

PROPOSED AMENDMENTS TO HOUSE BILL NO. 1015

Page 1, line 2, after the semicolon insert "to provide for transfers; to amend and reenact section 54-06-04.3 of the North Dakota Century Code, relating to state agency publication fees;"

Page 1, line 3, replace "and to provide a statement of legislative intent" with "to provide statements of legislative intent; to provide for a budget section report; and to declare an emergency"

Page 1, replace lines 13 through 24 with:

"Salaries and wages	\$19,798,254	\$1,379,254	\$21,177,508
Operating expenses	13,855,260	(945,272)	12,909,988
Emergency commission contingency fund	500,000	(150,000)	350,000
Capital assets	200,000	773,477	973,477
Grants	555,000	(501,000)	54,000
Guardianship grants	1,328,600	0	1,328,600
Prairie public broadcasting	1,600,000	(800,000)	800,000
State student internship program	200,000	(200,000)	0
Cybersecurity remediation pool	0	1,000,000	1,000,000
Total all funds	\$38,037,114	\$556,459	\$38,593,573
Less estimated income	7,210,390	3,228,087	10,438,477
Total general fund	\$30,826,724	(\$2,671,628)	\$28,155,096
Full-time equivalent positions	122.50	(7.50)	115.00

SECTION 2. HEALTH INSURANCE INCREASE. The salaries and wages line item in section 1 of this Act includes the sum of \$340,576, of which \$279,990 is from the general fund, for increases in employee health insurance premiums from \$1,130 to \$1,249 per month."

Page 2, line 1, after "FUNDING" insert "- EFFECT ON BASE BUDGET - REPORT TO THE SIXTY-SIXTH LEGISLATIVE ASSEMBLY"

Page 2, line 2, after "biennium" insert "and the 2017-19 biennium one-time funding items included in the appropriation in section 1 of this Act"

Page 2, replace lines 4 through 15 with:

"Student internship	\$50,000	\$0
Facilities projects	205,000	0
Signage on the capitol grounds	1,400,000	0
West parking lot repair	50,000	0
Affordable Care Act health insurance pool	3,350,000	0
Facilities projects	1,475,303	0
Legislative electrical	310,000	0
Energy pool	7,965,000	0
Environmental impact committee - HB 1432	1,500,000	0
Cybersecurity remediation pool	0	1,000,000
Total all funds	\$16,305,303	\$1,000,000
Less estimated income	9,775,000	1,000,000
Total general fund	\$6,530,303	\$0

The 2017-19 biennium one-time funding amounts are not a part of the entity's base budget for the 2019-21 biennium. The office of management and budget shall report to the appropriations committees of the sixty-sixth legislative assembly on the use of this one-time funding for the biennium beginning July 1, 2017, and ending June 30, 2019.

SECTION 4. TRANSFER - STRATEGIC INVESTMENT AND IMPROVEMENTS FUND TO GENERAL FUND. The office of management and budget shall transfer the sum of \$100,000,000 from the strategic investment and improvements fund to the general fund during the period beginning with the effective date of this Act, and ending June 30, 2017.

SECTION 5. TRANSFER - CYBERSECURITY REMEDIATION POOL. The office of management and budget may transfer appropriation authority from the cybersecurity remediation pool line item in section 1 of this Act to each eligible agency during the biennium beginning July 1, 2017, and ending June 30, 2019. Transfers may be made for the purpose of providing remediation services resulting from an information technology security breach. The office of management and budget shall notify the legislative council of any transfers made from the cybersecurity remediation pool."

Page 2, replaces lines 21 through 23 with:

"SECTION 7. SURPLUS PROPERTY BUILDING - PROHIBITION. The office of management and budget may not purchase or construct a new building for surplus property during the biennium beginning July 1, 2017, and ending June 30, 2019."

Page 2, replace lines 26 through 29 with:

"Boys and girls club work	\$53,000
Unemployment insurance	\$2,000,000
Capitol grounds planning commission	\$25,000

SECTION 9. AMENDMENT. Section 54-06-04.3 of the North Dakota Century Code is amended and reenacted as follows:

54-06-04.3. Joint publication and distribution of information by state agencies - Fees.

