

# STATEMENT OF PURPOSE OF AMENDMENT:

## House Bill No. 1013 - Funding Summary

	Base Budget	Final Legislative Action	Comparison to Base Budget
Department of Public Instruction			
Salaries and wages	\$19,964,765	\$21,086,368	\$1,121,603
New and vacant FTE pool		695,495	695,495
Operating expenses	32,793,320	43,412,139	10,618,819
Integrated formula payments	2,299,674,851	2,414,277,703	114,602,852
Grants - Special education contracts	24,000,000	22,000,000	(2,000,000)
Grants - Transportation	58,100,000	60,100,000	2,000,000
Grants - Other grants	382,738,893	412,444,602	29,705,709
Grants - Program grants	17,205,000	25,716,027	8,511,027
Grants - Passthrough grants	3,569,000	4,735,000	1,166,000
PowerSchool	5,775,000		(5,775,000)
Student information systems		5,775,000	5,775,000
National board certification	176,290	176,290	
Total all funds	\$2,843,997,119	\$3,010,418,624	\$166,421,505
Less estimated income	1,115,246,674	1,302,410,686	187,164,012
General fund	\$1,728,750,445	\$1,708,007,938	(\$20,742,507)
FTE	86.25	86.25	0.00
Center for Distance Education			
New and vacant FTE pool		\$203,156	\$203,156
Center for Distance Education	\$11,613,483	14,679,960	3,066,477
Total all funds	\$11,613,483	\$14,883,116	\$3,269,633
Less estimated income	4,550,000	6,624,000	2,074,000
General fund	\$7,063,483	\$8,259,116	\$1,195,633
FTE	30.80	31.00	0.20
State Library			
Salaries and wages	\$4,615,731	\$5,115,851	\$500,120
New and vacant FTE pool		107,552	107,552
Operating expenses	2,282,298	2,990,075	707,777
Grants	2,283,528	2,283,528	
Total all funds	\$9,181,557	\$10,497,006	\$1,315,449
Less estimated income	2,499,073	2,804,212	305,139
General fund	\$6,682,484	\$7,692,794	\$1,010,310
FTE	26.75	26.75	0.00
School for the Deaf			
Salaries and wages	\$9,283,599	\$10,018,824	\$735,225
New and vacant FTE pool		415,571	415,571
Operating expenses	1,705,586	2,026,425	320,839
Capital assets	158,678	442,478	283,800
Total all funds	\$11,147,863	\$12,903,298	\$1,755,435
Less estimated income	2,811,557	3,171,743	360,186
General fund	\$8,336,306	\$9,731,555	\$1,395,249
FTE	45.36	46.86	1.50
Vision Services - School for the Blind			
Salaries and wages	\$5,538,818	\$5,779,896	\$241,078
New and vacant FTE pool		259,436	259,436

Operating expenses	869,686	1,276,257	406,571
Capital assets	39,192	270,000	230,808
Total all funds	\$6,447,696	\$7,585,589	\$1,137,893
Less estimated income	1,206,705	1,740,944	534,239
General fund	\$5,240,991	\$5,844,645	\$603,654
FTE	27.75	28.75	1.00
Bill total			
Total all funds	\$2,882,387,718	\$3,056,287,633	\$173,899,915
Less estimated income	1,126,314,009	1,316,751,585	190,437,576
General fund	\$1,756,073,709	\$1,739,536,048	(\$16,537,661)
FTE	216.91	219.61	2.70

### House Bill No. 1013 - Department of Public Instruction - House Action

	Base Budget	House Changes	House Version
Salaries and wages	\$19,964,765	\$1,121,603	\$21,086,368
New and vacant FTE pool		695,495	695,495
Operating expenses	32,793,320	9,718,204	42,511,524
Integrated formula payments	2,299,674,851	116,655,489	2,416,330,340
Grants - Special education contracts	24,000,000		24,000,000
Grants - Transportation	58,100,000	5,400,000	63,500,000
Grants - Other grants	382,738,893	29,705,709	412,444,602
Grants - Program grants	17,205,000	7,011,027	24,216,027
Grants - Passthrough grants	3,569,000	12,266,000	15,835,000
PowerSchool	5,775,000	(5,775,000)	
Student information systems		5,775,000	5,775,000
National board certification	176,290		176,290
Total all funds	\$2,843,997,119	\$182,573,527	\$3,026,570,646
Less estimated income	1,115,246,674	176,835,668	1,292,082,342
General fund	\$1,728,750,445	\$5,737,859	\$1,734,488,304
FTE	86.25	0.00	86.25

### Department 201 - Department of Public Instruction - Detail of House Changes

	Adjusts Funding for Base Payroll Changes <sup>1</sup>	Adds Funding for Salary and Benefit Increases <sup>2</sup>	Adds Funding to Replace 2023-25 New and Vacant FTE Pool <sup>3</sup>	Transfers Funding for 2025-27 New and Vacant FTE Pool <sup>4</sup>	Adjusts Base Budget Funding for Operating Expenses <sup>5</sup>	Adds Funding for IT Rate Increases <sup>6</sup>
Salaries and wages	\$46	\$1,325,306	\$789,815	(\$993,564)		
New and vacant FTE pool				695,495		
Operating expenses					(\$452,126)	\$7,945
Integrated formula payments						
Grants - Special education contracts						
Grants - Transportation						
Grants - Other grants						
Grants - Program grants						
Grants - Passthrough grants						
PowerSchool						
Student information systems						
National board certification						
Total all funds	\$46	\$1,325,306	\$789,815	(\$298,069)	(\$452,126)	\$7,945
Less estimated income	25	833,000	493,995	(185,199)	(452,126)	0
General fund	\$21	\$492,306	\$295,820	(\$112,870)	\$0	\$7,945
FTE	0.00	0.00	0.00	0.00	0.00	0.00

	Increases Funding for School Improvement Contract <sup>7</sup>	Adds Funding for Low- Performing School Interventions <sup>8</sup>	Increases Funding for School Food Processing <sup>9</sup>	Adds Funding for Summer Food Program <sup>10</sup>	Adds Funding for Comprehensive Literacy State Development Grant <sup>11</sup>	Adds Funding for USDA Local Foods Program <sup>12</sup>
Salaries and wages						
New and vacant FTE pool						
Operating expenses	\$4,712,385	\$1,000,000	\$2,000,000	\$150,000	\$1,350,000	
Integrated formula payments						
Grants - Special education contracts						
Grants - Transportation						
Grants - Other grants					27,000,000	\$2,705,709
Grants - Program grants						
Grants - Passthrough grants						
PowerSchool						
Student information systems						
National board certification						
Total all funds	\$4,712,385	\$1,000,000	\$2,000,000	\$150,000	\$28,350,000	\$2,705,709
Less estimated income	0	0	2,000,000	0	28,350,000	2,705,709
General fund	\$4,712,385	\$1,000,000	\$0	\$150,000	\$0	\$0
FTE	0.00	0.00	0.00	0.00	0.00	0.00

	Adjusts Funding Sources for Other Grants <sup>13</sup>	Adjusts Funding Source of Integrated Formula Payments <sup>14</sup>	Increases Funding for Integrated Formula Payments <sup>15</sup>	Increases Funding for Transportation Grants <sup>16</sup>	Adjusts Funding for Ongoing Program Grants <sup>17</sup>	Adjusts Funding for Ongoing Passthrough Grants <sup>18</sup>
Salaries and wages						
New and vacant FTE pool						
Operating expenses						
Integrated formula payments			\$116,655,489			
Grants - Special education contracts						
Grants - Transportation				\$5,400,000		
Grants - Other grants						
Grants - Program grants					\$2,211,027	
Grants - Passthrough grants						\$2,016,000
PowerSchool						
Student information systems						
National board certification						
Total all funds	\$0	\$0	\$116,655,489	\$5,400,000	\$2,211,027	\$2,016,000
Less estimated income	0	127,824,264	0	0	0	16,000
General fund	\$0	(\$127,824,264)	\$116,655,489	\$5,400,000	\$2,211,027	\$2,000,000
FTE	0.00	0.00	0.00	0.00	0.00	0.00

	Transfers Funding from PowerSchool Line to Student Information Systems Line <sup>19</sup>	Adds One-time Funding for Program Grants <sup>20</sup>	Adds One-time Funding for Assistive Technology and Curriculum <sup>21</sup>	Adds One-time Funding for Science Center Grants <sup>22</sup>	Adds One-time Funding for a Native American Program and Textbook <sup>23</sup>	Total House Changes
Salaries and wages						\$1,121,603
New and vacant FTE pool						695,495
Operating expenses					\$950,000	9,718,204
Integrated formula payments						116,655,489
Grants - Special education contracts						
Grants - Transportation						5,400,000
Grants - Other grants						29,705,709
Grants - Program grants		\$4,800,000				7,011,027
Grants - Passthrough grants			\$250,000	\$10,000,000		12,266,000
PowerSchool	(\$5,775,000)					(5,775,000)
Student information systems	5,775,000					5,775,000
National board certification						
Total all funds	\$0	\$4,800,000	\$250,000	\$10,000,000	\$950,000	\$182,573,527
Less estimated income	0	4,300,000	0	10,000,000	950,000	176,835,668
General fund	\$0	\$500,000	\$250,000	\$0	\$0	\$5,737,859
FTE	0.00	0.00	0.00	0.00	0.00	0.00

<sup>1</sup> Funding is adjusted for base payroll changes.

