

STATEMENT OF PURPOSE OF AMENDMENT:

House Bill No. 1014 - Funding Summary

	Base Budget	Final Legislative Action	Comparison to Base Budget
Industrial Commission			
Salaries and wages	\$23,698,119	\$1,862,694	(\$21,835,425)
Operating expenses	5,119,958	4,195,069	(924,889)
Capital assets		1,250,000	1,250,000
Grants		8,623,893	8,623,893
Grants - Bond payments	<u>22,040,721</u>	<u>119,879,913</u>	<u>97,839,192</u>
Total all funds	\$50,858,798	\$135,811,569	\$84,952,771
Less estimated income	<u>24,369,185</u>	<u>131,386,713</u>	<u>107,017,528</u>
General fund	\$26,489,613	\$4,424,856	(\$22,064,757)
FTE	108.25	9.75	(98.50)
Department of Mineral Resources			
Salaries and wages		\$23,123,267	\$23,123,267
Operating expenses		11,541,104	11,541,104
Capital assets		98,000	98,000
Transfer to fossil restoration fund		250,000	250,000
	<u>\$0</u>	<u>\$35,012,371</u>	<u>\$35,012,371</u>
Total all funds	\$0	\$35,012,371	\$35,012,371
Less estimated income	<u>0</u>	<u>2,568,000</u>	<u>2,568,000</u>
General fund	\$0	\$32,444,371	\$32,444,371
FTE	0.00	108.00	108.00
Bank of North Dakota			
Capital assets	\$1,510,000	\$1,510,000	
Bank of North Dakota operations	<u>67,306,548</u>	<u>70,067,067</u>	<u>\$2,760,519</u>
	<u>\$68,816,548</u>	<u>\$71,577,067</u>	<u>\$2,760,519</u>
Total all funds	\$68,816,548	\$71,577,067	\$2,760,519
Less estimated income	<u>68,816,548</u>	<u>71,577,067</u>	<u>2,760,519</u>
General fund	\$0	\$0	\$0
FTE	173.00	187.00	14.00
Housing Finance Agency			
Salaries and wages	\$9,556,272	\$11,113,205	\$1,556,933
Operating expenses	6,109,060	10,903,883	4,794,823
Capital assets	150,000	20,000	(130,000)
Grants	42,975,200	48,805,110	5,829,910
HFA contingencies	100,000	100,000	
Housing incentive fund		<u>13,750,000</u>	<u>13,750,000</u>
	<u>\$58,890,532</u>	<u>\$84,692,198</u>	<u>\$25,801,666</u>
Total all funds	\$58,890,532	\$84,692,198	\$25,801,666
Less estimated income	<u>58,890,532</u>	<u>68,442,198</u>	<u>9,551,666</u>
General fund	\$0	\$16,250,000	\$16,250,000
FTE	49.00	54.00	5.00
Mill and Elevator			
Salaries and wages	\$50,560,209	\$53,850,380	\$3,290,171
Operating expenses	36,817,000	42,391,653	5,574,653
Contingencies	500,000	500,000	
Agriculture promotion	<u>500,000</u>	<u>500,000</u>	
	<u>\$88,377,209</u>	<u>\$97,242,033</u>	<u>\$8,864,824</u>
Total all funds	\$88,377,209	\$97,242,033	\$8,864,824
Less estimated income	<u>88,377,209</u>	<u>97,242,033</u>	<u>8,864,824</u>
General fund	\$0	\$0	\$0
FTE	156.00	170.00	14.00

Bill total			
Total all funds	\$266,943,087	\$424,335,238	\$157,392,151
Less estimated income	<u>240,453,474</u>	<u>371,216,011</u>	<u>130,762,537</u>
General fund	\$26,489,613	\$53,119,227	\$26,629,614
FTE	486.25	528.75	42.50

House Bill No. 1014 - Industrial Commission - House Action

	Base Budget	House Changes	House Version
Salaries and wages	\$23,698,119	(\$21,226,883)	\$2,471,236
Operating expenses	5,119,958	(1,412,940)	3,707,018
Capital assets		1,250,000	1,250,000
Grants		33,623,893	33,623,893
Grants - Bond payments	<u>22,040,721</u>	<u>97,839,192</u>	<u>119,879,913</u>
Total all funds	\$50,858,798	\$110,073,262	\$160,932,060
Less estimated income	<u>24,369,185</u>	<u>132,138,019</u>	<u>156,507,204</u>
General fund	\$26,489,613	(\$22,064,757)	\$4,424,856
FTE	108.25	(98.50)	9.75

Department 405 - Industrial Commission - Detail of House Changes

	Adjusts Funding to Separate Agencies ¹	Adds Funding for Cost to Continue Salaries ²	Adds Funding for Salary and Benefit Increases ³	Adds FTE Positions ⁴	Transfers Funding from Operating to Salaries ⁵	Adds Funding for Operating Expenses ⁶
Salaries and wages	(\$22,095,326)	\$8,697	\$149,321	\$612,547	\$97,878	
Operating expenses	(4,632,291)			3,363	(97,878)	\$3,313,866
Capital assets						
Grants						
Grants - Bond payments						
Total all funds	(\$26,727,617)	\$8,697	\$149,321	\$615,910	\$0	\$3,313,866
Less estimated income	<u>(238,004)</u>	<u>8,697</u>	<u>149,321</u>	<u>615,910</u>	<u>0</u>	<u>13,866</u>
General fund	(\$26,489,613)	\$0	\$0	\$0	\$0	\$3,300,000
FTE	(101.50)	0.00	0.00	3.00	0.00	0.00

	Adds Funding for Bond Payments ⁷	Adds One-Time Funding for Capital Assets ⁸	Adds One-Time Funding for Grants ⁹	Total House Changes
Salaries and wages				(\$21,226,883)
Operating expenses				(1,412,940)
Capital assets		\$1,250,000		1,250,000
Grants			\$33,623,893	33,623,893
Grants - Bond payments	<u>\$97,839,192</u>			<u>97,839,192</u>
Total all funds	\$97,839,192	\$1,250,000	\$33,623,893	\$110,073,262
Less estimated income	<u>97,839,192</u>	<u>1,250,000</u>	<u>32,499,037</u>	<u>132,138,019</u>
General fund	\$0	\$0	\$1,124,856	(\$22,064,757)
FTE	0.00	0.00	0.00	(98.50)

¹ Funding of \$26,727,617, including \$26,489,613 from the general fund and \$238,004 from federal funds, and 101.50 FTE positions are removed from base level funding to provide a separate budget for the Department of Mineral Resources.

² Funding from other funds is added for cost to continue salary increases.

³ The following funding is added for 2023-25 biennium salary adjustments of 4 percent on July 1, 2023, and 4 percent on July 1, 2024, and increases in health insurance premiums from \$1,429 to \$1,648 per month:

	General Fund	Other Funds	Total
Salary increase	\$0	\$107,229	\$107,229
Health insurance increase	<u>0</u>	<u>42,092</u>	<u>42,092</u>
Total	\$0	\$149,321	\$149,321

⁴ Funding of \$615,910 from other funds is added as follows:

- \$182,321 for 1 FTE grant administration position, including \$178,958 for salaries and wages and \$3,363 for operating expenses.
- \$132,646 for 1 FTE deputy director position for the Public Finance Agency, all of which is for salaries and wages.
- \$300,943 for 1 FTE administrative assistant position, all of which is for salaries and wages.

⁵ Funding of \$97,878 is transferred from the operating expenses line item to the salaries and wages line item related to cost-savings from operating expenses and increases in salaries.

⁶ Funding of \$3,313,866 is added for operating expenses as follows:

- \$1,756 of ongoing funding from other funds for Information Technology Department rate increases;
- \$12,110 of one-time funding from other funds for equipment for new FTE positions;
- \$300,000 of one-time funding from the general fund for North Dakota Transmission Authority consulting; and
- \$3,000,000 of one-time funding from the general fund for lignite litigation expenses.

