

STATEMENT OF PURPOSE OF AMENDMENT:

House Bill No. 1012 - Funding Summary

	Base Budget	Final Legislative Action	Comparison To Base Budget
State Treasurer			
Transportation distribution to townships		\$8,000,000	\$8,000,000
Total all funds	\$0	\$8,000,000	\$8,000,000
Less estimated income	0	0	0
General fund	\$0	\$8,000,000	\$8,000,000
 FTE	 0.00	 0.00	 0.00
Department of Transportation			
Salaries and wages	\$187,477,585	\$207,778,278	\$20,300,693
Operating expenses	376,721,715	395,822,751	19,101,036
Capital assets	727,911,207	1,107,696,960	379,785,753
Grants	79,788,030	62,918,030	(16,870,000)
Accrued leave payments	7,280,897		(7,280,897)
General fund transfer to highway fund		503,115,558	503,115,558
Short line railroad program		7,000,000	7,000,000
General fund trans. to special road fund		2,000,000	2,000,000
Contingent transfer		200,000	200,000
Motor coach reimbursement		1,000,000	1,000,000
Total all funds	\$1,379,179,434	\$2,287,531,577	\$908,352,143
Less estimated income	1,379,179,434	1,781,156,019	401,976,585
General fund	\$0	\$506,375,558	\$506,375,558
 FTE	 1079.50	 1080.50	 1.00
Bill Total			
Total all funds	\$1,379,179,434	\$2,295,531,577	\$916,352,143
Less estimated income	1,379,179,434	1,781,156,019	401,976,585
General fund	\$0	\$514,375,558	\$514,375,558
 FTE	 1079.50	 1080.50	 1.00

House Bill No. 1012 - State Treasurer - House Action

	Base Budget	House Changes	House Version
Transportation distribution to townships		\$8,000,000	\$8,000,000
Total all funds	\$0	\$8,000,000	\$8,000,000
Less estimated income	0	0	0
General fund	\$0	\$8,000,000	\$8,000,000
 FTE	 0.00	 0.00	 0.00

Department 120 - State Treasurer - Detail of House Changes

	Adds Funding for Distribution to Townships in Non-Oil- Producing Counties¹	Total House Changes
Transportation distribution to townships	8,000,000	8,000,000
Total all funds	\$8,000,000	\$8,000,000
Less estimated income	0	0
General fund	\$8,000,000	\$8,000,000
FTE	0.00	0.00

¹ One-time funding is added for a transportation distribution to organized and unorganized townships in non-oil-producing counties.

House Bill No. 1012 - State Treasurer - Senate Action

The Senate did not change the House version.

House Bill No. 1012 - State Treasurer - Conference Committee Action

The Conference Committee did not change the House or Senate version.

House Bill No. 1012 - Department of Transportation - House Action

	Base Budget	House Changes	House Version
Salaries and wages	\$187,477,585	\$20,909,550	\$208,387,135
Operating expenses	376,721,715	18,452,036	395,173,751
Capital assets	727,911,207	374,774,753	1,102,685,960
Grants	79,788,030	(16,120,000)	63,668,030
Accrued leave payments	7,280,897	(7,280,897)	
General fund transfer to highway fund		504,115,558	504,115,558
Short line railroad program		2,000,000	2,000,000
General fund trans. to special road fund		1,000,000	1,000,000
Total all funds	\$1,379,179,434	\$897,851,000	\$2,277,030,434
Less estimated income	1,379,179,434	392,735,442	1,771,914,876
General fund	\$0	\$505,115,558	\$505,115,558
FTE	1079.50	0.00	1079.50

