

**STATEMENT OF PURPOSE OF AMENDMENT:**

**Senate Bill No. 2018 - Funding Summary**

	<b>Base Budget</b>	<b>Final Legislative Action</b>	<b>Comparison to Base Budget</b>
State Historical Society			
Salaries and wages	\$15,791,624	\$16,514,494	\$722,870
Operating expenses	4,473,663	4,595,831	122,168
Capital assets	1,251,015	25,414,428	24,163,413
Grants	600,000	1,803,340	1,203,340
Cultural heritage grants	500,000	500,000	
America's 250th		250,000	250,000
Exhibits		300,000	300,000
<b>Total all funds</b>	<b>\$22,616,302</b>	<b>\$49,378,093</b>	<b>\$26,761,791</b>
Less estimated income	<u>3,229,952</u>	<u>27,339,183</u>	<u>24,109,231</u>
General fund	\$19,386,350	\$22,038,910	\$2,652,560
FTE	78.75	83.50	4.75
Bill total			
Total all funds	\$22,616,302	\$49,378,093	\$26,761,791
Less estimated income	<u>3,229,952</u>	<u>27,339,183</u>	<u>24,109,231</u>
General fund	\$19,386,350	\$22,038,910	\$2,652,560
FTE	78.75	83.50	4.75

**Senate Bill No. 2018 - State Historical Society - Senate Action**

	<b>Base Budget</b>	<b>Senate Changes</b>	<b>Senate Version</b>
Salaries and wages	\$15,791,624	\$1,757,194	\$17,548,818
Operating expenses	4,473,663	(512,832)	3,960,831
Capital assets	1,251,015	4,883,413	6,134,428
Grants	600,000	1,203,340	1,803,340
Cultural heritage grants	500,000		500,000
America's 250th		750,000	750,000
Exhibits		595,000	595,000
<b>Total all funds</b>	<b>\$22,616,302</b>	<b>\$8,676,115</b>	<b>\$31,292,417</b>
Less estimated income	<u>3,229,952</u>	<u>6,073,389</u>	<u>9,303,341</u>
General fund	\$19,386,350	\$2,602,726	\$21,989,076
FTE	78.75	3.25	82.00

**Department 701 - State Historical Society - Detail of Senate Changes**

	<b>Adds Funding for the Cost to Continue Salaries<sup>1</sup></b>	<b>Adds Funding for Salary and Benefit Increases<sup>2</sup></b>	<b>Adjusts Funding in Various Line Items<sup>3</sup></b>	<b>Adds FTE to Fully Fund Interpretive Resource Specialist Position<sup>4</sup></b>	<b>Adds 3 FTE Positions<sup>5</sup></b>	<b>Adds Funding for ITD Increases<sup>6</sup></b>
Salaries and wages	\$106,849	\$1,112,346	(\$296,853)	\$64,814	\$770,038	
Operating expenses			(1,120,944)			\$24,072
Capital assets			165,809			
Grants			328,340			
Cultural heritage grants						
America's 250th						
Exhibits						
<b>Total all funds</b>	<b>\$106,849</b>	<b>\$1,112,346</b>	<b>(\$923,648)</b>	<b>\$64,814</b>	<b>\$770,038</b>	<b>\$24,072</b>
Less estimated income	<u>10,449</u>	<u>116,500</u>	<u>(923,648)</u>	<u>0</u>	<u>770,038</u>	<u>50</u>
General fund	\$96,400	\$995,846	\$0	\$64,814	\$0	\$24,022
FTE	0.00	0.00	0.00	0.25	3.00	0.00

