

PROPOSED AMENDMENTS TO ENGROSSED HOUSE BILL NO. 1014

That the Senate recede from its amendments as printed on pages 1763-1779 of the House Journal and pages 1454-1470 of the Senate Journal and that Engrossed House Bill No. 1014 be amended as follows:

Page 1, line 2, after the second "commission" insert "; to create and enact a new section to chapter 6-09 of the North Dakota Century Code, relating to a rebuilders home loan program"

Page 1, line 3, after "reenact" insert "section 54-17-40 and"

Page 1, line 4, after "Code" insert "and section 7 of House Bill No. 1435, as approved by the sixty-sixth legislative assembly"

Page 1, line 4, after "to" insert "the housing incentive fund,"

Page 1, line 5, after "fund" insert ", and a transfer to the statewide interoperable radio network fund"

Page 1, line 5, replace "and" with "to provide for a contingent transfer;"

Page 1, line 6, after "exemption" insert "; to provide for a report; to provide for a study; to provide a statement of legislative intent; and to declare an emergency"

Page 1, remove lines 18 through 24

Page 2, replace line 1 with:

"Salaries and wages	\$22,014,084	\$1,570,366	\$23,584,450
Operating expenses	5,305,888	794,339	6,100,227
Capital assets	0	5,000,000	5,000,000
Grants - bond payments	13,210,484	(2,701,717)	10,508,767
Contingencies	<u>221,737</u>	<u>7,807</u>	<u>229,544</u>
Total all funds	\$40,752,193	\$4,670,795	\$45,422,988
Less estimated income	<u>15,343,206</u>	<u>2,650,584</u>	<u>17,993,790</u>
Total general fund	\$25,408,987	\$2,020,211	\$27,429,198"

Page 2, replace lines 7 through 9 with:

"Bank of North Dakota operations	\$58,489,204	\$4,358,595	\$62,847,799
Capital assets	<u>810,000</u>	<u>700,000</u>	<u>1,510,000</u>
Total special funds	\$59,299,204	\$5,058,595	\$64,357,799"

Page 2, replace lines 15 through 19 with:

"Salaries and wages	\$7,892,056	\$616,959	\$8,509,015
Operating expenses	4,743,355	602,921	5,346,276
Grants	31,794,828	1,671,772	33,466,600
Housing finance agency contingencies	<u>100,000</u>	<u>0</u>	<u>100,000</u>
Total special funds	\$44,530,239	\$2,891,652	\$47,421,891"

Page 2, replace lines 25 through 30 with:

"Salaries and wages	\$39,308,519	\$7,139,305	\$46,447,824
Operating expenses	28,195,000	1,642,000	29,837,000
Contingencies	500,000	0	500,000
Agriculture promotion	<u>210,000</u>	<u>0</u>	<u>210,000</u>
Total special funds	\$68,213,519	\$8,781,305	\$76,994,824
Full-time equivalent positions	153.00	3.00	156.00"

Page 3, replace lines 4 through 6 with:

"Grand total general fund	\$25,408,987	\$9,540,211	\$34,949,198
Grand total special funds	<u>187,386,168</u>	<u>19,382,136</u>	<u>206,768,304</u>
Grand total all funds	\$212,795,155	\$28,922,347	\$241,717,502"

Page 3, replace lines 12 through 19 with:

"Litigation	\$1,000,000		\$0
Industrial water supply asset study	150,000		0
Soil remediation studies	5,000,000		0
Survey review	800,000		0
Temporary employees	0		175,000
Rare earth elements study	0		160,000
Fracturing sand study	0		110,000
Oil database software upgrade	<u>0</u>		<u>5,000,000</u>
Total all funds	\$6,950,000		\$5,445,000
Less estimated income	<u>6,950,000</u>		<u>5,270,000</u>
Total general fund		\$0	\$175,000"

Page 4, after line 15, insert:

"SECTION 5. APPROPRIATION - TRANSFER GENERAL FUND TO HIGH-LEVEL RADIOACTIVE WASTE FUND. There is appropriated out of any moneys in the general fund in the state treasury, not otherwise appropriated, the sum of \$20,000, which the office of management and budget shall transfer to the high-level radioactive waste fund during the biennium beginning July 1, 2019, and ending June 30, 2021. The funding provided in this section is considered a one-time funding item.

