

Department 605 - Department of Commerce
Senate Bill No. 2019 (Proposed Hoeven amendments)

	1999-2001 Legislative Appropriations	2001-03 Schafer Recommendation	2001-03 Hoeven Recommendation	Hoeven Increase (Decrease) to 1999-2001	Hoeven Increase (Decrease) to Schafer
Department of Economic Development and Finance	\$11,906,877	\$20,411,391	\$0	(\$11,906,877)	(\$20,411,391)
Department of Tourism	4,379,000	4,960,778	0	(4,379,000)	(4,960,778)
Division of Community Services	42,039,780	39,098,238	0	(42,039,780)	(39,098,238)
Department of Commerce	<u>0</u>	<u>0</u>	60,968,908	60,968,908	60,968,908
Total	<u>\$58,325,657</u>	<u>\$64,470,407</u>	\$60,968,908	\$2,643,251	(\$3,501,499)
General fund	\$12,953,300	\$19,805,180	\$17,402,349	\$4,449,049	(\$2,402,831)
Other funds	\$45,372,357	\$44,665,227	\$43,566,559	(\$1,805,798)	(\$1,098,668)
FTE	55.00	62.00	53.00	(2.00)	(9.00)

**Major Hoeven Recommendations Affecting Department of Commerce 2001-03 Budget
Compared to Senate Bill No. 2019 as Introduced (Schafer Budget)**

	FTE	General Func	Other Funds	Total
1. Adds a business development director.	1.00	\$183,266		\$183,266
2. Adds a marketing director.	1.00	\$183,266		\$183,266
3. Removes the new FTE positions added into the Department of Economic Development and Finance in the Schafer budget.	(8.00)	(\$951,819)		(\$951,819)
4. Removes administrative positions from the existing Department of Economic Development and Finance, Tourism Department, and Division of Community Services.	(12.00)	(\$742,688)	(\$399,337)	(\$1,142,025)
5. Adds administrative positions in an administration program of the Department of Commerce.	8.00	\$669,513	\$207,961	\$877,474
6. Adds the work force development position that the Schafer budget transferred from the Department of Economic Development and Finance to the Board for Vocational and Technical Education (\$121,168) and related operating expenses (\$86,759).	1.00	\$103,964	\$103,963	\$207,927
7. Adds funding for additional rent costs.		\$128,490	\$41,526	\$170,016
8. Adds funding for one-time technology costs relating to relocation.		\$17,500		\$17,500
9. Removes the additional general fund support added to the Department of Economic Development and Finance in the Schafer budget for operating expenses relating to marketing electronic data management systems (EDMS), geographic information systems (GIS), and research and analysis.		(\$3,675,515)		(\$3,675,515)
10. Removes funding for the Department of Economic Development and Finance added in the Schafer budget for the Department of Economic Development and Finance for equipment relating to the 8 new FTE positions.		(\$200,000)		(\$200,000)
11. Reduces funding added in the Schafer budget for the manufacturing extension partnership (MEP) (\$1,199,280 remains for the MEP, \$400,000 of which is from the general fund).		(\$524,485)	(\$1,049,690)	(\$1,574,175)

12. Adds funding for economic development marketing.	\$646,902	\$646,902
13. Adds funding for tourism marketing.	\$50,000	\$50,000
14. Adds funding for the Development Fund - A total of \$2,616,000 from the general fund is provided for the Development Fund.	\$1,866,000	\$1,866,000

Major Legislation Affecting the Department of Commerce

Senate Bill No. 2032 consolidates the Department of Economic Development and Finance, the Division of Community Services, and the Tourism Department into a department of commerce administered by a commissioner of commerce; creates a North Dakota commerce cabinet; and allows for creation of a privately funded North Dakota economic development foundation.

House Bill No. 1095 increases per diem for members of the Agricultural Products Utilization Commission by \$12.50 per day, from \$50.00 to \$62.50 and authorizes the payment of per diem to commission members for conducting official commission business in addition to meetings. (Passed House)