⁷ Funding of \$97,839,192 from other funds is added for bond payments to provide total funding of \$119,879,913, including \$102,620,461 for infrastructure project and program bonds paid from the legacy earnings fund.

⁸ One-time funding of \$1.25 million from other funds is added for grant management software. The \$1.25 million includes \$250,000 from the clean sustainable energy fund, \$250,000 from the lignite research fund, \$250,000 from the oil and gas research fund, \$250,000 from the North Dakota outdoor heritage fund, and \$250,000 from the renewable energy development fund.

⁹ One-time funding of \$33,623,893 is added for grants as follows:

- \$8,623,893 for an electric grid resilience grant, including \$1,124,856 from the general fund and \$7,499,037 from federal funds.
- \$25,000,000 from the strategic investment and improvements fund for a transmission line grant.

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

- Identifies the funding for bond payments for the 2023-25 biennium;
- Transfers up to \$1,899,877 from the entities under the control of the Industrial Commission for administrative services and provides an exemption allowing unspent prior biennium appropriation authority for administrative costs to be available in the 2023-25 biennium;
- Allows the Industrial Commission to transfer up to \$250,000 from each of the grant programs to provide a total of \$1.25 million for new grant management software;
- Transfers \$5 million from the legacy earnings fund to the oil and gas research fund for a pipeline leak detection and prevention program;
- Transfers \$50 million from the legacy earnings fund to the clean sustainable energy fund to provide total funding of \$50 million for grants, including \$30 million designated from the legacy earnings fund to the clean sustainable energy fund under current law;
- Transfers \$250 million from the legacy earnings fund to the clean sustainable energy fund to repay a line of credit and to provide funding for loans;
- Transfers \$3 million from the strategic investment and improvements fund to the State Energy Research Center fund for a critical minerals study, including rare earth elements;
- Transfers \$22 million from the strategic investment and improvements fund to the State Energy Research Center fund for an underground energy storage research project to construct up to two salt caverns;
- Identifies \$25 million from the strategic investment and improvements fund for a grant to an entity to upgrade a high-voltage direct current transmission line;
- Requires the Industrial Commission to provide a report to the Appropriations Committees of the 69th Legislative Assembly regarding spending from the lignite research fund;
- Authorizes the North Dakota Pipeline Authority to borrow up to \$60 million through a line of credit from the Bank of North Dakota to purchase capacity positions on a pipeline and requires the line of credit to be guaranteed under the fuel production facility loan guarantee program;
- Clarifies the definition of clean sustainable energy projects to identify hydrogen projects as eligible projects.

- Provides an exemption allowing unspent federal funding authorized during the November 2021 special legislative session to be available in the 2023-25 biennium related to a hydrogen development grant; and
- Provides an emergency clause-related to \$3 million of one-time funding from the general fund for lignite litigation.

House Bill No. 1014 - Industrial Commission - Senate Action

	Base Budget	House Version	Senate Changes	Senate Version
Salaries and wages	\$23,698,119	\$2,471,236	(\$608,542)	\$1,862,694
Operating expenses	5,119,958	3,707,018	488,051	4,195,069
Capital assets		1,250,000		1,250,000
Grants		33,623,893	(25,000,000)	8,623,893
Grants - Bond payments	22,040,721	119,879,913		119,879,913
Total all funds	\$50,858,798	\$160,932,060	(\$25,120,491)	\$135,811,569
Less estimated income	24,369,185	156,507,204	(25,120,491)	131,386,713
General fund	\$26,489,613	\$4,424,856	\$0	\$4,424,856
FTE	108.25	9.75	0.00	9.75

Department 405 - Industrial Commission - Detail of Senate Changes

	Adjusts Funding for Salary and Benefit Increases¹	Adjusts Funding for an FTE Position²	Removes Salary Funding for a Funding Pool³	Adds Funding for Software⁴	Adjusts One-Time Funding Items⁵	Total Senate Changes
Salaries and wages	\$34,386	(\$121,985)	(\$520,943)			(\$608,542)
Operating expenses		3,363		\$74,000	\$410,688	488,051
Capital assets						
Grants					(25,000,000)	(25,000,000)
Grants - Bond payments						
Total all funds	\$34,386	(\$118,622)	(\$520,943)	\$74,000	(\$24,589,312)	(\$25,120,491)
Less estimated income	34,386	(118,622)	(520,943)	74,000	(24,589,312)	(25,120,491)
General fund	\$0	\$0	\$0	\$0	\$0	\$0
FTE	0.00	0.00	0.00	0.00	0.00	0.00

¹ Salaries and wages funding is adjusted for 2023-25 biennium salary increases of 6 percent on July 1, 2023, and 4 percent on July 1, 2024, and for adjustments to health insurance premium rates as follows:

	General Fund	Other Funds	Total
Salary increase	\$0	\$35,332	\$35,332
Health insurance adjustment	0	(946)	(946)
Total	\$0	\$34,386	\$34,386

The House provided salary adjustments of 4 percent on July 1, 2023, and 4 percent on July 1, 2024.

² Funding from other funds for an administrative assistant position is decreased by \$118,622 from \$300,943 to \$182,321. The \$118,622 decrease reflects a decrease of \$121,985 to salaries and wages and an increase of \$3,363 to operating expenses. This provides the same level of funding as a grant administration position. The House provided \$300,943 for the administrative assistant position.

³ Funding for new FTE positions and estimated savings from vacant FTE positions is removed as shown below. These amounts are available to the agency if needed by submitting a request to the Office of Management and Budget for a transfer from the new and vacant FTE funding pool.

	General Fund	Other Funds	Total
New FTE positions	\$0	(\$490,562)	(\$490,562)
Vacant FTE positions	0	(30,381)	(30,381)
Total	\$0	(\$520,943)	(\$520,943)

The House did not remove funding for a new and vacant FTE funding pool.

⁴ Funding of \$74,000 from other funds is added for software related to a meeting management license and an accounting subscription.

⁵ One-time funding, which was not included by the House, is added as follows:

- \$75,000 from other funds for a records digitization project.
- \$35,688 from other funds for inflationary increases related to rent.
- \$300,000 from other funds for carbon capture and utilization education and marketing, including \$100,000 from the lignite research fund, \$100,000 from the oil and gas research fund, and \$100,000 from the renewable energy development fund.

One-time funding, which was added by the House, is removed as follows:

- \$25 million from the strategic investment and improvements fund for a transmission line grant.

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

- Adjusts the transfer for administrative services to provide \$1,818,114. The House provided for a transfer of \$1,899,877.
- Adds a transfer of up to \$100,000 from three energy programs to provide a total of \$300,000 for carbon capture and utilization education and marketing. The House did not include this funding.
- Adjusts the funding for a pipeline leak detection and prevention program to provide \$3 million from the strategic investment and improvements fund. The House provided \$5 million from legacy fund earnings.
- Adjusts the funding for the clean sustainable energy fund to provide \$30 million from the strategic investment and improvements fund for grants. The House provided \$300 million from legacy fund earnings, including \$50 million for grants and \$250 million to repay a line of credit and for additional loans.
- Decreases funding from the strategic investment and improvements fund for a critical minerals study to provide \$1.5 million. The House provided \$3 million for the study.
- Adjusts the funding for an underground energy storage research project to provide \$6 million from the strategic investment and improvements fund and \$5.3 million from the federal State Fiscal Recovery Fund. An appropriation of \$20 million from the federal State Fiscal Recovery Fund from the November 2021 special legislative session is amended to provide up to \$5.3 million for the research project with the remaining amount available for hydrogen development grants. The House provided \$22 million from the strategic investment and improvements fund for the research project.
- Designates \$500,000 from the lignite research fund for a study of future lignite electrical generation facilities. The House did not designate funding for this study.
- Provides an effective date of July 1, 2025, for a guarantee from the strategic investment and improvements fund for a line of credit related to the purchase of capacity positions on a pipeline. The House added the guarantee and line of credit, but did not include an effective date.
- Provides an emergency clause related to Senate Bill No. 2165. The House did not include an emergency clause for that bill.