<sup>2</sup> The following funding is added for 2025-27 biennium salary adjustments of 3 percent on July 1, 2025, and 3 percent on July 1, 2026, and increases in health insurance premiums from \$1,643 to \$1,893 per month:

	General Fund	Other Funds	Total
Salary increase	\$299,641	\$479,159	\$778,800
Health insurance increase	192,665	353,841	546,506
Total	\$492,306	\$833,000	\$1,325,306

<sup>3</sup> Funding is added to replace 2023-25 biennium new and vacant FTE pool funding as follows:

	General Fund	Other Funds	Total
Vacant FTE positions	\$295,820	\$493,995	\$789,815
New FTE positions	0	0	0
Total	\$295,820	\$493,995	\$789,815

<sup>4</sup> Funding of \$993,564 for new FTE positions and estimated savings from vacant FTE positions is removed and funding of \$695,495 is added for a 2025-27 new and vacant FTE pool line item as follows:

	General Fund	Other Funds	Total
New FTE positions	\$0	\$0	\$0
Vacant FTE positions	(376,235)	(617,329)	(993,564)
Total	(\$376,235)	(\$617,329)	(\$993,564)
Funding pool line item	263,365	432,130	695,495
Net savings	(\$112,870)	(\$185,199)	(\$298,069)

<sup>5</sup> Base budget funding for operating expenses is reduced, including federal funds (\$66) and special funds related to school food processing (\$452,060).

<sup>6</sup> Funding is added for information technology (IT) rate increases.

<sup>7</sup> Funding is increased for operating expenses due to an increase in the cost of the school improvement contract to provide a total of \$6 million for the contract.

<sup>8</sup> Funding is added for operating expenses related to ND FIRST interventions for chronically low-performing schools.

<sup>9</sup> Funding from special funds derived from food processing reimbursements is increased for increases in the food processing program.

<sup>10</sup> Funding is added for operating expenses to administer a summer food program.

<sup>11</sup> Funding from federal funds is added for operating expenses and other grants related to a federal comprehensive literacy state development grant.

<sup>12</sup> Funding from federal funds is added for a USDA local food program to allow schools to purchase food from local sources.

<sup>13</sup> Base budget funding for other grants is adjusted to increase funding from special funds and decrease funding from federal funds by \$51,251.

<sup>14</sup> Funding sources for integrated formula payments are adjusted to reduce funding from the general fund by \$141,817,350, which is offset by increases in funding from the state tuition fund and the common schools trust fund of \$84,817,350, to provide a total of \$595,677,350, and from the foundation aid stabilization fund of \$57,000,000, to provide a total of \$214,000,000. Funding from the general fund is increased by \$13,993,086 to replace base budget funding from the strategic improvement and investments fund (SIIF).

<sup>15</sup> Funding for integrated formula payments is adjusted as follows:

	<b>General Fund</b>
Savings related to cost to continue integrated formula payments	(\$9,312,607)
Increases the integrated formula payment rate 2 percent each year of the 2025-27 biennium (House Bill No. 1369)	91,968,096
Adjusts the determination of average daily membership to allow for a rolling 3-year average (House Bill No. 1369)	8,000,000
Increases local revenue exempted from deduction in the state school aid formula to be used for bonded debt payments (House Bill No. 1130)	12,500,000
Reduces the percentage of local revenue contributed to the state school aid formula from 75 percent to 65 percent (House Bill No. 1381)	<u>13,500,000</u>
Total increase in integrated formula payments	\$116,655,489

<sup>16</sup> Funding is increased for transportation grants pursuant to a transportation grant formula adopted in House Bill No. 1214.

<sup>17</sup> Ongoing funding for program grants is adjusted to provide the following ongoing program grants from the general fund and from other funds made available from carryover funds continued from the 2023-25 biennium and deposited in the department's operating fund:

	<b>General Fund</b>	<b>Other Funds</b>	<b>Total</b>
Adult education matching grants	\$0	\$5,500,000	\$5,500,000
School food service matching grants	0	1,380,000	1,380,000
Free meal program	4,500,000	0	4,500,000
Leveraging the senior year program	536,027	1,000,000	1,536,027
Building tomorrow's leaders program	0	50,000	50,000
Family engagement program	0	150,000	150,000
Paraprofessional-to-teacher program	3,000,000	0	3,000,000
Centers of excellence program	2,000,000	0	2,000,000
Science of reading and literacy training program	1,000,000	0	1,000,000
Indians into STEM program	<u>300,000</u>	<u>0</u>	<u>300,000</u>
Total	\$11,336,027	\$8,080,000	\$19,416,027

<sup>18</sup> Ongoing funding for passthrough grants is adjusted to provide the following ongoing passthrough grants from the general fund and from other funds made available from carryover funds continued from the 2023-25 biennium and deposited in the department's operating fund:

	<b>General Fund</b>	<b>Other Funds</b>	<b>Total</b>
National writing projects	\$0	\$70,000	\$70,000
Rural art outreach	0	425,000	425,000
ND RISE teacher mentoring program	2,000,000	2,500,000	4,500,000
Governor's School	500,000	0	500,000
"We the People" program	0	70,000	70,000
TeenPact program	0	20,000	20,000
Total	\$2,500,000	\$3,085,000	\$5,585,000

<sup>19</sup> Funding is transferred from the PowerSchool line item to a student information systems line item to reflect a contract change.

<sup>20</sup> One-time funding from the general fund and other funds from the foundation aid stabilization fund is added for the following one-time program grants:

	<b>General Fund</b>	<b>Other Funds</b>	<b>Total</b>
Statewide reading tool	\$500,000	\$0	\$500,000
Dyslexia identification training	0	300,000	300,000
Statewide teacher retention program	0	2,500,000	2,500,000
School board training	0	1,500,000	1,500,000
Total	\$500,000	\$4,300,000	\$4,800,000

<sup>21</sup> One-time funding is added for a RoboKind pilot project related to assistive technology and curriculum.

<sup>22</sup> One-time funding of \$10 million from SIIF is added for science center grants.

<sup>23</sup> One-time funding from the foundation aid stabilization fund is added for operating expenses related to North Dakota Native American Essential Understandings contracts and workgroup costs (\$300,000) and for the production of a book series regarding the history and culture of indigenous people (\$650,000).

This amendment also adds and adjusts sections to:

- Provide for the use of funding in the new and vacant FTE pool line item;
- Identify funding from the state tuition fund of \$595,677,350;
- Identify funding from the foundation aid stabilization fund of \$219,250,000;
- Identify \$10 million from SIIF for science center grants;
- Eliminate state withholding for school improvement;
- Provide \$4.5 million for the free meals program;
- Provide that if, after the Superintendent of Public Instruction complies with all statutory payment obligations imposed for the 2023-25 biennium, any money remains in the integrated formula payments line item, the lesser of \$11,165,000 or the remaining amount must be continued into the 2025-27 biennium and the Office of Management and Budget must transfer this amount into the public instruction fund for the purpose of providing program and passthrough grants. This change will reduce the estimated July 1, 2025, general fund balance by \$11,165,000;
- Provide COVID-19-related funds appropriated to the department from the Elementary and Secondary School Emergency Relief (ESSER) Fund and other federal funds during the 2021-23 biennium, and continued to the 2023-25 biennium, are not subject to Section 54-44.1-11 and any unexpended funds may be continued into the 2025-27 biennium and that funds appropriated to the department for upgrades to the state automated reporting system (STARS) and statewide longitudinal data system (SLDS) systems during the 2021-23 biennium, and continued into the 2023-25 biennium, are not subject to Section 54-44.1-11 and any unexpended funds may be continued into the 2025-27 biennium; and
- Provide the statutory changes to increase the Superintendent of Public Instruction's salary. The Superintendent's annual salary would increase from the current level of \$143,668 to \$147,978, effective July 1, 2025, and to \$152,417, effective July 1, 2026, to reflect salary increases of 3 percent each year of the biennium.

