

STATEMENT OF PURPOSE OF AMENDMENT:

Senate Bill No. 2014 - Funding Summary

	Base Budget	Final Legislative Action	Comparison to Base Budget
Industrial Commission			
Salaries and wages	\$22,132,229	\$22,014,084	(\$118,145)
Operating expenses	4,779,135	6,305,888	1,526,753
Grants - Bond payments	15,040,829	13,210,484	(1,830,345)
Contingencies		221,737	221,737
	<hr/>	<hr/>	<hr/>
Total all funds	\$41,952,193	\$41,752,193	(\$200,000)
Less estimated income	16,994,447	16,343,206	(651,241)
General fund	<hr/>	<hr/>	<hr/>
	\$24,957,746	\$25,408,987	\$451,241
FTE	116.75	110.25	(6.50)
Bank of North Dakota			
Capital assets	\$745,000	\$810,000	\$65,000
Bank of North Dakota operations	58,542,301	58,489,204	(53,097)
	<hr/>	<hr/>	<hr/>
Total all funds	\$59,287,301	\$59,299,204	\$11,903
Less estimated income	59,287,301	59,299,204	11,903
General fund	<hr/>	<hr/>	<hr/>
	\$0	\$0	\$0
FTE	181.50	181.50	0.00
Housing Finance Agency			
Salaries and wages	\$7,745,034	\$7,892,056	\$147,022
Operating expenses	3,744,275	4,743,355	999,080
Grants	25,930,780	31,794,828	5,864,048
HFA contingencies	100,000	100,000	
	<hr/>	<hr/>	<hr/>
Total all funds	\$37,520,089	\$44,530,239	\$7,010,150
Less estimated income	37,520,089	44,530,239	7,010,150
General fund	<hr/>	<hr/>	<hr/>
	\$0	\$0	\$0
FTE	46.00	44.00	(2.00)
Mill and Elevator			
Salaries and wages	\$36,278,898	\$39,308,519	\$3,029,621
Operating expenses	27,327,000	28,195,000	868,000
Contingencies	500,000	500,000	
Agriculture promotion	210,000	210,000	
	<hr/>	<hr/>	<hr/>
Total all funds	\$64,315,898	\$68,213,519	\$3,897,621
Less estimated income	64,315,898	68,213,519	3,897,621
General fund	<hr/>	<hr/>	<hr/>
	\$0	\$0	\$0
FTE	147.00	153.00	6.00
Bill Total			
Total all funds	\$203,075,481	\$213,795,155	\$10,719,674
Less estimated income	178,117,735	188,386,168	10,268,433
General fund	<hr/>	<hr/>	<hr/>
	\$24,957,746	\$25,408,987	\$451,241
FTE	491.25	488.75	(2.50)

Senate Bill No. 2014 - Industrial Commission - Senate Action

	Base Budget	Senate Changes	Senate Version
Salaries and wages	\$22,132,229	(\$93,883)	\$22,038,346
Operating expenses	4,779,135	1,526,753	6,305,888
Grants - Bond payments	15,040,829	(1,830,345)	13,210,484
Contingencies		1,254,462	1,254,462
Total all funds	\$41,952,193	\$856,987	\$42,809,180
Less estimated income	16,994,447	(649,789)	16,344,658
General fund	\$24,957,746	\$1,506,776	\$26,464,522
FTE	116.75	(2.50)	114.25

Department 405 - Industrial Commission - Detail of Senate Changes

	Adds Funding for Base Payroll Changes¹	Adds Funding for Health Insurance Increases²	Removes FTE Positions³	Adds Funding for Contingent FTE Positions⁴	Adds Funding for Operating Expenses⁵	Reduces Funding for Bond Payments⁶
Salaries and wages	149,263	334,853	(577,999)			
Operating expenses					526,753	
Grants - Bond payments						(1,830,345)
Contingencies				1,254,462		
Total all funds	\$149,263	\$334,853	(\$577,999)	\$1,254,462	\$526,753	(\$1,830,345)
Less estimated income	82,522	20,034	0	0	78,000	(1,830,345)
General fund	\$66,741	\$314,819	(\$577,999)	\$1,254,462	\$448,753	\$0
FTE	0.00	0.00	(8.50)	6.00	0.00	0.00

	Adds One-Time Funding for Litigation⁷	Total Senate Changes
Salaries and wages		(93,883)
Operating expenses	1,000,000	1,526,753
Grants - Bond payments		(1,830,345)
Contingencies		1,254,462
Total all funds	\$1,000,000	\$856,987
Less estimated income	1,000,000	(649,789)
General fund	\$0	\$1,506,776
FTE	0.00	(2.50)

¹ Funding is added for cost-to-continue 2015-17 biennium salaries and benefit increases and for other base payroll changes.