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	\$23,698,119	\$2,471,236	(\$608,542)	\$1,862,694	\$1,862,694	
Operating expenses	5,119,958	3,707,018	488,051	4,195,069	4,195,069	
Capital assets		1,250,000		1,250,000	1,250,000	
Grants		33,623,893	(25,000,000)	8,623,893	8,623,893	
Grants - Bond payments	22,040,721	119,879,913		119,879,913	119,879,913	
Total all funds	\$50,858,798	\$160,932,060	(\$25,120,491)	\$135,811,569	\$135,811,569	\$0
Less estimated income	24,369,185	156,507,204	(25,120,491)	131,386,713	131,386,713	0
General fund	\$26,489,613	\$4,424,856	\$0	\$4,424,856	\$4,424,856	\$0
FTE	108.25	9.75	0.00	9.75	9.75	0.00

Department 405 - Industrial Commission - Detail of Conference Committee Changes

	Adjusts Funding for Salary and Benefit Increases ¹	Adjusts Funding for an FTE Position ²	Removes Salary Funding for a Funding Pool ³	Adds Funding for Software ⁴	Adjusts One- Time Funding Items ⁵	Total Conference Committee Changes
Salaries and wages	\$34,386	(\$121,985)	(\$520,943)			(\$608,542)
Operating expenses		3,363		\$74,000	\$410,688	488,051
Capital assets						
Grants					(25,000,000)	(25,000,000)
Grants - Bond payments						
Total all funds	\$34,386	(\$118,622)	(\$520,943)	\$74,000	(\$24,589,312)	(\$25,120,491)
Less estimated income	34,386	(118,622)	(520,943)	74,000	(24,589,312)	(25,120,491)
General fund	\$0	\$0	\$0	\$0	\$0	\$0
FTE	0.00	0.00	0.00	0.00	0.00	0.00

¹ Salaries and wages funding is adjusted for 2023-25 biennium salary increases of 6 percent on July 1, 2023, and 4 percent on July 1, 2024, and for adjustments to health insurance premium rates, the same as the Senate, as follows:

	General Fund	Other Funds	Total
Salary increase	\$0	\$35,332	\$35,332
Health insurance adjustment	0	(946)	(946)
Total	\$0	\$34,386	\$34,386

The House provided salary adjustments of 4 percent on July 1, 2023, and 4 percent on July 1, 2024.

² Funding from other funds for an administrative assistant position is decreased by \$118,622 from \$300,943 to \$182,321, the same as the Senate. The \$118,622 decrease reflects a decrease of \$121,985 to salaries and wages and an increase of \$3,363 to operating expenses. This provides the same level of funding as a grant administration position. The House provided \$300,943 for the administrative assistant position.

³ Funding for new FTE positions and estimated savings from vacant FTE positions is removed as shown below, the same as the Senate. These amounts are available to the agency if needed by submitting a request to the Office of Management and Budget for a transfer from the new and vacant FTE funding pool.

	General Fund	Other Funds	Total
New FTE positions	\$0	(\$490,562)	(\$490,562)
Vacant FTE positions	0	(30,381)	(30,381)
Total	\$0	(\$520,943)	(\$520,943)

The House did not remove funding for a new and vacant FTE funding pool.

⁴ Funding of \$74,000 from other funds is added for software related to a meeting management license and an accounting subscription, the same as the Senate. The House did not include this funding.

⁵ One-time funding, which was not included by the House version, is added by the Conference Committee and Senate as follows:

- \$75,000 from other funds for a records digitization project.
- \$35,688 from other funds for inflationary increases related to rent.
- \$300,000 from other funds for carbon capture and utilization education and marketing, including \$100,000 from the lignite research fund, \$100,000 from the oil and gas research fund, and \$100,000 from the renewable energy development fund.

One-time funding, which was added in the House version, is removed by the Conference Committee and Senate as follows:

- \$25 million from the strategic investment and improvements fund for a transmission line grant.

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

- Adjusts the transfer for administrative services to provide \$1,818,114, the same as the Senate. The House provided for a transfer of \$1,899,877.
- Includes a transfer of up to \$100,000 from three energy programs, which was added by the Senate, to provide a total of \$300,000 for carbon capture and utilization education and marketing. The House did not include this funding.
- Adjusts the funding for a pipeline leak detection and prevention program to provide \$3 million from the strategic investment and improvements fund, the same as the Senate. The House provided \$5 million from legacy fund earnings.
- Adjusts the funding for the clean sustainable energy fund to provide \$60 million from the strategic investment and improvements fund for grants (\$30 million) and to repay a line of credit (\$30 million) and to increase the line of credit available to support the fund by \$140 million, from \$250 million to \$390 million. The House provided \$300 million from legacy fund earnings, including \$50 million for grants and \$250 million to repay a line of credit and for additional loans. The Senate provided \$30 million from the strategic investment and improvements fund for grants.
- Decreases funding from the strategic investment and improvements fund for a critical minerals study to provide \$1.5 million. The Senate also decreased this funding, but the House provided \$3 million for the study.
- Adjusts the funding for an underground energy storage research project to provide \$6 million from the strategic investment and improvements fund and \$5.3 million from the federal State Fiscal Recovery Fund. An appropriation of \$20 million from the federal State Fiscal Recovery Fund from the November 2021 special legislative session is amended to provide up to \$5.3 million for the research project with the remaining amount available for hydrogen development grants. The Senate also included these adjustments, but the House provided \$22 million from the strategic investment and improvements fund for the research project.
- Designates \$500,000 from the lignite research fund for a study of future lignite electrical generation facilities, the same as the Senate. The House did not designate funding for this study.
- Provides an effective date of July 1, 2025, for a guarantee from the strategic investment and improvements fund for a line of credit related to the purchase of capacity positions on a pipeline, the same as the Senate. The House added the guarantee and line of credit, but did not include an effective date.
- Provides an emergency clause for Senate Bill No. 2165, relating to membership of the clean sustainable energy authority, which was added by the Senate. The House did not include an emergency clause for that bill.
- Adds a statement of legislative intent regarding the state's energy-related programs to support energy development projects. Neither the House nor the Senate included this statement of intent.
- Removes a section, which was included by both the House and the Senate, clarifying the definition of clean sustainable energy projects to identify hydrogen projects as eligible projects.

House Bill No. 1014 - Department of Mineral Resources - House Action

	Base Budget	House Changes	House Version
Salaries and wages		\$25,401,022	\$25,401,022
Operating expenses		11,410,044	11,410,044
Capital assets		80,000	80,000
Transfer to fossil restoration fund		250,000	250,000
Total all funds	\$0	\$37,141,066	\$37,141,066
Less estimated income	0	2,568,000	2,568,000
General fund	\$0	\$34,573,066	\$34,573,066
FTE	0.00	108.00	108.00

Department 470 - Department of Mineral Resources - Detail of House Changes

	Adjusts Funding to Separate Agencies ¹	Adds Funding for Cost to Continue Salaries ²	Adds Funding for Salary and Benefit Increases ³	Adds FTE Positions ⁴	Adds Funding for Other Salary Adjustments ⁵	Adds Funding for Operating Expenses ⁶
Salaries and wages	\$22,095,326	\$167,219	\$1,772,281	\$1,284,293	\$81,903	\$6,627,934
Operating expenses	4,632,291			156,726	(6,907)	
Capital assets						
Transfer to fossil restoration fund						
Total all funds	\$26,727,617	\$167,219	\$1,772,281	\$1,441,019	\$74,996	\$6,627,934
Less estimated income	238,004	0	0	0	29,996	2,300,000
General fund	\$26,489,613	\$167,219	\$1,772,281	\$1,441,019	\$45,000	\$4,327,934
FTE	101.50	0.00	0.00	6.50	0.00	0.00

	Adds One-Time Funding for Capital Assets ⁷	Adds Funding for Fossil Restoration Fund ⁸	Total House Changes
Salaries and wages			\$25,401,022
Operating expenses			11,410,044
Capital assets	\$80,000		80,000
Transfer to fossil restoration fund		\$250,000	250,000
Total all funds	\$80,000	\$250,000	\$37,141,066
Less estimated income	0	0	2,568,000
General fund	\$80,000	\$250,000	\$34,573,066
FTE	0.00	0.00	108.00

¹ Funding of \$26,727,617, including \$26,489,613 from the general fund and \$238,004 from federal funds, and 101.50 FTE positions are added to base level funding to provide a separate budget for the Department of Mineral Resources.