Any state agency may cooperate with any other state agency to jointly publish and distribute information and may arrange to have the joint publication or distribution, or both, coordinated by a private entity. Any state agency may provide information it has collected or developed, including mailing lists, to each other or to any private entity for the purpose of distributing jointly or individually issued publications or other information. If a state agency publication is available on the agency's website or otherwise available in an electronic format and a person requests a paper copy of the publication, the state agency may charge a reasonable fee for providing the paper copy and for mailing the paper copy of the publication.

SECTION 10. SALARIES AND WAGES SAVINGS FROM VACANT POSITIONS AND EMPLOYEE TURNOVER - PROHIBITION - BUDGET SECTION REPORT. Any salaries and wages savings resulting from vacant positions and employee turnover within 2017-19 biennium appropriations for executive branch state agencies and institutions may not be spent but must be retained and included as part of the agency or institution's unspent appropriation authority under section 54-44.1-11 for the biennium beginning July 1, 2017, and ending June 30, 2019. Each agency and

institution, including institutions under the control of the state board of higher education, shall report its savings and supporting information to the office of management and budget. The office of management and budget shall report to each meeting of the budget section during the 2017-18 interim and to the appropriations committees of the sixty-sixth legislative assembly upon request regarding the number of vacant positions by agency and institution, the duration of each vacancy, and related salaries and wages savings by funding source for each agency and institution.

SECTION 11. EMERGENCY. Section 4 of this Act is declared to be an emergency measure."

Renumber accordingly

STATEMENT OF PURPOSE OF AMENDMENT:

House Bill No. 1015 - Office of Management and Budget - House Action

	Base Budget	House Changes	House Version
Salaries and wages	\$19,798,254	\$1,379,254	\$21,177,508
Operating expenses	13,855,260	(945,272)	12,909,988
Capital assets	200,000	773,477	973,477
Grants	555,000	(501,000)	54,000
Emergency commission contingency fund	500,000	(150,000)	350,000
Guardianship grants	1,328,600		1,328,600
Prairie public broadcasting	1,600,000	(800,000)	800,000
State student internship program	200,000	(200,000)	
Cybersecurity remediation pool		1,000,000	1,000,000
Total all funds	\$38,037,114	\$556,459	\$38,593,573
Less estimated income	7,210,390	3,228,087	10,438,477
General fund	\$30,826,724	(\$2,671,628)	\$28,155,096
FTE	122.50	(7.50)	115.00

Department No. 110 - Office of Management and Budget - Detail of House Changes

	Adjusts Funding for Base Payroll Changes ¹	Adds Funding for Health Insurance Increases ²	Adjusts Funding for FTE Positions ³	Adds Funding for Unemployment Claims Payments ⁴	Adjusts Funding for Operating Expenses ⁵	Adds Funding for Capital Assets ⁶
Salaries and wages	\$343,892	\$340,576	(\$1,305,214)	\$2,000,000		
Operating expenses					(945,272)	
Capital assets						773,477
Grants						
Emergency commission contingency fund						
Guardianship grants						
Prairie public broadcasting						
State student internship program						
Cybersecurity remediation pool						
Total all funds	\$343,892	\$340,576	(\$1,305,214)	\$2,000,000	(\$945,272)	\$773,477
Less estimated income	141,002	60,586	1,499	2,000,000	25,000	0
General fund	\$202,890	\$279,990	(\$1,306,713)	\$0	(\$970,272)	\$773,477
FTE	0.00	0.00	(7.50)	0.00	0.00	0.00