² Funding is added for increases in health insurance premiums from \$1,130 to \$1,249 per month.

³ Funding is removed for 8.5 FTE positions, including 6.5 engineering technician positions and 2 administrative assistant positions. A portion of the funding for these positions may have been removed due to 2015-17 budget reductions.

⁴ Contingent funding and authorization for 6 FTE positions is added. The funding and FTE positions are authorized, subject to Budget Section approval, if the total number of wells capable of production and injection exceeds certain amounts as identified in Section 6 of the bill.

⁵ Funding is added for operating expenses related to travel, information technology software and services, and professional services.

⁶ Funding for bond payments is reduced by \$1,830,345, from \$15,040,829 to \$13,210,484.

⁷ One-time funding from the strategic investment and improvements fund is added for litigation costs.

This amendment also includes the following items related to the Industrial Commission:

- Provides legislative intent for bond payments and provides appropriation authority, subject to Emergency Commission approval, for bond issuances during the 2017-19 biennium.
- Identifies \$1,254,462 from the general fund and 6 FTE positions included in the appropriation as contingent funding and contingent FTE position authorization. The funding and positions are available if the total number of wells capable of production and injection exceeds certain amounts, subject to Budget Section approval.
- Allows the Industrial Commission to transfer up to \$1,103,986 from special funds from the entities under the control of the Industrial Commission for administrative services and provides an exemption to allow any unspent 2015-17 biennium appropriations for administrative costs to continue in the 2017-19 biennium.
- Provides a transfer of \$3 million from the strategic investment and improvements fund to the lignite research fund for the 2017-19 biennium, identifies the funding for advanced energy technology research and development, and provides matching requirements for grant recipients.
- Reduces the allocation of coal severance tax allocations to the coal development trust fund from 30 to 15 percent and provides an allocation of 15 percent to the lignite research fund for developing advanced energy technology.
- Provides a statement of intent related to grant applications for advanced energy research from the renewable energy development fund.
- Identifies \$1 million in the estimated income line item from the strategic investment and improvements fund for litigation expenses.
- Provides an exemption for lignite research grants to allow any unexpended 2015-17 biennium funds to be available during the 2017-19 biennium.
- Provides legislative intent that \$4.5 million is available from the lignite research fund for lignite marketing studies, the Lignite Vision 21 program, or possible lignite-related litigation.

Senate Bill No. 2014 - Industrial Commission - House Action

	Base Budget	Senate Version	House Changes	House Version
Salaries and wages	\$22,132,229	\$22,038,346	(\$24,262)	\$22,014,084
Operating expenses	4,779,135	6,305,888		6,305,888
Grants - Bond payments	15,040,829	13,210,484		13,210,484
Contingencies		1,254,462	(1,032,725)	221,737
Total all funds	\$41,952,193	\$42,809,180	(\$1,056,987)	\$41,752,193
Less estimated income	16,994,447	16,344,658	(1,452)	16,343,206
General fund	\$24,957,746	\$26,464,522	(\$1,055,535)	\$25,408,987
FTE	116.75	114.25	(4.00)	110.25

Department 405 - Industrial Commission - Detail of House Changes

	Adjusts Funding for Health Insurance Increases¹	Adjusts Contingent FTE Positions²	Total House Changes
Salaries and wages	(24,262)		(24,262)
Operating expenses			
Grants - Bond payments			
Contingencies		(1,032,725)	(1,032,725)
Total all funds	(\$24,262)	(\$1,032,725)	(\$1,056,987)
Less estimated income	(1,452)	0	(1,452)
General fund	(\$22,810)	(\$1,032,725)	(\$1,055,535)
FTE	0.00	(4.00)	(4.00)

¹ Funding for employee health insurance is adjusted to reflect the updated premium amount of \$1,241 per month.

² Contingent funding and authorization for FTE positions are adjusted to provide \$221,737 from the general fund and 2 FTE positions. The funding and FTE positions are authorized, subject to Budget Section approval, if the total number of wells capable of production and injection exceeds 18,200 wells as identified in Section 7 of the bill.