² Funding from the general fund is added for cost to continue salary increases.

³ The following funding is added for 2023-25 biennium salary adjustments of 4 percent on July 1, 2023, and 4 percent on July 1, 2024, and increases in health insurance premiums from \$1,429 to \$1,648 per month:

	General Fund	Other Funds	Total
Salary increase	\$1,195,296	\$0	\$1,195,296
Health insurance increase	576,985	0	576,985
Total	\$1,772,281	\$0	\$1,772,281

⁴ Funding of \$1,441,019 from the general fund is added as follows:

- \$760,911 for 3 FTE carbon capture positions, including \$715,134 for salaries and wages and \$45,777 for operating expenses.
- \$196,610 for 1 FTE paleontology position, including \$167,102 for salaries and wages and \$29,508 for operating expenses.
- \$276,523 for 1 FTE critical minerals position, including \$216,028 for salaries and wages and \$60,495 for operating expenses.
- \$69,497 for 0.5 FTE records management position, including \$66,334 for salaries and wages and \$3,163 for operating expenses.
- \$137,478 for 1 FTE subsurface geologist position, including \$119,695 for salaries and wages and \$17,783 for operating expenses.

⁵ Funding of \$6,907 is transferred from the operating expenses line item to the salaries and wages line item related to cost-savings from operating expenses and increases in salaries. Funding of \$74,996 is added as follows:

- \$45,000 from the general fund for temporary salaries.
- \$29,996 from federal funds for additional salary fund.

⁶ Funding of \$6,627,934 is added for operating expenses as follows:

- \$3,143 of ongoing funding from the general fund for Information Technology Department rate increases.
- \$230,000 of ongoing funding from the general fund for computer server transition.
- \$105,000 of ongoing funding from the general fund for professional membership dues.
- \$68,335 of one-time funding from the general fund for equipment for new FTE positions.
- \$821,456 of one-time funding from the general fund for inflationary increases.
- \$100,000 of one-time funding from the general fund for core and mineral analyses.
- \$2,300,000 of one-time funding from federal funds for administrative costs related to a federal abandoned well reclamation program.
- \$3,000,000 of one-time funding from the general fund for oil and gas litigation expenses.

⁷ One-time funding of \$80,000 from the general fund is added for computer server transition costs.

⁸ Funding of \$250,000 is appropriated from the general fund for a transfer to the fossil excavation and restoration fund pursuant to a separate section in the bill.

This amendment also includes the following related to the Department of Mineral Resources:

- Appropriates \$62,460 from the general fund and authorizes 3 FTE carbon capture positions for the 2021-23 biennium pursuant to an emergency clause. As a result, the general fund beginning balance is decreased by \$62,460.
- Transfers \$15,000 from the general fund to the fossil excavation and restoration fund prior to the end of the 2021-23 biennium pursuant to an emergency clause. As a result, the general fund beginning balance is decreased by \$15,000.
- Transfers \$250,000 from the general fund to the fossil excavation and restoration fund during the 2023-25 biennium.
- Decreases the oil and gas tax revenue allocation limit to the North Dakota outdoor heritage fund from \$20 million per fiscal year to \$7.5 million per fiscal year for the 2023-25 biennium, the same as the 2021-23 biennium.
- Increases the allocations to the oil and gas research fund by \$4.5 million, from \$10 million to \$14.5 million for the 2023-25 biennium, the same as the 2021-23 biennium.
- Provides an exemption allowing unspent federal funding authorized during the November 2021 special legislative session to be available in the 2023-25 biennium related to an abandoned oil well conversion program.
- Provides an exemption allowing the Industrial Commission to continue unspent 2017-19 biennium appropriation authority from the strategic investment and improvements fund for a survey review during the 2023-25 biennium.
- Provides an emergency clause related \$3 million for oil and gas litigation expenses and \$310,000 for computer server transition costs.

House Bill No. 1014 - Department of Mineral Resources - Senate Action

	Base Budget	House Version	Senate Changes	Senate Version
Salaries and wages		\$25,401,022	(\$2,277,755)	\$23,123,267
Operating expenses		11,410,044	131,060	11,541,104
Capital assets		80,000	18,000	98,000
Transfer to fossil restoration fund		250,000		250,000
Total all funds	\$0	\$37,141,066	(\$2,128,695)	\$35,012,371
Less estimated income	0	2,568,000	0	2,568,000
General fund	\$0	\$34,573,066	(\$2,128,695)	\$32,444,371
FTE	0.00	108.00	0.00	108.00

Department 470 - Department of Mineral Resources - Detail of Senate Changes

	Adjusts Funding for Salary and Benefit Increases ¹	Removes Salary Funding for a Funding Pool ²	Adds One- Time Funding Items ³	Total Senate Changes
Salaries and wages	\$396,394	(\$2,674,149)		(\$2,277,755)
Operating expenses			\$131,060	131,060
Capital assets			18,000	18,000
Transfer to fossil restoration fund				
Total all funds	\$396,394	(\$2,674,149)	\$149,060	(\$2,128,695)
Less estimated income	0	0	0	0
General fund	\$396,394	(\$2,674,149)	\$149,060	(\$2,128,695)
FTE	0.00	0.00	0.00	0.00

¹ Salaries and wages funding is adjusted for 2023-25 biennium salary increases of 6 percent on July 1, 2023, and 4 percent on July 1, 2024, and for adjustments to health insurance premium rates as follows:

	General Fund	Other Funds	Total
Salary increase	\$409,369	\$0	\$409,369
Health insurance adjustment	(12,975)	0	(12,975)
Total	\$396,394	\$0	\$396,394

The House provided salary adjustments of 4 percent on July 1, 2023, and 4 percent on July 1, 2024.

² Funding for new FTE positions and estimated savings from vacant FTE positions is removed as shown below. These amounts are available to the agency if needed by submitting a request to the Office of Management and Budget for a transfer from the new and vacant FTE funding pool.

	General Fund	Other Funds	Total
New FTE positions	(\$1,284,293)	\$0	(\$1,284,293)
Vacant FTE positions	(1,389,856)	0	(1,389,856)
Total	(\$2,674,149)	\$0	(\$2,674,149)

The House did not remove funding for a new and vacant FTE funding pool.

³ One-time funding from the general fund, which was not included by the House, is added as follows:

- \$65,412 for additional inflationary increases related to state fleet mileage.
- \$83,648 for drones and computer equipment.

The Senate amended a section related to the Department of Mineral Resources to increase the oil and gas tax revenue allocations to the oil and gas research fund to \$17.5 million, an increase of \$3 million from the House version, which provided \$14.5 million, the same as the 2021-23 biennium.