	Reduces Funding for Grant Programs ⁷	Reduces Funding for Emergency Commission Contingency Fund ⁸	Adds One-Time Funding ⁹	Total House Changes
Salaries and wages				\$1,379,254
Operating expenses				(945,272)
Capital assets				773,477
Grants	(501,000)			(501,000)
Emergency commission contingency fund		(150,000)		(150,000)
Guardianship grants				
Prairie public broadcasting	(800,000)			(800,000)
State student internship program	(200,000)			(200,000)
Cybersecurity remediation pool			1,000,000	1,000,000
Total all funds	(\$1,501,000)	(\$150,000)	\$1,000,000	\$556,459
Less estimated income	0	0	1,000,000	3,228,087
General fund	(\$1,501,000)	(\$150,000)	\$0	(\$2,671,628)
FTE	0.00	0.00	0.00	(7.50)

¹ Funding is added for cost-to-continue 2015-17 biennium salaries and benefit increases and for other base payroll changes.

² Funding is added for increases in health insurance premiums from \$1,130 to \$1,249 per month.

³ Funding for FTE positions and other salaries and wages changes is adjusted as follows:

	General Fund	Other Funds	Total
Adjusts funding for FTE positions, including the removal of 1.5 administrative assistant FTE positions, 1 maintenance FTE position, and 1 computer and networking specialist FTE position	(\$268,321)	\$1,499	(\$266,822)
Reduces funding for an FTE position (unspecified)	(\$70,000)		(\$70,000)
Removes 1 FTE state architect position	(\$232,709)		(\$232,709)
Removes 1 FTE human resource officer position	(\$174,380)		(\$174,380)
Removes 2 FTE positions (unspecified)	(\$374,303)		(\$374,303)
Reduces funding for salaries and wages	(\$187,000)		(\$187,000)
Total	(\$1,306,713)	\$1,499	(\$1,305,214)

⁴ Funding is added for unemployment claims payments, which are made pursuant to North Dakota Century Code Section 54-44-04.2.

⁵ Funding for operating expense changes is adjusted as follows:

	General Fund	Other Funds	Total
Adjusts funding operating expenses	(\$152,772)	\$25,000	(\$127,772)
Additional reduction to operating expenses	(\$150,000)		(\$150,000)
Removes funding for statewide memberships and dues	(\$590,500)		(\$590,500)
Removes funding for revenue forecasting contract and travel expenses	(\$77,000)		(\$77,000)
Total	(\$970,272)	\$25,000	(\$945,272)

⁶ Funding is added from the general fund for extraordinary repairs (\$108,066) and for bond payments (\$665,411).

⁷ Funding for grant programs is adjusted as follows:

	General Fund	Other Funds	Total
Removes funding for community service supervision grants (\$500,000) and reduces funding for other grants (\$1,000)	(\$501,000)		(\$501,000)
Reduces funding for Prairie Public Broadcasting, from \$1,600,000 to \$800,000	(\$800,000)		(\$800,000)
Removes funding for the state internship program	(\$200,000)		(\$200,000)
Total	(\$1,501,000)	\$0	(\$1,501,000)

⁸ Funding is reduced from the general fund for the Emergency Commission contingency fund by \$150,000, from \$500,000 to \$350,000.

⁹ One-time funding authority of \$1,000,000 is added for a cybersecurity remediation pool.

This amendment also adds sections to provide the following:

- Identifies the funding increase for health insurance premium increases.
- Provides for a transfer of \$100 million from the strategic investment and improvements fund to the general fund during the 2015-17 biennium and provides an emergency clause for this transfer.
- Authorizes the Office of Management and Budget to transfer funds appropriated from the cybersecurity remediation funding pool line item to other agencies. This section also requires the Office of Management and Budget to notify the Legislative Council of any transfers made from the cybersecurity remediation pool.
- Prohibits the purchase or construction of a new building for surplus property.
- Identifies the funding for boys and girls club work (\$53,000), unemployment insurance (\$2,000,000), and the Capitol Grounds Planning Commission (\$25,000) that are included in the appropriations in Section 1 of the bill.
- Allows state agencies to collect fees from individuals who request to have publications printed and mailed if the publications are available electronically.
- Restricts state agencies and institutions from spending salaries and wages savings resulting from vacant positions and employee turnover.