

**FIRST ENGROSSMENT  
with Senate Amendments  
ENGROSSED HOUSE BILL NO. 1013**

Introduced by

Appropriations Committee

(At the request of the Governor)

1 A BILL for an Act to provide an appropriation for defraying the expenses of the commissioner of  
2 university and school lands; to provide for transfers; to provide for distributions from permanent  
3 funds; and to amend and reenact section 57-62-05 of the North Dakota Century Code, relating  
4 to the timing of grant recommendations.

**5 BE IT ENACTED BY THE LEGISLATIVE ASSEMBLY OF NORTH DAKOTA:**

6 **SECTION 1. APPROPRIATION.** The funds provided in this section, or so much of the funds  
7 as may be necessary, are appropriated from special funds derived from the state lands  
8 maintenance fund and the oil and gas impact grant fund in the state treasury, to the  
9 commissioner of university and school lands for the purpose of defraying the expenses of the  
10 commissioner of university and school lands, for the biennium beginning July 1, 2015, and  
11 ending June 30, 2017, as follows:

	<u>Base Level</u>	Adjustments or <u>Enhancements</u>	<u>Appropriation</u>
14 Salaries and wages	\$5,157,015	\$1,127,949	\$6,284,964
15 Accrued leave payments	108,541	(108,541)	0
16 Operating expenses	1,925,863	127,039	2,052,902
17 Contingencies	200,000	(100,000)	100,000
18 Energy infrastructure and impact office	<u>700,826</u>	<u>(826)</u>	<u>700,000</u>
19 Total all funds	\$8,092,245	\$1,045,621	\$9,137,866
20 Less estimated income	<u>8,092,245</u>	<u>1,045,621</u>	<u>9,137,866</u>
21 Total general fund	\$0	\$0	\$0
22 Full-time equivalent positions	31.00	3.00	34.00

1       **SECTION 2. ONE-TIME FUNDING - EFFECT ON BASE BUDGET - REPORT TO**

2       **SIXTY-FIFTH LEGISLATIVE ASSEMBLY.** The following amounts reflect the one-time funding  
3 items approved by the sixty-third legislative assembly for the 2013-15 biennium:

4	<u>One-Time Funding Description</u>	<u>2013-15</u>	<u>2015-17</u>
5	Capital assets	\$65,550	\$0
6	Private lands study	50,000	0
7	Oil and gas impact grant fund distributions	<u>239,299,174</u>	<u>0</u>
8	Total all funds	\$239,414,724	\$0
9	Less estimated income	<u>239,414,724</u>	<u>0</u>
10	Total general fund	\$0	\$0

11       **SECTION 3. APPROPRIATION LINE ITEM TRANSFERS.** Upon approval of the board of  
12 university and school lands, the commissioner of university and school lands may transfer  
13 between the various line items in section 1 of this Act, including transfers from the contingencies  
14 line item to all other line items. The commissioner shall notify the office of management and  
15 budget of each transfer made pursuant to this section.

16       **SECTION 4. DISTRIBUTIONS TO STATE INSTITUTIONS.** Pursuant to article IX of the  
17 Constitution of North Dakota, the board of university and school lands shall distribute during the  
18 biennium beginning July 1, 2015, and ending June 30, 2017, the following amounts, from the  
19 permanent funds managed for the benefit of the following entities:

20	Common schools	\$206,134,000
21	North Dakota state university	3,368,000
22	University of North Dakota	2,742,000
23	Youth correctional center	1,372,000
24	School for the deaf	1,180,000
25	State college of science	1,066,000
26	State hospital	1,078,000
27	Veterans' home	434,000
28	Valley City state university	570,000
29	North Dakota vision services - school for the blind	534,000
30	Mayville state university	382,000
31	Dakota college at Bottineau	78,000

1	Dickinson state university	78,000
2	Minot state university	<u>78,000</u>
3	Total	\$219,094,000

4       **SECTION 5. AMENDMENT.** Section 57-62-05 of the North Dakota Century Code is  
5 amended and reenacted as follows:

6       **57-62-05. Powers and duties of energy infrastructure and impact office director.**

7       The energy infrastructure and impact office director shall:

- 8       1.    Develop a plan for the assistance, through financial grants for services and facilities, of  
9            counties, cities, school districts, and other political subdivisions in coal development  
10           and oil and gas development impact areas.
- 11       2.    Establish procedures and provide proper forms to political subdivisions for use in  
12           making application for funds for impact assistance as provided in this chapter.
- 13       3.    Make grants disbursements to counties, cities, school districts, and other taxing  
14           districts for grants awarded by the board of university and school lands pursuant to  
15           chapter 15-01, as provided in this chapter and within the appropriations made for such  
16           purposes. In determining the amount of impact grants for which political subdivisions  
17           are eligible, consideration must be given to the amount of revenue to which such  
18           political subdivisions will be entitled from taxes upon the real property of coal and oil  
19           and gas development plants and from other tax or fund distribution formulas provided  
20           by law.
- 21       4.    Receive and review applications for impact assistance pursuant to this chapter.
- 22       5.    Make recommendations, ~~not less than once each calendar quarter,~~ to the board of  
23           university and school lands on grants to counties, cities, school districts, and other  
24           political subdivisions in oil and gas development impact areas based on identified  
25           needs, and other sources of revenue available to the political subdivision.