

STATEMENT OF PURPOSE OF AMENDMENT:

House Bill No. 1014 - Funding Summary

	Base Budget	Final Legislative Action	Comparison to Base Budget
Office of Management and Budget			
High-level radioactive waste fund			
Housing incentive fund			
Total all funds	\$0	\$0	\$0
Less estimated income	0	0	0
General fund	\$0	\$0	\$0
FTE	0.00	0.00	0.00
Industrial Commission			
Salaries and wages	\$22,014,084	\$23,584,450	\$1,570,366
Operating expenses	5,305,888	6,100,227	794,339
Capital assets		5,000,000	5,000,000
Grants - Bond payments	13,210,484	10,508,767	(2,701,717)
Contingencies	221,737	229,544	7,807
High-level radioactive waste fund		20,000	20,000
Total all funds	\$40,752,193	\$45,442,988	\$4,690,795
Less estimated income	15,343,206	17,993,790	2,650,584
General fund	\$25,408,987	\$27,449,198	\$2,040,211
FTE	110.25	112.25	2.00
Bank of North Dakota			
Capital assets	\$810,000	\$1,510,000	\$700,000
Bank of North Dakota operations	58,489,204	62,847,799	4,358,595
Total all funds	\$59,299,204	\$64,357,799	\$5,058,595
Less estimated income	59,299,204	64,357,799	5,058,595
General fund	\$0	\$0	\$0
FTE	181.50	181.50	0.00
Housing Finance Agency			
Salaries and wages	\$7,892,056	\$8,509,015	\$616,959
Operating expenses	4,743,355	5,346,276	602,921
Grants	31,794,828	33,466,600	1,671,772
HFA contingencies	100,000	100,000	
Housing incentive fund		7,500,000	7,500,000
Total all funds	\$44,530,239	\$54,921,891	\$10,391,652
Less estimated income	44,530,239	47,421,891	2,891,652
General fund	\$0	\$7,500,000	\$7,500,000
FTE	44.00	44.00	0.00
Mill and Elevator			
Salaries and wages	\$39,308,519	\$46,447,824	\$7,139,305
Operating expenses	28,195,000	29,837,000	1,642,000
Contingencies	500,000	500,000	
Agriculture promotion	210,000	210,000	
Total all funds	\$68,213,519	\$76,994,824	\$8,781,305
Less estimated income	68,213,519	76,994,824	8,781,305
General fund	\$0	\$0	\$0
FTE	153.00	156.00	3.00
Bill total			

Total all funds	\$212,795,155	\$241,717,502	\$28,922,347
Less estimated income	<u>187,386,168</u>	<u>206,768,304</u>	<u>19,382,136</u>
General fund	\$25,408,987	\$34,949,198	\$9,540,211
FTE	488.75	493.75	5.00

House Bill No. 1014 - Office of Management and Budget - Senate Action

	Base Budget	House Version	Senate Changes	Senate Version
High-level radioactive waste fund			\$20,000	\$20,000
Housing incentive fund			20,000,000	20,000,000
Total all funds	\$0	\$0	\$20,020,000	\$20,020,000
Less estimated income	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
General fund	\$0	\$0	\$20,020,000	\$20,020,000
FTE	0.00	0.00	0.00	0.00

Department 110 - Office of Management and Budget - Detail of Senate Changes

	Transfer to High-Level Radioactive Waste Fund ¹	Transfer to Housing Incentive Fund ²	Total Senate Changes
High-level radioactive waste fund	\$20,000		\$20,000
Housing incentive fund		\$20,000,000	20,000,000
Total all funds	\$20,000	\$20,000,000	\$20,020,000
Less estimated income	<u>0</u>	<u>0</u>	<u>0</u>
General fund	\$20,000	\$20,000,000	\$20,020,000
FTE	0.00	0.00	0.00

¹ One-time funding of \$20,000 is added from the general fund for a transfer to the high-level radioactive waste fund.

² One-time funding of \$20 million is added from the general fund for a transfer to the housing incentive fund.

House Bill No. 1014 – Office of Management and Budget – Conference Committee Action

The Conference Committee provided the \$20,000 for the high-level radioactive waste fund transfer under the Industrial Commission rather than the Office of Management and Budget and \$7.5 million for transfer to the housing incentive fund under the Housing Finance Agency rather than the Office of Management and Budget.