SECTION 6. APPROPRIATION - TRANSFER GENERAL FUND TO HOUSING INCENTIVE FUND. There is appropriated out of any moneys in the general fund in the state treasury, not otherwise appropriated, the sum of \$7,500,000, which the office of management and budget shall transfer to the housing incentive fund during the biennium beginning July 1, 2019, and ending June 30, 2021. The funding provided in this section is considered a one-time funding item."

Page 4, line 16, replace "**APPROPRIATION**" with "**FUNDING**"

Page 4, line 16, remove "**FUNDING**"

Page 4, line 26, replace "\$1,150,782" with "\$1,172,603"

Page 5, line 16, replace "\$3,000,000" with "\$4,000,000"

Page 5, line 18, remove "biennium beginning"

Page 5, line 19, replace "July 1, 2019," with "period beginning with the effective date of this Act"

Page 5, line 19, after the period insert "The Bank may use up to \$1,000,000 of the funding provided in this section to expand the parameters for the agriculture partnership in

assisting community expansion program to assist farmers and livestock producers that suffered extraordinary losses related to river flooding in the state due to ice jams in the winter and spring of 2019 for the period beginning with the effective date of this Act and ending June 30, 2021."

Page 6, after line 3, insert:

"SECTION 15. TRANSFER - REBUILDERS LOAN PROGRAM PAYMENTS TO REBUILDERS HOME LOAN FUND. From the principal payments received under the rebuilders loan program established in section 6-09-46, which were designated to replenish the Bank of North Dakota's current earnings and undivided profits pursuant to section 3 of chapter 83 of the 2013 Session Laws, the Bank shall transfer the sum of \$3,750,000 to the rebuilders home loan fund during the period beginning with the effective date of this Act and ending June 30, 2021. Any funds not committed to loans by September 30, 2020, must be returned to the Bank's current earnings and undivided profits.

SECTION 16. CONTINGENT TRANSFER - STRATEGIC INVESTMENT AND IMPROVEMENTS FUND TO INFRASTRUCTURE REVOLVING LOAN FUND. The office of management and budget shall transfer up to \$40,000,000 of any oil and gas tax revenues deposited in the strategic investment and improvements fund during the period August 1, 2017, through July 31, 2019, exceeding \$755,000,000, from the strategic investment and improvements fund to the infrastructure revolving loan fund established under section 6-09-49, during the biennium beginning July 1, 2019, and ending June 30, 2021."

Page 6, after line 12, insert:

"SECTION 19. OIL AND GAS RESEARCH FUND - RECYCLING PRODUCED WATER STUDY - REPORT TO LEGISLATIVE MANAGEMENT. Pursuant to the continuing appropriation in section 57-51.1-07.3, the industrial commission shall use \$300,000, or so much of the sum as may be necessary, from the oil and gas research fund to contract with the sponsor of the proposal selected for the study. The industrial commission shall issue a request for proposals for a study regarding the recycling of water used in oil and gas operations, also known as produced water, from oil and gas-producing regions of North Dakota. The study must include the development or compilation of data regarding methods for the recycling of produced water specific to this state, and must examine the relevant, objective economic, regulatory, scientific, technological, and feasibility considerations. The contractor shall provide reports on the status of the study at the request of the legislative management during the 2019-20 interim and shall provide a final report to the legislative management by October 1, 2020.

SECTION 20. A new section to chapter 6-09 of the North Dakota Century Code is created and enacted as follows:

Rebuilders home loan program - Rebuilders home loan fund - Continuing appropriation - Requirements.

1. There is created in the state treasury the rebuilders home loan fund administered by the Bank of North Dakota. The fund consists of all moneys transferred to the fund by the legislative assembly. All moneys in the fund are appropriated to the Bank on a continuing basis for the rebuilders home loan program.

