

North Dakota House of Representatives

STATE CAPITOL 600 EAST BOULEVARD BISMARCK, ND 58505-0360



Representative Emily O'Brien
District 42

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Appropriations Appropriations - Human Resources Division

03/26/2025

Amendment to Senate Bill 2018 House Appropriations - Education and Environment Division

Chairman Nathe and members of the House Appropriations - Education and Environment Division. I am Representative Emily O'Brien; I represent District 42 in Grand Forks - which encompasses the University of North Dakota and Grand Forks Air Force Base.

Before you is an amendment I am requesting to be put on Senate Bill 2018. I'm going to work backwards on what the amendment is and then why it's needed.

Amendment Number 25.0185.02002: Page 5, Section 12 - is authority language to allow the Turtle Mountain Band of Chippewa to authorize gaming to be conducted at an off-reservation location, with a description of the property located within Grand Forks County, North Dakota, and **must be approved by the Secretary of Interior under the Indian Gaming Regulatory Act of 1988.**

This is just one of many steps in this lengthy process. The Turtle Mountain Band of Chippewa already owns a 146-acre parcel of land 'within the county and southwest of the current city of Grand Forks' that they are seeking to develop on. In late January, the Tribe presented to the Grand Forks City Council their proposal which is designed to create jobs, revenue and revitalization of the Grand Forks area. This aligns with the Grand Forks strategy to improve economic, community development, and quality of life and attract visitors and new residents. This is a perfect fit for the Department of Commerce's budget and meeting their mission of 'leading the efforts to attract, retain and expand wealth and talent in North Dakota.'

The Tribe will still need to go through various other steps including but not limited to: approval from gaming compact with the Governor, federal approval as mentioned above, negotiations with the city on various items such as police, fire, ambulance, city services including access to water and sewer.

Page 3, Section 4 - is an infrastructure study which must include an analysis of the status of surrounding county roads, the interstate highway system, water and sewer, fiber optics and any other infrastructure improvements needed for the successful implementation of section 12.

This has been two decades of worthy conversations between Grand Forks and the Turtle Mountain Band of Chippewa. The Tribe must prove historical linkage to the land they are looking to make 'trust lands'. In fact, the Turtle Mountain Tribe is the only Tribe that has solid, well-documented historical ties to this area. The Red River Valley is the aboriginal territory of the Tribe, then known as the Pembina Bands of Chippewa, where the 1863 Treaty of Old Crossing on the Red River was signed. The Tribe still has lands held in trust by the United States for its use and occupancy in nearby Pembina. This historical evidence is consistent with the Indian Gaming Regulatory Act's requirements for off-reservation gaming envisioned in Grand Forks. No other Tribe has this historical tie to this area.

The Turtle Mountain Band of Chippewa's age requirements for this casino is 21 and over. As a member on the North Dakota Lottery Advisory Commission, we have discussed the various impacts of the gaming industry as a whole. With this amendments authority language, there have been concerns brought up historically about gaming addiction. The state has done a great job in weighing all factors and is dedicated to raising awareness and stopping gambling addictions in North Dakota. Last session, the balance of the Problem Gambling Prevention and Treatment Fund was \$1,220,000. These funds derived from the Human Resources Division on Appropriations allocated \$500,000 and the lottery fund appropriated \$640,000 and \$80,000. This fund is administered by the Department of Health and Human Services. The website for gambling addiction help is: www.gamblernd.com

Another concern that has been raised is the affects to charitable gaming in the City. Currently, there are 12 charitable permits in Grand Forks. The charitable gaming permittees are regulated, and I frequently request those reports. If they suffer losses, we can evaluate the best path to move forward which we won't know for a few years the impact. The Tribes are annually audited and can see their annual revenues as well.

This amendment simply provides enabling language and study for the Turtle Mountain Band of Chippewa. I am proud of the working relationship between the City of Grand Forks and the Tribe. I look forward to the State becoming a supportive partner and this committee supporting this additional amendment to Senate Bill 2018.

Thank you, Mr. Chairman. I will stand for any guestions.