	Adds Funding for Operating Expenses <sup>7</sup>	Adjusts Funding for Bond Payments <sup>8</sup>	Adds Funding for Historic Building Improvements <sup>9</sup>	Adds One-time Funding for Inflationary Costs <sup>10</sup>	Adds One-time Funding for Geographic Information System Upgrades <sup>11</sup>	Adds One-time Funding for Medora Site Planning <sup>12</sup>
Salaries and wages						
Operating expenses	\$26,445			\$120,795	\$250,000	\$150,000
Capital assets		(\$586,640)	\$500,000			
Grants						
Cultural heritage grants						
America's 250th Exhibits						
<b>Total all funds</b>	<b>\$26,445</b>	<b>(\$586,640)</b>	<b>\$500,000</b>	<b>\$120,795</b>	<b>\$250,000</b>	<b>\$150,000</b>
Less estimated income	0	0	0	0	25,000	0
General fund	\$26,445	(\$586,640)	\$500,000	\$120,795	\$225,000	\$150,000
FTE	0.00	0.00	0.00	0.00	0.00	0.00

	Adds One-time Funding for Federal Grants <sup>13</sup>	Adds One-time Funding for Newspaper Preservation <sup>14</sup>	Adds One-time Funding for Improving Exhibit Engagement <sup>15</sup>	Adds One-time Funding for Historical Building Improvements <sup>16</sup>	Adds One-time Funding for America's 250th Celebration <sup>17</sup>	Total Senate Changes
Salaries and wages						\$1,757,194
Operating expenses	\$30,000	\$6,800				(512,832)
Capital assets		229,244	\$75,000	\$4,500,000		4,883,413
Grants	875,000					1,203,340
Cultural heritage grants						
America's 250th Exhibits			595,000		\$750,000	750,000
<b>Total all funds</b>	<b>\$905,000</b>	<b>\$236,044</b>	<b>\$670,000</b>	<b>\$4,500,000</b>	<b>\$750,000</b>	<b>\$8,676,115</b>
Less estimated income	905,000	0	670,000	4,500,000	0	6,073,389
General fund	\$0	\$236,044	\$0	\$0	\$750,000	\$2,602,726
FTE	0.00	0.00	0.00	0.00	0.00	3.25

<sup>1</sup> Funding is added for the cost to continue salary increases.

<sup>2</sup> The following is funding is added for 2023-25 biennium salary adjustments of 4 percent on July 1, 2023, and 4 percent on July 1, 2024, and increases in health insurance premiums from \$1,429 to \$1,648 per month:

	General Fund	Other Funds	Total
Salary increase	\$643,530	\$91,244	\$734,774
Health insurance increase	352,316	25,256	377,572
Total	\$995,846	\$116,500	\$1,112,346

<sup>3</sup> Funding is adjusted in various line items due to reduction in federal funding.

<sup>4</sup> Funding of \$64,814 from the general fund is added for a 0.25 FTE interpretive resource specialist position to provide for the position as 1.00 FTE.

<sup>5</sup> Funding of \$770,038 is added for 3 FTE positions, of which 1 FTE is for a trade services III position (\$216,688), 1 FTE is for a trade services IV position (\$244,142), and 1 FTE is for a program management II position (\$309,208). Funding for these positions will be from museum store revenues.

<sup>6</sup> Funding is added for Information Technology Department rate increases.

<sup>7</sup> Funding of \$26,445 is added from the general fund for software and maintenance contracts for:

- Geographic information system (\$14,400)
- Newspaper preservation (\$12,045)

<sup>8</sup> Funding is decreased from the general fund due to bond payments relating to the research collections expansion and the Chateau de Mores interpretive center ending in 2024.

<sup>9</sup> Funding is added from the general fund for ongoing historic building improvements and repairs.

<sup>10</sup> One-time funding of \$120,795 is added from the general fund for increases in utilities at historic sites.

<sup>11</sup> One-time funding of \$250,000 is added to update the geographic information system to allow remote access to ensure all contractors can obtain culturally sensitive information.

<sup>12</sup> One-time funding of \$150,000 is added from the general fund for Medora area planning to coordinate with the Theodore Roosevelt Presidential Library.

<sup>13</sup> One-time funding of \$905,000 is added for the following federally funded programs:

- Digital humanities advancement grant (\$30,000)
- Paul Bruhn historical revitalization grant (\$750,000)
- Underrepresented community grant (\$125,000)

<sup>14</sup> One-time funding of \$236,044 is added from the general fund for a scanner and microfilm plotter to assist in the newspaper preservation project.