House Bill No. 1014 - Industrial Commission - House Action

	Base Budget	House Changes	House Version
Salaries and wages	\$22,014,084	\$1,282,736	\$23,296,820
Operating expenses	5,305,888	686,099	5,991,987
Capital assets		5,000,000	5,000,000
Grants - Bond payments	13,210,484	(2,701,717)	10,508,767
Contingencies	<u>221,737</u>	<u>7,807</u>	<u>229,544</u>
Total all funds	\$40,752,193	\$4,274,925	\$45,027,118
Less estimated income	<u>15,343,206</u>	<u>2,644,219</u>	<u>17,987,425</u>
General fund	\$25,408,987	\$1,630,706	\$27,039,693
FTE	110.25	2.00	112.25

Department 405 - Industrial Commission - Detail of House Changes

	Adjusts Funding for Base Payroll Changes¹	Adds Funding for Salary and Benefit Increases²	Adjusts Funding for 2017-19 Contingent FTE Positions³	Adds Contingent FTE Positions⁴	Adjusts Funding for Operating Expenses⁵	Reduces Funding for Bond Payments⁶
Salaries and wages	(\$123,310)	\$1,143,845	\$262,201			
Operating expenses					\$416,099	
Capital assets						
Grants - Bond payments						(\$2,701,717)
Contingencies			(221,737)	\$229,544		
High-level radioactive waste fund						
Total all funds	(\$123,310)	\$1,143,845	\$40,464	\$229,544	\$416,099	(\$2,701,717)
Less estimated income	40,140	67,711	0	0	(31,915)	(2,701,717)
General fund	(\$163,450)	\$1,076,134	\$40,464	\$229,544	\$448,014	\$0
FTE	0.00	0.00	0.00	2.00	0.00	0.00

	Adds One-Time Funding for Studies and an Information Technology Project⁷	Total House Changes
Salaries and wages		\$1,282,736
Operating expenses	\$270,000	686,099
Capital assets	5,000,000	5,000,000
Grants - Bond payments		(2,701,717)
Contingencies		7,807
High-level radioactive waste fund		
Total all funds	\$5,270,000	\$4,274,925
Less estimated income	5,270,000	2,644,219
General fund	\$0	\$1,630,706
FTE	0.00	2.00

¹ Funding is adjusted for base payroll changes.

² The following funding is added for 2019-21 biennium salary adjustments of 2 percent per year and increases in health insurance premiums from \$1,241 to \$1,427 per month:

	General Fund	Other Funds	Total
Salary increase	\$571,918	\$36,477	\$608,395
Health insurance increase	504,216	31,234	535,450
Total	\$1,076,134	\$67,711	\$1,143,845

³ Funding of \$221,737 is transferred from the contingencies line item to the salaries and wages line item, and funding of \$40,464 is added related to 2 FTE positions that were partially funded as contingent positions in the 2017-19 biennium.

⁴ Contingent funding and authorization is provided for 2 FTE positions. The FTE positions and related funding are authorized, subject to Budget Section approval, if the total number of wells capable of production and injection exceeds 20,800 as identified in Section 5 of the bill.

⁵ Funding is adjusted for operating expenses as follows:

	General Fund	Other Funds	Total
Adjusts funding for travel and building leases	\$300,827	(\$36,324)	\$264,503
Adds funding for computer replacements	70,400	0	70,400
Adds funding for Microsoft Office 365 licensing	76,787	4,409	81,196
Total	\$448,014	(\$31,915)	\$416,099

⁶ Funding for bond payments is reduced by \$2,701,717, from \$13,210,484 to \$10,508,767.

⁷ Funding is added for the following one-time items:

	Total
Rare earth element study (strategic investment and improvements fund)	\$160,000
Fracturing sand study (strategic investment and improvements fund)	110,000
Information technology project (abandoned oil and gas well plugging and site reclamation fund)	<u>5,000,000</u>
Total	\$5,270,000

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

- Provides legislative intent for bond payments.
- Identifies 2 FTE positions included in the appropriation as contingent FTE positions. The positions are available if the total number of wells capable of production and injection exceeds 20,800.
- Allows the Industrial Commission to transfer up to \$1,150,782 from special funds from the entities under the control of the Industrial Commission for administrative services and provides an exemption to allow any unspent 2017-19 biennium appropriations for administrative costs to continue in the 2019-21 biennium.
- Identifies \$270,000 from the strategic investment and improvements fund for a rare earth element study and a fracturing sand study.
- Identifies \$5 million from the abandoned oil and gas well plugging and site reclamation fund for an information technology project.
- Limits the oil and gas tax revenue allocations to the abandoned oil and gas well plugging and site reclamation fund by decreasing the fund balance limit by \$50 million, from \$100 million to \$50 million.
- Decreases the oil and gas tax revenue allocations to the North Dakota outdoor heritage fund from \$20 million per fiscal year to \$7.5 million per fiscal year, but only for the 2019-21 biennium.
- Increases the oil and gas tax revenue allocations to the oil and gas research fund for the 2019-21 biennium by \$4 million, from \$10 million to \$14 million, and requires the Industrial Commission to use \$4 million from the oil and gas research fund to contract with the Energy and Environmental Research Center for a pilot project relating to the underground storage of produced natural gas.
- Provides an exemption allowing the Industrial Commission to continue unspent prior biennium appropriation authority for a survey review in the 2019-21 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.