Department 801 - Department of Transportation - Detail of House Changes

	Adds Funding for Base Payroll Changes¹	Adds Funding for Salary and Benefit Increases²	Adjusts Base Level Funding³	Adds One-Time Funding for Enhanced State Infrastructure Investments⁴	Adds One-Time Funding for Recreational Road Access Improvements⁵	Adds One-Time Funding for Motor Coach Reimbursement from Colleges⁶
Salaries and wages	9,190,542	11,719,008				
Operating expenses			(81,547,964)	97,500,000		
Capital assets			(32,840,805)	406,615,558	1,000,000	
Grants			(16,870,000)			750,000
Accrued leave payments	(7,280,897)					
General fund transfer to highway fund						
Short line railroad program						
General fund trans. to special road fund						
Total all funds	\$1,909,645	\$11,719,008	(\$131,258,769)	\$504,115,558	\$1,000,000	\$750,000
Less estimated income	1,909,645	11,719,008	(131,258,769)	504,115,558	1,000,000	750,000
General fund	\$0	\$0	\$0	\$0	\$0	\$0
FTE	0.00	0.00	0.00	0.00	0.00	0.00

	Adds One-Time Funding for Motor Vehicle Registration and Titling System⁷	Adds One-Time Funding for Short Line Railroad Program⁸	Transfers General Fund to Highway Fund⁹	Transfers General Fund to Special Road Fund¹⁰	Total House Changes
Salaries and wages					20,909,550
Operating expenses	2,500,000				18,452,036
Capital assets					374,774,753
Grants					(16,120,000)
Accrued leave payments					(7,280,897)
General fund transfer to highway fund			504,115,558		504,115,558
Short line railroad program		2,000,000			2,000,000
General fund trans. to special road fund				1,000,000	1,000,000
Total all funds	\$2,500,000	\$2,000,000	\$504,115,558	\$1,000,000	\$897,851,000
Less estimated income	2,500,000	2,000,000	0	0	392,735,442
General fund	\$0	\$0	\$504,115,558	\$1,000,000	\$505,115,558
FTE	0.00	0.00	0.00	0.00	0.00

¹ Funding is added for cost-to-continue 2013-15 biennium salaries and benefit increases and for other base payroll changes.

² The following funding is added for 2015-17 biennium performance salary adjustments of 2 to 4 percent per year and increases in monthly health insurance premiums:

	General Fund	Other Funds	Total
Salary increase - Performance		\$7,042,812	\$7,042,812
Health insurance increase		4,676,196	4,676,196
Total	\$0	\$11,719,008	\$11,719,008

³ Base level funding is adjusted as follows:

	General Fund	Other Funds	Total
Increases funding for operating expenses		\$8,748,743	\$8,748,743
Increases funding for contract patching from \$82,935,780 to \$118,649,089		35,713,309	35,713,309
Adjusts funding for grants		(16,870,000)	(16,870,000)
Removes 2013-15 biennium capital assets funding		(158,850,821)	(158,850,821)
Total	\$0	(\$131,258,769)	(\$131,258,769)

⁴ One-time funding is added from the highway fund for enhanced state infrastructure investments.

⁵ One-time funding is added from the special road fund for improvements to roads that lead to recreational areas.

⁶ Funding is provided from special funds transferred to the Department of Transportation from various state colleges related to a loss incurred on motor coaches used by those colleges.

⁷ One-time funding is provided to continue the motor vehicle registration and titling system project.

⁸ A section is added providing a one-time strategic investment and improvements fund appropriation for the Department of Transportation's short line railroad program.

⁹ A section is added providing a one-time general fund transfer to the highway fund to be used for enhanced state infrastructure investments.

¹⁰ A section is added providing a one-time general fund transfer to the special road fund for improvements to roads that lead to recreational areas.

This amendment also:

- Provides legislative intent that the Department of Transportation refrain from using any of the funds appropriated to the department for the 2015-17 biennium for construction or repair of buildings or any new information technology improvements unless the department receives federal funding of at least the amount anticipated by the 64th Legislative Assembly.
- Amends North Dakota Century Code Section 39-02-03 regarding contracts between the Department of Transportation and branch offices.
- Provides for a Legislative Management study regarding short line railroad infrastructure.
- Provides for a Legislative Management study regarding high-efficiency vehicles.
- Provides for a Legislative Management study regarding automated motor vehicles.

