

STATEMENT OF PURPOSE OF AMENDMENT:**House Bill No. 1020 - Funding Summary**

	Executive Budget	Final Legislative Action	Comparison To Executive Budget
Vocational Education			
Salaries and wages	\$3,001,677	\$2,966,641	(\$35,036)
Operating expenses	621,845	956,237	334,392
Grants	20,037,083	19,291,883	(745,200)
Adult farm management	625,760	625,760	
Workforce training	1,350,000	1,350,000	
Postsecondary educ vocational grants	357,452	357,452	
Total all funds	<u>\$25,993,817</u>	<u>\$25,547,973</u>	<u>(\$445,844)</u>
Less estimated income	<u>10,875,297</u>	<u>10,874,500</u>	<u>(797)</u>
General fund	<u>\$15,118,520</u>	<u>\$14,673,473</u>	<u>(\$445,047)</u>
FTE	27.50	27.50	0.00
Bill Total			
Total all funds	\$25,993,817	\$25,547,973	(\$445,844)
Less estimated income	10,875,297	10,874,500	(797)
General fund	<u>\$15,118,520</u>	<u>\$14,673,473</u>	<u>(\$445,047)</u>
FTE	27.50	27.50	0.00

House Bill No. 1020 - Vocational Education - House Action

	Executive Budget	House Changes	House Version
Salaries and wages	\$3,001,677	(\$32,043)	\$2,969,634
Operating expenses	621,845		621,845
Grants	20,037,083	(400,000)	19,637,083
Adult farm management	625,760		625,760
Workforce training	1,350,000	(1,350,000)	
Postsecondary educ vocational grants	357,452		357,452
Total all funds	<u>\$25,993,817</u>	<u>(\$1,782,043)</u>	<u>\$24,211,774</u>
Less estimated income	<u>10,875,297</u>	<u>(704)</u>	<u>10,874,593</u>
General fund	<u>\$15,118,520</u>	<u>(\$1,781,339)</u>	<u>\$13,337,181</u>
FTE	27.50	0.00	27.50

Department No. 270 - Vocational Education - Detail of House Changes

	Removes Recommended Salary Increase¹	Removes Funding To Expand Career Development Programs	Decreases Funding For Awareness Campaign²	Removes Funding for Workforce Training Contracts³	Total House Changes
Salaries and wages	(\$32,043)				(\$32,043)
Operating expenses					
Grants		(360,000)	(40,000)		(400,000)
Adult farm management					
Workforce training				(1,350,000)	(1,350,000)
Postsecondary educ vocational grants					
Total all funds	(\$32,043)	(\$360,000)	(\$40,000)	(\$1,350,000)	(\$1,782,043)
Less estimated income	(704)	0	0	0	(704)
General fund	(\$31,339)	(\$360,000)	(\$40,000)	(\$1,350,000)	(\$1,781,339)
FTE	0.00	0.00	0.00	0.00	0.00

¹ This amendment removes the Governor's recommendation for state employee salary increases and retains the recommended state payment for health insurance premiums.

² This amendment decreases funding from the general fund for the agency's awareness campaign from \$80,000 to \$40,000.

³ This amendment removes funding for the workforce training contracts to be added to House Bill No. 1019.

House Bill No. 1020 - Vocational Education - Senate Action

	Executive Budget	House Version	Senate Changes	Senate Version
Salaries and wages	\$3,001,677	\$2,969,634	(\$2,993)	\$2,966,641
Operating expenses	621,845	621,845	336,553	958,398
Grants	20,037,083	19,637,083	(345,200)	19,291,883
Adult farm management	625,760	625,760		625,760
Workforce training	1,350,000		1,350,000	1,350,000
Postsecondary educ vocational grants	357,452	357,452	(357,452)	
Postsecondary ed voc grants-category I			357,452	357,452
Postsecondary ed voc grants-category II			1,000,000	1,000,000
Total all funds	\$25,993,817	\$24,211,774	\$2,338,360	\$26,550,134
Less estimated income	10,875,297	10,874,593	999,907	11,874,500
General fund	\$15,118,520	\$13,337,181	\$1,338,453	\$14,675,634
FTE	27.50	27.50	0.00	27.50

Department No. 270 - Vocational Education - Detail of Senate Changes

	Reduces Recommended Funding for Health Insurance¹	Reduces Funding for Information Technology Costs²	Restores Workforce Training Funds Removed by the House³	Adds Funds for Postsecondary Grants - Category II⁴	Transfers Funding for Postsecondary Grants - Category I⁵	Transfers Funding From Grants to Operating Expenses⁶
Salaries and wages	(\$2,993)					
Operating expenses		(8,647)				345,200
Grants						(345,200)
Adult farm management						
Workforce training			1,350,000			
Postsecondary educ vocational grants					(357,452)	
Postsecondary ed voc grants-category I					357,452	
Postsecondary ed voc grants-category II				1,000,000		
Total all funds	(\$2,993)	(\$8,647)	\$1,350,000	\$1,000,000	\$0	\$0
Less estimated income	(93)	0	0	1,000,000	0	0
General fund	(\$2,900)	(\$8,647)	\$1,350,000	\$0	\$0	\$0
FTE	0.00	0.00	0.00	0.00	0.00	0.00

	Total Senate Changes
Salaries and wages	(\$2,993)
Operating expenses	336,553
Grants	(345,200)
Adult farm management	
Workforce training	1,350,000
Postsecondary educ vocational grants	(357,452)
Postsecondary ed voc grants-category I	357,452
Postsecondary ed voc grants-category II	1,000,000
Total all funds	\$2,338,360
Less estimated income	999,907
General fund	\$1,338,453
FTE	0.00

¹ This amendment reduces the funding for state employee health insurance premiums from \$493 per month to \$488.70 per month.