## House Bill No. 1013 - Department of Public Instruction - Senate Action

	Base Budget	House Version	Senate Changes	Senate Version
Salaries and wages	\$19,964,765	\$21,086,368		\$21,086,368
New and vacant FTE pool		695,495		695,495
Operating expenses	32,793,320	42,511,524		42,511,524
Integrated formula payments	2,299,674,851	2,416,330,340	\$20,791,143	2,437,121,483
Grants - Special education contracts	24,000,000	24,000,000		24,000,000
Grants - Transportation	58,100,000	63,500,000	(3,400,000)	60,100,000
Grants - Other grants	382,738,893	412,444,602		412,444,602
Grants - Program grants	17,205,000	24,216,027	800,000	25,016,027
Grants - Passthrough grants	3,569,000	15,835,000	(11,100,000)	4,735,000
PowerSchool	5,775,000			
Student information systems		5,775,000		5,775,000
National board certification	176,290	176,290		176,290
Total all funds	\$2,843,997,119	\$3,026,570,646	\$7,091,143	\$3,033,661,789
Less estimated income	1,115,246,674	1,292,082,342	(90,665,000)	1,201,417,342
General fund	\$1,728,750,445	\$1,734,488,304	\$97,756,143	\$1,832,244,447
FTE	86.25	86.25	0.00	86.25

## Department 201 - Department of Public Instruction - Detail of Senate Changes

	Adjusts Funding Source of Integrated Formula Payments <sup>1</sup>	Increases Funding for Integrated Formula Payments <sup>2</sup>	Decreases Funding for Transportation Grants <sup>3</sup>	Increases Funding for the Free Meal Program <sup>4</sup>	Adjusts Funding for Ongoing Program Grants <sup>5</sup>	Adjusts Funding for Ongoing Passthrough Grants <sup>6</sup>
Salaries and wages						
New and vacant FTE pool						
Operating expenses						
Integrated formula payments		\$20,791,143				
Grants - Special education contracts						
Grants - Transportation			(\$3,400,000)			
Grants - Other grants						
Grants - Program grants				\$2,800,000	(\$2,000,000)	
Grants - Passthrough grants						(\$850,000)
PowerSchool						
Student information systems						
National board certification						
Total all funds	\$0	\$20,791,143	(\$3,400,000)	\$2,800,000	(\$2,000,000)	(\$850,000)
Less estimated income	(70,000,000)	0	0	0	(8,080,000)	(3,085,000)
General fund	\$70,000,000	\$20,791,143	(\$3,400,000)	\$2,800,000	\$6,080,000	\$2,235,000
FTE	0.00	0.00	0.00	0.00	0.00	0.00

	Adjusts Funding for One-time Program Grants <sup>7</sup>	Removes One- time Funding for Assistive Technology and Curriculum <sup>8</sup>	Removes One- time Funding for Science Center Grants <sup>9</sup>	Adjusts Funding for a Native American Program and Textbook <sup>10</sup>	Total Senate Changes
Salaries and wages					
New and vacant FTE pool					
Operating expenses					
Integrated formula payments					\$20,791,143
Grants - Special education contracts					
Grants - Transportation					(3,400,000)
Grants - Other grants					
Grants - Program grants					800,000
Grants - Passthrough grants		(\$250,000)	(\$10,000,000)		(11,100,000)
PowerSchool					
Student information systems					
National board certification					
Total all funds	\$0	(\$250,000)	(\$10,000,000)	\$0	\$7,091,143
Less estimated income	500,000	0	(10,000,000)	0	(90,665,000)
General fund	(\$500,000)	(\$250,000)	\$0	\$0	\$97,756,143
FTE	0.00	0.00	0.00	0.00	0.00

<sup>1</sup> Funding for integrated formula payments from the foundation aid stabilization fund is reduced by \$81 million to provide a total of \$133 million from the foundation aid stabilization fund for integrated formula payments. The reduction is offset by increases in funding from the general fund of \$70 million and from special funds from carryover funds, continued from the 2023-25 biennium and deposited in the department's operating fund, of \$11 million.

<sup>2</sup> Funding for integrated formula payments is adjusted as follows:

	<b>General Fund</b>
Adjusts savings related to cost to continue integrated formula payments	(\$1,900,000)
Increases the integrated formula payment rate 3 percent each year of the 2025-27 biennium. The House provided increases of 2 percent each year of the biennium. (House Bill No. 1369)	46,291,143
Removes the rolling 3-year average for the determination of average daily membership included by the House (House Bill No. 1369)	(8,000,000)
Adjusts the increase in local revenue exempted from deduction in the state school aid formula (House Bill No. 1130)	(2,000,000)
Removes the fiscal impact of a reduction in the percentage of local revenue contributed to the state school aid formula from 75 to 65 percent (House Bill No. 1381 was not approved by the Senate)	(13,500,000)
Decreases funding for annual grants to regional education associations (REAs) due to a reduction in the number of REAs in the state	(100,000)
Total increase in integrated formula payments	\$20,791,143

<sup>3</sup> Funding is decreased for transportation grants pursuant to Senate amendments to the transportation grant formula in House Bill No. 1214.

<sup>4</sup> Funding for the free meal program is increased to provide a total of \$7.3 million from the general fund and to expand eligibility to all students enrolled in public or nonpublic school at or below 225 percent of the federal poverty guideline, an increase from 200 percent of the federal poverty guideline and the same federal poverty guideline as the House version.

<sup>5</sup> Funding of \$2 million from the general fund, added by the House for a centers of excellence program, is removed. Funding for ongoing program grants totaling \$8.08 million is adjusted from carryover funds, continued from the 2023-25 biennium and deposited in the department's operating fund, to the general fund.

Total funding for ongoing program grants is provided as follows:

<b>Ongoing Program Grants</b>	<b>General Fund</b>
Adult education matching grants	\$5,500,000
School food service matching grants	1,380,000
Free meal program	7,300,000
Leveraging the senior year	1,536,027
Building tomorrow's leaders program	50,000
Family engagement program	150,000
Paraprofessional-to-teacher program	3,000,000
Science of reading and literacy training program	1,000,000
Indians into STEM program	<u>300,000</u>
Total general fund	\$20,216,027

<sup>6</sup> Funding for ongoing passthrough grants from carryover funds, continued from the 2023-25 biennium and deposited in the department's operating fund, added by the House for national writing projects (\$30,000) and TeenPact (\$20,000) is removed. In addition, remaining funding for ongoing passthrough grants of \$3,035,000 is adjusted from carryover funds, continued from the 2023-25 biennium and deposited in the department's operating fund, to the general fund. Funding from the general fund, increased for teacher mentoring (ND Rise) by the House, is reduced \$800,000 to provide an increase of \$1.2 million from the base budget.

Total funding for ongoing passthrough grants is provided as follows:

<b>Ongoing Passthrough Grants</b>	<b>General Fund</b>
National writing projects	\$40,000
Rural art outreach	425,000
ND RISE teacher mentoring program	3,700,000
Governor's School	500,000
"We the People" program	<u>70,000</u>
Total general fund	\$4,735,000

<sup>7</sup> One-time funding of \$500,000 from the general fund for the Amira statewide reading tool is adjusted to provide one-time funding from SIIF. In addition, one-time funding from the foundation aid stabilization fund for dyslexia identification training (\$300,000), a statewide teacher retention program (\$2.5 million), and school board training (\$1.5 million) is adjusted to provide funding from SIIF.

Total funding for one-time program grants is provided as follows:

<b>One-time Program Grants</b>	<b>SIIF</b>
Statewide reading tool	\$500,000
Dyslexia identification training	300,000
Statewide teacher retention program	2,500,000
School board training	<u>1,500,000</u>
Total SIIF	\$4,800,000

<sup>8</sup> One-time funding for a passthrough grant for a RoboKind pilot project related to assistive technology and curriculum, added by the House, is removed.

<sup>9</sup> One-time funding of \$10 million from SIIF, added for science center grants by the House, is removed.

<sup>10</sup> One-time funding for operating expenses related to North Dakota Native American Essential Understandings contracts and workgroup costs (\$300,000) and for the production of a book series regarding the history and culture of indigenous people (\$650,000) from the foundation aid stabilization fund is adjusted to provide funding from SIIF.

This amendment also adjusts sections to:

- Identify funding from the foundation aid stabilization fund of \$133 million for integrated formula payments;
- Identify funding from SIIF of \$5.75 million for various one-time program grants and one-time funding for a Native American program and textbook;
- Reduce funding for annual grants to REAs, due to a reduction in the number of REAs in the state, to provide a total of \$600,000 for annual grants of \$50,000 to each of the six remaining REAs;
- Provide \$7.3 million for the free meals program; and

- Require the Superintendent of Public Instruction continue the lesser of \$11,000,000, or the funding remaining in the integrated formula payments line item at the end of the 2023-25 biennium, into the 2025-27 biennium. The Office of Management and Budget must transfer this amount into the public instruction fund for the purpose of providing integrated formula payments. This change will reduce the estimated July 1, 2025, general fund balance by \$11,000,000. The House version reduced the July 1, 2025, general fund balance by \$11,165,000.