House Bill No. 1012 - Department of Transportation - Senate Action

	Base Budget	House Version	Senate Changes	Senate Version
Salaries and wages	\$187,477,585	\$208,387,135	(\$608,857)	\$207,778,278
Operating expenses	376,721,715	395,173,751	649,000	395,822,751
Capital assets	727,911,207	1,102,685,960	1,411,000	1,104,096,960
Grants	79,788,030	63,668,030		63,668,030
Accrued leave payments	7,280,897			
General fund transfer to highway fund		504,115,558		504,115,558
Short line railroad program		2,000,000	8,000,000	10,000,000
General fund trans. to special road fund		1,000,000	2,000,000	3,000,000
City grants			20,000	20,000
Contingent transfer			1,900,000	1,900,000
Total all funds	<u>\$1,379,179,434</u>	<u>\$2,277,030,434</u>	<u>\$13,371,143</u>	<u>\$2,290,401,577</u>
Less estimated income	1,379,179,434	1,771,914,876	9,411,143	1,781,326,019
General fund	\$0	\$505,115,558	\$3,960,000	\$509,075,558
FTE	1079.50	1079.50	1.00	1080.50

Department 801 - Department of Transportation - Detail of Senate Changes

	Adjusts Funding for Health Insurance Premium Increases¹	Adds Funding for New Environmental Scientist III²	Adjusts Funding for Maintenance Management System³	Adds One-Time Funding for Recreational Road Access Improvements⁴	Adds One-Time Funding for Short Line Railroad Program⁵	Adds One-Time Funding for Truck Size and Weight Harmonization Study⁶
Salaries and wages	(811,779)	202,922				
Operating expenses			589,000			60,000
Capital assets			(589,000)	2,000,000		
Grants						
Accrued leave payments						
General fund transfer to highway fund						
Short line railroad program					8,000,000	
General fund trans. to special road fund						
City grants						
Contingent transfer						
Motor coach reimbursement						
Total all funds	<u>(\$811,779)</u>	<u>\$202,922</u>	<u>\$0</u>	<u>\$2,000,000</u>	<u>\$8,000,000</u>	<u>\$60,000</u>
Less estimated income	(811,779)	202,922	0	2,000,000	8,000,000	0
General fund	\$0	\$0	\$0	\$0	\$0	\$60,000
FTE	0.00	1.00	0.00	0.00	0.00	0.00

	Adds One-Time Funding for Grants to Eligible Cities ⁷	Transfers Funding to Special Road Fund ⁸	Adds Contingent Transfer to Public Transportation Fund ⁹	Total Senate Changes
Salaries and wages				(608,857)
Operating expenses				649,000
Capital assets				1,411,000
Grants				
Accrued leave payments				
General fund transfer to highway fund				
Short line railroad program				8,000,000
General fund trans. to special road fund		2,000,000		2,000,000
City grants	20,000			20,000
Contingent transfer			1,900,000	1,900,000
Motor coach reimbursement				
Total all funds	\$20,000	\$2,000,000	\$1,900,000	\$13,371,143
Less estimated income	20,000	0	0	9,411,143
General fund	\$0	\$2,000,000	\$1,900,000	\$3,960,000
FTE	0.00	0.00	0.00	1.00

- ¹ Funding for employee health insurance premiums is adjusted to reflect the revised premium estimate of \$1,130.22 per month.
- ² Funding is added from other funds for a new environment scientist III FTE position (\$195,143) and related salary increase (\$7,779).
- ³ Funding is adjusted from the capital assets line item to the operating expenses line item for the maintenance management system.
- ⁴ One-time funding is increased from \$1 million to \$3 million from the special road fund for improvements to roads that lead to recreational areas.
- ⁵ Funding from the strategic investment and improvements fund for the Department of Transportation's short line railroad program is increased from \$2 million to \$10 million.
- ⁶ A section is added appropriating one-time funding from the general fund for the Department of Transportation to collaborate with the Upper Great Plains Transportation Institute to study the impacts in this state of harmonizing truck size and weight regulations with states in the Western States Transportation Alliance.
- ⁷ A section is added appropriating one-time funding from the strategic investment and improvements fund to provide \$20,000 for grants to eligible cities.
- ⁸ The one-time general fund transfer to the special road fund for improvements to roads that lead to recreational areas is increased from \$1 million to \$3 million.
- ⁹ A section is added providing an appropriation and contingent transfer from the general fund to the public transportation fund for making a \$950,000 transfer on July 1, 2015, if deposits in the public transportation fund from the highway tax distribution fund are \$5.6 million or less during fiscal year 2015 and another transfer of \$950,000 on July 1, 2016, if deposits in the public transportation fund from the highway tax distribution fund are \$5.6 million or less during fiscal year 2016.