<sup>15</sup> One-time funding of \$670,000 is added for improving exhibit engagement at historical properties, of which \$595,000 is from the strategic investment and improvements fund and \$75,000 is from funds received by the Historical Foundation.

<sup>16</sup> One-time funding of \$4.5 million is added from the strategic investment and improvements fund for historic building improvements, repair, and maintenance.

<sup>17</sup> One-time funding of \$750,000 from the general fund is added to allow the America 250 Commission to plan and monitor events relating to America's 250th celebration and to provide grants to communities to help in their commemorations.

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This amendment also:

- Adds a section to identify \$5,095,500 from the strategic investment and improvements fund, of which \$4,500,000 is for critical repairs to historic site structures and \$595,000 is for creating new and repairing existing exhibits;
- Adds a section to identify \$100,000 of funding in the estimated income line item from the Department of Transportation for defraying the expenses of the Lewis and Clark Interpretive Center for the 2023-25 biennium;
- Adds sections to amend and reenact North Dakota Century Code Sections 55-03-01 and 55-03-01.1 allowing the Director of the State Historical Society to set filing and permit fees;
- Adds a section to allow continuation of funding from the federal State Fiscal Recovery Fund from the 2021-23 biennium for deferred maintenance and extraordinary repair projects in the 2023-25 biennium; and
- Provides for a Legislative Management study related to records retention compliance of records deemed historic in value.

**Senate Bill No. 2018 - State Historical Society - House Action**

	Base Budget	Senate Version	House Changes	House Version
Salaries and wages	\$15,791,624	\$17,548,818	(\$1,074,324)	\$16,474,494
Operating expenses	4,473,663	3,960,831	635,000	4,595,831
Capital assets	1,251,015	6,134,428	(1,470,000)	4,664,428
Grants	600,000	1,803,340		1,803,340
Cultural heritage grants	500,000	500,000		500,000
America's 250th		750,000	(500,000)	250,000
Exhibits		595,000	(295,000)	300,000
Total all funds	\$22,616,302	\$31,292,417	(\$2,704,324)	\$28,588,093
Less estimated income	3,229,952	9,303,341	(2,714,158)	6,589,183
General fund	\$19,386,350	\$21,989,076	\$9,834	\$21,998,910
FTE	78.75	82.00	1.50	83.50

**Department 701 - State Historical Society - Detail of House Changes**

	<b>Adds Funding for Salary and Benefit Increases<sup>1</sup></b>	<b>Adds Funding for FTE Positions<sup>2</sup></b>	<b>Adjusts Funding for One-Time Items<sup>3</sup></b>	<b>Removes Salary Funding for Funding Pool<sup>4</sup></b>	<b>Total House Changes</b>
Salaries and wages	\$237,904	\$296,164	\$200,000	(\$1,808,392)	(\$1,074,324)
Operating expenses		40,000	595,000		635,000
Capital assets			(1,470,000)		(1,470,000)
Grants					
Cultural heritage grants					
America's 250th Exhibits			(500,000)		(500,000)
			(295,000)		(295,000)
<b>Total all funds</b>	<b>\$237,904</b>	<b>\$336,164</b>	<b>(\$1,470,000)</b>	<b>(\$1,808,392)</b>	<b>(\$2,704,324)</b>
Less estimated income	30,031	0	(1,895,000)	(849,189)	(2,714,158)
General fund	\$207,873	\$336,164	\$425,000	(\$959,203)	\$9,834
<b>FTE</b>	<b>0.00</b>	<b>1.50</b>	<b>0.00</b>	<b>0.00</b>	<b>1.50</b>

<sup>1</sup> Salaries and wages funding is adjusted to provide for the 2023-25 biennium salary increases of 6 percent on July 1, 2023, and 4 percent on July 1, 2024, and for adjustments to health insurance premium rates as follows:

	<b>General Fund</b>	<b>Other Funds</b>	<b>Total</b>
Salary increase	\$215,795	\$30,599	\$246,394
Health insurance adjustment	(7,922)	(568)	(8,490)
<b>Total</b>	<b>\$207,873</b>	<b>\$30,031</b>	<b>\$237,904</b>

The Senate provided salary adjustments of 4 percent on July 1, 2023, and July 1, 2024.

