

**STATEMENT OF PURPOSE OF AMENDMENT:**

**Senate Bill No. 2016 - Funding Summary**

	<b>Base Budget</b>	<b>Final Legislative Action</b>	<b>Comparison to Base Budget</b>
Office of Management and Budget			
Operating expenses		\$25,000	\$25,000
Total all funds	\$0	\$25,000	\$25,000
Less estimated income	0	0	0
General fund	\$0	\$25,000 <sup>1</sup>	\$25,000 <sup>1</sup>
FTE	0.00	0.00	0.00
Job Service North Dakota			
Salaries and wages	\$39,604,238	\$27,155,566	(\$12,448,672)
Operating expenses	13,479,157	11,501,255	(1,977,902)
Capital assets	20,000	120,000	100,000
Grants	5,404,326	5,458,571	54,245
Workforce 20/20	1,441,225		(1,441,225)
Reed Act - Computer modernization	12,407,000	11,209,557	(1,197,443)
Total all funds	\$72,355,946	\$55,444,949	(\$16,910,997)
Less estimated income	70,467,866	54,899,156	(15,568,710)
General fund	\$1,888,080	\$545,793	(\$1,342,287)
FTE	237.76	181.61	(56.15)
Bill Total			
Total all funds	\$72,355,946	\$55,469,949	(\$16,885,997)
Less estimated income	70,467,866	54,899,156	(15,568,710)
General fund	\$1,888,080	\$570,793	(\$1,317,287)
FTE	237.76	181.61	(56.15)

<sup>1</sup>This appropriation was vetoed by the Governor

**Senate Bill No. 2016 - Office of Management and Budget - Conference Committee Action**

	<b>Base Budget</b>	<b>Senate Version</b>	<b>Conference Committee Changes</b>	<b>Conference Committee Version</b>	<b>House Version</b>	<b>Comparison to House</b>
Operating expenses			\$25,000	\$25,000		\$25,000
Total all funds	\$0	\$0	\$25,000	\$25,000	\$0	\$25,000
Less estimated income	0	0	0	0	0	0
General fund	\$0	\$0	\$25,000	\$25,000	\$0	\$25,000
FTE	0.00	0.00	0.00	0.00	0.00	0.00

**Department 110 - Office of Management and Budget - Detail of Conference Committee Changes**

	<b>Adds Funding for a Job Service North Dakota Property Study<sup>1</sup></b>	<b>Total Conference Committee Changes</b>
Operating expenses	25,000	25,000
Total all funds	\$25,000	\$25,000
Less estimated income	0	0
General fund	\$25,000	\$25,000
FTE	0.00	0.00

<sup>1</sup> One-time funding of \$25,000 is added from the general fund to the Office of Management and Budget for the purpose of contracting with a consultant to conduct a study to determine the most cost-effective use of the Job Service North Dakota Bismarck central office building. **The Governor vetoed the section of Senate Bill No. 2016 providing this appropriation.**

**Senate Bill No. 2016 - Job Service North Dakota - Senate Action**

	<b>Base Budget</b>	<b>Senate Changes</b>	<b>Senate Version</b>
Salaries and wages	\$39,604,238	(\$12,416,615)	\$27,187,623
Operating expenses	13,479,157	(2,727,902)	10,751,255
Capital assets	20,000		20,000
Grants	5,404,326	54,245	5,458,571
Workforce 20/20	1,441,225	(938,818)	502,407
Reed Act - Computer modernization	12,407,000	(1,196,714)	11,210,286
Total all funds	\$72,355,946	(\$17,225,804)	\$55,130,142
Less estimated income	70,467,866	(16,285,971)	54,181,895
General fund	\$1,888,080	(\$939,833)	\$948,247
FTE	237.76	(56.15)	181.61

**Department 380 - Job Service North Dakota - Detail of Senate Changes**

	<b>Adjusts Funding for Base Payroll Changes<sup>1</sup></b>	<b>Adds Funding for Health Insurance Increases<sup>2</sup></b>	<b>Adjusts Base Level Funding<sup>3</sup></b>	<b>Reduces Funding for Workforce 20/20 Program<sup>4</sup></b>	<b>Reduces Reed Act Funding<sup>5</sup></b>	<b>Total Senate Changes</b>
Salaries and wages	(12,859,057)	442,442				(12,416,615)
Operating expenses			(2,727,902)			(2,727,902)
Capital assets						
Grants			54,245			54,245
Workforce 20/20	(11,142)	2,407		(930,083)		(938,818)
Reed Act - Computer modernization	253,784	10,062			(1,460,560)	(1,196,714)
Total all funds	(\$12,616,415)	\$454,911	(\$2,673,657)	(\$930,083)	(\$1,460,560)	(\$17,225,804)
Less estimated income	(12,603,617)	451,863	(2,673,657)	0	(1,460,560)	(16,285,971)
General fund	(\$12,798)	\$3,048	\$0	(\$930,083)	\$0	(\$939,833)
FTE	(56.15)	0.00	0.00	0.00	0.00	(56.15)

<sup>1</sup> Funding is adjusted for cost-to-continue 2015-17 biennium salaries and benefit increases and for other base payroll changes. Funding is removed for 56.15 FTE positions.