This amendment also includes the following changes related to the Industrial Commission:

- Identifies the funding increase for health insurance premium increases included in the agency's appropriation.
- Identifies \$221,737 from the general fund and 2 FTE positions included in the appropriation as contingent funding and contingent FTE position authorization. The funding and FTE positions are authorized, subject to Budget Section approval, if the total number of wells capable of production and injection exceeds 18,200 wells. One position may be hired after May 31, 2018, and another position may be hired after November 30, 2018. The Senate provided \$1,254,462 from the general fund and 6 FTE positions.
- Allows the Industrial Commission to transfer up to \$1,103,779 from special funds from the entities under the control of the Industrial Commission for administrative services. The transfer was adjusted for the health insurance adjustment compared to the transfer of \$1,103,986 provided by the Senate.
- Adds a section requiring the Industrial Commission, in consultation with the Game and Fish Department, the State Department of Health, and the State Water Commission, to study lake bed sedimentation and to report the results to the Legislative Management.

Senate Bill No. 2014 - Industrial Commission - Conference Committee Action

	Base Budget	Senate Version	Conference Committee Changes	Conference Committee Version	House Version	Comparison to House
Salaries and wages	\$22,132,229	\$22,038,346	(24,262)	\$22,014,084	\$22,014,084	
Operating expenses	4,779,135	6,305,888		6,305,888	6,305,888	
Grants - Bond payments	15,040,829	13,210,484		13,210,484	13,210,484	
Contingencies		1,254,462	(1,032,725)	221,737	221,737	
Total all funds	\$41,952,193	\$42,809,180	(\$1,056,987)	\$41,752,193	\$41,752,193	\$0
Less estimated income	16,994,447	16,344,658	(1,452)	16,343,206	16,343,206	0
General fund	\$24,957,746	\$26,464,522	(\$1,055,535)	\$25,408,987	\$25,408,987	\$0
FTE	116.75	114.25	(4.00)	110.25	110.25	0.00

Department 405 - Industrial Commission - Detail of Conference Committee Changes

	Adjusts Funding for Health Insurance Increases ¹	Adjusts Contingent FTE Positions ²	Total Conference Committee Changes
Salaries and wages	(24,262)		(24,262)
Operating expenses			
Grants - Bond payments			
Contingencies		(1,032,725)	(1,032,725)
Total all funds	(\$24,262)	(\$1,032,725)	(\$1,056,987)
Less estimated income	(1,452)	0	(1,452)
General fund	(\$22,810)	(\$1,032,725)	(\$1,055,535)
FTE	0.00	(4.00)	(4.00)

¹ Funding for employee health insurance is adjusted to reflect the updated premium amount of \$1,241 per month.

² Contingent funding and authorization for FTE positions are adjusted to provide \$221,737 from the general fund and 2 FTE positions. The funding and FTE positions are authorized, subject to Budget Section approval, if the total number of wells capable of production and injection exceeds 18,200 wells as identified in Section 7 of the bill. The Senate provided \$1,254,462 for 6 FTE positions. The House provided \$221,737 and 2 FTE positions.

This amendment also includes the following changes related to the Industrial Commission:

- Identifies the funding increase for health insurance premium increases included in the agency's appropriation.
- Identifies \$221,737 from the general fund and 2 FTE positions included in the appropriation as contingent funding and contingent FTE position authorization. The funding and FTE positions are authorized, subject to Budget Section approval, if the total number of wells capable of production and injection exceeds 18,200 wells. The House provided that one position may be hired after May 31, 2018, and another position may be hired after November 30, 2018. The Senate provided \$1,254,462 from the general fund and 6 FTE positions.

- Allows the Industrial Commission to transfer up to \$1,103,779 from special funds from the entities under the control of the Industrial Commission for administrative services, the same as the House. The transfer was adjusted for the health insurance adjustment compared to the transfer of \$1,103,986 provided by the Senate.
- Adds a section requiring the Industrial Commission, in consultation with the Game and Fish Department, the State Department of Health, the State Water Commission, and any other state agencies as necessary, to study lake bed sedimentation and to report the results to the Legislative Management. The House also included the study.

Senate Bill No. 2014 - Bank of North Dakota - Senate Action

	Base Budget	Senate Changes	Senate Version
Capital assets	\$745,000	\$65,000	\$810,000
Bank of North Dakota operations	58,542,301	(15,357)	58,526,944
Total all funds	<u>\$59,287,301</u>	<u>\$49,643</u>	<u>\$59,336,944</u>
Less estimated income	<u>59,287,301</u>	<u>49,643</u>	<u>59,336,944</u>
General fund	\$0	\$0	\$0
FTE	181.50	0.00	181.50