House Bill No. 1014 - Industrial Commission - Senate Action

	Base Budget	House Version	Senate Changes	Senate Version
Salaries and wages	\$22,014,084	\$23,296,820	\$287,630	\$23,584,450
Operating expenses	5,305,888	5,991,987	128,240	6,120,227
Capital assets		5,000,000		5,000,000
Grants - Bond payments	13,210,484	10,508,767		10,508,767
Contingencies	<u>221,737</u>	<u>229,544</u>		<u>229,544</u>
Total all funds	\$40,752,193	\$45,027,118	\$415,870	\$45,442,988
Less estimated income	<u>15,343,206</u>	<u>17,987,425</u>	<u>26,365</u>	<u>18,013,790</u>
General fund	\$25,408,987	\$27,039,693	\$389,505	\$27,429,198
FTE	110.25	112.25	0.00	112.25

Department 405 - Industrial Commission - Detail of Senate Changes

	Adjusts Funding for Salary Increases ¹	Adjusts Funding for Operating Expenses ²	Adds Funding for Temporary Employees ³	Adds Funding for Radioactive Waste Council ⁴	Total Senate Changes
Salaries and wages	\$112,630		\$175,000		\$287,630
Operating expenses		\$108,240		\$20,000	128,240
Capital assets					
Grants - Bond payments					
Contingencies					
High-level radioactive waste fund					
Total all funds	\$112,630	\$108,240	\$175,000	\$20,000	\$415,870
Less estimated income	6,365	0	0	20,000	26,365
General fund	\$106,265	\$108,240	\$175,000	\$0	\$389,505
FTE	0.00	0.00	0.00	0.00	0.00

¹ Funding is adjusted to provide employee salary increases of 2 percent on July 1, 2019, with a minimum monthly increase of \$120 and a maximum monthly increase of \$200, and a 2.5 percent salary increase on July 1, 2020. The House provided funding for salary increases of 2 percent on July 1, 2019, and 2 percent on July 1, 2020.

² Funding is added for operating expenses associated with 2 contingent FTE positions that were authorized in the 2017-19 biennium and will continue in the 2019-21 biennium since the contingency was met.

³ One-time funding of \$175,000 from the general fund is added to hire temporary employees to record historical information to provide guidance to current and future employees.

⁴ One-time funding of \$20,000 from the high-level radioactive waste fund is added for reimbursing travel costs of the high-level radioactive waste advisory council. The amendment also includes a transfer of \$20,000 from the general fund to the high-level radioactive waste fund. The House did not include this funding.

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

- Appropriates \$26 million from the general fund during the 2017-19 biennium and allows the funding to continue in the 2019-21 biennium to repay bonds issued by the Public Finance Authority. An emergency clause is included related to the appropriation. The House did not include this funding.
- Adjusts the transfer for administrative costs to provide a total transfer of \$1,172,603. The House provided for a transfer of \$1,150,782.
- Increases oil and gas tax revenue allocations to the oil and gas research fund for the 2019-21 biennium by \$8 million, from \$10 million to \$18 million for contracting with the Energy and Environmental Research Center for pilot projects relating to underground storage of produced natural gas. The House increased the allocations by \$4 million for this purpose.
- Amends provisions of law relating to the Public Finance Authority's authorization to issue bonds to support the infrastructure revolving loan fund and resources trust fund. The House did not amend these provisions of law.
- Clarifies the authority of counties to access loans from the infrastructure revolving loan fund. The House did not clarify the authority of counties to access loans from the infrastructure revolving loan fund.
- Authorizes the Public Finance Authority to issue up to \$500 million of bonds to support the infrastructure revolving loan fund and the resources trust fund with a term of 30 years and authorizes bond anticipation notes. The House did not include authorization for bonds.
- Identifies \$20,000 from the high-level radioactive waste fund for reimbursing travel and other expenses of the high-level radioactive waste advisory council. The House did not provide funding for the council.
- Authorizes counties to use property taxes levied for capital projects for county road projects and allows counties to borrow for up to 20 years when taxes are insufficient to meet the needs of the county, an increase from the current limit of 5 years. The House did not change the levy and bonding authority for counties.
- Provides legislative intent related to funding for lignite litigation expenses from the lignite research fund. The House did not include legislative intent for lignite litigation.