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

<sup>3</sup> Base level funding is adjusted as follows:

	<b>Other Funds</b>
Reduces funding for operating expenses, including reductions to information technology contractual services and repairs and information technology software	(\$2,727,902)
Increases federal funding for participant training contract grants	54,245
Total	<u>(\$2,673,657)</u>

<sup>4</sup> Funding is reduced for the Workforce 20/20 program to provide a total appropriation of \$502,407 for the program.

<sup>5</sup> Funding for the unemployment insurance computer modernization project from the Reed Act is reduced to provide a total appropriation of \$11,210,286 for the project.

This amendment also amends Section 3 to identify special funds of \$11,210,286 included in Section 1 are from federal Reed Act funds.

**Senate Bill No. 2016 - Job Service North Dakota - House Action**

	<b>Base Budget</b>	<b>Senate Version</b>	<b>House Changes</b>	<b>House Version</b>
Salaries and wages	\$39,604,238	\$27,187,623	(\$32,057)	\$27,155,566
Operating expenses	13,479,157	10,751,255	750,000	11,501,255
Capital assets	20,000	20,000	100,000	120,000
Grants	5,404,326	5,458,571		5,458,571
Workforce 20/20	1,441,225	502,407	(502,407)	
Reed Act - Computer modernization	12,407,000	11,210,286	(729)	11,209,557
Total all funds	<u>\$72,355,946</u>	<u>\$55,130,142</u>	<u>\$314,807</u>	<u>\$55,444,949</u>
Less estimated income	<u>70,467,866</u>	<u>54,181,895</u>	<u>717,261</u>	<u>54,899,156</u>
General fund	\$1,888,080	\$948,247	(\$402,454)	\$545,793
FTE	237.76	181.61	0.00	181.61

**Department 380 - Job Service North Dakota - Detail of House Changes**

	<b>Adjusts Funding for Health Insurance<sup>1</sup></b>	<b>Eliminates Funding For Workforce 20/20 Program<sup>2</sup></b>	<b>Adds Funding for Estimated Rent Revenue<sup>3</sup></b>	<b>Adds One-Time Funding for Relocating and Office Renovations<sup>4</sup></b>	<b>Total House Changes</b>
Salaries and wages	(32,057)				(32,057)
Operating expenses			750,000		750,000
Capital assets				100,000	100,000
Grants					
Workforce 20/20	(174)	(502,233)			(502,407)
Reed Act - Computer modernization	(729)				(729)
Total all funds	<u>(\$32,960)</u>	<u>(\$502,233)</u>	<u>\$750,000</u>	<u>\$100,000</u>	<u>\$314,807</u>
Less estimated income	<u>(32,739)</u>	<u>0</u>	<u>750,000</u>	<u>0</u>	<u>717,261</u>
General fund	(\$221)	(\$502,233)	\$0	\$100,000	(\$402,454)
FTE	0.00	0.00	0.00	0.00	0.00

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

<sup>2</sup> Funding is eliminated for the Workforce 20/20 program. The Senate provided \$502,407 from the general fund for the program.

<sup>3</sup> Funding for operating expenses is increased by \$750,000 of revenue to be collected as a result of Job Service North Dakota leasing the Minot regional office and Bismarck central office to other state agencies. Revenue collected will be deposited in the Job Service North Dakota operating fund.

<sup>4</sup> One-time funding is added from the general fund for costs associated with Job Service North Dakota relocating from the Bismarck central office to the Bismarck regional office and for any related renovations of the Bismarck regional office necessary for normal business operations.

This amendment also:

- Adds a section to identify the amount of funding included in the bill for the increase in employee health insurance premiums.
- Adjusts the amount of funding for Reed Act funds in Section 4 of the bill.
- Repeals North Dakota Century Code Chapter 52-02.1 related to the new jobs training program and amends Section 52-08-10 to eliminate reference to Chapter 52-02.1.
- Adds a section providing an application clause related to the new jobs training program, allowing Job Service North Dakota to honor current contractual obligations under the program.
- Adds a section to identify an increase in special fund spending authority of \$750,000 due to estimated rent revenue to be collected as a result of leasing the Job Service North Dakota Minot regional office and Bismarck central office.
- Adds a section to identify \$100,000 of one-time funding from the general fund for costs associated with Job Service North Dakota relocating to the Bismarck regional office and for related renovation costs of the property.
- Adds a section providing legislative intent regarding the study of Job Service North Dakota properties in Fargo, Rolla, Minot, and Bismarck.
- Adds a section providing for a legislative management study, in conjunction with the office of management and budget, related to Job Service North Dakota properties in Fargo, Rolla, Minot, and Bismarck.