#### House Bill No. 1013 - Department of Public Instruction - Conference Committee Action

	Base Budget	House Version	Conference Committee Changes	Conference Committee Version	Senate Version	Comparison to Senate
Salaries and wages	\$19,964,765	\$21,086,368		\$21,086,368	\$21,086,368	
New and vacant FTE pool		695,495		695,495	695,495	
Operating expenses	32,793,320	42,511,524	\$900,615	43,412,139	42,511,524	\$900,615
Integrated formula payments	2,299,674,851	2,416,330,340	(2,052,637)	2,414,277,703	2,437,121,483	(22,843,780)
Grants - Special education contracts	24,000,000	24,000,000	(2,000,000)	22,000,000	24,000,000	(2,000,000)
Grants - Transportation	58,100,000	63,500,000	(3,400,000)	60,100,000	60,100,000	
Grants - Other grants	382,738,893	412,444,602		412,444,602	412,444,602	
Grants - Program grants	17,205,000	24,216,027	1,500,000	25,716,027	25,016,027	700,000
Grants - Passthrough grants	3,569,000	15,835,000	(11,100,000)	4,735,000	4,735,000	
PowerSchool	5,775,000					
Student information systems		5,775,000		5,775,000	5,775,000	
National board certification	176,290	176,290		176,290	176,290	
Total all funds	\$2,843,997,119	\$3,026,570,646	(\$16,152,022)	\$3,010,418,624	\$3,033,661,789	(\$23,243,165)
Less estimated income	1,115,246,674	1,292,082,342	10,328,344	1,302,410,686	1,201,417,342	100,993,344
General fund	\$1,728,750,445	\$1,734,488,304	(\$26,480,366)	\$1,708,007,938	\$1,832,244,447	(\$124,236,509)
FTE	86.25	86.25	0.00	86.25	86.25	0.00

#### Department 201 - Department of Public Instruction - Detail of Conference Committee Changes

	Increases Funding for School Improvement Contract <sup>1</sup>	Adjusts Funding Source of Integrated Formula Payments <sup>2</sup>	Decreases Funding for Integrated Formula Payments <sup>3</sup>	Decreases Funding for Transportation Grants <sup>4</sup>	Decreases Funding for Special Education Contract Grants <sup>5</sup>	Increases Funding for the Free Meal Program <sup>6</sup>
Salaries and wages						
New and vacant FTE pool						
Operating expenses	\$900,615					
Integrated formula payments			(\$2,052,637)			
Grants - Special education contracts					(\$2,000,000)	
Grants - Transportation				(\$3,400,000)		
Grants - Other grants						
Grants - Program grants						\$1,500,000
Grants - Passthrough grants						
PowerSchool						
Student information systems						
National board certification						
Total all funds	\$900,615	\$0	(\$2,052,637)	(\$3,400,000)	(\$2,000,000)	\$1,500,000
Less estimated income	(1,006,656)	30,000,000	0	0	0	0
General fund	\$1,907,271	(\$30,000,000)	(\$2,052,637)	(\$3,400,000)	(\$2,000,000)	\$1,500,000
FTE	0.00	0.00	0.00	0.00	0.00	0.00

	Adjusts Funding for Ongoing Program Grants <sup>7</sup>	Adjusts Funding for Ongoing Passthrough Grants <sup>8</sup>	Adjusts Funding for One-time Program Grants <sup>9</sup>	Removes One- time Funding for Assistive Technology and Curriculum <sup>10</sup>	Removes One- time Funding for Science Center Grants <sup>11</sup>	Adjusts One- Time Funding for a Native American Program and Textbook <sup>12</sup>
Salaries and wages						
New and vacant FTE pool						
Operating expenses						
Integrated formula payments						
Grants - Special education contracts						
Grants - Transportation						
Grants - Other grants						
Grants - Program grants	(\$2,000,000)		\$500,000			
Grants - Passthrough grants		(\$850,000)		(\$250,000)	(\$10,000,000)	
PowerSchool						
Student information systems						
National board certification						
Total all funds	(\$2,000,000)	(\$850,000)	\$500,000	(\$250,000)	(\$10,000,000)	\$0
Less estimated income	(8,080,000)	(3,085,000)	1,000,000	0	(10,000,000)	0
General fund	\$6,080,000	\$2,235,000	(\$500,000)	(\$250,000)	\$0	\$0
FTE	0.00	0.00	0.00	0.00	0.00	0.00

	Adds One- Time Funding for Early Learning Program Grant <sup>13</sup>	Total Conference Committee Changes
Salaries and wages		
New and vacant FTE pool		
Operating expenses		\$900,615
Integrated formula payments		(2,052,637)
Grants - Special education contracts		(2,000,000)
Grants - Transportation		(3,400,000)
Grants - Other grants		
Grants - Program grants	\$1,500,000	1,500,000
Grants - Passthrough grants		(11,100,000)
PowerSchool		
Student information systems		
National board certification		
Total all funds	\$1,500,000	(\$16,152,022)
Less estimated income	1,500,000	10,328,344
General fund	\$0	(\$26,480,366)
FTE	0.00	0.00

<sup>1</sup> Base budget funding of \$1,006,656 for a school improvement contract is adjusted from special funds withheld from school districts' state aid to the general fund and is increased by \$900,615 from the general fund to provide a total of \$6,900,000 from the general fund, including funding from the general fund in the base budget of \$280,344 and funding of \$4,712,385 added in the House and Senate versions.

<sup>2</sup> Funding for integrated formula payments from the general fund is decreased by \$30 million. The reduction is offset by an increase in funding from the foundation aid stabilization fund of \$19 million, to provide a total of \$233 million from the foundation aid stabilization fund, and by \$11 million of funding from special funds from carryover funds, continued from the 2023-25 biennium and deposited in the department's operating fund. The House provided \$214 million, and the Senate provided \$133 million, from the foundation aid stabilization fund for integrated formula payments.

<sup>3</sup> Funding for integrated formula payments is adjusted as follows:

	<b>General Fund</b>
Adjusts savings related to cost to continue integrated formula payments, the same as the Senate version. The House included a reduction of \$9,312,607 for cost to continue savings.	(\$1,900,000)
Increases the integrated formula payment rate 2.5 percent each year of the 2025-27 biennium. The House provided increases of 2 percent each year of the biennium and the Senate provided increases of 3 percent each year of the biennium. (House Bill No. 1369)	23,447,363
Removes the rolling 3-year average for the determination of average daily membership included by the House, the same as the Senate version. (House Bill No. 1369)	(8,000,000)
Adjusts the estimated increase in local revenue exempted from deduction in the state school aid formula, the same as the Senate version. The House included an increase of \$12.5 million for the fiscal impact of the local revenue adjustment.	(2,000,000)
Removes the fiscal impact, included by the House, of a reduction in the percentage of local revenue contributed to the state school aid formula from 75 percent to 65 percent, the same as the Senate version (House Bill No. 1381 was not approved by the Senate)	(13,500,000)
Decreases funding for annual grants to REAs due to a reduction in the number of REAs in the state, the same as the Senate version. The House did not reduce annual grants to REAs.	<u>(100,000)</u>
Total decrease in integrated formula payments	(\$2,052,637)

<sup>4</sup> Funding is decreased for transportation grants pursuant to Conference Committee amendments to the transportation grant formula approved in House Bill No. 1214 and for a reduction in the integrated formula payment rate increases provided in House Bill No. 1369, to provide a total of \$60.1 million, the same as the Senate version. The House provided \$63.5 million for transportation grants.

<sup>5</sup> Funding for special education contract grants is reduced to provide a total of \$22 million. The House and Senate provided \$24 million for special education contract grants.

<sup>6</sup> Funding for the free meal program is increased to provide a total of \$6 million from the general fund and to expand eligibility to all students enrolled in public or nonpublic school at or below 225 percent of the federal poverty guideline, an increase from 200 percent of the federal poverty guideline and the same federal poverty guideline as the House and Senate versions. The House provided \$4.5 million, and the Senate provided \$7.3 million for the free meal program.

<sup>7</sup> Funding of \$2 million from the general fund, added by the House for a centers of excellence program, is removed the same as the Senate version. Funding for ongoing program grants totaling \$8.08 million is adjusted from carryover funds, continued from the 2023-25 biennium and deposited in the department's operating fund, to the general fund, the same as the Senate version.