2. The Bank shall develop policies to implement this section. The Bank shall make or participate in loans to North Dakota residents affected by river flooding in the state due to ice jams in the winter and spring of 2019. Loans are available for rebuilding the resident's flood-damaged home or rebuilding nonowner-occupied property. A loan from the fund must have the interest rate fixed at one percent per year for no more than twenty years. A loan made to a homeowner or owner of nonowner-occupied property under this section may not exceed the lesser of seventy-five thousand dollars or the actual amount of documented damage not paid by flood insurance. For purposes of this section, "nonowner-occupied property" means property consisting of one or more rental dwelling units, none of which is occupied by the owner, and does not include hotel or motel accommodations or any other commercial property. For a resident rebuilding the resident's flood-damaged home, up to twenty percent of the loan proceeds disbursed under this program may be used for debt service, debt retirement, or other credit obligations. For every loan made from the fund to a homeowner to rebuild or replace that individual's flood-damaged home, principal and interest payments must be deferred for the first twenty-four months of the loan. There is no deferral of principal and interest payments for a loan for nonowner-occupied property.
3. A resident homeowner or owner of nonowner-occupied property is eligible for a loan under this section only if the home or property is located in an area affected by river flooding in the state due to ice jams in the winter and spring of 2019. To qualify for a loan under this section, the owner of nonowner-occupied property must have been the owner at the time of the flooding event, and the number of rental dwelling units in the property rebuilt under this section must remain the same as before the flooding event. A loan to the owner of nonowner-occupied property must be secured by the property for which the loan is made.
4. An application for a loan from the fund must be made to the Bank or originating financial institution, and, upon approval, a loan must be made from the fund in accordance with this section. An application for a loan to a homeowner or for a loan for nonowner-occupied property under this section may not be accepted after September 30, 2020.
5. Repayments to the rebuilders home loan fund must be transferred annually to replenish the Bank's current earnings and undivided profits which were transferred to the rebuilders home loan fund. If, subsequent to receiving a loan from the fund, the property for which the loan was made is purchased for flood mitigation purposes or otherwise sold, the balance of the loan and any interest accrued on the loan must be repaid to the fund upon the closing of the sale. If the borrower provides financial evidence satisfactory to the Bank to show that the borrower does not have the financial ability to repay the loan in full upon sale of the property, after the sale of the property the Bank may allow the borrower to continue to make payments based on the loan terms.
6. The Bank may deduct, from interest payments received on loans, a service fee for administering the fund for the Bank and originating financial institutions. The Bank shall contract with a certified public accounting firm to audit the fund as necessary. The cost of the audit, and any other actual costs incurred by the Bank on behalf of the fund, must be paid by the fund.

SECTION 21. AMENDMENT. Section 54-17-40 of the North Dakota Century Code is amended and reenacted as follows:

54-17-40. Housing incentive fund - Continuing appropriation - Report to budget section.

1. The housing incentive fund is created as a special revolving fund at the Bank of North Dakota. The housing finance agency may direct disbursements from the fund and a continuing appropriation from the fund is provided for that purpose.
2.
 - a. After a public hearing, the housing finance agency shall create an annual allocation plan for the distribution of the fund. At least ~~twenty-five~~fifteen percent of the fund must be used to assist developing communities to address an unmet housing need or alleviate a housing shortage.
 - b. ~~The annual allocation plan must give first priority through its scoring and ranking process to housing for essential service workers. For purposes of this subsection, "essential service workers" means individuals employed by a city, county, school district, medical or long-term care facility, the state of North Dakota, or others as determined by the housing finance agency who fulfill an essential public service.~~
 - c. ~~The second priority in the annual allocation plan must be to provide housing for individuals and families of low or moderate income. For purposes of this second priority, eligible income limits are determined as a percentage of median family income as published in the most recent federal register notice. Under this second priority, the annual allocation plan must give preference to projects that benefit households with the lowest income and to projects that have rent restrictions at or below department of housing and urban development published federal fair market rents or department of housing and urban development section 8 payment standards.~~
3. The housing finance agency shall adopt guidelines for the fund so as to address unmet housing needs in this state. Assistance from the fund may be used solely for:
 - a. New construction, rehabilitation, or acquisition of a multifamily housing project;
 - b. Gap assistance, matching funds, and accessibility improvements;
 - c. Assistance that does not exceed the amount necessary to qualify for a loan using underwriting standards acceptable for secondary market financing or to make the project feasible; and
 - d. Rental assistance, emergency assistance, or targeted supportive services designated to prevent homelessness.
4. Eligible recipients include units of local, state, and tribal government; local and tribal housing authorities; community action agencies; regional planning councils; and nonprofit organizations and for-profit developers of multifamily housing. Individuals may not receive direct assistance from the fund.