House Bill No. 1014 - Department of Mineral Resources - Conference Committee Action

	Base Budget	House Version	Conference Committee Changes	Conference Committee Version	Senate Version	Comparison to Senate
Salaries and wages		\$25,401,022	(\$2,277,755)	\$23,123,267	\$23,123,267	
Operating expenses		11,410,044	131,060	11,541,104	11,541,104	
Capital assets		80,000	18,000	98,000	98,000	
Transfer to fossil restoration fund		250,000		250,000	250,000	
Total all funds	\$0	\$37,141,066	(\$2,128,695)	\$35,012,371	\$35,012,371	\$0
Less estimated income	0	2,568,000	0	2,568,000	2,568,000	0
General fund	\$0	\$34,573,066	(\$2,128,695)	\$32,444,371	\$32,444,371	\$0
FTE	0.00	108.00	0.00	108.00	108.00	0.00

Department 470 - Department of Mineral Resources - Detail of Conference Committee Changes

	Adjusts Funding for Salary and Benefit Increases ¹	Removes Salary Funding for a Funding Pool ²	Adds One- Time Funding Items ³	Total Conference Committee Changes
Salaries and wages	\$396,394	(\$2,674,149)		(\$2,277,755)
Operating expenses			\$131,060	131,060
Capital assets			18,000	18,000
Transfer to fossil restoration fund				
Total all funds	\$396,394	(\$2,674,149)	\$149,060	(\$2,128,695)
Less estimated income	0	0	0	0
General fund	\$396,394	(\$2,674,149)	\$149,060	(\$2,128,695)
FTE	0.00	0.00	0.00	0.00

¹ Salaries and wages funding is adjusted for 2023-25 biennium salary increases of 6 percent on July 1, 2023, and 4 percent on July 1, 2024, and for adjustments to health insurance premium rates, the same as the Senate, as follows:

	General Fund	Other Funds	Total
Salary increase	\$409,369	\$0	\$409,369
Health insurance adjustment	(12,975)	0	(12,975)
Total	\$396,394	\$0	\$396,394

The House provided salary adjustments of 4 percent on July 1, 2023, and 4 percent on July 1, 2024.

² Funding for new FTE positions and estimated savings from vacant FTE positions is removed as shown below, the same as the Senate. These amounts are available to the agency if needed by submitting a request to the Office of Management and Budget for a transfer from the new and vacant FTE funding pool.

	General Fund	Other Funds	Total
New FTE positions	(\$1,284,293)	\$0	(\$1,284,293)
Vacant FTE positions	(1,389,856)	0	(1,389,856)
Total	(\$2,674,149)	\$0	(\$2,674,149)

The House did not remove funding for a new and vacant FTE funding pool.

³ One-time funding from the general fund, which was also added by the Senate, but not included by the House, is added as follows:

- \$65,412 for additional inflationary increases related to state fleet mileage.
- \$83,648 for drones and computer equipment.

The Conference Committee and Senate amended a section related to the Department of Mineral Resources to increase the oil and gas tax revenue allocations to the oil and gas research fund to \$17.5 million, an increase of \$3 million from the House version, which provided \$14.5 million, the same as the 2021-23 biennium.

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

	Base Budget	House Changes	House Version
Capital assets	\$1,510,000		\$1,510,000
Bank of North Dakota operations	67,306,548	\$7,421,138	74,727,686
Total all funds	\$68,816,548	\$7,421,138	\$76,237,686
Less estimated income	68,816,548	7,421,138	76,237,686
General fund	\$0	\$0	\$0
FTE	173.00	14.00	187.00

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

	Adds Funding for Cost to Continue Salaries¹	Adds Funding for Salary and Benefit Increases²	Adds FTE Positions³	Adds Funding for Operating Expenses⁴	Total House Changes
Capital assets Bank of North Dakota operations	\$280,646	\$2,779,348	\$3,106,682	\$1,254,462	\$7,421,138
Total all funds	\$280,646	\$2,779,348	\$3,106,682	\$1,254,462	\$7,421,138
Less estimated income General fund	280,646	2,779,348	3,106,682	1,254,462	7,421,138
	\$0	\$0	\$0	\$0	\$0
FTE	0.00	0.00	14.00	0.00	14.00

¹ Funding from other funds is added for cost to continue salary increases.

² The following funding is added for 2023-25 biennium salary adjustments of 4 percent on July 1, 2023, and 4 percent on July 1, 2024, and increases in health insurance premiums from \$1,429 to \$1,648 per month:

	General Fund	Other Funds	Total
Salary increase	\$0	\$1,896,264	\$1,896,264
Health insurance increase	0	883,084	883,084
Total	\$0	\$2,779,348	\$2,779,348

³ Funding of \$3,106,682 from other funds is added to the Bank of North Dakota operations line item as follows:

- \$253,976 for 1 FTE credit underwriter IV position.
- \$290,214 for 1 FTE agricultural valuation supervisor position.
- \$222,652 for 1 FTE credit underwriter III position.
- \$290,214 for 1 FTE commercial valuation supervisor position.
- \$217,735 for 1 FTE collateral valuation III position.
- \$253,976 for 1 FTE collateral valuation analyst IV position.
- \$253,976 for 1 FTE collateral valuation IV position.
- \$222,652 for 1 FTE loan operations supervisor position.
- \$188,381 for 1 FTE loan servicing supervisor position.
- \$139,104 for 1 FTE business banking associate I position.
- \$139,104 for 1 FTE loan servicing associate II position.
- \$159,414 for 1 FTE loan servicing associate III position.
- \$257,933 for 1 FTE business banking associate II position.
- \$217,351 for 1 FTE staff accountant III position.

⁴ Funding of \$1,254,462 from other funds is added for operating expenses as follows:

- \$44,660 for shared software and service rate increases.
- \$405,524 for Information Technology Department rate increases.
- \$804,278 for one-time costs related to information technology projects.

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

- Transfers \$70 million of Bank profits to the general fund for the 2023-25 biennium.
- Transfers \$39 million of Bank profits to the partnership in assisting community expansion (PACE) fund.
- Transfers \$5 million of Bank profits to the Ag PACE fund.
- Transfers \$1 million of Bank profits to the biofuels PACE fund.
- Transfers \$15 million of Bank profits to the beginning farmer revolving loan fund.
- Transfers \$3 million of Bank profits to the agricultural products utilization fund.
- Creates an employee recruitment and retention incentive program allowing the Bank to provide incentive pay to employees using Bank of North Dakota profits.
- Amends the transfer of Bank profits to the general fund for the 2021-23 biennium to provide a transfer of \$70 million rather than \$140 million, resulting in a decrease to the July 1, 2023, general fund balance.

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

	Base Budget	House Version	Senate Changes	Senate Version
Capital assets	\$1,510,000	\$1,510,000		\$1,510,000
Bank of North Dakota operations	67,306,548	74,727,686	(\$4,660,619)	70,067,067
Total all funds	\$68,816,548	\$76,237,686	(\$4,660,619)	\$71,577,067
Less estimated income	68,816,548	76,237,686	(4,660,619)	71,577,067
General fund	\$0	\$0	\$0	\$0
FTE	173.00	187.00	0.00	187.00

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

	Adjusts Funding for Salary and Benefit Increases¹	Removes Salary Funding for a Funding Pool²	Total Senate Changes
Capital assets			
Bank of North Dakota operations	\$769,366	(\$5,429,985)	(\$4,660,619)
Total all funds	\$769,366	(\$5,429,985)	(\$4,660,619)
Less estimated income	769,366	(5,429,985)	(4,660,619)
General fund	\$0	\$0	\$0
FTE	0.00	0.00	0.00

¹ Salaries and wages funding is adjusted for 2023-25 biennium salary increases of 6 percent on July 1, 2023, and 4 percent on July 1, 2024, and for adjustments to health insurance premium rates as follows:

	General Fund	Other Funds	Total
Salary increase	\$0	\$789,224	\$789,224
Health insurance adjustment	0	(19,858)	(19,858)
Total	\$0	\$769,366	\$769,366

The House provided salary adjustments of 4 percent on July 1, 2023, and 4 percent on July 1, 2024.

² Funding for new FTE positions and estimated savings from vacant FTE positions is removed as shown below. These amounts are available to the agency if needed by submitting a request to the Office of Management and Budget for a transfer from the new and vacant FTE funding pool.