25.0185.02002 Title. Prepared by the Legislative Council staff for Representative O'Brien February 25, 2025

Sixty-ninth Legislative Assembly of North Dakota

PROPOSED AMENDMENTS TO FIRST ENGROSSMENT

ENGROSSED SENATE BILL NO. 2018

Introduced by

Appropriations Committee

- 1 A BILL for an Act to provide an appropriation for defraying the expenses of the department of
- 2 commerce; to create and enact a new section to chapter 54-60 of the North Dakota Century
- 3 Code, relating to department of commerce grant reporting requirements; to amend and reenact
- 4 subsection 5 of section 54-58-03 and section 54-60-31 of the North Dakota Century Code,
- 5 relating to a tribal-state gaming compact that permits gaming in Grand Forks County and
- 6 changing the name of the office of legal immigration to the office of global talent; to provide for a
- 7 transfer; to provide an exemption; and to provide for a legislative management report.

8 BE IT ENACTED BY THE LEGISLATIVE ASSEMBLY OF NORTH DAKOTA:

9 **SECTION 1. APPROPRIATION.** The funds provided in this section, or so much of the funds as may be necessary, are appropriated out of any moneys in the general fund in the state treasury, not otherwise appropriated, and from other funds derived from special funds and federal funds, to the department of commerce for the purpose of defraying the expenses of the department of commerce, for the biennium beginning July 1, 2025, and ending June 30, 2027,

14 as follows:

15			Adjustments or	
16		Base Level	<u>Enhancements</u>	<u>Appropriation</u>
17	Salaries and wages	\$15,785,306	\$1,723,056	\$17,508,362
18	New and vacant FTE pool	0	582,600	582,600
19	Operating expenses	19,462,643	9,210,023	28,672,666
20	Grants	47,636,118	40,746,197	88,382,315

Discretionary funds	2,150,000	0	2,150,000
Workforce programs	0	8,000,000	8,000,000
Partner programs	907,920		907,920
Entrepreneurship grants and vouchers	948,467	759,044	<u>1,707,511</u>
Total all funds	\$86,890,454	\$61,020,920	\$147,911,374
Less other funds	53,344,371	52,870,336	106,214,707
Total general fund	\$33,546,083	\$8,150,584	\$41,696,667
Full-time equivalent positions	62.80	(1.00)	61.80
	Workforce programs Partner programs Entrepreneurship grants and vouchers Total all funds Less other funds Total general fund	Workforce programs 0 Partner programs 907,920 Entrepreneurship grants and vouchers 948,467 Total all funds \$86,890,454 Less other funds 53,344,371 Total general fund \$33,546,083	Workforce programs 0 8,000,000 Partner programs 907,920 0 Entrepreneurship grants and vouchers 948,467 759,044 Total all funds \$86,890,454 \$61,020,920 Less other funds 53,344,371 52,870,336 Total general fund \$33,546,083 \$8,150,584

9 SECTION 2. ONE-TIME FUNDING - EFFECT ON BASE BUDGET - REPORT TO

SEVENTIETH LEGISLATIVE ASSEMBLY. The following amounts reflect the one-time funding items included in the appropriation in section 1 of this Act which are not included in the entity's base budget for the 2027-29 biennium and which the entity shall report to the appropriations committees of the seventieth legislative assembly regarding the use of this funding:

14	One-Time Funding Description	General Fund	Other Funds	<u>Total</u>
15	Temporary salaries	\$50,000	\$103,590	\$153,590
16	Tourism marketing awareness	0	7,000,000	7,000,000
17	Operation intern	2,000,000	0	2,000,000
18	Office of global talent	1,000,000	0	1,000,000
19	Tourism destination development grants	0	20,000,000	20,000,000
20	Beyond visual line of sight uncrewed			
21	aircraft system program	0	10,000,000	10,000,000
22	Enhanced use lease grant	0	5,000,000	5,000,000
23	Autonomous agriculture grants	0	5,000,000	5,000,000
24	Base enhancement grants	0	1,000,000	1,000,000
25	Tribally controlled community college gran	its 750,000	0	750,000
26	Entrepreneurship grants and vouchers	759,044	0	759,044
27	Regional workforce impact program grants	s 0	5,000,000	5,000,000
28	Technical skills training grants	2,000,000	<u>0</u>	2,000,000
29	Total	\$6,559,044	\$53,103,590	\$59,662,634

30 SECTION 3. NEW AND VACANT FTE POOL - LIMITATION - TRANSFER REQUEST. The
31 department of commerce may not spend funds appropriated in the new and vacant FTE pool

line item in section 1 of this Act, but may request the office of management and budget to transfer funds from the new and vacant FTE pool line item to the salaries and wages line item in accordance with the guidelines and reporting provisions included in House Bill No. 1015, as approved by the sixty-ninth legislative assembly.