5. Except for subdivision d of subsection 3, assistance is subject to repayment or recapture under the guidelines adopted by the housing finance agency. Any assistance that is repaid or recaptured must be deposited in the fund and is appropriated on a continuing basis for the purposes of this section.
6. The agency may collect a reasonable administrative fee from the fund, project developers, applicants, or grant recipients. The origination fee assessed to grant recipients may not exceed five percent of the project award.
7. ~~The housing finance agency shall maintain a register reflecting the number of housing units owned or master leased by cities, counties, school districts, or other employers of essential service workers. This register must also reflect those entities that are providing rent subsidies for their essential workers.~~
8. Upon request, the housing finance agency shall report to the industrial commission regarding the activities of the housing incentive fund.
- 9-8. At least once per biennium, the housing finance agency shall provide a report to the budget section of the legislative management regarding the activities of the housing incentive fund. The report must include the following:
 - a. ~~The overall number of units owned, master leased, or subsidized by political subdivisions or other employers of essential service workers; and~~
 - b. ~~A listing of projects approved and the number of units within those projects that provide housing for essential service workers."~~

Page 6, after line 26, insert:

"SECTION 23. AMENDMENT. Section 7 of House Bill No. 1435, as approved by the sixty-sixth legislative assembly, is amended and reenacted as follows:

SECTION 7. TRANSFER - BANK OF NORTH DAKOTA PROFITS - STATEWIDE INTEROPERABLE RADIO NETWORK FUND. ~~The~~After other moneys in the statewide interoperable radio network fund, the transfer of \$20,000,000 from the strategic investment and improvements fund, and the \$80,000,000 line of credit have been used, the industrial commission shall transfer the sum of \$20,000,000 from the current earnings and accumulated undivided profits of the Bank of North Dakota to the statewide interoperable radio network fund, during the period beginning with the effective date of this Act, and ending June 30, 2021."

Page 7, line 8, replace "\$14,000,000" with "\$16,000,000"

Page 7, line 11, replace "\$4,000,000" with "\$6,000,000"

Page 7, line 13, replace "a pilot project" with "pilot projects"

Page 7, line 14, replace "project" with "projects"

Page 8, after line 16, insert:

"SECTION 29. HEDGING STRATEGIES STUDY - BANK OF NORTH DAKOTA - REPORT TO LEGISLATIVE ASSEMBLY. During the 2019-20 interim, the Bank of North Dakota shall conduct a study on the use of various hedging strategies to protect the state from volatile swings in oil prices. Before January 15, 2021, the Bank of North Dakota shall report the results of its study to the appropriations committees of the sixty-seventh legislative assembly.

SECTION 30. LEGISLATIVE INTENT - LIGNITE RESEARCH FUND - LIGNITE LITIGATION. It is the intent of the sixty-sixth legislative assembly that at least \$500,000 of the funding in section 28 of this Act and any funding deposited in the lignite research fund related to successful litigation is available from the lignite research fund to be used to pay fees associated with lignite litigation that may be brought by the state to protect and promote the continued development of lignite resources.

SECTION 31. EMERGENCY. Sections 11, 15, and 20 of this Act are declared to be an emergency measure."

Renumber accordingly

STATEMENT OF PURPOSE OF AMENDMENT:

House Bill No. 1014 - Summary of Conference Committee Action

	Base Budget	House Version	Conference Committee Changes	Conference Committee Version	Senate Version	Comparison to Senate
Office of Management and Budget						
Total all funds	\$0	\$0	\$7,520,000	\$7,520,000	\$20,020,000	(\$12,500,000)
Less estimated income	0	0	0	0	0	0
General fund	\$0	\$0	\$7,520,000	\$7,520,000	\$20,020,000	(\$12,500,000)
FTE	0.00	0.00	0.00	0.00	0.00	0.00
Industrial Commission						
Total all funds	\$40,752,193	\$45,027,118	\$395,870	\$45,422,988	\$45,442,988	(\$20,000)
Less estimated income	15,343,206	17,987,425	6,365	17,993,790	18,013,790	(20,000)
General fund	\$25,408,987	\$27,039,693	\$389,505	\$27,429,198	\$27,429,198	\$0
FTE	110.25	112.25	0.00	112.25	112.25	0.00
Bank of North Dakota						
Total all funds	\$59,299,204	\$64,164,235	\$193,564	\$64,357,799	\$64,357,799	\$0
Less estimated income	59,299,204	64,164,235	193,564	64,357,799	64,357,799	0
General fund	\$0	\$0	\$0	\$0	\$0	\$0
FTE	181.50	181.50	0.00	181.50	181.50	0.00
Housing Finance Agency						
Total all funds	\$44,530,239	\$47,374,675	\$47,216	\$47,421,891	\$47,421,891	\$0
Less estimated income	44,530,239	47,374,675	47,216	47,421,891	47,421,891	0
General fund	\$0	\$0	\$0	\$0	\$0	\$0
FTE	44.00	44.00	0.00	44.00	44.00	0.00
Mill and Elevator						
Total all funds	\$68,213,519	\$76,839,812	\$155,012	\$76,994,824	\$77,124,895	(\$130,071)
Less estimated income	68,213,519	76,839,812	155,012	76,994,824	77,124,895	(130,071)
General fund	\$0	\$0	\$0	\$0	\$0	\$0
FTE	153.00	155.00	1.00	156.00	157.00	(1.00)
Bill total						
Total all funds	\$212,795,155	\$233,405,840	\$8,311,662	\$241,717,502	\$254,367,573	(\$12,650,071)
Less estimated income	187,386,168	206,366,147	402,157	206,768,304	206,918,375	(150,071)
General fund	\$25,408,987	\$27,039,693	\$7,909,505	\$34,949,198	\$47,449,198	(\$12,500,000)

FTE 488.75 492.75 1.00 493.75 494.75 (1.00)

House Bill No. 1014 - Office of Management and Budget - Conference Committee Action

	Base Budget	House Version	Conference Committee Changes	Conference Committee Version	Senate Version	Comparison to Senate
High-level radioactive waste fund			\$20,000	\$20,000	\$20,000	
Housing incentive fund			7,500,000	7,500,000	20,000,000	(\$12,500,000)
Total all funds	\$0	\$0	\$7,520,000	\$7,520,000	\$20,020,000	(\$12,500,000)
Less estimated income	0	0	0	0	0	0
General fund	\$0	\$0	\$7,520,000	\$7,520,000	\$20,020,000	(\$12,500,000)
FTE	0.00	0.00	0.00	0.00	0.00	0.00

Department 110 - Office of Management and Budget - Detail of Conference Committee Changes

	Transfer to High-Level Radioactive Waste Fund ¹	Transfer to Housing Incentive Fund ²	Total Conference Committee Changes
High-level radioactive waste fund	\$20,000		\$20,000
Housing incentive fund		\$7,500,000	7,500,000
Total all funds	\$20,000	\$7,500,000	\$7,520,000
Less estimated income	0	0	0
General fund	\$20,000	\$7,500,000	\$7,520,000
FTE	0.00	0.00	0.00

¹ One-time funding of \$20,000 is added from the general fund for a transfer to the high-level radioactive waste fund, the same as the Senate version. The House did not include this transfer.

² One-time funding of \$7.5 million is added from the general fund for a transfer to the housing incentive fund, a decrease of \$12.5 million from the Senate version. The House did not transfer funding for the housing incentive fund.

A section is added providing for a contingent transfer of up to \$40 million of oil and gas tax revenue deposited in the strategic investment and improvements fund in excess of approximately \$10 million more than the legislative estimate for the 2017-19 biennium to the infrastructure revolving loan fund.