Department 471 - Bank of North Dakota - Detail of Senate Changes

	Adds Funding for Base Payroll Changes¹	Adds Funding for Health Insurance Increases²	Adds Funding for Market Equity Salary Adjustments³	Reduces Funding for Operating Expenses⁴	Adds Funding for Information Technology Equipment⁵	Total Senate Changes
Capital assets					65,000	65,000
Bank of North Dakota operations	<u>390,404</u>	<u>520,884</u>	<u>1,459,131</u>	<u>(2,385,776)</u>		<u>(15,357)</u>
Total all funds	\$390,404	\$520,884	\$1,459,131	(\$2,385,776)	\$65,000	\$49,643
Less estimated income	<u>390,404</u>	<u>520,884</u>	<u>1,459,131</u>	<u>(2,385,776)</u>	<u>65,000</u>	<u>49,643</u>
General fund	\$0	\$0	\$0	\$0	\$0	\$0
FTE	0.00	0.00	0.00	0.00	0.00	0.00

¹ Funding is added for cost-to-continue 2015-17 biennium salaries and benefit increases and for other base payroll changes.

² Funding is added for increases in health insurance premiums from \$1,130 to \$1,249 per month.

³ Funding is provided for additional salary increases related to higher starting salaries for new employees and higher than anticipated salary adjustments for market rate equity adjustments.

⁴ Funding is reduced for operating expenses primarily related to marketing activities that were paid with a federal grant that expired in calendar year 2016 as well as cost savings from efficiencies.

⁵ Funding is added for information technology equipment.

This amendment also includes the following items related to the Bank of North Dakota:

- Provides for a transfer of \$140 million from the Bank of North Dakota's current earnings and undivided profits to the general fund for the 2017-19 biennium.
- Provides for a transfer of \$16 million from the Bank of North Dakota's current earnings and undivided profits to the PACE fund for the 2017-19 biennium.
- Provides for a transfer of \$2 million from the Bank of North Dakota's current earnings and undivided profits to the Ag PACE fund for the 2017-19 biennium.
- Provides for a transfer of \$1 million from the Bank of North Dakota's current earnings and undivided profits to the biofuels PACE fund for the 2017-19 biennium.
- Provides for a transfer of \$6 million from the Bank of North Dakota's current earnings and undivided profits to the beginning farmer revolving loan fund for the 2017-19 biennium.

- Provides for a transfer of \$6 million from the Bank of North Dakota's current earnings and undivided profits to the Bank of North Dakota for school construction loan interest rate buydowns for the 2017-19 biennium.
- Authorizes the Bank of North Dakota to charge reasonable fees for student loan guarantees and for collections on defaulted student loans.
- Removes the authority to suspend an occupational or professional license when the licensee's student loans are in default.

Senate Bill No. 2014 - Bank of North Dakota - House Action

	Base Budget	Senate Version	House Changes	House Version
Capital assets	\$745,000	\$810,000		\$810,000
Bank of North Dakota operations	58,542,301	58,526,944	(237,740)	58,289,204
Total all funds	<u>\$59,287,301</u>	<u>\$59,336,944</u>	<u>(\$237,740)</u>	<u>\$59,099,204</u>
Less estimated income	<u>59,287,301</u>	<u>59,336,944</u>	<u>(237,740)</u>	<u>59,099,204</u>
General fund	\$0	\$0	\$0	\$0
FTE	181.50	181.50	0.00	181.50

Department 471 - Bank of North Dakota - Detail of House Changes

	Adjusts Funding for Health Insurance Increases¹	Reduces Funding for Salaries and Wages²	Total House Changes
Capital assets			
Bank of North Dakota operations	<u>(37,740)</u>	<u>(200,000)</u>	<u>(237,740)</u>
Total all funds	<u>(\$37,740)</u>	<u>(\$200,000)</u>	<u>(\$237,740)</u>
Less estimated income	<u>(37,740)</u>	<u>(200,000)</u>	<u>(237,740)</u>
General fund	\$0	\$0	\$0
FTE	0.00	0.00	0.00

¹ Funding for employee health insurance is adjusted to reflect the updated premium amount of \$1,241 per month.

² Funding is reduced for salaries and wages by \$200,000.

This amendment also includes the following changes related to the Bank of North Dakota:

- Identifies the funding increase for health insurance premium increases included in the agency's appropriation.
- Authorizes the Bank of North Dakota to charge up to 30 percent of accumulated principal and interest on defaulted student loans. The Senate provided authorization to charge up to 13 percent.
- Provides the authority to suspend a recreational license when the licensee's student loans are in default. The Senate removed the authority to suspend an occupational or professional license.
- Repeals the references to the North Dakota financial center, which were included in 2015 House Bill No. 1014, and provides an emergency clause related to the repeal.
- Prohibits the Bank of North Dakota from constructing a financial center and provides an emergency clause related to the prohibition.

