

STATEMENT OF PURPOSE OF AMENDMENT:

Senate Bill No. 2019 - Funding Summary

	Executive Budget	Final Legislative Action	Comparison To Executive Budget
Williston State College			
Capital assets		\$2,500,000	\$2,500,000
Total all funds	\$0	\$2,500,000	\$2,500,000
Less estimated income	0	2,500,000	2,500,000
General fund	\$0	\$0	\$0
FTE	0.00	0.00	0.00
Dept. of Career and Technical Education			
Salaries and wages	\$4,860,166	\$4,669,943	(\$190,223)
Operating expenses	1,253,339	1,253,339	
Grants	30,903,698	30,903,698	
Grants - Postsecondary	357,452	847,452	490,000
Adult farm management	749,802	749,802	
Workforce training	3,000,000	4,000,000	1,000,000
Accrued leave payments		96,477	96,477
Total all funds	\$41,124,457	\$42,520,711	\$1,396,254
Less estimated income	10,290,485	10,287,795	(2,690)
General fund	\$30,833,972	\$32,232,916	\$1,398,944
FTE	27.00	27.00	0.00
Bill Total			
Total all funds	\$41,124,457	\$45,020,711	\$3,896,254
Less estimated income	10,290,485	12,787,795	2,497,310
General fund	\$30,833,972	\$32,232,916	\$1,398,944
FTE	27.00	27.00	0.00

Senate Bill No. 2019 - Williston State College - House Action

	Executive Budget	Senate Version	House Changes	House Version
Capital assets			\$2,500,000	\$2,500,000
Total all funds	\$0	\$0	\$2,500,000	\$2,500,000
Less estimated income	0	0	2,500,000	2,500,000
General fund	\$0	\$0	\$0	\$0
FTE	0.00	0.00	0.00	0.00

Department 229 - Williston State College - Detail of House Changes

	Adds Funding for Workforce Training Facility¹	Total House Changes
Capital assets	2,500,000	2,500,000
Total all funds	\$2,500,000	\$2,500,000
Less estimated income	2,500,000	2,500,000
General fund	\$0	\$0
FTE	0.00	0.00

¹ A section is added authorizing Williston State College to borrow up to \$2.5 million from the Bank of North Dakota and appropriates the loan proceeds for the construction of a workforce training facility.

Senate Bill No. 2019 - Williston State College - Conference Committee Action

	Executive Budget	Senate Version	Conference Committee Changes	Conference Committee Version	House Version	Comparison to House
Capital assets			\$2,500,000	\$2,500,000	\$2,500,000	
Total all funds	\$0	\$0	\$2,500,000	\$2,500,000	\$2,500,000	\$0
Less estimated income	0	0	2,500,000	2,500,000	2,500,000	0
General fund	\$0	\$0	\$0	\$0	\$0	\$0
FTE	0.00	0.00	0.00	0.00	0.00	0.00

Department 229 - Williston State College - Detail of Conference Committee Changes

	Adds Funding for Workforce Training Facility¹	Total Conference Committee Changes
Capital assets	2,500,000	2,500,000
Total all funds	\$2,500,000	\$2,500,000
Less estimated income	2,500,000	2,500,000
General fund	\$0	\$0
FTE	0.00	0.00

¹ A section is added authorizing Williston State College to borrow up to \$2.5 million from the Bank of North Dakota and appropriates the loan proceeds for the construction of a workforce training facility. The House also added this section.