Total funding for ongoing program grants is provided as follows:

<b>Ongoing Program Grants</b>	<b>General Fund</b>
Adult education matching grants	\$5,500,000
School food service matching grants	1,380,000
Free meal program	6,000,000
Leveraging the senior year	1,536,027
Building tomorrow's leaders program	50,000
Family engagement program	150,000
Paraprofessional-to-teacher program	3,000,000
Science of reading and literacy training program	1,000,000
Indians into STEM program	<u>300,000</u>
Total general fund	\$18,916,027

<sup>8</sup> Funding for ongoing passthrough grants from carryover funds, continued from the 2023-25 biennium and deposited in the department's operating fund, added by the House for national writing projects (\$30,000) and TeenPact (\$20,000) is removed, the same as the Senate version. In addition, remaining funding for ongoing passthrough grants of \$3,035,000 is adjusted from carryover funds, continued from the 2023-25 biennium and deposited in the department's operating fund, to the general fund, the same as the Senate version. Funding from the general fund, increased for teacher mentoring (ND Rise) by the House, is reduced \$800,000 to provide an increase of \$1,200,000 from the base budget, the same as the Senate version.

Total funding for ongoing passthrough grants is provided as follows:

<b>Ongoing Passthrough Grants</b>	<b>General Fund</b>
National writing projects	\$40,000
Rural art outreach	425,000
ND RISE teacher mentoring program	3,700,000
Governor's School	500,000
"We the People" program	<u>70,000</u>
Total general fund	\$4,735,000

<sup>9</sup> One-time funding of \$500,000 from the general fund for the Amira statewide reading tool is adjusted to provide one-time funding from SIIF, the same as the Senate version. The House provided one-time funding for the Amira statewide reading tool from the general fund. In addition, one-time funding from the foundation aid stabilization fund for dyslexia identification training (\$300,000), a statewide teacher retention program (\$2 million), and school board training (\$1.5 million) is adjusted to provide funding from SIIF, a reduction to the statewide teacher retention program of \$500,000 from the House and Senate versions.

The House provided one-time funding for dyslexia identification training (\$300,000), a statewide teacher retention program (\$2.5 million), and school board training (\$1.5 million) from the foundation aid stabilization fund. The Senate provided one-time funding for dyslexia identification training (\$300,000), a statewide teacher retention program (\$2.5 million), and school board training (\$1.5 million) from SIIF.

The Conference Committee added one-time funding of \$1 million from SIIF for centers of excellence program grants. The House provided ongoing funding from the general fund for centers of excellence grants; however, the Senate removed the funding.

The Conference Committee provided the following one-time program grants from SIIF:

<b>One-time Program Grants</b>	<b>SIIF</b>
Statewide reading tool	\$500,000
Dyslexia identification training	300,000
Statewide teacher retention program	2,000,000
Centers of excellence program	1,000,000
School board training	<u>1,500,000</u>
Total SIIF	\$5,300,000

<sup>10</sup> One-time funding for a passthrough grant for a RoboKind pilot project related to assistive technology and curriculum, added by the House, is removed, the same as the Senate version.

<sup>11</sup> One-time funding of \$10 million from SIIF, added for science center grants by the House, is removed, the same as the Senate version.

<sup>12</sup> One-time funding for operating expenses related to North Dakota Native American Essential Understandings contracts and workgroup costs (\$300,000) and for the production of a book series regarding the history and culture of indigenous people (\$650,000) from the foundation aid stabilization fund is adjusted to provide funding from SIIF.

<sup>13</sup> The Conference Committee added one-time funding of \$1.5 million from a grant provided by the Department of Health and Human Services for the Waterford Upstart project early learning program. This funding was identified as a grant to the Department of Public Instruction in the Conference Committee report for House Bill No. 1012 but was not included in the House or Senate versions.

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This amendment also:

- Provides a general fund deficiency appropriation of up to \$500,000 to reimburse vendors for services related to ESSER Fund contracts which have been denied payment;
- Identifies \$233 million is provided from the foundation aid stabilization fund for integrated formula payments. The House provided \$219.25 million from the fund for integrated formula payments, various program grants, and a Native American program and textbook and the Senate provided \$133 million from the fund for integrated formula payments;
- Identifies \$6.25 million is provided from SIIF for various program grants and a Native American program and textbook. The House provided \$10 million from the fund for science center grants and the Senate provided \$5.75 million from the fund for various program grants and a Native American program and textbook;
- Reduces funding identified for annual grants to REAs, due to a reduction in the number of REAs in the state, to provide a total of \$600,000 for annual grants of \$50,000 to each of the six remaining REAs, the same as the Senate version. The House provided \$700,000 for annual grants to REAs;

- Provides for the distribution of \$6 million for grants to school districts to provide free meals to students in public or nonpublic schools at or below 225 percent of poverty. The House provided \$4.5 million and increased eligibility from below 200 percent of poverty to below 225 percent of poverty. The Senate provided \$7.3 million for grants to students below 225 percent of poverty;
- Requires the Superintendent of Public Instruction continue the lesser of \$11,000,000, or the funding remaining in the integrated formula payments line item at the end of the 2023-25 biennium, into the 2025-27 biennium, the same as the Senate version. The Office of Management and Budget must transfer this amount into the public instruction fund for the purpose of providing integrated formula payments. This change will reduce the estimated July 1, 2025, general fund balance by \$11,000,000. The House version reduced the July 1, 2025, general fund balance by \$11,165,000 and provided the funding for various program and passthrough grants;
- Creates a new section to Chapter 15.1-07, effective July 1, 2026, to require school districts to establish electronic collection of free or reduced-price meal eligibility information. This section was not included by the House or Senate;
- Amends Section 15.1-27-16, related to administrative cost-sharing, to provide state reimbursement for administrative cost-sharing expires June 30, 2025, rather than June 30, 2026. This provision was not included in the House or Senate version. The House and Senate both removed \$125,000 included in the base budget for 1 year of the administrative cost-sharing program; and
- Adds a section to provide the deficiency funding for the reimbursement of vendor contracts is an emergency measure; however, the emergency clause was not approved by the House.

#### House Bill No. 1013 - Center for Distance Education - House Action

	Base Budget	House Changes	House Version
New and vacant FTE pool		\$361,061	\$361,061
Center for Distance Education	\$11,613,483	2,966,477	14,579,960
Total all funds	\$11,613,483	\$3,327,538	\$14,941,021
Less estimated income	4,550,000	1,974,000	6,524,000
General fund	\$7,063,483	\$1,353,538	\$8,417,021
FTE	30.80	1.20	32.00

#### Department 204 - Center for Distance Education - Detail of House Changes

	Adds Funding for Salary and Benefit Increases <sup>1</sup>	Adds 1 FTE Support Specialist Position <sup>2</sup>	Adds .20 FTE IT Position <sup>3</sup>	Adds Funding to Replace 2023-25 New and Vacant FTE Pool <sup>4</sup>	Transfers Funding for 2025-27 New and Vacant FTE Pool <sup>5</sup>	Increases Funding for Temporary Salaries <sup>6</sup>
New and vacant FTE pool					\$361,061	
Center for Distance Education	\$443,791	\$175,450	\$50,410	\$485,655	(451,270)	\$1,622,900
Total all funds	\$443,791	\$175,450	\$50,410	\$485,655	(\$90,209)	\$1,622,900
Less estimated income	(1)	0	0	0	0	1,622,900
General fund	\$443,792	\$175,450	\$50,410	\$485,655	(\$90,209)	\$0
FTE	0.00	1.00	0.20	0.00	0.00	0.00

	Increases Funding for Operating Expenses <sup>7</sup>	Adds Funding for Virtual Military and Homeschool Programs <sup>8</sup>	Adds One-time Funding for IT Equipment <sup>9</sup>	Adds One-time Funding for a Student Information System Upgrade <sup>10</sup>	Total House Changes
New and vacant FTE pool					\$361,061
Center for Distance Education	\$347,291	\$192,000	\$25,000	\$75,250	2,966,477
Total all funds	\$347,291	\$192,000	\$25,000	\$75,250	\$3,327,538
Less estimated income	326,101	0	25,000	0	1,974,000
General fund	\$21,190	\$192,000	\$0	\$75,250	\$1,353,538
FTE	0.00	0.00	0.00	0.00	1.20

<sup>1</sup> The following funding is added for 2025-27 biennium salary adjustments of 3 percent on July 1, 2025, and 3 percent on July 1, 2026, and increases in health insurance premiums from \$1,643 to \$1,893 per month:

	<b>General Fund</b>	<b>Other Funds</b>	<b>Total</b>
Salary increase	\$268,445	(\$1)	\$268,444
Health insurance increase	<u>175,347</u>	<u>0</u>	<u>175,347</u>
Total	\$443,792	(\$1)	\$443,791

<sup>2</sup> Funding is added for 1 FTE enrollment and office support specialist position.

