as amended, was placed on the Eleventh order of business.

SECOND READING OF SENATE BILL

SB 2242: A BILL for an Act to create and enact a new section to chapter 6-09 of the North Dakota Century Code, relating to the Bank of North Dakota and the administration of the bulk propane storage tank revolving loan fund; to provide for a transfer; and to provide a continuing appropriation.

ROLL CALL

The question being on the final passage of the amended bill, which has been read, the roll was called and there were 44 YEAS, 2 NAYS, 0 EXCUSED, 1 ABSENT AND NOT VOTING.

YEAS: Axtman; Barta; Beard; Bekkedahl; Boehm; Braunberger; Burckhard; Clemens; Conley; Davison; Dever; Dwyer; Elkin; Erbele; Estenson; Hogan; Hogue; Kannianen; Kessel; Klein; Krebsbach; Kreun; Larsen; Larson; Lee; Lemm; Luick; Mathern; Myrdal; Patten; Paulson; Piepkorn; Roers, J.; Roers, K.; Rummel; Rust; Schaible; Sickler; Sorvaag; Vedaa; Wanzek; Weber; Weston; Wobbema

NAYS: Cleary; Magrum

ABSENT AND NOT VOTING: Meyer

Reengrossed SB 2242 passed.

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MESSAGE TO THE HOUSE FROM THE SENATE (SHANDA MORGAN, SECRETARY)

MR. SPEAKER: The Senate has amended and subsequently passed: HB 1015.

MESSAGE TO THE HOUSE FROM THE SENATE (SHANDA MORGAN, SECRETARY)

MR. SPEAKER: The Senate has amended, subsequently passed, and the emergency clause carried: HB 1003, HB 1014, HB 1379.

MESSAGE TO THE HOUSE FROM THE SENATE (SHANDA MORGAN, SECRETARY)

MR. SPEAKER: The Senate has concurred in the House amendments and subsequently passed: SB 2011.

MESSAGE TO THE HOUSE FROM THE SENATE (SHANDA MORGAN, SECRETARY)

MR. SPEAKER: The President has appointed Sen. Sorvaag to replace Sen. Meyer on the Conference Committee on HB 1011.

MESSAGE TO THE HOUSE FROM THE SENATE (SHANDA MORGAN, SECRETARY)

MR. SPEAKER: The Senate has adopted the conference committee report and subsequently passed: SB 2048, SB 2242, SB 2273.

MESSAGE TO THE HOUSE FROM THE SENATE (SHANDA MORGAN, SECRETARY)

MR. SPEAKER: The Senate has adopted the conference committee report, subsequently passed, and the emergency clause carried: SB 2254.

MESSAGE TO THE HOUSE FROM THE SENATE (SHANDA MORGAN, SECRETARY)

MR. SPEAKER: Your signature is respectfully requested on: SB 2007, SB 2014, SB 2054, SB 2274, SB 2295, SB 2311.

MESSAGE TO THE SENATE FROM THE HOUSE (BUELL J. REICH, CHIEF CLERK)

MADAM PRESIDENT: Your signature is respectfully requested on: HB 1001, HB 1004, HB 1005, HB 1017, HB 1022, HB 1023, HB 1120, HB 1135, HB 1157, HB 1230, HB 1269, HB 1307, HB 1365, HB 1437.

MESSAGE TO THE SENATE FROM THE HOUSE (BUELL J. REICH, CHIEF CLERK)
MADAM PRESIDENT: The Speaker has signed: SB 2032, SB 2140, SB 2194, SB 2211, SB 2243, SB 2299, SB 2349, SB 2367.

MESSAGE TO THE SENATE FROM THE HOUSE (BUELL J. REICH, CHIEF CLERK)
MADAM PRESIDENT: The Speaker has signed: SCR 4013.

MESSAGE TO THE HOUSE FROM THE SENATE (SHANDA MORGAN, SECRETARY)
MR. SPEAKER: The President has signed: SB 2032, SB 2140, SB 2194, SB 2211, SB 2243, SB 2299, SB 2349, SB 2367.

MESSAGE TO THE HOUSE FROM THE SENATE (SHANDA MORGAN, SECRETARY)
MR. SPEAKER: The President has signed: SCR 4013.

DELIVERY OF ENROLLED BILLS AND RESOLUTIONS
The following bills were delivered to the Governor for approval on April 12, 2023: SB 2032, SB 2140, SB 2194, SB 2211, SB 2243, SB 2299, SB 2349, SB 2367.

COMMUNICATION FROM GOVERNOR DOUG BURGUM
This is to inform you that on April 11, 2023, I have signed the following: SB 2097, SB 2282, SB 2286, SB 2297, SB 2338, SB 2381, and SB 2388.

DELIVERY OF ENROLLED BILLS AND RESOLUTIONS
The following resolution was delivered to the Secretary of State for filing on April 12, 2023: SCR 4013.

MOTION
SEN. KLEIN MOVED that the absent member be excused, which motion prevailed.

MOTION
SEN. KLEIN MOVED that the Senate be on the Fourth, Fifth, Thirteenth, and Sixteenth orders of business and at the conclusion of those orders, the Senate stand adjourned until 12:30 p.m., Thursday, April 13, 2023, which motion prevailed.

REPORT OF CONFERENCE COMMITTEE
SB 2380, as reengrossed: Your conference committee (Sens. Elkin, Conley, Axtman and Reps. Schreiber-Beck, Jonas, Sanford) recommends that the **HOUSE RECEDE** from the House amendments as printed on SJ pages 1333-1334, adopt amendments as follows, and place SB 2380 on the Seventh order:

That the House recede from its amendments as printed on pages 1333 and 1334 of the Senate Journal and page 1416 of the House Journal and that Reengrossed Senate Bill No. 2380 be amended as follows:

Page 3, line 29, replace "$100,000" with "$125,000"

Renumber accordingly

STATEMENT OF PURPOSE OF AMENDMENT:

Senate Bill No. 2380 - Department of Public Instruction - Conference Committee Action

	Base Budget	Senate Version	Conference Committee Changes	Conference Committee Version	House Version	Comparison to House
Administrative cost-sharing		$100,000	$25,000	$125,000	$250,000	($125,000)
Total all funds	$0	$100,000	$25,000	$125,000	$0	$125,000
Less estimated income	0	0	0	0	0	0
General fund	$0	$100,000	$25,000	$125,000	$0	$125,000
FTE	0.00	0.00	0.00	0.00	0.00	0.00

Department 201 - Department of Public Instruction - Detail of Conference Committee Changes

	Adds Funding for Administrative Cost-Sharing[1]	Total Conference Committee Changes
Administrative cost-sharing	$25,000	$25,000
Total all funds	$25,000	$25,000
Less estimated income	0	0
General fund	$25,000	$25,000
FTE	0.00	0.00

[1] Ongoing funding of $25,000 is added to provide a total of $125,000 from the general fund for the Department of Public Instruction to provide administrative cost-sharing reimbursements to cooperative districts and special education units.

The Senate provided $100,000 from the general fund. The House provided $250,000, of which $125,000 was from the general fund and $125,000 was from federal Elementary and Secondary School Emergency Relief (ESSER) funds.

Reengrossed SB 2380 was placed on the Seventh order of business on the calendar.

The Senate stood adjourned pursuant to Senator Klein's motion.

Shanda Morgan, Secretary