**Senate Bill No. 2016 - Job Service North Dakota - Conference Committee Action**

	Base Budget	Senate Version	Conference Committee Changes	Conference Committee Version	House Version	Comparison to House
Salaries and wages	\$39,604,238	\$27,187,623	(\$32,057)	\$27,155,566	\$27,155,566	
Operating expenses	13,479,157	10,751,255	750,000	11,501,255	11,501,255	
Capital assets	20,000	20,000	100,000	120,000	120,000	
Grants	5,404,326	5,458,571		5,458,571	5,458,571	
Workforce 20/20	1,441,225	502,407	(502,407)			
Reed Act - Computer modernization	12,407,000	11,210,286	(729)	11,209,557	11,209,557	
<b>Total all funds</b>	<b>\$72,355,946</b>	<b>\$55,130,142</b>	<b>\$314,807</b>	<b>\$55,444,949</b>	<b>\$55,444,949</b>	<b>\$0</b>
Less estimated income	70,467,866	54,181,895	717,261	54,899,156	54,899,156	0
General fund	\$1,888,080	\$948,247	(\$402,454)	\$545,793	\$545,793	\$0
FTE	237.76	181.61	0.00	181.61	181.61	0.00

**Department 380 - Job Service North Dakota - Detail of Conference Committee Changes**

	Adjusts Funding for Health Insurance <sup>1</sup>	Eliminates Funding For Workforce 20/20 Program <sup>2</sup>	Adds Funding for Estimated Rent Revenue <sup>3</sup>	Adds One-Time Funding for Relocating and Office Renovations <sup>4</sup>	Total Conference Committee Changes
Salaries and wages	(32,057)				(32,057)
Operating expenses			750,000		750,000
Capital assets				100,000	100,000
Grants					
Workforce 20/20	(174)	(502,233)			(502,407)
Reed Act - Computer modernization	(729)				(729)
<b>Total all funds</b>	<b>(\$32,960)</b>	<b>(\$502,233)</b>	<b>\$750,000</b>	<b>\$100,000</b>	<b>\$314,807</b>
Less estimated income	(32,739)	0	750,000	0	717,261

General fund	(\$221)	(\$502,233)	\$0	\$100,000	(\$402,454)
FTE	0.00	0.00	0.00	0.00	0.00

- <sup>1</sup> Funding for employee health insurance is adjusted to reflect the updated premium amount of \$1,241 per month. Section 2 of the bill is also adjusted to reflect the revised premium rate.
- <sup>2</sup> Funding is eliminated for the Workforce 20/20 program, the same as the House version. The Senate provided \$502,407 from the general fund for the program.
- <sup>3</sup> Funding for operating expenses is increased by \$750,000 of revenue to be collected as a result of Job Service North Dakota leasing the Minot regional office and Bismarck central office to other state agencies, the same as the House version. Revenue collected will be deposited in the Job Service North Dakota operating fund. The House also included these provisions.
- <sup>4</sup> One-time funding is added from the general fund for costs associated with Job Service North Dakota relocating from the Bismarck central office to the Bismarck regional office and for any related renovations of the Bismarck regional office necessary for normal business operations, the same as the House version.

This amendment also:

- Adjusts the amount of funding for Reed Act funds in Section 4 of the bill, the same as the House version.
- Adds a section to identify an increase in special fund spending authority of \$750,000 due to estimated rent revenue to be collected as a result of leasing the Job Service North Dakota Minot regional office and Bismarck central office, the same as the House version.
- Adds a section to identify \$100,000 of one-time funding from the general fund for costs associated with Job Service North Dakota relocating to the Bismarck regional office and for related renovation costs of the property, the same as the House version.
- Adds a section limiting the amount Job Service North Dakota may award for new agreements under the new jobs training program to \$2.5 million during the 2017-19 biennium. The House repealed Chapter 52-02.1, related to the new jobs training program and allowed Job Service North Dakota to honor any current obligations of the program. The Conference Committee did not repeal the chapter.
- Removes a section added by the House to provide legislative intent regarding the study of Job Service North Dakota properties in Fargo, Rolla, Minot, and Bismarck.
- Adds a section providing for a Legislative Management study, with input from the Office of Management and Budget, related to Job Service North Dakota properties in Fargo, Rolla, Minot, and Bismarck. The House version included a similar section.
- Adds a section providing for a study by the Office of Management and Budget regarding the potential lease of the Job Service North Dakota central office in Bismarck. This section is declared to be an emergency measure. **The Governor vetoed this section and the related emergency clause.**
- Adds a section providing legislative intent that upon the Attorney General's potential relocation to the Job Service North Dakota central office, funds appropriated to the Attorney General to lease office space in the 2017-19 biennium is no longer appropriated for that purpose.