<sup>3</sup> Funding is added for a .20 FTE IT position to increase a current .80 FTE position to a full-time position.

<sup>4</sup> Funding is added to replace 2023-25 biennium new and vacant FTE pool funding as follows:

	<b>Total General Fund</b>
Vacant FTE positions	\$164,655
New FTE positions	<u>321,000</u>
Total	\$485,655

<sup>5</sup> Funding of \$451,270 for new FTE positions and estimated savings from vacant FTE positions is removed and funding of \$361,061 is added for a 2025-27 new and vacant FTE pool line item as follows:

	<b>Total General Fund</b>
New FTE positions	(\$225,860)
Vacant FTE positions	<u>(225,410)</u>
Total	(\$451,270)
Funding pool line item	<u>361,061</u>
Net savings	(\$90,209)

<sup>6</sup> Funding from special funds derived from tuition is increased for temporary and other salaries to provide more adjunct hours and for hybrid teaching overload.

<sup>7</sup> Funding, including funding from special funds derived from tuition, is increased for operating expenses related to fees, travel, IT rate increases, IT equipment, and supplies.

<sup>8</sup> Funding is added for a virtual military pathway program and a homeschool tuition program.

<sup>9</sup> One-time funding from special funds derived from tuition is added for IT equipment.

<sup>10</sup> One-time funding is added for professional fees related to a student information system upgrade.

A section is added regarding the use of funding in the new and vacant FTE pool line item.

#### House Bill No. 1013 - Center for Distance Education - Senate Action

	<b>Base Budget</b>	<b>House Version</b>	<b>Senate Changes</b>	<b>Senate Version</b>
New and vacant FTE pool		\$361,061		\$203,156
Center for Distance Education	<u>\$11,613,483</u>	<u>14,579,960</u>	<u>(\$157,905)</u>	<u>14,579,960</u>
Total all funds	\$11,613,483	\$14,941,021	(\$157,905)	\$14,783,116
Less estimated income	<u>4,550,000</u>	<u>6,524,000</u>	<u>0</u>	<u>6,524,000</u>
General fund	\$7,063,483	\$8,417,021	(\$157,905)	\$8,259,116
FTE	30.80	32.00	(1.00)	31.00

## Department 204 - Center for Distance Education - Detail of Senate Changes

	Removes 1 FTE Support Specialist Position <sup>1</sup>	Total Senate Changes
New and vacant FTE pool Center for Distance Education	(\$157,905)	(\$157,905)
Total all funds	(\$157,905)	(\$157,905)
Less estimated income	0	0
General fund	(\$157,905)	(\$157,905)
FTE	(1.00)	(1.00)

<sup>1</sup> Funding for 1 FTE enrollment and office support specialist position is removed (\$175,450) and estimated savings in the new and vacant FTE pool is adjusted by \$17,545.

## House Bill No. 1013 - Center for Distance Education - Conference Committee Action

	Base Budget	House Version	Conference Committee Changes	Conference Committee Version	Senate Version	Comparison to Senate
New and vacant FTE pool Center for Distance Education	\$11,613,483	\$361,061 14,579,960	(\$157,905) 100,000	\$203,156 14,679,960	\$203,156 14,579,960	\$100,000
Total all funds	\$11,613,483	\$14,941,021	(\$57,905)	\$14,883,116	\$14,783,116	\$100,000
Less estimated income	4,550,000	6,524,000	100,000	6,624,000	6,524,000	100,000
General fund	\$7,063,483	\$8,417,021	(\$157,905)	\$8,259,116	\$8,259,116	\$0
FTE	30.80	32.00	(1.00)	31.00	31.00	0.00

## Department 204 - Center for Distance Education - Detail of Conference Committee Changes

	Removes 1 FTE Support Specialist Position <sup>1</sup>	Adds Funding for Market Equity Salary Increases <sup>2</sup>	Total Conference Committee Changes
New and vacant FTE pool Center for Distance Education	(\$157,905)	\$100,000	(\$157,905) 100,000
Total all funds	(\$157,905)	\$100,000	(\$57,905)
Less estimated income	0	100,000	100,000
General fund	(\$157,905)	\$0	(\$157,905)
FTE	(1.00)	0.00	(1.00)

<sup>1</sup> Funding for 1 FTE enrollment and office support specialist position is removed (\$175,450) and estimated savings in the new and vacant FTE pool is adjusted by \$17,545, the same as the Senate version.

<sup>2</sup> Funding from special funds from tuition revenue is provided for market equity salary increases. This funding was not included by the House or Senate.

## House Bill No. 1013 - State Library - House Action

	Base Budget	House Changes	House Version
Salaries and wages	\$4,615,731	\$500,120	\$5,115,851
New and vacant FTE pool		107,552	107,552
Operating expenses	2,282,298	707,777	2,990,075
Grants	2,283,528		2,283,528
Total all funds	\$9,181,557	\$1,315,449	\$10,497,006
Less estimated income	2,499,073	305,139	2,804,212
General fund	\$6,682,484	\$1,010,310	\$7,692,794
FTE	26.75	0.00	26.75

## Department 250 - State Library - Detail of House Changes

	Adjusts Funding for Base Payroll Changes <sup>1</sup>	Adds Funding for Salary and Benefit Increases <sup>2</sup>	Adds Funding to Replace 2023-25 New and Vacant FTE Pool <sup>3</sup>	Transfers Funding for 2025-27 New and Vacant FTE Pool <sup>4</sup>	Adds Funding for Targeted Market Equity <sup>5</sup>	Adds Funding for Retirement Payouts <sup>6</sup>
Salaries and wages	\$63,205	\$331,008	\$111,552	(\$153,645)	\$128,000	\$20,000
New and vacant FTE pool				107,552		
Operating expenses						
Grants						
Total all funds	\$63,205	\$331,008	\$111,552	(\$46,093)	\$128,000	\$20,000
Less estimated income	9,086	44,011	17,697	(6,619)	0	0
General fund	\$54,119	\$286,997	\$93,855	(\$39,474)	\$128,000	\$20,000
FTE	0.00	0.00	0.00	0.00	0.00	0.00

	Adjusts Funding for Operating Expenses <sup>7</sup>	Adds Funding for IT Rate Increases <sup>8</sup>	Adds Funding for Rent Increase <sup>9</sup>	Adds Funding for an Interlibrary Loan Bridge <sup>10</sup>	Total House Changes
Salaries and wages					\$500,120
New and vacant FTE pool					107,552
Operating expenses	\$138,535	\$104,853	\$14,389	\$450,000	707,777
Grants					
Total all funds	\$138,535	\$104,853	\$14,389	\$450,000	\$1,315,449
Less estimated income	212,654	28,310	0	0	305,139
General fund	(\$74,119)	\$76,543	\$14,389	\$450,000	\$1,010,310
FTE	0.00	0.00	0.00	0.00	0.00

<sup>1</sup> Funding is adjusted for base payroll changes.

<sup>2</sup> The following funding is added for 2025-27 biennium salary adjustments of 3 percent on July 1, 2025, and 3 percent on July 1, 2026, and increases in health insurance premiums from \$1,643 to \$1,893 per month:

	General Fund	Other Funds	Total
Salary increase	\$142,834	\$25,990	\$168,824
Health insurance increase	144,163	18,021	162,184
Total	\$286,997	\$44,011	\$331,008

<sup>3</sup> Funding is added to replace 2023-25 biennium new and vacant FTE pool funding as follows:

	General Fund	Other Funds	Total
Vacant FTE positions	\$93,855	\$17,697	\$111,552
New FTE positions	0	0	0
Total	\$93,855	\$17,697	\$111,552

<sup>4</sup> Funding of \$153,645 for new FTE positions and estimated savings from vacant FTE positions is removed and funding of \$107,552 is added for a 2025-27 new and vacant FTE pool line item as follows:

	General Fund	Other Funds	Total
New FTE positions	\$0	\$0	\$0
Vacant FTE positions	(131,580)	(22,065)	(153,645)
Total	(\$131,580)	(\$22,065)	(\$153,645)
Funding pool line item	92,106	15,446	107,552
Net savings	(\$39,474)	(\$6,619)	(\$46,093)

<sup>5</sup> Funding is added for targeted salary increases.

<sup>6</sup> Funding is added for anticipated retirement payouts.

<sup>7</sup> Funding is adjusted for operating expenses, including an increase in funding from federal funds.

<sup>8</sup> Funding is added for IT rate increases.

<sup>9</sup> Funding is added for increased rent.

<sup>10</sup> Funding is added for expenses related to an interlibrary loan bridge.

This amendment also adds sections to:

- Provide for the use of funding in the new and vacant FTE pool line item.
- Allow the State Library to continue 2023-25 biennium funding provided for library building improvements.