SECTION 4. APPROPRIATION - INFRASTRUCTURE STUDY - ONE-TIME FUNDING.

There is appropriated out of any moneys in the general fund in the state treasury, not otherwise appropriated, the sum of \$100,000, or so much of the sum as may be necessary, to the department of commerce for the purpose of contracting for a study of infrastructure necessary to implement section 12 of this Act, for the biennium beginning July 1, 2025, and ending June 30, 2027. The study must include an analysis of the current status of surrounding county roads, the interstate highway system, water and sewer, fiber optics, and any other infrastructure improvements needed for the successful implementation of section 12. This funding is considered a one-time funding item.

SECTION 5. TRANSFER - INTERNSHIP FUND. The office of management and budget shall transfer \$3,000,000 of the amount appropriated in the operating expenses line item in section 1 of this Act to the internship fund for the purpose of administering the operation intern program, for the biennium beginning July 1, 2025, and ending June 30, 2027.

SECTION 6. TRANSFER - STRATEGIC INVESTMENT AND IMPROVEMENTS FUND TO LEGACY INVESTMENT FOR TECHNOLOGY FUND. The office of management and budget shall transfer the sum of \$5,000,000 from the strategic investment and improvements fund to the legacy investment for technology fund for the purpose of providing legacy investment technology loans, for the biennium beginning July 1, 2025, and ending June 30, 2027.

SECTION 7. TRANSFER - STRATEGIC INVESTMENT AND IMPROVEMENTS FUND TO NORTH DAKOTA DEVELOPMENT FUND. The office of management and budget shall transfer the sum of \$30,000,000 from the strategic investment and improvements fund to the North Dakota development fund for programs under chapter 10-30.5, for the biennium beginning July 1, 2025, and ending June 30, 2027.

SECTION 8. RURAL HEALTH CARE GRANT PROGRAM - MATCHING FUNDS

REQUIREMENT. The grants line item in section 1 of this Act includes \$444,000 from the general fund for providing matching funds to an organization assisting in the recruitment, distribution, and supply, and enhancing the quality and efficiency of personnel providing health

- 1 services in rural areas of the state. The department of commerce may spend the funds
- 2 appropriated in this section only to the extent the organization has secured matching funds from
- 3 nonstate sources on a dollar-for-dollar basis.
- 4 SECTION 9. OTHER FUNDS STRATEGIC INVESTMENT AND IMPROVEMENTS FUND.
- 5 The other funds line item in section 1 of this Act includes the sum of \$53,000,000 from the
- 6 strategic investment and improvements fund, of which:
- 1. \$7,000,000 is for tourism marketing awareness, including \$150,000 for supporting the continuation of the North Dakota state magazine with the current publisher of the magazine;
- 10 2. \$20,000,000 is for tourism destination development grants;
- 11 3. \$10,000,000 is for the beyond visual line of sight uncrewed aircraft system program;
- 12 4. \$5,000,000 is for the enhanced use lease grant program;
- \$5,000,000 is for autonomous agriculture grants, which may be provided for
 autonomous trucking grants;
- \$1,000,000 is for providing base enhancement grants to communities with an air force
 base or air national guard facilities, including \$600,000 to eligible organizations in
 Minot, \$250,000 to eligible organizations in Grand Forks, and \$150,000 to eligible
 organizations in Fargo; and
- 19 7. \$5,000,000 is for regional workforce impact program grants.
- 20 SECTION 10. TRIBALLY CONTROLLED COMMUNITY COLLEGE GRANTS -
- 21 LEGISLATIVE MANAGEMENT REPORT. The grants line item in section 1 of this Act includes
- 22 \$750,000 from the general fund for the purpose of providing workforce development grants to a
- 23 tribally controlled community college in the Turtle Mountain area. To be eligible for a grant under
- 24 this section, a tribally controlled community college shall partner with at least one high school in
- 25 the state for programs under section 54-60.2-02. During the 2025-26 interim, a tribally
- 26 controlled community college receiving funding under this program shall report to the
- 27 department of commerce by August 1, 2026, regarding the use of grant funds and the
- 28 department of commerce shall provide a report to the legislative management by October 1,
- 29 2026, regarding the use of grant funds.
- 30 SECTION 11. DISCRETIONARY FUNDS NATIVE AMERICAN SMALL BUSINESS
- 31 GRANT. The discretionary funds line item in section 1 of this Act includes \$2,150,000 from the