Senate Bill No. 2019 - Dept. of Career and Technical Education - Senate Action

	Executive Budget	Senate Changes	Senate Version
Salaries and wages	\$4,860,166	\$6,689	\$4,866,855
Operating expenses	1,253,339		1,253,339
Grants	30,903,698	(100,000)	30,803,698
Grants - Postsecondary	357,452	900,000	1,257,452
Adult farm management	749,802		749,802
Workforce training	3,000,000	2,600,000	5,600,000
Total all funds	\$41,124,457	\$3,406,689	\$44,531,146
Less estimated income	10,290,485	3,000,134	13,290,619
General fund	\$30,833,972	\$406,555	\$31,240,527
FTE	27.00	0.00	27.00

Department 270 - Dept. of Career and Technical Education - Detail of Senate Changes

	Corrects Executive Compensation Package¹	Decreases Funding for Virtual Centers²	Provides Funding for STEM-Based Engineering or Project Lead the Way³	Provides Funding for STEM Infusion Initiative⁴	Provides Funding for STEM Programs⁵	Increases Funding to New and Expanding Programs⁶
Salaries and wages	6,689					
Operating expenses						
Grants		(500,000)	300,000			100,000
Grants - Postsecondary				200,000	300,000	
Adult farm management						
Workforce training						
Total all funds	\$6,689	(\$500,000)	\$300,000	\$200,000	\$300,000	\$100,000
Less estimated income	134	0	0	0	0	0
General fund	<u>\$6,555</u>	<u>(\$500,000)</u>	<u>\$300,000</u>	<u>\$200,000</u>	<u>\$300,000</u>	<u>\$100,000</u>
FTE	0.00	0.00	0.00	0.00	0.00	0.00

	Provides Funding to STEM Network⁷	Provides Funding to the Workforce Training Regions⁸	Total Senate Changes
Salaries and wages			6,689
Operating expenses			(100,000)
Grants			900,000
Grants - Postsecondary	400,000		
Adult farm management			
Workforce training		2,600,000	2,600,000
Total all funds	\$400,000	\$2,600,000	\$3,406,689
Less estimated income	400,000	2,600,000	3,000,134
General fund	<u>\$0</u>	<u>\$0</u>	<u>\$406,555</u>
FTE	0.00	0.00	0.00

¹ Funding is added due to a calculation error in the executive compensation package.

² This amendment decreases the funding for the virtual centers to provide a total of \$500,000, all of which is from the general fund.

³ This amendment provides funding for STEM-based engineering programs or the Project Lead the Way program.

⁴ This amendment provides funding for a STEM Infusion Initiative.

⁵ This amendment provides funding for the STEM program at the secondary and postsecondary level, requiring matching funds from private industry grants.

⁶ This amendment increases funding for new and expanding programs to provide a total of \$600,000, all of which is from the general fund.

⁷ This amendment provides one-time funding for the STEM network from the strategic investment and improvements fund.

⁸ One-time funding from the strategic investment and improvements fund providing \$650,000 to each of the four workforce training regions for business and industry equipment and simulation equipment.

This amendment adds a section requiring the Department of Career and Technical Education to report to the Budget Section on the following:

- The increase in the number of STEM programs/programming in schools and institutions available to students.

- The increase in enrollment in STEM programming beginning at the secondary level and then onto the postsecondary level.
- The business partnerships created by the expansion of the STEM program.

This amendment adds sections amending Sections 52-08-09, 52-08-10, and 52-08-11 to change the Workforce Training Board reporting requirements from the State Board of Higher Education to the State Board for Career and Technical Education.

Senate Bill No. 2019 - Dept. of Career and Technical Education - House Action

	Executive Budget	Senate Version	House Changes	House Version
Salaries and wages	\$4,860,166	\$4,866,855	(\$298,166)	\$4,568,689
Operating expenses	1,253,339	1,253,339		1,253,339
Grants	30,903,698	30,803,698	100,000	30,903,698
Grants - Postsecondary	357,452	1,257,452	(760,000)	497,452
Adult farm management	749,802	749,802		749,802
Workforce training	3,000,000	5,600,000	(2,600,000)	3,000,000
Accrued leave payments			96,477	96,477
Total all funds	\$41,124,457	\$44,531,146	(\$3,461,689)	\$41,069,457
Less estimated income	10,290,485	13,290,619	(3,004,849)	10,285,770
General fund	\$30,833,972	\$31,240,527	(\$456,840)	\$30,783,687
FTE	27.00	27.00	0.00	27.00