	General Fund	Other Funds	Total
New FTE positions	\$0	(\$3,106,682)	(\$3,106,682)
Vacant FTE positions	0	(2,323,303)	(2,323,303)
Total	\$0	(\$5,429,985)	(\$5,429,985)

The House did not remove funding for a new and vacant FTE funding pool.

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

- Adds a transfer of \$1.5 million from the Bank's profits to a small business development center. The House did not include this transfer.
- Removes a transfer of \$3 million from the Bank's profits to the agricultural products utilization fund, which was included by the House; however, Senate Bill No. 2009 includes a transfer of \$3 million from the Bank's profits to the agricultural products utilization fund.
- Increases the transfer from the Bank's profits to the general fund to provide \$140 million for the 2023-25 biennium, an increase of \$70 million compared to the House version of \$70 million. This results in an increase to general fund revenues for the 2023-25 biennium.

- Removes a section added by the House to limit the transfer from the Bank's profits to the general fund to provide \$70 million for the 2021-23 biennium. The House version resulted in a reduction to the July 1, 2023, general fund beginning balance. As approved by the Senate, the transfer for the 2021-23 biennium is \$140 million, the same as the transfer approved during the 2021 legislative session.

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	\$1,510,000	\$1,510,000		\$1,510,000	\$1,510,000	
Bank of North Dakota operations	67,306,548	74,727,686	(\$4,660,619)	70,067,067	70,067,067	
Total all funds	\$68,816,548	\$76,237,686	(\$4,660,619)	\$71,577,067	\$71,577,067	\$0
Less estimated income	68,816,548	76,237,686	(4,660,619)	71,577,067	71,577,067	0
General fund	\$0	\$0	\$0	\$0	\$0	\$0
FTE	173.00	187.00	0.00	187.00	187.00	0.00

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

	Adjusts Funding for Salary and Benefit Increases ¹	Removes Salary Funding for a Funding Pool ²	Total Conference Committee Changes
Capital assets			
Bank of North Dakota operations	\$769,366	(\$5,429,985)	(\$4,660,619)
Total all funds	\$769,366	(\$5,429,985)	(\$4,660,619)
Less estimated income	769,366	(5,429,985)	(4,660,619)
General fund	\$0	\$0	\$0
FTE	0.00	0.00	0.00

¹ Salaries and wages funding is adjusted for 2023-25 biennium salary increases of 6 percent on July 1, 2023, and 4 percent on July 1, 2024, and for adjustments to health insurance premium rates, the same as the Senate, as follows:

	General Fund	Other Funds	Total
Salary increase	\$0	\$789,224	\$789,224
Health insurance adjustment	0	(19,858)	(19,858)
Total	\$0	\$769,366	\$769,366

The House provided salary adjustments of 4 percent on July 1, 2023, and 4 percent on July 1, 2024.

² Funding for new FTE positions and estimated savings from vacant FTE positions is removed as shown below, the same as the Senate. These amounts are available to the agency if needed by submitting a request to the Office of Management and Budget for a transfer from the new and vacant FTE funding pool.

	General Fund	Other Funds	Total
New FTE positions	\$0	(\$3,106,682)	(\$3,106,682)
Vacant FTE positions	0	(2,323,303)	(2,323,303)
Total	\$0	(\$5,429,985)	(\$5,429,985)

The House did not remove funding for a new and vacant FTE funding pool.

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

- Adds a transfer of \$1.5 million from the Bank's profits to a small business development center, the same as the Senate. The House did not include this transfer.

- Removes a transfer of \$3 million from the Bank's profits to the agricultural products utilization fund, which was included by the House but was also removed by the Senate; however, Senate Bill No. 2009 includes a transfer of \$3 million from the Bank's profits to the agricultural products utilization fund.
- Increases the transfer from the Bank's profits to the general fund to provide \$140 million for the 2023-25 biennium, which is the same as the Senate but an increase of \$70 million compared to the House version of \$70 million.
- Removes a section added by the House to limit the transfer from the Bank's profits to the general fund to provide \$70 million for the 2021-23 biennium. The Senate also removed this section. The House version resulted in a reduction to the July 1, 2023, general fund beginning balance. As approved by the Senate and Conference Committee, the transfer for the 2021-23 biennium is \$140 million, the same as the transfer approved during the 2021 legislative session.
- Adds a requirement for the Industrial Commission and Bank of North Dakota to study a recruitment and retention incentive program and to provide a report to the Legislative Management. Neither the House nor the Senate included this study and report.
- Adds a statement of legislative intent that the Legislative Assembly consider developing procedures or adopting legislative rules for introducing bills and amendments related to the use of Bank of North Dakota profits. Neither the House nor the Senate provided a statement of legislative intent.

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

	Base Budget	House Changes	House Version
Salaries and wages	\$9,556,272	\$2,613,470	\$12,169,742
Operating expenses	6,109,060	4,629,181	10,738,241
Capital assets	150,000	(130,000)	20,000
Grants	42,975,200	5,829,910	48,805,110
HFA contingencies	100,000		100,000
Housing incentive fund		12,500,000	12,500,000
Total all funds	\$58,890,532	\$25,442,561	\$84,333,093
Less estimated income	58,890,532	10,442,561	69,333,093
General fund	\$0	\$15,000,000	\$15,000,000
FTE	49.00	4.00	53.00

Department 473 - Housing Finance Agency - Detail of House Changes

	Adds Funding for Cost to Continue Salaries ¹	Adds Funding for Salary and Benefit Increases ²	Adds FTE Positions ³	Adds Funding for Other Salary Adjustments ⁴	Transfers Homeless Grant Programs ⁵	Adds Funding for Operating Expenses ⁶
Salaries and wages	\$75,908	\$807,354	\$767,568	\$878,102	\$84,538	
Operating expenses					62,803	\$4,566,378
Capital assets						
Grants					2,570,212	
HFA contingencies						
Housing incentive fund						
Total all funds	\$75,908	\$807,354	\$767,568	\$878,102	\$2,717,553	\$4,566,378
Less estimated income	75,908	807,354	767,568	878,102	1,147,341	4,566,378
General fund	\$0	\$0	\$0	\$0	\$1,570,212	\$0
FTE	0.00	0.00	4.00	0.00	0.00	0.00

	Decreases Funding for Capital Assets ⁷	Adds Funding for Grants ⁸	Total House Changes
Salaries and wages			\$2,613,470
Operating expenses			4,629,181
Capital assets	(\$130,000)		(130,000)
Grants		\$3,259,698	5,829,910
HFA contingencies			
Housing incentive fund		12,500,000	12,500,000
Total all funds	(\$130,000)	\$15,759,698	\$25,442,561
Less estimated income	(130,000)	2,329,910	10,442,561
General fund	\$0	\$13,429,788	\$15,000,000
FTE	0.00	0.00	4.00

¹ Funding is added for cost to continue salary increases.

² The following funding is added for 2023-25 biennium salary adjustments of 4 percent on July 1, 2023, and 4 percent on July 1, 2024, and increases in health insurance premiums from \$1,429 to \$1,648 per month:

	General Fund	Other Funds	Total
Salary increase	\$0	\$533,723	\$533,723
Health insurance increase	0	273,631	273,631
Total	\$0	\$807,354	\$807,354

³ Funding of \$767,568 from other funds is added to the salaries and wages line item as follows:

- \$218,908 for 1 FTE compliance officer position.
- \$466,592 for 2 FTE business analyst positions.
- \$82,068 for 1 contingent FTE mortgage specialist position.

⁴ Funding of \$878,102 from federal funds is added for other salary increases (\$800,102) and temporary salaries (\$78,000).

⁵ Funding of \$2,717,553 is added to transfer homeless shelter grant programs from the Department of Commerce. Of the \$2,717,553, \$1,570,212 is from the general fund, and \$1,147,341 is from federal funds. The \$2,717,553 includes \$84,538 for salaries and wages and \$62,803 for operating expenses related to the administration of the grants along with \$2,570,212 for grants.