Senate Bill No. 2014 - Bank of North Dakota - Conference Committee Action

	Base Budget	Senate Version	Conference Committee Changes	Conference Committee Version	House Version	Comparison to House
Capital assets	\$745,000	\$810,000		\$810,000	\$810,000	
Bank of North Dakota operations	58,542,301	58,526,944	(37,740)	58,489,204	58,289,204	200,000
Total all funds	<u>\$59,287,301</u>	<u>\$59,336,944</u>	<u>(37,740)</u>	<u>\$59,299,204</u>	<u>\$59,099,204</u>	<u>\$200,000</u>
Less estimated income	<u>59,287,301</u>	<u>59,336,944</u>	<u>(37,740)</u>	<u>59,299,204</u>	<u>59,099,204</u>	<u>200,000</u>
General fund	\$0	\$0	\$0	\$0	\$0	\$0
FTE	181.50	181.50	0.00	181.50	181.50	0.00

Department 471 - Bank of North Dakota - Detail of Conference Committee Changes

	Adjusts Funding for Health Insurance Increases¹	Total Conference Committee Changes
Capital assets		
Bank of North Dakota operations	<u>(37,740)</u>	<u>(37,740)</u>
Total all funds	<u>(\$37,740)</u>	<u>(\$37,740)</u>
Less estimated income	<u>(37,740)</u>	<u>(37,740)</u>
General fund	\$0	\$0
FTE	0.00	0.00

¹ Funding for employee health insurance is adjusted to reflect the updated premium amount of \$1,241 per month.

This amendment also includes the following changes related to the Bank of North Dakota:

- Identifies the funding increase for health insurance premium increases included in the agency's appropriation.
- Authorizes the Bank of North Dakota to charge up to 18 percent of accumulated principal and interest on defaulted student loans. The Senate provided authorization to charge up to 13 percent, and the House provided authorization to charge up to 30 percent.
- Provides the authority to suspend a recreational license when the licensee's student loans are in default, the same as the House. The Senate removed the authority to suspend an occupational or professional license.
- Amends a reference to the North Dakota financial center, which was included in 2015 House Bill No. 1014, to extend the authorization for the project through the 2019-21 biennium. The House repealed the references to the financial center project.
- Prohibits the Bank of North Dakota from constructing a financial center until after June 30, 2019, and provides an emergency clause related to the prohibition. The House also included the prohibition.
- Requires the Bank of North Dakota to study potential efficiencies in operations and to report to the 66th Legislative Assembly.

Senate Bill No. 2014 - Housing Finance Agency - Senate Action

	Base Budget	Senate Changes	Senate Version
Salaries and wages	\$7,745,034	\$156,353	\$7,901,387
Operating expenses	3,744,275	999,080	4,743,355
Grants	25,930,780	5,864,048	31,794,828
HFA contingencies	100,000		100,000
Total all funds	<u>\$37,520,089</u>	<u>\$7,019,481</u>	<u>\$44,539,570</u>
Less estimated income	<u>37,520,089</u>	<u>7,019,481</u>	<u>44,539,570</u>
General fund	\$0	\$0	\$0
FTE	46.00	0.00	46.00

Department 473 - Housing Finance Agency - Detail of Senate Changes

	Adds Funding for Base Payroll Changes¹	Adds Funding for Health Insurance Increases²	Adds Funding for Other Salary Adjustments³	Adds Funding for Federal Grants⁴	Adds Funding for Operating Expenses⁵	Adds Grant Funding for Program Outreach⁶
Salaries and wages	92,182	128,790	257,425			
Operating expenses					1,015,630	
Grants				6,017,048		(43,000)
HFA contingencies						
Total all funds	\$92,182	\$128,790	\$257,425	\$6,017,048	\$1,015,630	(\$43,000)
Less estimated income	92,182	128,790	257,425	6,017,048	1,015,630	(43,000)
General fund	\$0	\$0	\$0	\$0	\$0	\$0
FTE	0.00	0.00	0.00	0.00	0.00	0.00

	Reduces Budget Funding⁷	Total Senate Changes
Salaries and wages	(322,044)	156,353
Operating expenses	(16,550)	999,080
Grants	(110,000)	5,864,048
HFA contingencies		
Total all funds	(\$448,594)	\$7,019,481
Less estimated income	(448,594)	7,019,481
General fund	\$0	\$0
FTE	0.00	0.00

¹ Funding is added for cost-to-continue 2015-17 biennium salaries and benefit increases and for other base payroll changes.

² Funding is added for increases in health insurance premiums from \$1,130 to \$1,249 per month.

³ Funding is provided for additional salary increases related to salary adjustments for vacant positions and higher than anticipated 2015-17 biennium salary adjustments.