House Bill No. 1014 - Industrial Commission - Conference Committee Action

	Base Budget	House Version	Conference Committee Changes	Conference Committee Version	Senate Version	Comparison to Senate
Salaries and wages	\$22,014,084	\$23,296,820	\$287,630	\$23,584,450	\$23,584,450	
Operating expenses	5,305,888	5,991,987	108,240	6,100,227	6,120,227	(\$20,000)
Capital assets		5,000,000		5,000,000	5,000,000	
Grants - Bond payments	13,210,484	10,508,767		10,508,767	10,508,767	
Contingencies	221,737	229,544		229,544	229,544	
High-level radioactive waste fund			20,000	20,000		20,000
Total all funds	\$40,752,193	\$45,027,118	\$415,870	\$45,442,988	\$45,442,988	\$0
Less estimated income	15,343,206	17,987,425	6,365	17,993,790	18,013,790	(20,000)
General fund	\$25,408,987	\$27,039,693	\$409,505	\$27,449,198	\$27,429,198	\$20,000
FTE	110.25	112.25	0.00	112.25	112.25	0.00

Department 405 - Industrial Commission - Detail of Conference Committee Changes

	Adjusts Funding for Salary Increases ¹	Adjusts Funding for Operating Expenses ²	Adds Funding for Temporary Employees ³	Transfer to High-Level Radioactive Waste Fund ⁴	Total Conference Committee Changes
Salaries and wages	\$112,630		\$175,000		\$287,630
Operating expenses		\$108,240			108,240
Capital assets					
Grants - Bond payments					
Contingencies					
High-level radioactive waste fund				\$20,000	20,000
Total all funds	\$112,630	\$108,240	\$175,000	\$20,000	\$415,870
Less estimated income	6,365	0	0	0	6,365
General fund	\$106,265	\$108,240	\$175,000	\$20,000	\$409,505
FTE	0.00	0.00	0.00	0.00	0.00

¹ Funding is adjusted to provide employee salary increases of 2 percent on July 1, 2019, with a minimum monthly increase of \$120 and a maximum monthly increase of \$200, and a 2.5 percent salary increase on July 1, 2020. The House provided funding for salary increases of 2 percent on July 1, 2019, and 2 percent on July 1, 2020.

² Funding is added for operating expenses associated with 2 contingent FTE positions that were authorized in the 2017-19 biennium and will continue in the 2019-21 biennium since the contingency was met, the same as the Senate version.

³ One-time funding of \$175,000 from the general fund is added to hire temporary employees to record historical information to provide guidance to current and future employees, the same as the Senate version. The House did not include this funding.

⁴ One-time funding of \$20,000 is added from the general fund for a transfer to the high-level radioactive waste fund, the same as the Senate version. The House did not include this transfer.

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

- Does not include one-time funding of \$20,000 from the high-level radioactive waste fund added by the Senate. The funding is available pursuant to continuing appropriation authority.
- Does not include an appropriation of \$26 million from the general fund during the 2017-19 biennium and an exemption allowing the funding to continue in the 2019-21 biennium to repay bonds issued by the Public Finance Authority, which were added by the Senate.
- Adjusts the transfer for administrative costs to provide a total transfer of \$1,172,603, the same as the Senate version. The House provided for a transfer of \$1,150,782.
- Identifies \$300,000 from the oil and gas research fund for a study regarding the recycling of produced water and requires a report to the legislative management.
- Increases oil and gas tax revenue allocations to the oil and gas research fund for the 2019-21 biennium by \$6 million, from \$10 million to \$16 million for contracting with the Energy and Environmental Research Center

for pilot projects relating to underground storage of produced natural gas. The House increased the allocations by \$4 million, and the Senate increased the allocations by \$8 million for this purpose.

- Does not include provisions added by the Senate relating to the Public Finance Authority's authorization to issue bonds to support the infrastructure revolving loan fund and resources trust fund.
- Does not include provisions added by the Senate to clarify the authority of counties to access loans from the infrastructure revolving loan fund.
- Does not include authorization for the Public Finance Authority to issue up to \$500 million of bonds to support the infrastructure revolving loan fund and the resources trust fund with a term of 30 years and authorizes bond anticipation notes. The Senate added the authorization for bonds.
- Does not include a section added by the Senate identifying \$20,000 from the high-level radioactive waste fund for reimbursing travel and other expenses of the high-level radioactive waste advisory council.
- Does not include sections added by the Senate authorizing counties to use property taxes levied for capital projects for county road projects and allowing counties to borrow for up to 20 years when taxes are insufficient to meet the needs of the county, an increase from the current limit of 5 years.
- Provides legislative intent related to funding for lignite litigation expenses from the lignite research fund. The Senate version included the legislative intent for lignite litigation, but the House did not.