² This amendment reduces funding for information technology by \$8,647 from the general fund, which represents a reduction in information technology funding from the general fund of approximately 4 percent.

³ This amendment restores funding of \$1,350,000 for workforce training which the House had transferred to the Department of Commerce in House Bill No. 1019.

⁴ This amendment adds funds of \$1,000,000 to a new line item, postsecondary education vocational grants - category II, for grants to support existing programs.

⁵ This amendment transfers the \$357,452 for postsecondary education vocational grants to postsecondary education vocational grants - category I.

⁶ This amendment transfers a total of \$345,200 from the grants line item to the operating expenses line item for proper classification of the funds. Of the \$345,200, \$245,200 is for the transition to teaching grant, and \$100,000 is for the career development web site.

This amendment also adds four sections to the bill, Sections 2, 3, 4, and 5. Section 2 requires the State Board for Vocational and Technical Education to report to the Budget Section on the distribution of the postsecondary education vocational grants - category II. Section 3 is a section of legislative intent encouraging the executive budget to recommend funding the postsecondary education vocational grants - category II for the 2005-07 biennium, and Section 4 is a section of legislative intent that the North Dakota University System consider funds for the workforce training and postsecondary education grants - category II as part of higher education's share of the general fund spending. Section 5 transfers \$1 million from the student loan trust for postsecondary education vocational grants - category II.

House Bill No. 1020 - Vocational Education - Conference Committee Action

	Executive Budget	House Version	Conf. Com. Changes	Conf. Com. Version	Senate Version	Comparison to Senate
Salaries and wages	\$3,001,677	\$2,969,634	(\$2,993)	\$2,966,641	\$2,966,641	
Operating expenses	621,845	621,845	334,392	956,237	958,398	(2,161)
Grants	20,037,083	19,637,083	(345,200)	19,291,883	19,291,883	
Adult farm management	625,760	625,760		625,760	625,760	
Workforce training	1,350,000		1,350,000	1,350,000	1,350,000	
Postsecondary educ vocational grants	357,452	357,452		357,452		357,452
Postsecondary ed voc grants-category I					357,452	(357,452)
Postsecondary ed voc grants-category II					1,000,000	(1,000,000)
Total all funds	\$25,993,817	\$24,211,774	\$1,336,199	\$25,547,973	\$26,550,134	(\$1,002,161)
Less estimated income	10,875,297	10,874,593	(93)	10,874,500	11,874,500	(1,000,000)
General fund	\$15,118,520	\$13,337,181	\$1,336,292	\$14,673,473	\$14,675,634	(\$2,161)
FTE	27.50	27.50	0.00	27.50	27.50	0.00

Department No. 270 - Vocational Education - Detail of Conference Committee Changes

	Reduces Recommended Funding for Health Insurance ¹	Reduces Funding for Information Technology Costs ²	Restores Workforce Training Funds Removed by the House ³	Transfers Funding From Grants to Operating Expenses ⁴	Total Conference Committee Changes
Salaries and wages	(\$2,993)				(\$2,993)
Operating expenses		(10,808)		345,200	334,392
Grants				(345,200)	(345,200)
Adult farm management					
Workforce training			1,350,000		1,350,000
Post secondary educ vocational grants					
Total all funds	(\$2,993)	(\$10,808)	\$1,350,000	\$0	\$1,336,199
Less estimated income	(93)	0	0	0	(93)
General fund	(\$2,900)	(\$10,808)	\$1,350,000	\$0	\$1,336,292
FTE	0.00	0.00	0.00	0.00	0.00

¹ This amendment reduces the funding for state employee health insurance premiums from \$493 to \$488.70 per month.

² This amendment reduces funding for information technology by \$10,808 from the general fund, which represents a reduction in information technology funding from the general fund of approximately 5 percent.

³ This amendment restores funding of \$1,350,000 for workforce training which the House had transferred to the Department of Commerce in House Bill No. 1019. The Senate also made this change.

⁴ This amendment transfers a total of \$345,200 from the grants line item to the operating expenses line item for proper classification of the funds. Of the \$345,200, \$245,200 is for the transition to teaching grant, and \$100,000 is for the career development web site. The Senate also made this change.

The funding of \$1 million from the student loan trust fund for postsecondary education vocational grants - category II included by the Senate is removed.

A section of legislative intent is added providing that the North Dakota University System consider funds for the workforce training as part of higher education's share of the general fund spending.