⁶ Funding of \$4,566,378 is added for operating expense increases as follows:

- \$4,531,830 from the agency's operating funds for increases in servicing premiums paid to lenders related to growth in the home loan program.
- \$21,135 from federal funds for miscellaneous increases in operating expenses.
- \$13,413 from the agency's operating fund for shared software and service rate increases.

⁷ Funding from federal funds is decreased by \$130,000 for capital assets.

⁸ Funding of \$3,259,698 is added for grants as follows:

- \$929,788 from the general fund for homeless grants to provide total funding of \$2,500,000 from the general fund.
- \$1,949,910 for increases in federal grant programs.
- \$380,000 from the agency's operating funds for housing rehabilitation grants.

In addition, \$12.5 million of one-time funding from the general fund is transferred to the housing incentive fund pursuant to a transfer section in the bill.

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

- Provides appropriation authority for additional or unanticipated federal or other funds which may become available during the 2023-25 biennium.
- Authorizes \$82,068 and 1 FTE position contingent upon the agency's mortgage loan production exceeding \$435 million during fiscal year 2024.

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

	Base Budget	House Version	Senate Changes	Senate Version
Salaries and wages	\$9,556,272	\$12,169,742	(\$1,056,537)	\$11,113,205
Operating expenses	6,109,060	10,738,241	165,642	10,903,883
Capital assets	150,000	20,000		20,000
Grants	42,975,200	48,805,110		48,805,110
HFA contingencies	100,000	100,000		100,000
Housing incentive fund		12,500,000	2,500,000	15,000,000
Total all funds	\$58,890,532	\$84,333,093	\$1,609,105	\$85,942,198
Less estimated income	58,890,532	69,333,093	(890,895)	68,442,198
General fund	\$0	\$15,000,000	\$2,500,000	\$17,500,000
FTE	49.00	53.00	1.00	54.00

Department 473 - Housing Finance Agency - Detail of Senate Changes

	Adjusts Funding for Salary and Benefit Increases¹	Adds FTE Position²	Removes Salary Funding for a Funding Pool³	Adds Funding for Operating Expenses⁴	Adds Funding for the Housing Incentive Fund⁵	Total Senate Changes
Salaries and wages	\$176,196	\$218,908	(\$1,451,641)			(\$1,056,537)
Operating expenses				\$165,642		165,642
Capital assets						
Grants						
HFA contingencies						
Housing incentive fund					\$2,500,000	2,500,000
Total all funds	\$176,196	\$218,908	(\$1,451,641)	\$165,642	\$2,500,000	\$1,609,105
Less estimated income	176,196	218,908	(1,451,641)	165,642	0	(890,895)
General fund	\$0	\$0	\$0	\$0	\$2,500,000	\$2,500,000
FTE	0.00	1.00	0.00	0.00	0.00	1.00

¹ Salaries and wages funding is adjusted for 2023-25 biennium salary increases of 6 percent on July 1, 2023, and 4 percent on July 1, 2024, and for adjustments to health insurance premium rates as follows:

	General Fund	Other Funds	Total
Salary increase	\$0	\$182,349	\$182,349
Health insurance adjustment	0	(6,153)	(6,153)
Total	\$0	\$176,196	\$176,196

The House provided salary adjustments of 4 percent on July 1, 2023, and 4 percent on July 1, 2024.

² Funding of \$218,908 from other funds is added for 1 FTE compliance officer position to provide a total of \$437,816 for 2 FTE compliance officer positions. The House provided \$218,908 for 1 FTE compliance officer position.

³ Funding for new FTE positions and estimated savings from vacant FTE positions is removed as shown below. These amounts are available to the agency if needed by submitting a request to the Office of Management and Budget for a transfer from the new and vacant FTE funding pool.

	General Fund	Other Funds	Total
New FTE positions	\$0	(\$986,476)	(\$986,476)
Vacant FTE positions	0	(465,165)	(465,165)
Total	\$0	(\$1,451,641)	(\$1,451,641)

The House did not remove funding for a new and vacant FTE funding pool.

⁴ Funding of \$165,642 from other funds is added for inflationary increases. The House did not include funding for inflationary increases.

⁵ One-time funding for a transfer from the general fund to the housing incentive fund is increased by \$2.5 million to provide total funding of \$15 million for the housing incentive fund pursuant to a section in the bill. The House provided for a transfer of \$12.5 million.

This amendment adds a section related to the Housing Finance Agency to amend the housing incentive fund to remove the 10 percent designation for funding to prevent homelessness and to allow funding to be used for single family housing projects. 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	\$9,556,272	\$12,169,742	(\$1,056,537)	\$11,113,205	\$11,113,205	
Operating expenses	6,109,060	10,738,241	165,642	10,903,883	10,903,883	
Capital assets	150,000	20,000		20,000	20,000	
Grants	42,975,200	48,805,110		48,805,110	48,805,110	
HFA contingencies	100,000	100,000		100,000	100,000	
Housing incentive fund		12,500,000	1,250,000	13,750,000	15,000,000	(\$1,250,000)
Total all funds	\$58,890,532	\$84,333,093	\$359,105	\$84,692,198	\$85,942,198	(\$1,250,000)
Less estimated income	58,890,532	69,333,093	(890,895)	68,442,198	68,442,198	0
General fund	\$0	\$15,000,000	\$1,250,000	\$16,250,000	\$17,500,000	(\$1,250,000)
FTE	49.00	53.00	1.00	54.00	54.00	0.00

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

	Adjusts Funding for Salary and Benefit Increases ¹	Adds FTE Position ²	Removes Salary Funding for a Funding Pool ³	Adds Funding for Operating Expenses ⁴	Adds Funding for the Housing Incentive Fund ⁵	Total Conference Committee Changes
Salaries and wages	\$176,196	\$218,908	(\$1,451,641)			(\$1,056,537)
Operating expenses				\$165,642		165,642
Capital assets						
Grants						
HFA contingencies						
Housing incentive fund					\$1,250,000	1,250,000
Total all funds	\$176,196	\$218,908	(\$1,451,641)	\$165,642	\$1,250,000	\$359,105
Less estimated income	176,196	218,908	(1,451,641)	165,642	0	(890,895)
General fund	\$0	\$0	\$0	\$0	\$1,250,000	\$1,250,000
FTE	0.00	1.00	0.00	0.00	0.00	1.00

¹ Salaries and wages funding is adjusted for 2023-25 biennium salary increases of 6 percent on July 1, 2023, and 4 percent on July 1, 2024, and for adjustments to health insurance premium rates, the same as the Senate, as follows:

	General Fund	Other Funds	Total
Salary increase	\$0	\$182,349	\$182,349
Health insurance adjustment	0	(6,153)	(6,153)
Total	\$0	\$176,196	\$176,196

The House provided salary adjustments of 4 percent on July 1, 2023, and 4 percent on July 1, 2024.

² Funding of \$218,908 from other funds is added for 1 FTE compliance officer position to provide a total of \$437,816 for 2 FTE compliance officer positions. The Senate also provided \$437,816 for 2 FTE compliance officer positions, but the House provided \$218,908 for 1 FTE compliance officer position.

³ Funding for new FTE positions and estimated savings from vacant FTE positions is removed as shown below, the same as the Senate. These amounts are available to the agency if needed by submitting a request to the Office of Management and Budget for a transfer from the new and vacant FTE funding pool.

	General Fund	Other Funds	Total
New FTE positions	\$0	(\$986,476)	(\$986,476)
Vacant FTE positions	<u>0</u>	<u>(465,165)</u>	<u>(465,165)</u>
Total	\$0	(\$1,451,641)	(\$1,451,641)

The House did not remove funding for a new and vacant FTE funding pool.

⁴ Funding of \$165,642 from other funds is added for inflationary increases, the same as the Senate. The House did not include funding for inflationary increases.