Department 270 - Dept. of Career and Technical Education - Detail of House Changes

	Adjusts State Employee Compensation and Benefits Package¹	Provides Separate Line Item for Accrued Leave Payments²	Reduces Funding to the Workforce Training Regions³	Removes Funding for STEM Infusion Initiative⁴	Removes Funding for STEM Programs⁵	Increases Funding to New and Expanding Programs⁶
Salaries and wages	(201,689)	(96,477)				
Operating expenses						
Grants						100,000
Grants - Postsecondary				(200,000)	(300,000)	
Adult farm management						
Workforce training			(2,600,000)			
Accrued leave payments		96,477				
Total all funds	(\$201,689)	\$0	(\$2,600,000)	(\$200,000)	(\$300,000)	\$100,000
Less estimated income	(4,849)	0	(2,600,000)	0	0	0
General fund	(\$196,840)	\$0	\$0	(\$200,000)	(\$300,000)	\$100,000
FTE	0.00	0.00	0.00	0.00	0.00	0.00
	Adjusts STEM Network Funding⁷	Total House Changes				
Salaries and wages		(298,166)				
Operating expenses		100,000				
Grants		(760,000)				
Grants - Postsecondary	(260,000)	(760,000)				
Adult farm management		(2,600,000)				
Workforce training		96,477				
Accrued leave payments						
Total all funds	(\$260,000)	(\$3,461,689)				
Less estimated income	(400,000)	(3,004,849)				
General fund	\$140,000	(\$456,840)				
FTE	0.00	0.00				

¹ This amendment adjusts the state employee compensation and benefits package as follows:

- Reduces the performance component from 3 to 5 percent per year to 2 to 4 percent per year.

- Reduces the market component from 2 to 4 percent per year for employees below the midpoint of their salary range to up to 2 percent for employees in the first quartile of their salary range for the first year of the biennium only.
- Removes funding for additional retirement contribution increases.

² A portion of salaries and wages funding from the general fund (\$81,028) and from other funds (\$15,449) for permanent employees' compensation and benefits is reallocated to an accrued leave payments line item for paying annual leave and sick leave for eligible employees.

³ This amendment removes the funding added by the Senate to the workforce training regions to provide a total of \$3 million, the same amount provided in the executive budget.

⁴ This amendment removes the funding added by the Senate for the STEM infusion initiative.

⁵ This amendment removes the funding added by the Senate for STEM programs.

⁶ This amendment provides additional funding to the new and expanding programs to provide a total of \$700,000, all of which is from the general fund.

⁷ Adjusts STEM funding to provide a total of \$300,000, including the \$160,000 from the general fund appropriated in House Bill No. 1228 which has been approved by both chambers, and changes the funding source from the strategic investment and improvements fund to the general fund.

This amendment also:

- Removes Sections 2, 3, and 4 which changed the Workforce Training Board reporting requirements from the State Board of Higher Education to the State Board for Career and Technical Education.
- Removes Section 5 which required the Department of Career and Technical Education to report the performance measures of the STEM network to the Budget Section.
- Removes Section 7 relating to matching funds for STEM grants, the funding for which is removed by the House.

Senate Bill No. 2019 - Dept. of Career and Technical Education - Conference Committee Action

	Executive Budget	Senate Version	Conference Committee Changes	Conference Committee Version	House Version	Comparison to House
Salaries and wages	\$4,860,166	\$4,866,855	(\$196,912)	\$4,669,943	\$4,568,689	\$101,254
Operating expenses	1,253,339	1,253,339		1,253,339	1,253,339	
Grants	30,903,698	30,803,698	100,000	30,903,698	30,903,698	
Grants - Postsecondary	357,452	1,257,452	(410,000)	847,452	497,452	350,000
Adult farm management	749,802	749,802		749,802	749,802	
Workforce training	3,000,000	5,600,000	(1,600,000)	4,000,000	3,000,000	1,000,000
Accrued leave payments			96,477	96,477	96,477	
Total all funds	\$41,124,457	\$44,531,146	(\$2,010,435)	\$42,520,711	\$41,069,457	\$1,451,254
Less estimated income	10,290,485	13,290,619	(3,002,824)	10,287,795	10,285,770	2,025
General fund	\$30,833,972	\$31,240,527	\$992,389	\$32,232,916	\$30,783,687	\$1,449,229
FTE	27.00	27.00	0.00	27.00	27.00	0.00