#### House Bill No. 1013 - State Library - Senate Action

	Base Budget	House Version	Senate Changes	Senate Version
Salaries and wages	\$4,615,731	\$5,115,851		\$5,115,851
New and vacant FTE pool		107,552		107,552
Operating expenses	2,282,298	2,990,075		2,990,075
Grants	2,283,528	2,283,528		2,283,528
Total all funds	\$9,181,557	\$10,497,006	\$0	\$10,497,006
Less estimated income	2,499,073	2,804,212	0	2,804,212
General fund	\$6,682,484	\$7,692,794	\$0	\$7,692,794
FTE	26.75	26.75	0.00	26.75

#### Department 250 - State Library - Detail of Senate Changes

The Senate did not change the House version for the State Library.

#### House Bill No. 1013 - State Library - Conference Committee Action

	Base Budget	House Version	Conference Committee Changes	Conference Committee Version	Senate Version	Comparison to Senate
Salaries and wages	\$4,615,731	\$5,115,851		\$5,115,851	\$5,115,851	
New and vacant FTE pool		107,552		107,552	107,552	
Operating expenses	2,282,298	2,990,075		2,990,075	2,990,075	
Grants	2,283,528	2,283,528		2,283,528	2,283,528	
Total all funds	\$9,181,557	\$10,497,006	\$0	\$10,497,006	\$10,497,006	\$0
Less estimated income	2,499,073	2,804,212	0	2,804,212	2,804,212	0
General fund	\$6,682,484	\$7,692,794	\$0	\$7,692,794	\$7,692,794	\$0
FTE	26.75	26.75	0.00	26.75	26.75	0.00

#### Department 250 - State Library - Detail of Conference Committee Changes

The Conference Committee did not change the House version for the State Library, which was the same as the Senate version.

#### House Bill No. 1013 - School for the Deaf - House Action

	Base Budget	House Changes	House Version
Salaries and wages	\$9,283,599	\$735,225	\$10,018,824
New and vacant FTE pool		415,571	415,571
Operating expenses	1,705,586	320,839	2,026,425
Capital assets	158,678	283,800	442,478
Total all funds	\$11,147,863	\$1,755,435	\$12,903,298
Less estimated income	2,811,557	360,186	3,171,743
General fund	\$8,336,306	\$1,395,249	\$9,731,555
FTE	45.36	1.50	46.86

## Department 252 - School for the Deaf - Detail of House Changes

	Adjusts Funding for Base Payroll Changes <sup>1</sup>	Adds Funding for Salary and Benefit Increases <sup>2</sup>	Increases Funding for Teacher Salaries <sup>3</sup>	Adds .75 FTE Paraprofessional Position <sup>4</sup>	Adds .75 FTE Dormitory Counselor Position <sup>5</sup>	Adds Funding to Replace 2023-25 New and Vacant FTE Pool <sup>6</sup>
Salaries and wages	(\$70,679)	\$558,445	\$223,535	\$118,474	\$106,116	\$328,837
New and vacant FTE pool						
Operating expenses						
Capital assets						
Total all funds	(\$70,679)	\$558,445	\$223,535	\$118,474	\$106,116	\$328,837
Less estimated income	(337,071)	37,059	0	0	0	14,859
General fund	\$266,392	\$521,386	\$223,535	\$118,474	\$106,116	\$313,978
FTE	0.00	0.00	0.00	0.75	0.75	0.00

	Transfers Funding for 2025-27 New and Vacant FTE Pool <sup>7</sup>	Adds Funding for IT Rate Increases <sup>8</sup>	Increases Funding for Operating Expenses <sup>9</sup>	Adds Funding for Online Courses <sup>10</sup>	Adds One-time Funding for Equipment Replacement <sup>11</sup>	Adds One-time Funding for Security Upgrades <sup>12</sup>
Salaries and wages	(\$529,503)					
New and vacant FTE pool	415,571					
Operating expenses		\$34,780	\$216,059	\$70,000		
Capital assets					\$45,000	\$238,800
Total all funds	(\$113,932)	\$34,780	\$216,059	\$70,000	\$45,000	\$238,800
Less estimated income	(6,727)	8,695	359,571	0	45,000	238,800
General fund	(\$107,205)	\$26,085	(\$143,512)	\$70,000	\$0	\$0
FTE	0.00	0.00	0.00	0.00	0.00	0.00

	Total House Changes
Salaries and wages	\$735,225
New and vacant FTE pool	415,571
Operating expenses	320,839
Capital assets	283,800
Total all funds	\$1,755,435
Less estimated income	360,186
General fund	\$1,395,249
FTE	1.50

<sup>1</sup> Funding is adjusted for base payroll changes.

<sup>2</sup> The following funding is added for 2025-27 biennium salary adjustments of 3 percent on July 1, 2025, and 3 percent on July 1, 2026, and increases in health insurance premiums from \$1,643 to \$1,893 per month:

	General Fund	Other Funds	Total
Salary increase	\$219,989	\$8,176	\$228,165
Health insurance increase	301,397	28,883	330,280
Total	\$521,386	\$37,059	\$558,445

<sup>3</sup> Funding for teacher salaries is increased.

<sup>4</sup> Funding is added for a .75 FTE paraprofessional position for the preschool program.

<sup>5</sup> Funding is added for a .75 FTE dormitory counselor position for the preschool program.

<sup>6</sup> Funding is added to replace 2023-25 biennium new and vacant FTE pool funding as follows:

	<b>General Fund</b>	<b>Other Funds</b>	<b>Total</b>
Vacant FTE positions	\$198,684	\$14,859	\$213,543
New FTE positions	<u>115,294</u>	<u>0</u>	<u>115,294</u>
Total	\$313,978	\$14,859	\$328,837

<sup>7</sup> Funding of \$529,503 for new FTE positions and estimated savings from vacant FTE positions is removed and funding of \$415,571 is added for a 2025-27 new and vacant FTE pool line item as follows:

	<b>General Fund</b>	<b>Other Funds</b>	<b>Total</b>
New FTE positions	(\$224,590)	\$0	(\$224,590)
Vacant FTE positions	<u>(282,488)</u>	<u>(22,425)</u>	<u>(304,913)</u>
Total	(\$507,078)	(\$22,425)	(\$529,503)
Funding pool line item	<u>399,873</u>	<u>15,698</u>	<u>415,571</u>
Net savings	(\$107,205)	(\$6,727)	(\$113,932)

<sup>8</sup> Funding, including special funds available from trust fund distributions, rents, and service revenue, is increased for operating expenses related to IT rate increases.

<sup>9</sup> Funding for operating expenses is increased, including an increase in funding from special funds available from trust fund distributions, rents, and service revenue, and decreases in funding from the general fund and federal funds.

<sup>10</sup> Funding is added to provide online courses.

<sup>11</sup> One-time funding from special funds available from trust fund distributions, rents, and service revenue is added for capital assets for equipment replacement.

<sup>12</sup> One-time funding from special funds available from trust fund distributions, rents, and service revenue is added for capital assets for campus security upgrades.

This amendment also add sections to:

- Provide for the use of funding in the new and vacant FTE pool line item.
- Allow the School for the Deaf to continue 2023-25 funding for the boiler replacement and fire alarm and controls to the 2025-27 biennium.

#### House Bill No. 1013 - School for the Deaf - Senate Action

	<b>Base Budget</b>	<b>House Version</b>	<b>Senate Changes</b>	<b>Senate Version</b>
Salaries and wages	\$9,283,599	\$10,018,824		\$10,018,824
New and vacant FTE pool		415,571		415,571
Operating expenses	1,705,586	2,026,425		2,026,425
Capital assets	<u>158,678</u>	<u>442,478</u>		<u>442,478</u>
Total all funds	\$11,147,863	\$12,903,298	\$0	\$12,903,298
Less estimated income	<u>2,811,557</u>	<u>3,171,743</u>	<u>0</u>	<u>3,171,743</u>
General fund	\$8,336,306	\$9,731,555	\$0	\$9,731,555
FTE	45.36	46.86	0.00	46.86

#### Department 252 - School for the Deaf - Detail of Senate Changes

The Senate did not change the House version for the School for the Deaf.

## House Bill No. 1013 - School for the Deaf - Conference Committee Action

	Base Budget	House Version	Conference Committee Changes	Conference Committee Version	Senate Version	Comparison to Senate
Salaries and wages	\$9,283,599	\$10,018,824		\$10,018,824	\$10,018,824	
New and vacant FTE pool		415,571		415,571	415,571	
Operating expenses	1,705,586	2,026,425		2,026,425	2,026,425	
Capital assets	158,678	442,478		442,478	442,478	
Total all funds	\$11,147,863	\$12,903,298	\$0	\$12,903,298	\$12,903,298	\$0
Less estimated income	2,811,557	3,171,743	0	3,171,743	3,171,743	0
General fund	\$8,336,306	\$9,731,555	\$0	\$9,731,555	\$9,731,555	\$0
FTE	45.36	46.86	0.00	46.86	46.86	0.00

## Department 252 - School for the Deaf - Detail of Conference Committee Changes

The Conference Committee did not change the House version for the School for the Deaf, which was the same as the Senate version.

