Prepared by the North Dakota Legislative Council staff for House Appropriations
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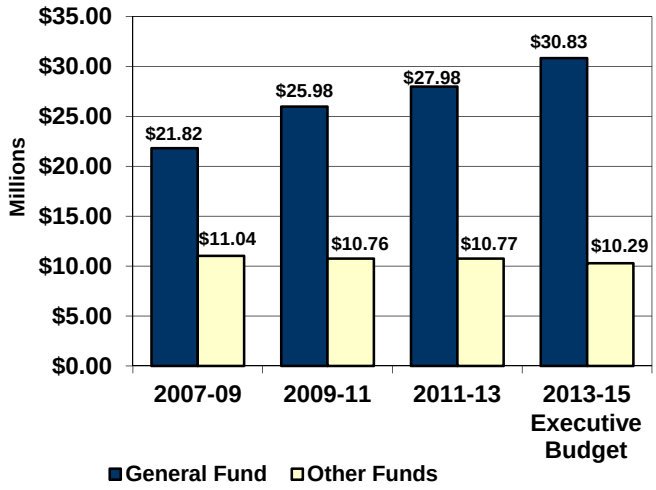
Department 270 - Department of Career and Technical Education
Senate Bill No. 2019

	FTE Positions	General Fund	Other Funds	Total
2013-15 Executive Budget	27.00	$30,833,972	$10,290,485	$41,124,457
2011-13 Legislative Appropriations	27.50	27,981,679	10,766,888	38,748,567
Increase (Decrease)	(0.50)	$2,852,293	($476,403)	$2,375,890

Agency Funding



FTE Positions

Ongoing and One-Time General Fund Appropriations

	Ongoing General Fund Appropriation	One-Time General Fund Appropriation	Total General Fund Appropriation
2013-15 Executive Budget	$30,833,972	$0	$30,833,972
2011-13 Legislative Appropriations	27,981,679	0	27,981,679
Increase (Decrease)	$2,852,293	$0	$2,852,293

First House Action

Attached is a summary of first house changes.

Executive Budget Highlights (With First House Changes in Bold)

	General Fund	Other Funds	Total
1. Provides funding to maintain the career and technical education (CTE) reimbursement percentage rates at the current level	$500,000		$500,000
2. Provides funding for new or expansion of existing programs. **The Senate increased this funding by $100,000.**	$500,000		$500,000
3. Provides funding to expand online interactive delivery of programs	$150,000		$150,000
4. Provides funding to develop a pilot program to interactively deliver a CTE program	$150,000		$150,000
5. Provides funding to develop a 14-school emerging technology consortium	$205,000		$205,000
6. Provides funding for a proposed virtual area CTE center. **The Senate decreased this funding by $500,000.**	$1,000,000		$1,000,000
7. Removes a vacant .5 FTE position	($46,892)		($46,892)
8. Provides funding for state employee salary increases of which $235,641 relates to performance increases and $142,670 is for market equity adjustments	$370,745	$7,566	$378,311

Other Sections in Bill

Workforce training board - The Senate added a section amending North Dakota Century Code Sections 52-08-09; 52-08-10; and 52-08-11 replacing the reporting requirements of the Workforce Training Board to the State Board of Higher Education with the State Board for Career and Technical Education.

Science, technology, engineering, and mathematics (STEM) program grants - The Senate added a section to provide a $300,000 general fund appropriation for STEM grants at the secondary and postsecondary education level with a matching requirement from the private industry sector.

Continuing Appropriations

There are no continuing appropriations for this agency.

Significant Audit Findings

At this time, there are no significant audit findings.

Major Related Legislation

House Bill No. 1228 - Provides an appropriation of $160,000 from the general fund to the Department of Career and Technical Education for a science, technology, engineering, and mathematics advancement grant.

