

Department 412 - Aeronautics Commission
House Bill No. 1006

Executive Budget Comparison to Base Level

	General Fund	Other Funds	Total
2023-25 Executive Budget	\$475,000	\$38,194,156	\$38,669,156
2023-25 Base Level	475,000	30,741,987	31,216,987
Increase (Decrease)	\$0	\$7,452,169	\$7,452,169

Selected Budget Changes Recommended in the Executive Budget

	General Fund	Other Funds	Total
1. Adds funding for state employee salary and benefit increases, of which \$113,098 is for salary increases and \$35,996 is for health insurance increases	\$0	\$149,094	\$149,094
2. Adds funding for statewide system plan and economic impact of aviation study and pavement condition impact study	\$0	\$767,323	\$767,323
3. Transfers \$450,000 from airport grants to operating expenses for impact studies	\$0	\$0	\$0
4. Add one-time funding for International Peace Garden Airport rehabilitation	\$0	\$2,500,000	\$2,500,000
5. Adds one-time funding from agency special funds for airport infrastructure grants to provide a total of \$11.1 million	\$0	\$4,000,000	\$4,000,000

A summary of the executive budget changes to the agency's base level appropriations is attached as an appendix.

A copy of the draft appropriations bill containing the executive budget recommendations is attached as an appendix.

Selected Bill Sections Recommended in the Executive Budget

Exemption - Airport infrastructure fund - Section 3 would provide that \$20 million from the airport infrastructure fund is not subject to the provisions of North Dakota Century Code Section 54-44.1-11, and any unexpended funds during the 2023-25 biennium may be expended during the 2025-27 biennium to provide grants to airports.

Continuing Appropriations

There are no continuing appropriations for this agency.

Deficiency Appropriations

There are no deficiency appropriations for this agency.

Significant Audit Findings

There are no significant audit findings for this agency.

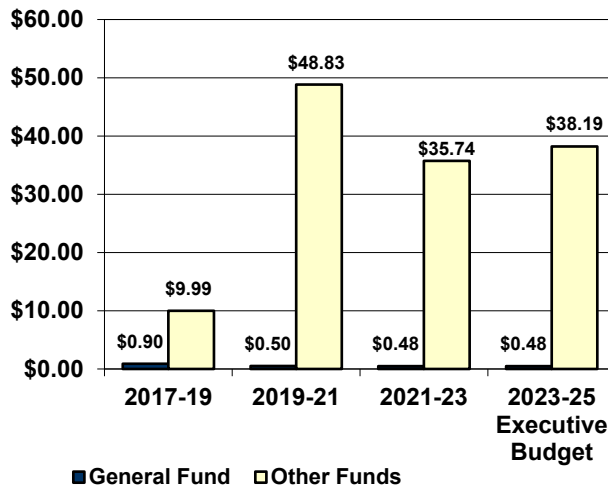
Major Related Legislation

At this time, no major legislation has been introduced affecting this agency.

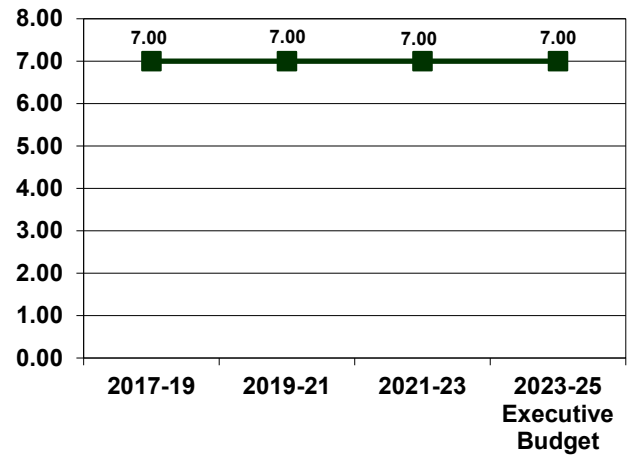
Historical Appropriations Information

Agency Appropriations and FTE Positions

Agency Funding (Millions)



FTE Positions



Ongoing General Fund Appropriations

	2015-17	2017-19	2019-21	2021-23	2023-25 Executive Budget
Ongoing general fund appropriations	\$934,500	\$900,000	\$500,000	\$475,000	\$475,000
Increase (decrease) from previous biennium	N/A	(\$34,500)	(\$400,000)	(\$25,000)	\$0
Percentage increase (decrease) from previous biennium	N/A	(3.7%)	(44.4%)	(5.0%)	0.0%
Cumulative percentage increase (decrease) from 2015-17 biennium	N/A	(3.7%)	(46.5%)	(49.2%)	(49.2%)

Major Increases (Decreases) in Ongoing General Fund Appropriations

2017-19 Biennium

1. Reduced funding for airport grants to provide \$900,000 (\$34,500)

2019-21 Biennium

1. Reduced funding for airport grants to provide \$500,000 (\$400,000)

2021-23 Biennium

1. Reduced funding for airport grants to provide \$475,000 (\$25,000)

2023-25 Biennium (Executive Budget Recommendation)