House Bill No. 1014 - Bank of North Dakota - House Action

	Base Budget	House Changes	House Version
Capital assets	\$810,000	\$700,000	\$1,510,000
Bank of North Dakota operations	58,489,204	4,165,031	62,654,235
Total all funds	\$59,299,204	\$4,865,031	\$64,164,235
Less estimated income	59,299,204	4,865,031	64,164,235
General fund	\$0	\$0	\$0
FTE	181.50	0.00	181.50

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

	Adjusts Funding for Base Payroll Changes ¹	Adds Funding for Salary and Benefit Increases ²	Adjusts Funding for Bank Operations ³	Adds Funding for Bank Contingencies ⁴	Adds Funding for Information Technology Equipment and Software ⁵	Total House Changes
Capital assets					\$700,000	\$700,000
Bank of North Dakota operations	\$230,000	\$1,706,921	\$1,228,110	\$1,000,000		4,165,031
Total all funds	\$230,000	\$1,706,921	\$1,228,110	\$1,000,000	\$700,000	\$4,865,031
Less estimated income	230,000	1,706,921	1,228,110	1,000,000	700,000	4,865,031
General fund	\$0	\$0	\$0	\$0	\$0	\$0
FTE	0.00	0.00	0.00	0.00	0.00	0.00

¹ Funding is adjusted for base payroll changes.

² The following funding is added for 2019-21 biennium salary adjustments of 2 percent per year and increases in health insurance premiums from \$1,241 to \$1,427 per month:

Other Funds	
Salary increase	\$894,823
Health insurance increase	<u>812,098</u>
Total	\$1,706,921

³ Funding is adjusted for Bank of North Dakota operations, as follows:

	<u>Other Funds</u>
Adjusts funding for postage and temporary salaries	(\$75,550)
Increases funding for information technology costs	876,800
Adds funding for Microsoft Office 365 licensing	37,352
Increases funding for professional development and services	139,508
Increases funding for utilities, insurance, and other operating expenses	<u>250,000</u>
Total	\$1,228,110

⁴ Funding of \$1 million is added for Bank of North Dakota contingencies to provide total contingency funding of \$3.5 million.

⁵ Funding is added for information technology equipment and software.

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

- Transfers \$140 million of Bank profits to the general fund and identifies the transfer as an ongoing revenue source for Legislative Council budget status reporting purposes.
- Transfers \$26 million of Bank profits to the partnership in assisting community expansion (PACE) fund.
- Transfers \$3 million of Bank profits to the Ag PACE fund.
- Transfers \$1 million of Bank profits to the biofuels PACE fund.
- Transfers \$6 million of Bank profits to the beginning farmer revolving loan fund.
- Transfers \$15 million of Bank profits to the North Dakota development fund and requires the funding be used to purchase existing venture capital assets held by the Bank.

House Bill No. 1014 - Bank of North Dakota - Senate Action

	Base Budget	House Version	Senate Changes	Senate Version
Capital assets	\$810,000	\$1,510,000		\$1,510,000
Bank of North Dakota operations	58,489,204	62,654,235	\$193,564	62,847,799
Total all funds	\$59,299,204	\$64,164,235	\$193,564	\$64,357,799
Less estimated income	59,299,204	64,164,235	193,564	64,357,799
General fund	\$0	\$0	\$0	\$0
FTE	181.50	181.50	0.00	181.50

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

	Adjusts Funding for Salary Increases¹	Total Senate Changes
Capital assets		
Bank of North Dakota operations	\$193,564	\$193,564
Total all funds	\$193,564	\$193,564
Less estimated income	193,564	193,564
General fund	\$0	\$0
FTE	0.00	0.00

¹ Funding is adjusted to provide employee salary increases of 2 percent on July 1, 2019, with a minimum monthly increase of \$120 and a maximum monthly increase of \$200, and a 2.5 percent salary increase on July 1, 2020. The House provided funding for salary increases of 2 percent on July 1, 2019, and 2 percent on July 1, 2020.

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

- Authorizes the Bank to extend a line of credit up to \$100 million to the infrastructure revolving loan fund to support new loans from the fund prior to the issuance of bonds by the Public Finance Authority. The House did not include a line of credit for the infrastructure revolving loan fund.
- Requires the State Water Commission to transfer outstanding loans for water projects to the infrastructure revolving loan fund related to the repeal of a revolving loan fund designated for water projects. The repeal of the revolving loan fund is effective July 1, 2021. The House did not transfer outstanding loans for water projects or repeal the revolving loan fund designated for water projects.
- Amends North Dakota Century Code Section 6-09-49 relating to the infrastructure revolving loan fund to allow additional entities, including institutions of higher education, to obtain low-interest loans for infrastructure projects, and to expand the types of eligible infrastructure projects. The House did not expand the infrastructure revolving loan fund.
- Provides for the Bank to study hedging strategies related to the volatility of oil prices. The House did not include a study of hedging strategies.