ATTACH:1

STATEMENT OF PURPOSE OF AMENDMENT:

Senate Bill No. 2019 - Funding Summary

	Executive Budget	Senate Changes	Senate Version
Dept. of Career and Technical Education			
Salaries and wages	$4,860,166	$6,689	$4,866,855
Operating expenses	1,253,339		1,253,339
Grants	30,903,698	(100,000)	30,803,698
Grants - Postsecondary	357,452	900,000	1,257,452
Adult farm management	749,802		749,802
Workforce training	3,000,000	2,600,000	5,600,000
Total all funds	$41,124,457	$3,406,689	$44,531,146
Less estimated income	10,290,485	3,000,134	13,290,619
General fund	$30,833,972	$406,555	$31,240,527
FTE	27.00	0.00	27.00
Bill Total			
Total all funds	$41,124,457	$3,406,689	$44,531,146
Less estimated income	10,290,485	3,000,134	13,290,619
General fund	$30,833,972	$406,555	$31,240,527
FTE	27.00	0.00	27.00

Senate Bill No. 2019 - Dept. of Career and Technical Education - Senate Action

	Executive Budget	Senate Changes	Senate Version
Salaries and wages	$4,860,166	$6,689	$4,866,855
Operating expenses	1,253,339		1,253,339
Grants	30,903,698	(100,000)	30,803,698
Grants - Postsecondary	357,452	900,000	1,257,452
Adult farm management	749,802		749,802
Workforce training	3,000,000	2,600,000	5,600,000
Total all funds	$41,124,457	$3,406,689	$44,531,146
Less estimated income	10,290,485	3,000,134	13,290,619
General fund	$30,833,972	$406,555	$31,240,527
FTE	27.00	0.00	27.00

Department 270 - Dept. of Career and Technical Education - Detail of Senate Changes

	Corrects Executive Compensation Package[1]	Decreases Funding for Virtual Centers[2]	Provides Funding for STEM-Based Engineering or Project Lead the Way[3]	Provides Funding for STEM Infusion Initiative[4]	Provides Funding for STEM Programs[5]	Increases Funding to New and Expanding Programs[6]
Salaries and wages	6,689					
Operating expenses						
Grants		(500,000)	300,000			100,000
Grants - Postsecondary				200,000	300,000	
Adult farm management						
Workforce training						
Total all funds	$6,689	($500,000)	$300,000	$200,000	$300,000	$100,000
Less estimated income	134	0	0	0	0	0
General fund	$6,555	($500,000)	$300,000	$200,000	$300,000	$100,000
FTE	0.00	0.00	0.00	0.00	0.00	0.00

	Provides Funding to STEM Network[7]	Provides Funding to the Workforce Training Regions[8]	Total Senate Changes
Salaries and wages			6,689
Operating expenses			
Grants			(100,000)
Grants - Postsecondary	400,000		900,000
Adult farm management			
Workforce training		2,600,000	2,600,000
Total all funds	$400,000	$2,600,000	$3,406,689
Less estimated income	400,000	2,600,000	3,000,134
General fund	$0	$0	$406,555
FTE	0.00	0.00	0.00

[1] Funding is added due to a calculation error in the executive compensation package.

[2] This amendment decreases the funding for the Virtual Centers to provide a total of $500,000, all of which is from the general fund.

[3] This amendment provides funding for STEM-based engineering programs or the Project Lead the Way program.

[4] This amendment provides funding for a STEM Infusion Initiative.

[5] This amendment provides funding for the STEM program at the secondary and postsecondary level, requiring matching funds from private industry grants.

[6] This amendment increases funding for new and expanding programs to provide a total of $600,000, all of which is from the general fund.

[7] This amendment provides one-time funding for the STEM network from the strategic investment and improvements fund.

[8] One-time funding from the strategic investment and improvements fund providing $650,000 to each of the four workforce training regions for business and industry equipment and simulation equipment.

This amendment adds a section requiring the Department of Career and Technical Education to report to the Budget Section on the following:

- Increase in the number of STEM programs/programming in schools and institutions available to students.
- Increase in enrollment in STEM programming beginning at the secondary level and then onto the postsecondary level.
- The business partnerships created by the expansion of the STEM program.

This amendment adds sections amending Sections 52-08-09, 52-08-10, and 52-08-11 to change the Workforce Training Board reporting requirements from the State Board of Higher Education to the State Board for Career and Technical Education.