⁴ Funding is added for federal Housing and Urban Development grants related to distributions from the federal housing trust fund.

⁵ Funding is added for operating expenses, including \$970,000 to continue additional expenses related to increased volume in mortgage servicing premiums during the 2015-17 biennium, which were paid pursuant to additional income appropriation authority in Section 4 of 2015 House Bill No. 1014.

⁶ Funding is reduced for grants for program outreach related to assisting communities with housing development.

⁷ Budget funding is reduced for the following:

- \$322,044 for salaries and wages related to 3 vacant positions.
- \$16,550 for operating expenses.
- \$100,000 for grants related to the Helping Hand grant program reflecting a decrease from \$250,000 to \$150,000.
- \$10,000 for grants related to technical assistance.

This amendment also adds the following sections related to the Housing Finance Agency:

- To provide appropriation authority to the Housing Finance Agency for any additional or unanticipated income from federal or other funds which may become available during the 2017-19 biennium and to require the Housing Finance Agency to notify the Office of Management and Budget and the Legislative Council of additional income received.
- To continue the housing incentive fund for the 2017-19 biennium, to change the requirement for the Housing Finance Agency to report to the Budget Section from a quarterly report to a biennial report, and to require the Housing Finance Agency to report to the Industrial Commission upon request.

- To provide up to \$5 million of income tax credits for contributions to the housing incentive fund reducing general fund revenues by \$2.5 million for individual income tax collections and \$2.5 million for corporate income tax collections.
- To repeal Housing Finance Agency reports to the Industrial Commission.
- To provide an effective date and expiration date related to the housing incentive fund tax credits.
- To create an essential service worker home ownership incentive program.
- To establish the essential service worker home ownership incentive fund and to identify the uses of the fund.
- To provide up to \$500,000 of income tax credits for contributions to the essential service worker home ownership incentive fund reducing general fund revenues by \$250,000 for individual income tax collections and \$250,000 for corporate income tax collections.
- To identify 50 percent of the contributions to the essential service worker home ownership fund for planning regions one and eight and the remaining contributions for the other planning areas.
- To provide an effective date and expiration date related to the essential service worker home ownership incentive fund tax credits.

Senate Bill No. 2014 - Housing Finance Agency - House Action

	Base Budget	Senate Version	House Changes	House Version
Salaries and wages	\$7,745,034	\$7,901,387	(\$264,008)	\$7,637,379
Operating expenses	3,744,275	4,743,355		4,743,355
Grants	25,930,780	31,794,828		31,794,828
HFA contingencies	100,000	100,000		100,000
Total all funds	<u>\$37,520,089</u>	<u>\$44,539,570</u>	(\$264,008)	<u>\$44,275,562</u>
Less estimated income	<u>37,520,089</u>	<u>44,539,570</u>	(264,008)	<u>44,275,562</u>
General fund	\$0	\$0	\$0	\$0
FTE	46.00	46.00	(4.00)	42.00

Department 473 - Housing Finance Agency - Detail of House Changes

	Adjusts Funding for Health Insurance Increases¹	Removes FTE Positions²	Removes Additional FTE Positions³	Total House Changes
Salaries and wages	(9,331)		(254,677)	(264,008)
Operating expenses				
Grants				
HFA contingencies				
Total all funds	<u>(\$9,331)</u>	<u>\$0</u>	<u>(\$254,677)</u>	<u>(\$264,008)</u>
Less estimated income	<u>(9,331)</u>	<u>0</u>	<u>(254,677)</u>	<u>(264,008)</u>
General fund	\$0	\$0	\$0	\$0
FTE	0.00	(2.00)	(2.00)	(4.00)

¹ Funding for employee health insurance is adjusted to reflect the updated premium amount of \$1,241 per month.

² Authorization for 2 FTE positions is removed. Funding for 2 FTE positions, including a housing program administrator position and a housing program representative, was removed by the Senate.

³ Funding of \$254,677 and 2 FTE positions are removed, including a housing program specialist position and a housing program administrator position.

This amendment also includes the following changes related to the Housing Finance Agency:

- Continues the housing incentive fund through December 31, 2018, after which all references to the housing incentive fund are repealed.
- Removes a section added by the Senate to provide up to \$5 million of income tax credits for contributions to the housing incentive fund which would have reduced general fund revenues by \$2.5 million for individual income tax collections and \$2.5 million for corporate income tax collections.