House Bill No. 1014 - Bank of North Dakota - Conference Committee Action

	Base Budget	House Version	Conference Committee Changes	Conference Committee Version	Senate Version	Comparison to Senate
Capital assets Bank of North Dakota operations	\$810,000 58,489,204	\$1,510,000 62,654,235	\$193,564	\$1,510,000 62,847,799	\$1,510,000 62,847,799	
Total all funds	\$59,299,204	\$64,164,235	\$193,564	\$64,357,799	\$64,357,799	\$0
Less estimated income	59,299,204	64,164,235	193,564	64,357,799	64,357,799	0
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 Salary Increases ¹	Total Conference Committee Changes
Capital assets Bank of North Dakota operations	\$193,564	\$193,564
Total all funds	\$193,564	\$193,564
Less estimated income	193,564	193,564
General fund	\$0	\$0
FTE	0.00	0.00

¹ Funding is adjusted to provide employee salary increases of 2 percent on July 1, 2019, with a minimum monthly increase of \$120 and a maximum monthly increase of \$200, and a 2.5 percent salary increase on July 1, 2020. The House provided funding for salary increases of 2 percent on July 1, 2019, and 2 percent on July 1, 2020.

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

- Does not include authorization added by the Senate for the Bank to extend a line of credit up to \$100 million to the infrastructure revolving loan fund to support new loans from the fund prior to the issuance of bonds by the Public Finance Authority.
- Increases the transfer of Bank profits to the agriculture partnership in assisting community expansion by \$1 million, from \$3 million to \$4 million, and authorizes the Bank to use \$1 million to assist farmers impacted by a flooding event. An emergency clause is included related to the transfer. Both the House and the Senate provided \$3 million.
- Transfers \$3.75 million from the principal payments under the rebuilders loan program, which are designated to replenish the Bank's profits, to a newly created rebuilders home loan program. Under the rebuilders home loan program, individuals affected by a flooding event are eligible to receive a loan of up to \$75,000 with a 1 percent interest rate and a 20-year term for eligible costs associated with home repairs. An emergency clause is included related to the transfer and creation of the program. The House and Senate did not include the transfer or the new program.

- Does not include a section requiring the State Water Commission to transfer outstanding loans for water projects to the infrastructure revolving loan fund related to the repeal, effective July 1, 2021, of a revolving loan fund designated for water projects. The Senate added the transfer and repeal related to the revolving loan fund designated for water projects.
- Does not include provisions added by the Senate relating to the infrastructure revolving loan fund to allow additional entities, including institutions of higher education, to obtain low-interest loans for infrastructure projects, and to expand the types of eligible infrastructure projects.
- Adds a section to amend House Bill No. 1435 to clarify the transfer of Bank profits to the statewide interoperable radio network fund is after other funding sources have been used. The House and Senate did not include this section. This section was subsequently amended in Senate Bill No. 2015.
- Includes a section added by the Senate requiring the Bank to study hedging strategies related to the volatility of oil prices.

House Bill No. 1014 - Housing Finance Agency - House Action

	Base Budget	House Changes	House Version
Salaries and wages	\$7,892,056	\$569,743	\$8,461,799
Operating expenses	4,743,355	602,921	5,346,276
Grants	31,794,828	1,671,772	33,466,600
HFA contingencies	100,000		100,000
Total all funds	\$44,530,239	\$2,844,436	\$47,374,675
Less estimated income	44,530,239	2,844,436	47,374,675
General fund	\$0	\$0	\$0
FTE	44.00	0.00	44.00

Department 473 - Housing Finance Agency - Detail of House Changes

	Adjusts Funding for Base Payroll Changes ¹	Adds Funding for Salary and Benefit Increases ²	Removes Funding for Temporary Employees ³	Adds Funding for Mortgage Servicing Premium Expenses ⁴	Adds Funding for Grants ⁵	Total House Changes
Salaries and wages	\$221,665	\$405,297	(\$57,219)			\$569,743
Operating expenses				\$602,921		602,921
Grants					\$1,671,772	1,671,772
HFA contingencies						
Housing incentive fund						
Total all funds	\$221,665	\$405,297	(\$57,219)	\$602,921	\$1,671,772	\$2,844,436
Less estimated income	221,665	405,297	(57,219)	602,921	1,671,772	2,844,436
General fund	\$0	\$0	\$0	\$0	\$0	\$0
FTE	0.00	0.00	0.00	0.00	0.00	0.00

¹ Funding is adjusted for base payroll changes.

