

**STATEMENT OF PURPOSE OF AMENDMENT:**

**House Bill No. 1379 - Funding Summary**

	<b>Base Budget</b>	<b>House Version</b>	<b>Senate Changes</b>	<b>Senate Version</b>
State Treasurer				
County and township bridge repairs		\$100,000,000	(\$100,000,000)	
Total all funds	\$0	\$100,000,000	(\$100,000,000)	\$0
Less estimated income	0	100,000,000	(100,000,000)	0
General fund	\$0	\$0	\$0	\$0
FTE	0.00	0.00	0.00	0.00
Bank of North Dakota				
Economic diversification research		\$10,000,000	(\$10,000,000)	
Total all funds	\$0	\$10,000,000	(\$10,000,000)	\$0
Less estimated income	0	10,000,000	(10,000,000)	0
General fund	\$0	\$0	\$0	\$0
FTE	0.00	0.00	0.00	0.00
Department of Commerce				
Strategic workforce initiatives		\$10,000,000	(\$10,000,000)	
Total all funds	\$0	\$10,000,000	(\$10,000,000)	\$0
Less estimated income	0	10,000,000	(10,000,000)	0
General fund	\$0	\$0	\$0	\$0
FTE	0.00	0.00	0.00	0.00
Bill total				
Total all funds	\$0	\$120,000,000	(\$120,000,000)	\$0
Less estimated income	0	120,000,000	(120,000,000)	0
General fund	\$0	\$0	\$0	\$0
FTE	0.00	0.00	0.00	0.00

**House Bill No. 1379 - State Treasurer - House Action**

The schedule below provides information on the 2023-25 biennium allocations from the legacy earnings fund under current law and the changes in engrossed House Bill No. 1379.

<b>Current Law</b>	<b>Engrossed House Bill No. 1379 - House Version</b>
<p><b>Allocations from the legacy earnings fund based on the percent of market value using 7 percent of the 5-year average balance of the legacy fund</b></p> <ul style="list-style-type: none"> <li>• First \$150 million to the legacy sinking and interest fund.</li> <li>• Next \$60 million to the highway tax distribution fund.</li> <li>• Any remaining amounts for other legislative purposes including: <ul style="list-style-type: none"> <li>• Up to \$50 million for tax relief pursuant to appropriations or transfers.</li> <li>• Up to \$30 million to the clean sustainable energy fund pursuant to appropriations or transfers.</li> <li>• Up to \$30 million for university research programs, the innovation loan fund to support technology advancement, and workforce enrichment initiatives pursuant to appropriations or transfers.</li> </ul> </li> </ul>	<p><b>Allocations from the legacy earnings fund based on the percent of market value using 7 percent of the 5-year average balance of the legacy fund</b></p> <ul style="list-style-type: none"> <li>• First \$150 million to the legacy sinking and interest fund.</li> <li>• Next \$60 million to the highway tax distribution fund.</li> <li>• Next \$200 million for tax relief pursuant to appropriation or transfer.</li> <li>• Next \$30 million to the clean sustainable energy fund.</li> <li>• Next \$10 million to a newly created economic diversification research fund.</li> <li>• Next \$10 million to the innovation loan fund to support technology advancement.</li> <li>• Next \$10 million to a newly created workforce development and enrichment fund.</li> <li>• Next \$16.6 million to a newly created legacy projects fund.</li> </ul>
<p><b>Allocations from the legacy earnings fund exceeding the percent of market value</b></p> <ul style="list-style-type: none"> <li>• An amount equal to any appropriations from the legacy sinking and interest fund for bond payments to be retained in the legacy earnings fund.</li> <li>• First \$100 million to the legacy fund to become part of the principal.</li> <li>• Any remaining amounts to the strategic investment and improvements fund.</li> </ul>	<p><b>Allocations from the legacy earnings fund exceeding the percent of market value</b></p> <ul style="list-style-type: none"> <li>• First \$73.4 million to a newly created legacy projects fund.</li> <li>• Next \$100 million to the a newly created county and township bridge fund.</li> <li>• Next \$15 million to the agriculture diversification and development fund.</li> <li>• Next \$15 million to the bioscience innovation grant program.</li> <li>• An amount equal to 1 percent of the 5-year average balance of the legacy fund to the legacy fund to become part of the principal.</li> <li>• Any remaining amounts to the strategic investment and improvements fund.</li> </ul>
	<p><b>Other sections in bill, excluding appropriations</b></p> <ul style="list-style-type: none"> <li>• Creates an economic diversification fund to provide grants to institutions of higher education for research projects.</li> <li>• Amends the legacy sinking and interest fund to remove a transfer to the Public Employees Retirement System main system plan effective July 1, 2025.</li> <li>• Creates a workforce development and enrichment fund to provide grants to support workforce development through one-time projects and initiatives.</li> <li>• Provides a separate allocation of \$70 million from the legacy earnings fund to the Public Employees Retirement System main system plan effective July 1, 2025.</li> <li>• Creates a legacy projects fund and a legacy projects advisory board to recommend funding for projects and infrastructure with a statewide benefit.</li> <li>• Creates a county and township bridge</li> </ul>

	fund to provide grants to counties for the repair or replacement of county and township bridges.
--	--