- Removes a section added by the Senate to establish the essential service worker home ownership incentive fund and to identify the uses of the fund.
- Removes a section added by the Senate to provide up to \$500,000 of income tax credits for contributions to the essential service worker home ownership incentive fund which would have reduced general fund revenues by \$250,000 for individual income tax collections and \$250,000 for corporate income tax collections.
- Removes a section added by the Senate to identify 50 percent of the contributions to the essential service worker home ownership fund for planning regions 1 and 8 and the remaining contributions for the other planning areas.
- Removes a section added by the Senate to provide an effective date and expiration date related to the housing incentive fund and the essential service worker home ownership incentive fund tax credits.

Senate Bill No. 2014 - Housing Finance Agency - Conference Committee Action

	Base Budget	Senate Version	Conference Committee Changes	Conference Committee Version	House Version	Comparison to House
Salaries and wages	\$7,745,034	\$7,901,387	(\$9,331)	\$7,892,056	\$7,637,379	\$254,677
Operating expenses	3,744,275	4,743,355		4,743,355	4,743,355	
Grants	25,930,780	31,794,828		31,794,828	31,794,828	
HFA contingencies	100,000	100,000		100,000	100,000	
Total all funds	\$37,520,089	\$44,539,570	(\$9,331)	\$44,530,239	\$44,275,562	\$254,677
Less estimated income	37,520,089	44,539,570	(9,331)	44,530,239	44,275,562	254,677
General fund	\$0	\$0	\$0	\$0	\$0	\$0
FTE	46.00	46.00	(2.00)	44.00	42.00	2.00

Department 473 - Housing Finance Agency - Detail of Conference Committee Changes

	Adjusts Funding for Health Insurance Increases¹	Removes FTE Positions²	Total Conference Committee Changes
Salaries and wages	(9,331)		(9,331)
Operating expenses			
Grants			
HFA contingencies			
Total all funds	(9,331)	\$0	(9,331)
Less estimated income	(9,331)	0	(9,331)
General fund	\$0	\$0	\$0
FTE	0.00	(2.00)	(2.00)

¹ Funding for employee health insurance is adjusted to reflect the updated premium amount of \$1,241 per month.

² Authorization for 2 FTE positions is removed, the same as the House. Funding for a housing program administrator and a housing program representative was removed by the Senate; however, the Senate did not remove the FTE authorization for these positions.

This amendment also includes the following changes related to the Housing Finance Agency:

- Continues the housing incentive fund, the same as the Senate. The House continued the housing incentive fund through December 31, 2018, after which all references to the housing incentive fund were to be repealed.
- Removes a section added by the Senate to provide up to \$5 million of income tax credits for contributions to the housing incentive fund which would have reduced general fund revenues by \$2.5 million for individual income tax collections and \$2.5 million for corporate income tax collections. The House also removed this section.
- Removes a section added by the Senate to establish the essential service worker home ownership incentive fund and to identify the uses of the fund, the same as the House.
- Removes a section added by the Senate to provide up to \$500,000 of income tax credits for contributions to the essential service worker home ownership incentive fund which would have reduced general fund revenues by \$250,000 for individual income tax collections and \$250,000 for corporate income tax collections. The House also removed this section.

- Removes a section added by the Senate to identify 50 percent of the contributions to the essential service worker home ownership fund for planning regions 1 and 8 and the remaining contributions for the other planning areas. The House also removed this section.
- Removes a section added by the Senate to provide an effective date and expiration date related to the housing incentive fund and the essential service worker home ownership incentive fund tax credits, the same as the House.

Senate Bill No. 2014 - Mill and Elevator - Senate Action

	Base Budget	Senate Changes	Senate Version
Salaries and wages	\$36,278,898	\$3,061,347	\$39,340,245
Operating expenses	27,327,000	868,000	28,195,000
Contingencies	500,000		500,000
Agriculture promotion	210,000		210,000
Total all funds	\$64,315,898	\$3,929,347	\$68,245,245
Less estimated income	64,315,898	3,929,347	68,245,245
General fund	\$0	\$0	\$0
FTE	147.00	6.00	153.00

Department 475 - Mill and Elevator - Detail of Senate Changes

	Adds Funding for Base Payroll Changes¹	Adds Funding for Health Insurance Increases²	Adds Funding for FTE Positions³	Reduces Funding for Salaries and Wages⁴	Adds Funding for Operating Expenses⁵	Total Senate Changes
Salaries and wages	2,539,491	437,886	768,893	(684,923)		3,061,347
Operating expenses					868,000	868,000
Contingencies						
Agriculture promotion						
Total all funds	\$2,539,491	\$437,886	\$768,893	(\$684,923)	\$868,000	\$3,929,347
Less estimated income	2,539,491	437,886	768,893	(684,923)	868,000	3,929,347
General fund	\$0	\$0	\$0	\$0	\$0	\$0
FTE	0.00	0.00	6.00	0.00	0.00	6.00

¹ Funding is added for cost-to-continue 2015-17 biennium salaries and benefit increases and for other base payroll changes.