Department 270 - Dept. of Career and Technical Education - Detail of Conference Committee Changes

	Adjusts State Employee Compensation and Benefits Package¹	Provides Separate Line Item for Accrued Leave Payments²	Reduces Funding for STEM Programs³	Changes Funding for Additional Workforce Training Grants⁴	Increases Funding to New and Expanding Programs⁵	Reduces the Funding for STEM Network⁶
Salaries and wages	(100,435)	(96,477)				
Operating expenses						
Grants					100,000	
Grants - Postsecondary			(150,000)			(260,000)
Adult farm management						
Workforce training				(1,600,000)		
Accrued leave payments		96,477				
Total all funds	(\$100,435)	\$0	(\$150,000)	(\$1,600,000)	\$100,000	(\$260,000)
Less estimated income	(2,824)	0	0	(2,600,000)	0	(400,000)
General fund	(\$97,611)	\$0	(\$150,000)	\$1,000,000	\$100,000	\$140,000
FTE	0.00	0.00	0.00	0.00	0.00	0.00

	Total Conference Committee Changes
Salaries and wages	(196,912)
Operating expenses	
Grants	100,000
Grants - Postsecondary	(410,000)
Adult farm management	
Workforce training	(1,600,000)
Accrued leave payments	96,477
Total all funds	(\$2,010,435)
Less estimated income	(3,002,824)
General fund	\$992,389
FTE	0.00

¹ This amendment adjusts the state employee compensation and benefits package as follows:

- Reduces the performance component from 3 to 5 percent per year to 3 to 5 percent for the first year of the biennium and 2 to 4 percent for the second year of the biennium.
- Reduces the market component from 2 to 4 percent per year to 1 to 2 percent per year for employees below the midpoint of their salary range.
- Reduces funding for retirement contribution increases to provide for a 1 percent state and 1 percent employee increase beginning in January 2014 and no increase in January 2015.

² A portion of salaries and wages funding from the general fund (\$81,028) and from other funds (\$15,449) for permanent employees' compensation and benefits is reallocated to an accrued leave payments line item for paying annual leave and sick leave for eligible employees.

³ This amendment reduces the funding added by the Senate for science, technology, engineering, and mathematics (STEM) programs to provide a total of \$150,000. The Senate provided \$300,000 for STEM programs, the House removed this funding.

⁴ This amendment changes the funding source of the additional workforce training grants added by the Senate and reduces the total funding to provide an additional \$1 million, all of which is from the general fund, to provide a total of \$4 million. A section has been added to the bill requiring each workforce training quadrant to provide a dollar-for-dollar match from private industry in order to qualify for the grant from the additional \$1 million. The Senate added \$2.6 million, all of which was from the strategic investment and improvements fund. The House removed this funding. The executive budget included \$3 million for workforce training grants. The additional \$1 million provided for workforce training grants is one-time funding.

⁵ This amendment provides additional funding to the new and expanding programs to provide a total of \$700,000, all of which is from the general fund, the same as the House version. The Senate did not change the executive recommendation.

⁶ Adjusts STEM funding to provide a total of \$300,000, including the \$160,000 from the general fund appropriated in House Bill No. 1228 which has been approved by both chambers, and changes the funding source from the strategic investment and improvements fund to the general fund. The same as the House version.

This amendment also:

- Removes Sections 2, 3, and 4 added by the Senate which changed the Workforce Training Board reporting requirements from the State Board of Higher Education to the State Board for Career and Technical Education.