1. No major increases or decreases \$0

One-Time General Fund Appropriations

	2015-17	2017-19	2019-21	2021-23	2023-25 Executive Budget
One-time general fund appropriations	\$0	\$0	\$0	\$0	\$0

Major One-Time General Fund Appropriations

2017-19 Biennium

1. None \$0

2019-21 Biennium

1. None \$0

2021-23 Biennium

1. None \$0

2023-25 Biennium (Executive Budget Recommendation)

1. None \$0

Aeronautics Commission - Budget No. 412
House Bill No. 1006
Base Level Funding Changes

	Executive Budget Recommendation			
	FTE Positions	General Fund	Other Funds	Total
2023-25 Biennium Base Level	7.00	\$475,000	\$30,741,987	\$31,216,987
2023-25 Ongoing Funding Changes				
Cost to continue salary increase			\$11,281	\$11,281
Salary increase			113,098	113,098
Health insurance increase			35,996	35,996
Adds funding for temporary salaries			24,471	24,471
Adds funding to operating expenses for impact studies			767,323	767,323
Transfers \$450,000 from airport grants to operating expenses				0
Total ongoing funding changes	0.00	\$0	\$952,169	\$952,169
One-time funding items				
Adds one-time funding for the International Peace Garden Airport rehabilitation			\$2,500,000	\$2,500,000
Adds one-time funding for airport infrastructure grants			4,000,000	4,000,000
Total one-time funding changes	0.00	\$0	\$6,500,000	\$6,500,000
Total Changes to Base Level Funding	0.00	\$0	\$7,452,169	\$7,452,169
2023-25 Total Funding	7.00	\$475,000	\$38,194,156	\$38,669,156
Federal funds included in other funds			\$3,940,000	
Total ongoing changes as a percentage of base level	0.0%	0.0%	3.1%	3.1%
Total changes as a percentage of base level	0.0%	0.0%	24.2%	23.9%

Other Sections in Aeronautics Commission - Budget No. 412

Executive Budget Recommendation	
Exemption - Airport infrastructure fund	Section 3 would provide that \$20 million appropriated from the airport infrastructure fund during the 2023-25 biennium is not subject to the provisions of Section 54-44.1-11, and any unexpended funds may be expended during the 2025-27 biennium, to provide grants to airports.

HOUSE BILL NO. 1006
(Governor's Recommendation)

Introduced by

Appropriations Committee

(At the request of the Governor)

A bill for an act to provide an appropriation for defraying the expenses of the North Dakota aeronautics commission.

BE IT ENACTED BY THE LEGISLATIVE ASSEMBLY OF NORTH DAKOTA:

SECTION 1. APPROPRIATION. The funds are provided in this section, or so much of the funds as may be necessary, are appropriated out of any moneys in the general fund in the state treasury, not otherwise appropriated, and from special funds derived from federal funds and other income, to the North Dakota aeronautics commission for the purpose of defraying the expenses of the North Dakota aeronautics commission, for the biennium beginning July 1, 2023 and ending June 30, 2025, as follows:

	<u>Base Level</u>	<u>Adjustments or Enhancements</u>	<u>Appropriation</u>
Salaries and Wages	\$ 1,599,310	\$ 184,846	\$ 1,784,156
Operating Expenses	2,067,677	1,467,323	3,535,000
Capital Assets	0	2,250,000	2,250,000
Grants	<u>27,550,000</u>	<u>3,550,000</u>	<u>31,100,000</u>
Total All Funds	\$31,216,987	\$7,452,169	\$38,669,156
Less Estimated Income	<u>30,741,987</u>	<u>7,452,169</u>	<u>38,194,156</u>
Total General Fund	\$ 475,000	\$0	\$ 475,000
Full-time Equivalent Positions	7.00	0.00	7.00

SECTION 2. ONE-TIME FUNDING. The following amounts reflect the one-time funding items approved by the sixty-seventh legislative assembly for the 2021-23 biennium:

<u>One-Time Funding Description</u>	<u>2021-23</u>	<u>2023-25</u>
Airport Grants	\$0	\$ 4,000,000
International Peace Garden Airport Rehabilitation	<u>0</u>	<u>2,500,000</u>
Total Other Funds	\$0	\$ 6,500,000

SECTION 3. ESTIMATED INCOME – AIRPORT INFRASTRUCTURE FUND – AIRPORT GRANTS - EXEMPTION. The estimated income line item in section 1 of this Act includes \$20,000,000 from the airport infrastructure fund for the aeronautics commission to provide grants to airports during the biennium beginning July 1, 2023 and ending June 30, 2025. Section 54-44.1-11 does not apply to this funding, and any funds not spent by June 30, 2025, must be continued into the biennium beginning July 1, 2025 and ending June 30, 2027, and may be expended only for providing grants to airports.