general fund, of which \$600,000 is designated for a grant to support an organization dedicated to assisting Native American small businesses in North Dakota.

SECTION 12. AMENDMENT. Subsection 5 of section 54-58-03 of the North Dakota Century Code is amended and reenacted as follows:

- 5. The compact may not authorize gaming to be conducted by an Indian tribe at any off-reservation location not permitted under a tribal-state gaming compact in effect on August 1, 1997, except that in the case of the tribal-state gaming compact between the Turtle Mountain Band of Chippewa and the state, gaming may be conducted on land within Rolette County held in trust for the Band by the United States government which was in trust as of the effective date of the Indian Gaming Regulatory Act of 1988 [Pub. L. 100-497; 102 Stat. 2467; 25 U.S.C. 2701 et seq.] and on the following described real property situated within Grand Forks County, North Dakota, if approved by the secretary of the interior under the Indian Gaming Regulatory Act of 1988 [Pub. L. 100-497; 102 Stat. 2467; 25 U.S.C. 2701 et seq.]:
 - The south five and one-half acres of the east sixty-four acres of the northeast quarter, section thirty, township one hundred fifty-one, range fifty:
 - The west ninety-six acres of the northeast quarter of section thirty, township
 one hundred fifty-one, range fifty; and
 - northeast quarter of section thirty, township one hundred fifty-one, range fifty, except the north seven hundred ten and seventy-seven one-hundredths feet of the east six hundred forty-three and one-half feet thereof and except that part of the northeast quarter of the northeast quarter of section thirty, township one hundred fifty-one, range fifty west of the fifth principal meridian, described as follows: beginning at the northeast corner of section thirty; thence south zero degrees zero minutes zero seconds west, assumed bearing, along the east line of section thirty a distance of eight hundred and sixty and seventy-seven one-hundredths feet; thence south eighty-nine degrees thirty-six minutes zero seconds west seven hundred and three and one-half feet; thence north zero degrees zero minutes zero seconds east eight hundred and sixty and seventy-seven one-hundredths feet to the north line of section thirty; thence north

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activities.

1		eighty-nine degrees thirty-six minutes zero seconds east, along the north line of		
2	said section thirty, a distance of seven hundred and three and one-half feet to the			
3	point of beginning.			
4	SECTION 13. A new section to chapter 54-60 of the North Dakota Century Code is created			
5	and enacted as follows:			
6	Reporting requirements - Budget section - Grant programs.			
7	The department shall compile a report regarding grant programs administered by the			
8	department, excluding federally funded programs, to be provided semiannually to the budget			
9	section. The report must include the following for each grant program:			
10	<u>1.</u>	The purpose of the grant program;		
11	<u>2.</u>	Funding history:		
12	<u>3.</u>	The number of days the grant application was open to applicants;		
13	<u>4.</u>	The name of each grant recipient and the amount of each grant award; and		
14	<u>5.</u>	The distribution date of grant funds or the anticipated distribution date of grant funds.		
15	SECTION 14. AMENDMENT. Section 54-60-31 of the North Dakota Century Code is			
16	amended and reenacted as follows:			
17	54-60-31. Office of legal immigrationglobal talent - Duties.			
18	There is created an office of legal immigrationglobal talent within the department of			
19	commer	ce. Employees of the office of legal immigration global talent report to the commissioner.		
20	The office of legal immigrationglobal talent:			
21	1.	Shall develop and implement a statewide strategy to support businesses in recruiting		
22		and retaining foreign labor, including immigrants already in the United States and		
23		integration of immigrants into the state to promote economic opportunities for		
24		immigrant communities.		
25	2.	Shall advise and make recommendations to the governor, legislative assembly, and		
26		state agencies regarding immigrant integration and foreign labor issues.		
27	3.	Shall develop a pilot program to support businesses pursuing or employing legal		