⁵ One-time funding for a transfer from the general fund to the housing incentive fund is increased by \$1.25 million to provide total funding of \$13.75 million for the housing incentive fund pursuant to a section in the bill. The House provided for a transfer of \$12.5 million, but the Senate provided for a transfer of \$15 million.

This amendment adds a section related to the Housing Finance Agency to amend the housing incentive fund to remove the 10 percent designation for funding to prevent homelessness and to allow funding to be used for single family housing projects, the same as the Senate. 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	\$50,560,209	\$7,022,585	\$57,582,794
Operating expenses	36,817,000	5,574,653	42,391,653
Contingencies	500,000		500,000
Agriculture promotion	<u>500,000</u>		<u>500,000</u>
Total all funds	\$88,377,209	\$12,597,238	\$100,974,447
Less estimated income	<u>88,377,209</u>	<u>12,597,238</u>	<u>100,974,447</u>
General fund	\$0	\$0	\$0
FTE	156.00	14.00	170.00

Department 475 - Mill and Elevator - Detail of House Changes

	Adds Funding for Cost to Continue Salaries¹	Adds Funding for Health Insurance Increases²	Adds FTE Positions³	Adds Funding for Other Salary Adjustments⁴	Adds Funding for Operating Expenses⁵	Total House Changes
Salaries and wages	\$198,797	\$789,350	\$2,367,332	\$3,667,106		\$7,022,585
Operating expenses					\$5,574,653	5,574,653
Contingencies						
Agriculture promotion						
Total all funds	\$198,797	\$789,350	\$2,367,332	\$3,667,106	\$5,574,653	\$12,597,238
Less estimated income	<u>198,797</u>	<u>789,350</u>	<u>2,367,332</u>	<u>3,667,106</u>	<u>5,574,653</u>	<u>12,597,238</u>
General fund	\$0	\$0	\$0	\$0	\$0	\$0
FTE	0.00	0.00	14.00	0.00	0.00	14.00

¹ Funding from the agency's operating fund is added for cost to continue salary increases.

² Funding from the agency's operating fund is added for increases in health insurance premiums from \$1,429 to \$1,648 per month.

³ Funding of \$2,367,332 is added from the agency's operating fund as follows:

- \$475,578 for 3 FTE positions to add a second shift for grain cleaning.
- \$560,422 for 3 FTE positions to maintain and repair equipment.
- \$468,246 for 3 FTE positions for growth in the storage and handling facility.
- \$863,086 for 5 FTE positions to convert the milling department from a three shifts to four shifts.

⁴ Funding of \$3,667,106 from the agency's operating fund is added for salary increases subject to union negotiations (\$2,314,183) and for overtime (\$1,352,923).

⁵ Funding of \$5,574,653 from the agency's operating fund is added as follows:

- \$5,569,550 for inflationary costs and increases in milling capacity primarily related to utilities, insurance, and repairs.
- \$5,103 for Information Technology Department rate increases.

This amendment also provides an exemption to the Mill and Elevator Association allowing for a transfer of 10 percent of the mill's profits rather than 50 percent for the 2023-25 biennium, resulting in a decrease of \$11.3 million for general fund revenues.

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

	Base Budget	House Version	Senate Changes	Senate Version
Salaries and wages	\$50,560,209	\$57,582,794	(\$3,732,414)	\$53,850,380
Operating expenses	36,817,000	42,391,653		42,391,653
Contingencies	500,000	500,000		500,000
Agriculture promotion	500,000	500,000		500,000
Total all funds	\$88,377,209	\$100,974,447	(\$3,732,414)	\$97,242,033
Less estimated income	88,377,209	100,974,447	(3,732,414)	97,242,033
General fund	\$0	\$0	\$0	\$0
FTE	156.00	170.00	0.00	170.00

Department 475 - Mill and Elevator - Detail of Senate Changes

	Adjusts Funding for Health Insurance¹	Adds Funding for Salary Increases²	Removes Salary Funding for a Funding Pool³	Total Senate Changes
Salaries and wages	(\$17,750)	\$409,231	(\$4,123,895)	(\$3,732,414)
Operating expenses				
Contingencies				
Agriculture promotion				
Total all funds	(\$17,750)	\$409,231	(\$4,123,895)	(\$3,732,414)
Less estimated income	(17,750)	409,231	(4,123,895)	(3,732,414)
General fund	\$0	\$0	\$0	\$0
FTE	0.00	0.00	0.00	0.00

¹ Funding of \$17,750 from other funds is removed related to an adjustment to health insurance premiums.

² Funding of \$409,231 from other funds is added for salary increases, which are subject to union negotiations, to provide total salary increase funding of \$2,723,414. The House provided \$2,314,183 for salary increases, the same as requested by the agency in the Executive Budget.

³ Funding for new FTE positions and estimated savings from vacant FTE positions is removed as shown below. These amounts are available to the agency if needed by submitting a request to the Office of Management and Budget for a transfer from the new and vacant FTE funding pool.

	General Fund	Other Fund	Total
New FTE positions	\$0	(\$2,367,332)	(\$2,367,332)
Vacant FTE positions	0	(1,756,563)	(1,756,563)
Total	\$0	(\$4,123,895)	(\$4,123,895)

The House did not remove funding for a new and vacant FTE funding pool.

This amendment also removes a section added by the House related to the Mill and Elevator Association, which limited the transfer of Mill profits to the general fund to 10 percent. As a result, the transfer of Mill profits to the general fund is 50 percent, the same as current law, which increases general fund revenues by \$11.3 million for the 2023-25 biennium.

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	\$50,560,209	\$57,582,794	(\$3,732,414)	\$53,850,380	\$53,850,380	
Operating expenses	36,817,000	42,391,653		42,391,653	42,391,653	
Contingencies	500,000	500,000		500,000	500,000	
Agriculture promotion	500,000	500,000		500,000	500,000	
Total all funds	\$88,377,209	\$100,974,447	(\$3,732,414)	\$97,242,033	\$97,242,033	\$0
Less estimated income	88,377,209	100,974,447	(3,732,414)	97,242,033	97,242,033	0
General fund	\$0	\$0	\$0	\$0	\$0	\$0
FTE	156.00	170.00	0.00	170.00	170.00	0.00

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

	Adjusts Funding for Health Insurance¹	Adds Funding for Salary Increases²	Removes Salary Funding for a Funding Pool³	Total Conference Committee Changes
Salaries and wages	(\$17,750)	\$409,231	(\$4,123,895)	(\$3,732,414)
Operating expenses				
Contingencies				
Agriculture promotion				
Total all funds	(\$17,750)	\$409,231	(\$4,123,895)	(\$3,732,414)
Less estimated income	(17,750)	409,231	(4,123,895)	(3,732,414)
General fund	\$0	\$0	\$0	\$0
FTE	0.00	0.00	0.00	0.00

¹ Funding of \$17,750 from other funds is removed related to an adjustment to health insurance premiums. The Senate also removed this funding, which was added by the House.

² Funding of \$409,231 from other funds is added for salary increases, which are subject to union negotiations, to provide total salary increase funding of \$2,723,414, the same as the Senate. The House provided \$2,314,183 for salary increases, the same as requested by the agency in the Executive Budget.

³ Funding for new FTE positions and estimated savings from vacant FTE positions is removed as shown below, the same as the Senate. These amounts are available to the agency if needed by submitting a request to the Office of Management and Budget for a transfer from the new and vacant FTE funding pool.

	General Fund	Other Fund	Total
New FTE positions	\$0	(\$2,367,332)	(\$2,367,332)
Vacant FTE positions	0	(1,756,563)	(1,756,563)
Total	\$0	(\$4,123,895)	(\$4,123,895)

The House did not remove funding for a new and vacant FTE funding pool.

This amendment also removes a section added by the House related to the Mill and Elevator Association, which limited the transfer of Mill profits to the general fund to 10 percent. As a result, the transfer of Mill profits to the general fund is 50 percent, the same as the Senate and current law.