² Funding is added for increases in health insurance premiums from \$1,130 to \$1,249 per month.

³ Funding is added for 6 FTE positions, including 2 grain handling positions, 2 food safety positions, 1 flour packer position, and 1 utility worker position.

⁴ Funding is reduced for salaries and wages, primarily related to overtime.

⁵ Funding is added for operating expenses related to utilities, supplies, and repairs.

No other sections were included by the Senate related to the Mill and Elevator Association.

Senate Bill No. 2014 - Mill and Elevator - House Action

	Base Budget	Senate Version	House Changes	House Version
Salaries and wages	\$36,278,898	\$39,340,245	(\$31,726)	\$39,308,519
Operating expenses	27,327,000	28,195,000		28,195,000
Contingencies	500,000	500,000		500,000
Agriculture promotion	210,000	210,000		210,000
Total all funds	\$64,315,898	\$68,245,245	(\$31,726)	\$68,213,519
Less estimated income	64,315,898	68,245,245	(31,726)	68,213,519
General fund	\$0	\$0	\$0	\$0
FTE	147.00	153.00	0.00	153.00

Department 475 - Mill and Elevator - Detail of House Changes

	Adjusts Funding for Health Insurance Increases¹	Total House Changes
Salaries and wages	(31,726)	(31,726)
Operating expenses		
Contingencies		
Agriculture promotion		
Total all funds	(\$31,726)	(\$31,726)
Less estimated income	(31,726)	(31,726)
General fund	\$0	\$0
FTE	0.00	0.00

¹ Funding for employee health insurance is adjusted to reflect the updated premium amount of \$1,241 per month.

This amendment also includes the following changes related to the Mill and Elevator Association:

- Identifies the funding increase for health insurance premium increases included in the agency's appropriation.
- Amends North Dakota Century Code Section 54-18-19 to increase the annual transfer of Mill and Elevator profits to the general fund from 50 to 75 percent for the 2017-19 biennium resulting in an increase of \$6,188,868 to 2017-19 biennium estimated general fund revenue, from \$12,377,736 to \$18,566,604.
- Section 22 repeals Section 54-18-20 which authorizes a gain-sharing program. The removal of the gain-sharing program may affect the profits available for transfer to the agricultural products utilization fund and the general fund, but the amounts cannot be determined.

Senate Bill No. 2014 - Mill and Elevator - Conference Committee Action

	Base Budget	Senate Version	Conference Committee Changes	Conference Committee Version	House Version	Comparison to House
Salaries and wages	\$36,278,898	\$39,340,245	(\$31,726)	\$39,308,519	\$39,308,519	
Operating expenses	27,327,000	28,195,000		28,195,000	28,195,000	
Contingencies	500,000	500,000		500,000	500,000	
Agriculture promotion	210,000	210,000		210,000	210,000	
Total all funds	\$64,315,898	\$68,245,245	(\$31,726)	\$68,213,519	\$68,213,519	\$0
Less estimated income	64,315,898	68,245,245	(31,726)	68,213,519	68,213,519	0
General fund	\$0	\$0	\$0	\$0	\$0	\$0
FTE	147.00	153.00	0.00	153.00	153.00	0.00

Department 475 - Mill and Elevator - Detail of Conference Committee Changes

	Adjusts Funding for Health Insurance Increases¹	Total Conference Committee Changes
Salaries and wages	(31,726)	(31,726)
Operating expenses		
Contingencies		
Agriculture promotion		
Total all funds	(\$31,726)	(\$31,726)
Less estimated income	(31,726)	(31,726)
General fund	\$0	\$0
FTE	0.00	0.00

¹ Funding for employee health insurance is adjusted to reflect the updated premium amount of \$1,241 per month.

This amendment also includes the following changes related to the Mill and Elevator Association:

- Identifies the funding increase for health insurance premium increases included in the agency's appropriation.
- Amends Section 54-18-19 to increase the annual transfer of Mill and Elevator profits to the general fund from 50 to 75 percent for the 2017-19 biennium resulting in an increase of \$6,188,868 to 2017-19 biennium estimated general fund revenue, from \$12,377,736 to \$18,566,604. The House also included these provisions.
- Removes a section added by the House to repeal Section 54-18-20, which authorizes a gain-sharing program, allowing the gain-sharing program to continue.
- Adds a section requiring the Industrial Commission, in consultation with the Mill and Elevator Association, to study the gain-sharing program and to report to the Legislative Management.