## House Bill No. 1013 - Vision Services - School for the Blind - House Action

	Base Budget	House Changes	House Version
Salaries and wages	\$5,538,818	\$241,078	\$5,779,896
New and vacant FTE pool		121,985	121,985
Operating expenses	869,686	406,571	1,276,257
Capital assets	39,192	230,808	270,000
Total all funds	\$6,447,696	\$1,000,442	\$7,448,138
Less estimated income	1,206,705	534,239	1,740,944
General fund	\$5,240,991	\$466,203	\$5,707,194
FTE	27.75	0.00	27.75

## Department 253 - Vision Services - School for the Blind - Detail of House Changes

	Adjusts Funding for Base Payroll Changes <sup>1</sup>	Adds Funding for Salary and Benefit Increases <sup>2</sup>	Increases Funding for Teacher Salaries <sup>3</sup>	Adds Funding to Replace 2023-25 New and Vacant FTE Pool <sup>4</sup>	Transfers Funding for 2025-27 New and Vacant FTE Pool <sup>5</sup>	Increases Funding for Temporary Salaries <sup>6</sup>
Salaries and wages	(\$152,404)	\$276,709	\$108,950	\$132,087	(\$174,264)	\$50,000
New and vacant FTE pool					121,985	
Operating expenses						
Capital assets						
Total all funds	(\$152,404)	\$276,709	\$108,950	\$132,087	(\$52,279)	\$50,000
Less estimated income	(158,112)	11,394	0	7,765	(1,539)	50,000
General fund	\$5,708	\$265,315	\$108,950	\$124,322	(\$50,740)	\$0
FTE	0.00	0.00	0.00	0.00	0.00	0.00

	Adds Funding for IT Rate Increases <sup>7</sup>	Increases Funding for Operating Expenses <sup>8</sup>	Adds Funding for a Database <sup>9</sup>	Removes Base Funding for Capital Assets <sup>10</sup>	Adds One-time Funding for Equipment Less Than \$5,000 <sup>11</sup>	Adds One-time Funding for Capital Assets <sup>12</sup>
Salaries and wages						
New and vacant FTE pool						
Operating expenses	\$24,475	\$334,096	\$20,000		\$28,000	
Capital assets				(\$39,192)		\$270,000
Total all funds	\$24,475	\$334,096	\$20,000	(\$39,192)	\$28,000	\$270,000
Less estimated income	6,119	339,804	20,000	(39,192)	28,000	270,000
General fund	\$18,356	(\$5,708)	\$0	\$0	\$0	\$0
FTE	0.00	0.00	0.00	0.00	0.00	0.00

	Total House Changes
Salaries and wages	\$241,078
New and vacant FTE pool	121,985
Operating expenses	406,571
Capital assets	230,808
Total all funds	\$1,000,442
Less estimated income	534,239
General fund	\$466,203
FTE	0.00

<sup>1</sup> Funding is adjusted for base payroll changes.

<sup>2</sup> The following funding is added for 2025-27 biennium salary adjustments of 3 percent on July 1, 2025, and 3 percent on July 1, 2026, and increases in health insurance premiums from \$1,643 to \$1,893 per month:

	General Fund	Other Funds	Total
Salary increase	\$109,158	\$5,388	\$114,546
Health insurance increase	156,157	6,006	162,163
Total	\$265,315	\$11,394	\$276,709

<sup>3</sup> Funding for teacher salaries is increased.

<sup>4</sup> Funding is added to replace 2023-25 biennium new and vacant FTE pool funding as follows:

	General Fund	Other Funds	Total
Vacant FTE positions	\$124,322	\$7,765	\$132,087
New FTE positions	0	0	0
Total	\$124,322	\$7,765	\$132,087

<sup>5</sup> Funding of \$174,264 for new FTE positions and estimated savings from vacant FTE positions is removed and funding of \$121,985 is added for a 2025-27 new and vacant FTE pool line item as follows:

	General Fund	Other Funds	Total
New FTE positions	\$0	\$0	\$0
Vacant FTE positions	(169,134)	(5,130)	(174,264)
Total	(\$169,134)	(\$5,130)	(\$174,264)
Funding pool line item	118,394	3,591	121,985
Net savings	(\$50,740)	(\$1,539)	(\$52,279)

<sup>6</sup> Funding from special funds available from trust fund distributions, rents, and service revenue is increased for temporary salaries.

<sup>7</sup> Funding, including funding from special funds available from trust fund distributions, rents, and service revenue, is added for IT rate increases.

<sup>8</sup> Funding for operating expenses is increased, including an increase in funding from special funds available from trust fund distributions, rents, and service revenue, and a decrease in funding from the general fund.

<sup>9</sup> Funding from special funds available from trust fund distributions, rents, and service revenue is added for IT costs related to a database.

<sup>10</sup> Base budget funding from special funds available from trust fund distributions, rents, and service revenue for capital assets is removed.

<sup>11</sup> One-time funding from special funds available from trust fund distributions, rents, and service revenue is added for equipment less than \$5,000.

<sup>12</sup> One-time funding from special funds available from trust fund distributions, rents, and service revenue is added for the following capital projects:

	<b>Other Funds</b>
Door replacement	\$10,000
Breakroom remodel	55,000
Kitchen cabinet replacement	55,000
South parking lot	150,000
Total	\$270,000

This amendment also adds a section regarding the use of funding in the new and vacant FTE pool line item.

#### House Bill No. 1013 - Vision Services - School for the Blind - Senate Action

	<b>Base Budget</b>	<b>House Version</b>	<b>Senate Changes</b>	<b>Senate Version</b>
Salaries and wages	\$5,538,818	\$5,779,896		\$5,779,896
New and vacant FTE pool		121,985	\$137,451	259,436
Operating expenses	869,686	1,276,257		1,276,257
Capital assets	39,192	270,000		270,000
Total all funds	\$6,447,696	\$7,448,138	\$137,451	\$7,585,589
Less estimated income	1,206,705	1,740,944	0	1,740,944
General fund	\$5,240,991	\$5,707,194	\$137,451	\$5,844,645
FTE	27.75	27.75	1.00	28.75

#### Department 253 - Vision Services - School for the Blind - Detail of Senate Changes

	<b>Adds 1 FTE Assistive Technology Position<sup>1</sup></b>	<b>Total Senate Changes</b>
Salaries and wages		
New and vacant FTE pool	\$137,451	\$137,451
Operating expenses		
Capital assets		
Total all funds	\$137,451	\$137,451
Less estimated income	0	0
General fund	\$137,451	\$137,451
FTE	1.00	1.00

<sup>1</sup> Funding of \$152,723 is added for 1 FTE assistive technology position in the 2<sup>nd</sup> year of the biennium and funding for the new and vacant FTE pool is adjusted for estimated savings (\$15,272).

## House Bill No. 1013 - Vision Services - School for the Blind - Conference Committee Action

	Base Budget	House Version	Conference Committee Changes	Conference Committee Version	Senate Version	Comparison to Senate
Salaries and wages	\$5,538,818	\$5,779,896		\$5,779,896	\$5,779,896	
New and vacant FTE pool		121,985	\$137,451	259,436	259,436	
Operating expenses	869,686	1,276,257		1,276,257	1,276,257	
Capital assets	39,192	270,000		270,000	270,000	
Total all funds	\$6,447,696	\$7,448,138	\$137,451	\$7,585,589	\$7,585,589	\$0
Less estimated income	1,206,705	1,740,944	0	1,740,944	1,740,944	0
General fund	\$5,240,991	\$5,707,194	\$137,451	\$5,844,645	\$5,844,645	\$0
FTE	27.75	27.75	1.00	28.75	28.75	0.00

## Department 253 - Vision Services - School for the Blind - Detail of Conference Committee Changes

	Adds 1 FTE Assistive Technology Position <sup>1</sup>	Total Conference Committee Changes
Salaries and wages		
New and vacant FTE pool	\$137,451	\$137,451
Operating expenses		
Capital assets		
Total all funds	\$137,451	\$137,451
Less estimated income	0	0
General fund	\$137,451	\$137,451
FTE	1.00	1.00

<sup>1</sup> Funding of \$152,723 is added for 1 FTE assistive technology position in the 2<sup>nd</sup> year of the biennium and funding for the new and vacant FTE pool is adjusted for estimated savings (\$15,272), the same as the Senate version. The House did not include the 1 FTE assistive technology position.