This amendment also:

- Provides for a Legislative Management study regarding truck size and weight harmonization.
- Adds a section requiring the Department of Transportation to report to the Legislative Management on rail safety.
- Removes a section that provided legislative intent for the Department of Transportation to refrain from using any of the funds appropriated to the department for the 2015-17 biennium for construction or repair of buildings or any new information technology improvements unless the department receives federal funding of at least the amount anticipated by the 64th Legislative Assembly.

House Bill No. 1012 - Department of Transportation - Conference Committee Action

	Base Budget	House Version	Conference Committee Changes	Conference Committee Version	Senate Version	Comparison to Senate
Salaries and wages	\$187,477,585	\$208,387,135	(\$608,857)	\$207,778,278	\$207,778,278	
Operating expenses	376,721,715	395,173,751	649,000	395,822,751	395,822,751	
Capital assets	727,911,207	1,102,685,960	5,011,000	1,107,696,960	1,104,096,960	3,600,000
Grants	79,788,030	63,668,030	(750,000)	62,918,030	63,668,030	(750,000)
Accrued leave payments	7,280,897					
General fund transfer to highway fund		504,115,558	(1,000,000)	503,115,558	504,115,558	(1,000,000)
Short line railroad program		2,000,000	5,000,000	7,000,000	10,000,000	(3,000,000)
General fund trans. to special road fund		1,000,000	1,000,000	2,000,000	3,000,000	(1,000,000)
City grants					20,000	(20,000)
Contingent transfer			200,000	200,000	1,900,000	(1,700,000)
Motor coach reimbursement			1,000,000	1,000,000		1,000,000
Total all funds	\$1,379,179,434	\$2,277,030,434	\$10,501,143	\$2,287,531,577	\$2,290,401,577	(\$2,870,000)
Less estimated income	1,379,179,434	1,771,914,876	9,241,143	1,781,156,019	1,781,326,019	(170,000)
General fund	\$0	\$505,115,558	\$1,260,000	\$506,375,558	\$509,075,558	(\$2,700,000)
FTE	1079.50	1079.50	1.00	1080.50	1080.50	0.00

Department 801 - Department of Transportation - Detail of Conference Committee Changes

	Adjusts Funding for Health Insurance Premium Increases¹	Adds Funding for New Environmental Scientist III²	Adjusts Funding for Maintenance Management System³	Adds Funding for Highway Projects⁴	Adjusts Funding for Motor Coach Reimbursement⁵	Reduces One- Time Funding for Enhanced State Infrastructure Investments⁶
Salaries and wages	(811,779)	202,922				
Operating expenses			589,000			
Capital assets			(589,000)	5,600,000		(1,000,000)
Grants					(750,000)	
Accrued leave payments						
General fund transfer to highway fund						(1,000,000)
Short line railroad program						
General fund trans. to special road fund						
Contingent transfer						
Motor coach reimbursement					1,000,000	
Total all funds	(\$811,779)	\$202,922	\$0	\$5,600,000	\$250,000	(\$2,000,000)
Less estimated income	(811,779)	202,922	0	5,600,000	(750,000)	(1,000,000)
General fund	\$0	\$0	\$0	\$0	\$1,000,000	(\$1,000,000)
FTE	0.00	1.00	0.00	0.00	0.00	0.00