immigrants and to support communities to develop immigration integration plans and

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- May contract with other state agencies to develop and administer programs or
 services related to immigration integration and access to basic needs that promote
 entrance and movement throughout the workforce.
 - May contract with an organization with expertise related to the goals of the office of legal immigrationglobal talent.

SECTION 15. EXEMPTION - UNEXPENDED APPROPRIATIONS. The following appropriations are not subject to the provisions of section 54-44.1-11 and any unexpended funds from these appropriations may be continued into the biennium beginning July 1, 2025, and ending June 30, 2027:

- The sum of \$3,000,000 appropriated from federal COVID-19 funds for the community development block grant program in section 1 of chapter 27 of the 2021 Session Laws and continued into the 2023-25 biennium in section 29 of chapter 18 of the 2023 Session Laws.
 - The sum of \$56,234,176 appropriated from federal COVID-19 funds for the state small business credit initiative program in section 2 of chapter 28 of the 2021 Session Laws and continued into the 2023-25 biennium in section 29 of chapter 18 of the 2023 Session Laws.
 - 3. The sum of \$15,000,000 appropriated from the federal state fiscal recovery fund for the workforce development incentive grant program in subsection 38 of section 1 of chapter 550 of the 2021 Special Session Session Laws and continued into the 2023-25 biennium in section 29 of chapter 18 of the 2023 Session Laws.
 - 4. The sum of \$5,000,000 appropriated from the federal state fiscal recovery fund for the technical skills training grant program in subsection 39 of section 1 of chapter 550 of the 2021 Special Session Session Laws and continued into the 2023-25 biennium in section 29 of chapter 18 of the 2023 Session Laws.
- 5. The sum of \$28,500,000 appropriated from the general fund for workforce programs, of which \$12,000,000 was for workforce talent attraction initiative operating expenses, \$12,500,000 was for workforce investment program grants, \$2,000,000 was for technical skills training grants, and \$2,000,000 was for new Americans workforce development and training grants, in section 1 of chapter 18 of the 2023 Session Laws.

Sixty-ninth Legislative Assembly

- 1 6. The sum of \$25,000,000 appropriated from the strategic investment and improvements fund for the tourism destination development initiative in section 1 of chapter 18 of the 2023 Session Laws.
- 7. The sum of \$10,000,000 appropriated from the strategic investment and improvements fund for the enhanced use lease grant program in section 1 of chapter 18 of the 2023 Session Laws.
- 7 8. The sum of \$120,000,000 appropriated from federal funds for weatherization and energy assistance programs in section 1 of chapter 18 of the 2023 Session Laws.
- 9. The sum of \$2,150,000 appropriated from the general fund for discretionary funds in
 section 1 of chapter 18 of the 2023 Session Laws.
- 10. The sum of \$3,258,084 appropriated from federal funds for heating, furnace, and cooling assistance grants in section 1 of chapter 18 of the 2023 Session Laws.
- 13 11. The sum of \$14,081,719 appropriated from federal funds for energy conservation
 14 assistance grants in section 1 of chapter 18 of the 2023 Session Laws.
- 15 12. The sum of \$1,550,000 appropriated from federal funds for the parks and recreation program in section 1 of chapter 18 of the 2023 Session Laws.
- 17 13. The sum of \$572,143 appropriated from federal funds for the state small business credit initiative program in section 1 of chapter 18 of the 2023 Session Laws.
- 19 14. The sum of \$2,000,000 appropriated from the general fund for the office of legal immigration in section 1 of chapter 639 of the 2023 Special Session Session Laws.