<sup>2</sup> Funding of \$336,164 from the general fund is added for 1.5 FTE positions and related operating expenses:

	<b>FTE</b>	<b>Salaries and Wages</b>	<b>Operating Expenses</b>	<b>Total</b>
Digital specialist	1.00	\$187,590	\$0	\$187,590
Brand marketing assistant	0.50	108,574	40,000	148,574
<b>Total</b>	<b>1.50</b>	<b>\$296,164</b>	<b>\$40,000</b>	<b>\$336,164</b>

<sup>3</sup> One-time funding is adjusted as follows:

- Added \$425,000 from the general fund for a digital interactive initiative project.
- Reduced funding by \$2 million from the strategic investment and improvements fund for historic building improvements to provide a total of \$2.5 million.
- Added \$400,000 from federal funds for an Army Corps of Engineers grant, of which \$200,000 is for salaries and wages, \$170,000 is for operating expenses, and \$30,000 is for capital assets.
- Added \$250,000 from the general fund for an opera house restoration project.
- Added \$250,000 from the general fund for conducting a study and designing a monument at Whitestone Hill State Historic Site.
- Reduced funding by \$500,000 from the general fund to provide a total of \$250,000 for the America's 250<sup>th</sup> celebration project.
- Reduced funding by \$295,000 from the strategic investment and improvements fund to provide a total of \$375,000 for improving exhibits including \$300,000 from the strategic investment and improvements fund and \$75,000 from donations.

<sup>4</sup> Funding for new FTE positions and estimated savings from vacant FTE positions is removed as shown below. These amounts are available to the agency if needed by submitting a request to the Office of Management and Budget for a transfer from the new and vacant FTE funding pool.

	<b>General Fund</b>	<b>Other Funds</b>	<b>Total</b>
New FTE positions	(\$400,978)	(\$770,038)	(\$1,171,016)
Vacant FTE positions	(558,225)	(79,151)	(637,376)
<b>Total</b>	<b>(\$959,203)</b>	<b>(\$849,189)</b>	<b>(\$1,808,392)</b>

This amendment changes a section to identify \$2,800,000 from the strategic investment and improvements fund, of which \$2,500,000 is for critical repairs to historic site structures and \$300,000 is for creating new and repairing existing exhibits. The Senate provided \$5,095,000 from the strategic investment and improvements fund for the sites and exhibits.

**Senate Bill No. 2018 - State Historical Society - Conference Committee Action**

	Base Budget	Senate Version	Conference Committee Changes	Conference Committee Version	House Version	Comparison to House
Salaries and wages	\$15,791,624	\$17,548,818	(\$1,034,324)	\$16,514,494	\$16,474,494	\$40,000
Operating expenses	4,473,663	3,960,831	635,000	4,595,831	4,595,831	
Capital assets	1,251,015	6,134,428	19,280,000	25,414,428	4,664,428	20,750,000
Grants	600,000	1,803,340		1,803,340	1,803,340	
Cultural heritage grants	500,000	500,000		500,000	500,000	
America's 250th		750,000	(500,000)	250,000	250,000	
Exhibits		595,000	(295,000)	300,000	300,000	
Total all funds	\$22,616,302	\$31,292,417	\$18,085,676	\$49,378,093	\$28,588,093	\$20,790,000
Less estimated income	3,229,952	9,303,341	18,035,842	27,339,183	6,589,183	20,750,000
General fund	\$19,386,350	\$21,989,076	\$49,834	\$22,038,910	\$21,998,910	\$40,000
FTE	78.75	82.00	1.50	83.50	83.50	0.00