The bill provides a contingent appropriation of \$100 million from the county and township bridge fund to the State Treasurer for grants to counties for county and township bridge repairs or replacement based on the bridge needs identified in the most recent road and bridge needs report from the Upper Great Plains Transportation Institute. The appropriation is contingent upon the county and township bridge fund receiving an allocation from the legacy earnings fund.

**House Bill No. 1379 - State Treasurer - Senate Action**

	Base Budget	House Version	Senate Changes	Senate Version
County and township bridge repairs		\$100,000,000	(\$100,000,000)	
Total all funds	\$0	\$100,000,000	(\$100,000,000)	\$0
Less estimated income	0	100,000,000	(100,000,000)	0
General fund	\$0	\$0	\$0	\$0
FTE	0.00	0.00	0.00	0.00

**Department 120 - State Treasurer - Detail of Senate Changes**

	Removes Funding for Bridge Allocations <sup>1</sup>	Total Senate Changes
County and township bridge repairs	(\$100,000,000)	(\$100,000,000)
Total all funds	(\$100,000,000)	(\$100,000,000)
Less estimated income	(100,000,000)	(100,000,000)
General fund	\$0	\$0
FTE	0.00	0.00

<sup>1</sup> Funding of \$100 million from the county and township bridge fund, which was included by the House for allocations to counties for county and township bridge repairs, is removed.

The schedule below provides information on the 2023-25 biennium allocations from the legacy earnings fund under current law, the House version, and this amendment.

<b>Current Law</b>	<b>Engrossed House Bill No. 1379 - House Version</b>	<b>Engrossed House Bill No. 1379 - Senate Version</b>
<p><b>Allocations from the legacy earnings fund based on the percent of market value using 7 percent of the 5-year average balance of the legacy fund</b></p> <ul style="list-style-type: none"> <li>• First \$150 million to the legacy sinking and interest fund.</li> <li>• Next \$60 million to the highway tax distribution fund.</li> <li>• Any remaining amounts for other legislative purposes including: <ul style="list-style-type: none"> <li>• Up to \$50 million for tax relief pursuant to appropriations or transfers.</li> <li>• Up to \$30 million to the clean sustainable energy fund pursuant to appropriations or transfers.</li> <li>• Up to \$30 million for university research programs, the innovation loan fund to support technology advancement, and workforce enrichment initiatives pursuant to appropriations or transfers.</li> </ul> </li> </ul>	<p><b>Allocations from the legacy earnings fund based on the percent of market value using 7 percent of the 5-year average balance of the legacy fund</b></p> <ul style="list-style-type: none"> <li>• First \$150 million to the legacy sinking and interest fund.</li> <li>• Next \$60 million to the highway tax distribution fund.</li> <li>• Next \$200 million for tax relief pursuant to appropriation or transfer.</li> <li>• Next \$30 million to the clean sustainable energy fund.</li> <li>• Next \$10 million to a newly created economic diversification research fund.</li> <li>• Next \$10 million to the innovation loan fund to support technology advancement.</li> <li>• Next \$10 million to a newly created workforce development and enrichment fund.</li> <li>• Next \$16.6 million to a newly created legacy projects fund.</li> </ul>	<p><b>Allocations from the legacy earnings fund based on the percent of market value using 7 percent of the 5-year average balance of the legacy fund</b></p> <ul style="list-style-type: none"> <li>• First \$102.6 million to the legacy sinking and interest fund.</li> <li>• Next \$225 million to the general fund for tax relief.</li> <li>• Next \$100 million to a newly created legacy earnings highway distribution fund.</li> <li>• Any remaining amounts transferred 50 percent to the general fund and 50 percent to the strategic investment and improvements fund.</li> </ul>
<p><b>Allocations from the legacy earnings fund exceeding the percent of market value</b></p> <ul style="list-style-type: none"> <li>• An amount equal to any appropriations from the legacy sinking and interest fund for bond payments to be retained in the legacy earnings fund.</li> <li>• First \$100 million to the legacy fund to become part of the principal.</li> <li>• Any remaining amounts to the strategic investment and improvements fund.</li> </ul>	<p><b>Allocations from the legacy earnings fund exceeding the percent of market value</b></p> <ul style="list-style-type: none"> <li>• First \$73.4 million to a newly created legacy projects fund.</li> <li>• Next \$100 million to a newly created county and township bridge fund.</li> <li>• Next \$15 million to the agriculture diversification and development fund.</li> <li>• Next \$15 million to the bioscience innovation grant program.</li> <li>• An amount equal to 1 percent of the 5-year average balance of the legacy fund to the legacy fund to become part of the principal.</li> </ul>	<p><b>Allocations from the legacy earnings fund exceeding the percent of market value</b></p> <ul style="list-style-type: none"> <li>• Any excess and any other remaining amounts transferred 50 percent to the general fund and 50 percent to the strategic investment and improvements fund.</li> </ul>