² The following funding is added for 2019-21 biennium salary adjustments of 2 percent per year and increases in health insurance premiums from \$1,241 to \$1,427 per month:

Other Funds	
Salary increase	\$208,965
Health insurance increase	196,332
Total	\$405,297

³ Funding is removed for temporary employees.

⁴ Funding is added for mortgage servicing premium expenses related to an increasing loan volume.

⁵ Funding of \$1,671,772 is added for grants, including \$20,000 for program grants and \$1,651,772 for federal housing grants.

This amendment also adds a section related to the Housing Finance Agency to provide appropriation authority for any additional or unanticipated income from federal or other funds which may become available during the 2019-21

biennium and requires the Housing Finance Agency to notify the Office of Management and Budget and the Legislative Council of additional income received.

House Bill No. 1014 - Housing Finance Agency - Senate Action

	Base Budget	House Version	Senate Changes	Senate Version
Salaries and wages	\$7,892,056	\$8,461,799	\$47,216	\$8,509,015
Operating expenses	4,743,355	5,346,276		5,346,276
Grants	31,794,828	33,466,600		33,466,600
HFA contingencies	100,000	100,000		100,000
Total all funds	\$44,530,239	\$47,374,675	\$47,216	\$47,421,891
Less estimated income	44,530,239	47,374,675	47,216	47,421,891
General fund	\$0	\$0	\$0	\$0
FTE	44.00	44.00	0.00	44.00

Department 473 - Housing Finance Agency - Detail of Senate Changes

	Adjusts Funding for Salary Increases ¹	Total Senate Changes
Salaries and wages	\$47,216	\$47,216
Operating expenses		
Grants		
HFA contingencies		
Housing incentive fund		
Total all funds	\$47,216	\$47,216
Less estimated income	47,216	47,216
General fund	\$0	\$0
FTE	0.00	0.00

¹ Funding is adjusted to provide employee salary increases of 2 percent on July 1, 2019, with a minimum monthly increase of \$120 and a maximum monthly increase of \$200, and a 2.5 percent salary increase on July 1, 2020. The House provided funding for salary increases of 2 percent on July 1, 2019, and 2 percent on July 1, 2020.

This amendment also adds a section to amend Section 54-17-40 relating to the housing incentive fund to decrease the amount of funding designated for small communities and to remove the prioritization for essential service worker housing. The House did not amend the housing incentive fund.

House Bill No. 1014 - Housing Finance Agency - Conference Committee Action

	Base Budget	House Version	Conference Committee Changes	Conference Committee Version	Senate Version	Comparison to Senate
Salaries and wages	\$7,892,056	\$8,461,799	\$47,216	\$8,509,015	\$8,509,015	
Operating expenses	4,743,355	5,346,276		5,346,276	5,346,276	
Grants	31,794,828	33,466,600		33,466,600	33,466,600	
HFA contingencies	100,000	100,000		100,000	100,000	
Housing incentive fund			7,500,000	7,500,000		\$7,500,000
Total all funds	\$44,530,239	\$47,374,675	\$7,547,216	\$54,921,891	\$47,421,891	\$7,500,000
Less estimated income	44,530,239	47,374,675	47,216	47,421,891	47,421,891	0
General fund	\$0	\$0	\$7,500,000	\$7,500,000	\$0	\$7,500,000
FTE	44.00	44.00	0.00	44.00	44.00	0.00

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

	Adjusts Funding for Salary Increases ¹	Transfer to Housing Incentive Fund ²	Total Conference Committee Changes
Salaries and wages	\$47,216		\$47,216
Operating expenses			
Grants			
HFA contingencies			
Housing incentive fund		\$7,500,000	7,500,000
Total all funds	\$47,216	\$7,500,000	\$7,547,216
Less estimated income	47,216	0	47,216
General fund	\$0	\$7,500,000	\$7,500,000
FTE	0.00	0.00	0.00

¹ Funding is adjusted to provide employee salary increases of 2 percent on July 1, 2019, with a minimum monthly increase of \$120 and a maximum monthly increase of \$200, and a 2.5 percent salary increase on July 1, 2020. The House provided funding for salary increases of 2 percent on July 1, 2019, and 2 percent on July 1, 2020.

² One-time funding of \$7.5 million is added from the general fund for a transfer to the housing incentive fund, a decrease of \$12.5 million from the Senate version. The House did not transfer funding for the housing incentive fund.

This amendment also includes a section added by the Senate to amend Section 54-17-40 relating to the housing incentive fund. The Senate amended the housing incentive fund to decrease the amount of funding designated for small communities and to remove the prioritization for essential service worker housing. The House did not amend the housing incentive fund.