**Department 701 - State Historical Society - Detail of Conference Committee Changes**

	Adds Funding for Salary and Benefit Increases <sup>1</sup>	Adds Funding for FTE Positions <sup>2</sup>	Removes Salary Funding for Funding Pool <sup>3</sup>	Adjusts Funding for One-Time Items <sup>4</sup>	Total Conference Committee Changes
Salaries and wages	\$237,904	\$296,164	(\$1,768,392)	\$200,000	(\$1,034,324)
Operating expenses		40,000		595,000	635,000
Capital assets				19,280,000	19,280,000
Grants					
Cultural heritage grants					
America's 250th				(500,000)	(500,000)
Exhibits				(295,000)	(295,000)
Total all funds	\$237,904	\$336,164	(\$1,768,392)	\$19,280,000	\$18,085,676
Less estimated income	30,031	0	(849,189)	18,855,000	18,035,842
General fund	\$207,873	\$336,164	(\$919,203)	\$425,000	\$49,834
FTE	0.00	1.50	0.00	0.00	1.50

<sup>1</sup> Salaries and wages funding is adjusted to provide for the 2023-25 biennium salary increases of 6 percent on July 1, 2023, and 4 percent on July 1, 2024, and for adjustments to health insurance premium rates, the same as the House version, as follows:

	General Fund	Other Funds	Total
Salary increase	\$215,795	\$30,599	\$246,394
Health insurance adjustment	(7,922)	(568)	(8,490)
Total	\$207,873	\$30,031	\$237,904

The Senate provided salary adjustments of 4 percent on July 1, 2023, and July 1, 2024.

<sup>2</sup> Funding of \$336,164 from the general fund is added for 1.5 FTE positions and related operating expenses:

	FTE	Salaries and Wages	Operating Expenses	Total
Digital specialist	1.00	\$187,590	\$0	\$187,590
Brand marketing assistant	0.50	108,574	40,000	148,574
Total	1.50	\$296,164	\$40,000	\$336,164

The House also added the funding for the positions.

<sup>3</sup> Funding for new FTE positions and estimated savings from vacant FTE positions is removed as shown below.

These amounts are available to the agency if needed by submitting a request to the Office of Management and Budget for a transfer from the new and vacant FTE funding pool.

	<b>General Fund</b>	<b>Other Funds</b>	<b>Total</b>
New FTE positions	(\$360,978)	(\$770,038)	(\$1,131,016)
Vacant FTE positions	<u>(558,225)</u>	<u>(79,151)</u>	<u>(637,376)</u>
Total	(\$919,203)	(\$849,189)	(\$1,768,392)

The House also removed funding for the new and vacant FTE funding pool.

<sup>4</sup> One-time funding is adjusted as follows:

- Adds \$425,000 from the general fund for a digital interactive initiative project, the same as the House.
- Reduces funding by \$1.25 million from the strategic investment and improvements fund for historic building improvements to provide a total of \$3.25 million. The House had reduced the funding by \$2 million to provide a total of \$2.5 million.
- Adds \$400,000 from federal funds for an Army Corps of Engineers grant, of which \$200,000 is for salaries and wages, \$170,000 is for operating expenses, and \$30,000 is for capital assets, the same as the House.
- Adds \$250,000 from the general fund for an opera house restoration project, the same as the House.
- Adds \$250,000 from the general fund for conducting a study and designing a monument at Whitestone Hill State Historic Site, the same as the House.
- Reduces funding by \$500,000 from the general fund to provide a total of \$250,000 for the America's 250<sup>th</sup> celebration project, the same as the House.
- Reduces funding by \$295,000 from the strategic investment and improvements fund to provide a total of \$375,000 for improving exhibits including \$300,000 from the strategic investment and improvements fund and \$75,000 from donations, the same as the House.
- Adds \$20 million from a Bank of North Dakota line of credit for the construction of a North Dakota military museum. The Senate and House did not include the line of credit.

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This amendment:

- Changes a section to identify \$3,550,000 from the strategic investment and improvements fund, of which \$3,250,000 is for critical repairs to historic site structures and \$300,000 is for creating new and repairing existing exhibits. The Senate provided \$5,095,000 and the House \$2,500,000 from the strategic investment and improvements fund for the sites and exhibits.
- Adds a section to provide a line of credit from the Bank of North Dakota to the State Historical Society for \$20 million for the construction of a North Dakota military museum.