	<ul style="list-style-type: none"> <li>Any remaining amounts to the strategic investment and improvements fund.</li> </ul>	
	<p><b>Other sections in bill, excluding appropriations</b></p> <ul style="list-style-type: none"> <li>Creates an economic diversification fund to provide grants to institutions of higher education for research projects.</li> <li>Amends the legacy sinking and interest fund to remove a transfer to the Public Employees Retirement System main system plan effective July 1, 2025.</li> <li>Creates a workforce development and enrichment fund to provide grants to support workforce development through one-time projects and initiatives.</li> <li>Provides a separate allocation of \$70 million from the legacy earnings fund to the Public Employees Retirement System main system plan effective July 1, 2025.</li> <li>Creates a legacy projects fund and a legacy projects advisory board to recommend funding for projects and infrastructure with a statewide benefit.</li> <li>Creates a county and township bridge fund to provide grants to counties for the repair or replacement of county and township bridges.</li> </ul>	<p><b>Other sections in bill, excluding appropriations</b></p> <ul style="list-style-type: none"> <li>Amends the legacy sinking and interest fund to remove a transfer to the Public Employees Retirement System main system plan.</li> <li>Provides an effective date of July 1, 2023, and an emergency clause for the bill.</li> </ul>

**House Bill No. 1379 - Bank of North Dakota - House Action**

This bill includes an appropriation of \$10 million to the Bank of North Dakota from the economic diversification research fund for grants to institutions of higher education for economic diversification research.

**House Bill No. 1379 - Bank of North Dakota - Senate Action**

	Base Budget	House Version	Senate Changes	Senate Version
Economic diversification research		\$10,000,000	(\$10,000,000)	
Total all funds	\$0	\$10,000,000	(\$10,000,000)	\$0
Less estimated income	0	10,000,000	(10,000,000)	0
General fund	\$0	\$0	\$0	\$0
FTE	0.00	0.00	0.00	0.00

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

	Removes Funding for Economic Research <sup>1</sup>	Total Senate Changes
Economic diversification research	(\$10,000,000)	(\$10,000,000)
Total all funds	(\$10,000,000)	(\$10,000,000)
Less estimated income	(10,000,000)	(10,000,000)
General fund	\$0	\$0
FTE	0.00	0.00

<sup>1</sup> Funding of \$10 million from the economic diversification research fund, which was included by the House for grants to institutions of higher education for research, is removed.

**House Bill No. 1379 - Department of Commerce - House Action**

This bill appropriates \$10 million from the workforce development and enrichment fund to the Department of Commerce for grants to support strategic workforce development, technical education, workforce diversification initiatives, and workforce guidance and support.

**House Bill No. 1379 - Department of Commerce - Senate Action**

	Base Budget	House Version	Senate Changes	Senate Version
Strategic workforce initiatives		\$10,000,000	(\$10,000,000)	
Total all funds	\$0	\$10,000,000	(\$10,000,000)	\$0
Less estimated income	0	10,000,000	(10,000,000)	0
General fund	\$0	\$0	\$0	\$0
FTE	0.00	0.00	0.00	0.00

**Department 601 - Department of Commerce - Detail of Senate Changes**

	Removes Funding for Workforce Enrichment <sup>1</sup>	Total Senate Changes
Strategic workforce initiatives	(\$10,000,000)	(\$10,000,000)
Total all funds	(\$10,000,000)	(\$10,000,000)
Less estimated income	(10,000,000)	(10,000,000)
General fund	\$0	\$0
FTE	0.00	0.00

<sup>1</sup> Funding of \$10 million from the workforce enrichment and development fund, which was included by the House for grants to support workforce initiatives, is removed.