House Bill No. 1014 - Mill and Elevator - House Action

	Base Budget	House Changes	House Version
Salaries and wages	\$39,308,519	\$6,984,293	\$46,292,812
Operating expenses	28,195,000	1,642,000	29,837,000
Agriculture promotion	210,000		210,000
Contingencies	500,000		500,000
Total all funds	\$68,213,519	\$8,626,293	\$76,839,812
Less estimated income	68,213,519	8,626,293	76,839,812
General fund	\$0	\$0	\$0
FTE	153.00	2.00	155.00

Department 475 - Mill and Elevator - Detail of House Changes

	Adjusts Funding for Base Payroll Changes ¹	Adds Funding for Benefit Increases ²	Increases Funding for Overtime and Temporary Employees ³	Adds FTE Positions ⁴	Adds Funding for Operating Expenses ⁵	Total House Changes
Salaries and wages	\$3,477,828	\$682,698	\$2,538,685	\$285,082		\$6,984,293
Operating expenses					\$1,642,000	1,642,000
Contingencies						
Agriculture promotion						
Total all funds	\$3,477,828	\$682,698	\$2,538,685	\$285,082	\$1,642,000	\$8,626,293
Less estimated income	3,477,828	682,698	2,538,685	285,082	1,642,000	8,626,293
General fund	\$0	\$0	\$0	\$0	\$0	\$0
FTE	0.00	0.00	0.00	2.00	0.00	2.00

¹ Funding is adjusted for base payroll changes, including salary increases.

² Funding is added for increases in health insurance premiums from \$1,241 to \$1,427 per month.

³ Funding is increased for overtime expenses (\$2,227,085) and temporary employees (\$311,600).

⁴ Funding is added for 2 FTE positions, including 1 food safety position (\$155,012) and 1 utility worker position (\$130,070).

⁵ Funding is added for operating expenses for increased costs related to utilities, insurance, and repairs.

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

House Bill No. 1014 - Mill and Elevator - Senate Action

	Base Budget	House Version	Senate Changes	Senate Version
Salaries and wages	\$39,308,519	\$46,292,812	\$285,083	\$46,577,895
Operating expenses	28,195,000	29,837,000		29,837,000
Agriculture promotion	210,000	210,000		210,000
Contingencies	500,000	500,000		500,000
Total all funds	\$68,213,519	\$76,839,812	\$285,083	\$77,124,895
Less estimated income	68,213,519	76,839,812	285,083	77,124,895
General fund	\$0	\$0	\$0	\$0
FTE	153.00	155.00	2.00	157.00

Department 475 - Mill and Elevator - Detail of Senate Changes

	Adds FTE Positions ¹	Total Senate Changes
Salaries and wages	\$285,083	\$285,083
Operating expenses		
Contingencies		
Agriculture promotion		
Total all funds	\$285,083	\$285,083
Less estimated income	285,083	285,083
General fund	\$0	\$0
FTE	2.00	2.00

¹ Funding is added for 2 FTE positions, including 1 food safety position (\$155,012) and 1 utility worker position (\$130,071), to provide a total of 4 new FTE positions. The House added 2 FTE positions.

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

House Bill No. 1014 - Mill and Elevator - Conference Committee Action

	Base Budget	House Version	Conference Committee Changes	Conference Committee Version	Senate Version	Comparison to Senate
Salaries and wages	\$39,308,519	\$46,292,812	\$155,012	\$46,447,824	\$46,577,895	(\$130,071)
Operating expenses	28,195,000	29,837,000		29,837,000	29,837,000	
Agriculture promotion	210,000	210,000		210,000	210,000	
Contingencies	500,000	500,000		500,000	500,000	
Total all funds	\$68,213,519	\$76,839,812	\$155,012	\$76,994,824	\$77,124,895	(\$130,071)
Less estimated income	68,213,519	76,839,812	155,012	76,994,824	77,124,895	(130,071)
General fund	\$0	\$0	\$0	\$0	\$0	\$0
FTE	153.00	155.00	1.00	156.00	157.00	(1.00)

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

	Adds FTE Positions ¹	Total Conference Committee Changes
Salaries and wages	\$155,012	\$155,012
Operating expenses		
Contingencies		
Agriculture promotion		
Total all funds	\$155,012	\$155,012
Less estimated income	155,012	155,012
General fund	\$0	\$0
FTE	1.00	1.00

¹ Funding is added for 1 FTE food safety position (\$155,012) to provide a total of 3 new FTE positions. The Senate added 4 FTE positions, and the House added 2 FTE positions.

No other sections were added by the Conference Committee related to the Mill and Elevator Association.