	Adds One-Time Funding for Recreational Road Access Improvements ⁷	Adds One-Time Funding for Short Line Railroad Program ⁸	Adds One-Time Funding for Truck Size and Weight Harmonization Study ⁹	Transfers Funding to Special Road Fund ¹⁰	Adds Contingent Transfer to Public Transportation Fund ¹¹	Total Conference Committee Changes
Salaries and wages						(608,857)
Operating expenses			60,000			649,000
Capital assets	1,000,000					5,011,000
Grants						(750,000)
Accrued leave payments						
General fund transfer to highway fund						(1,000,000)
Short line railroad program		5,000,000				5,000,000
General fund trans. to special road fund				1,000,000		1,000,000
Contingent transfer					200,000	200,000
Motor coach reimbursement						1,000,000
Total all funds	\$1,000,000	\$5,000,000	\$60,000	\$1,000,000	\$200,000	\$10,501,143
Less estimated income	1,000,000	5,000,000	0	0	0	9,241,143
General fund	\$0	\$0	\$60,000	\$1,000,000	\$200,000	\$1,260,000
FTE	0.00	0.00	0.00	0.00	0.00	1.00

- ¹ Funding for employee health insurance premiums is adjusted to reflect the revised premium estimate of \$1,130.22 per month.
- ² Funding is added from other funds for a new environment scientist III FTE position (\$195,143) and related salary increase (\$7,779), the same as the Senate version.
- ³ Funding is adjusted from the capital assets line item to the operating expenses line item for the maintenance management system, the same as the Senate version.
- ⁴ The Conference Committee added funding to the capital assets line due to additional revenues available in the highway tax distribution fund to the Department of Transportation for highway projects. Neither the House nor Senate version included this item.
- ⁵ The Conference Committee added a section providing a \$1 million appropriation from the general fund to the Department of Transportation for offsetting costs incurred from motor coach operations and removed special fund authority of \$750,000 in the grants line item. The Senate and House versions provided \$750,000 in special funds authority.
- ⁶ The Conference Committee removed \$1 million in enhanced state infrastructure investments and reduced the general fund transfer to the highway fund by \$1 million to \$503,115,558. The House and Senate versions included \$504,115,558.
- ⁷ The Conference Committee increased one-time funding from \$1 million to \$2 million from the special road fund for improvements to roads that lead to recreational areas. The Senate provided \$3 million.
- ⁸ Funding from the strategic investment and improvements fund for the Department of Transportation's short line railroad program is increased by the Conference Committee from \$2 million to \$7 million. The Senate provided \$10 million.
- ⁹ A section is added appropriating one-time funding from the general fund for the Department of Transportation to collaborate with the Upper Great Plains Transportation Institute to study the impacts in this state of harmonizing truck size and weight regulations with states in the Western States Transportation Alliance, the same as the Senate version.
- ¹⁰ The one-time general fund transfer to the special road fund for improvements to roads that lead to recreational areas is increased by the Conference Committee from \$1 million to \$2 million. The Senate provided for a \$3 million transfer.
- ¹¹ A section is added providing an appropriation and contingent transfer from the general fund to the public transportation fund for making a \$100,000 transfer on July 1, 2015, if deposits in the public transportation fund from the highway tax distribution fund are \$5.2 million or less during the fiscal year 2015 and another transfer of \$100,000 on July 1, 2016, if deposits in the public

transportation fund from the highway tax distribution fund are \$5.2 million or less during the fiscal year 2016. The Senate version provided \$950,000 annually if deposits were \$5.6 million or less.

This amendment also:

- Reduces the appropriation and transfer from the general fund to the highway fund from \$504,115,558 to \$503,115,558.
- Provides for a Legislative Management study regarding truck size and weight harmonization, the same as the Senate version.
- Removes a section that provided legislative intent for the Department of Transportation to refrain from using any of the funds appropriated to the department for the 2015-17 biennium for construction or repair of buildings or any new information technology improvements unless the department receives federal funding of at least the amount anticipated by the 64th Legislative Assembly, the same as the Senate version.
- Reduces the enhanced state highway investments carryover authority from \$504,115,558 to \$503,115,558.
- Provides a section requiring the Department of Transportation to report to the Legislative Management on rail safety.

Sections added by the Senate that are not included in this amendment include:

- A section appropriating one-time funding from the strategic investment and improvements fund to provide \$20,000 for grants to eligible cities.