House Bill No. 1014 - Industrial Commission - Conference Committee Action

	Base Budget	House Version	Conference Committee Changes	Conference Committee Version	Senate Version	Comparison to Senate
Salaries and wages	\$22,014,084	\$23,296,820	\$287,630	\$23,584,450	\$23,584,450	
Operating expenses	5,305,888	5,991,987	108,240	6,100,227	6,120,227	(\$20,000)
Capital assets		5,000,000		5,000,000	5,000,000	
Grants - Bond payments	13,210,484	10,508,767		10,508,767	10,508,767	
Contingencies	221,737	229,544		229,544	229,544	
Total all funds	\$40,752,193	\$45,027,118	\$395,870	\$45,422,988	\$45,442,988	(\$20,000)
Less estimated income	15,343,206	17,987,425	6,365	17,993,790	18,013,790	(20,000)
General fund	\$25,408,987	\$27,039,693	\$389,505	\$27,429,198	\$27,429,198	\$0
FTE	110.25	112.25	0.00	112.25	112.25	0.00

Department 405 - Industrial Commission - Detail of Conference Committee Changes

	Adjusts Funding for Salary Increases ¹	Adjusts Funding for Operating Expenses ²	Adds Funding for Temporary Employees ³	Total Conference Committee Changes
Salaries and wages	\$112,630		\$175,000	\$287,630
Operating expenses		\$108,240		108,240
Capital assets				
Grants - Bond payments				
Contingencies				
Total all funds	\$112,630	\$108,240	\$175,000	\$395,870
Less estimated income	6,365	0	0	6,365
General fund	\$106,265	\$108,240	\$175,000	\$389,505
FTE	0.00	0.00	0.00	0.00

¹ Funding is adjusted to provide employee salary increases of 2 percent on July 1, 2019, with a minimum monthly increase of \$120 and a maximum monthly increase of \$200, and a 2.5 percent salary increase on July 1, 2020. The House provided funding for salary increases of 2 percent on July 1, 2019, and 2 percent on July 1, 2020.

² Funding is added for operating expenses associated with 2 contingent FTE positions that were authorized in the 2017-19 biennium and will continue in the 2019-21 biennium since the contingency was met, the same as the Senate version.

³ One-time funding of \$175,000 from the general fund is added to hire temporary employees to record historical information to provide guidance to current and future employees, the same as the Senate version. The House did not include this funding.

This amendment also reflects the following items related to the Industrial Commission:

- Does not include one-time funding of \$20,000 from the high-level radioactive waste fund added by the Senate. The funding is available pursuant to continuing appropriation authority.
- Does not include an appropriation of \$26 million from the general fund during the 2017-19 biennium and an exemption allowing the funding to continue in the 2019-21 biennium to repay bonds issued by the Public Finance Authority, which were added by the Senate.
- Adjusts the transfer for administrative costs to provide a total transfer of \$1,172,603, the same as the Senate version. The House provided for a transfer of \$1,150,782.
- Identifies \$300,000 from the oil and gas research fund for a study regarding the recycling of produced water and requires a report to the legislative management.
- Increases oil and gas tax revenue allocations to the oil and gas research fund for the 2019-21 biennium by \$6 million, from \$10 million to \$16 million for contracting with the Energy and Environmental Research Center for pilot projects relating to underground storage of produced natural gas. The House increased the allocations by \$4 million, and the Senate increased the allocations by \$8 million for this purpose.
- Does not include provisions added by the Senate relating to the Public Finance Authority's authorization to issue bonds to support the infrastructure revolving loan fund and resources trust fund.
- Does not include provisions added by the Senate to clarify the authority of counties to access loans from the infrastructure revolving loan fund.
- Does not include authorization for the Public Finance Authority to issue up to \$500 million of bonds to support the infrastructure revolving loan fund and the resources trust fund with a term of 30 years and authorizes bond anticipation notes. The Senate added the authorization for bonds.
- Does not include a section added by the Senate identifying \$20,000 from the high-level radioactive waste fund for reimbursing travel and other expenses of the high-level radioactive waste advisory council.
- Does not include sections added by the Senate authorizing counties to use property taxes levied for capital projects for county road projects and allowing counties to borrow for up to 20 years when taxes are insufficient to meet the needs of the county, an increase from the current limit of 5 years.
- Provides legislative intent related to funding for lignite litigation expenses from the lignite research fund. The Senate version included the legislative intent for lignite litigation, but the House did not.

House Bill No. 1014 - Bank of North Dakota - Conference Committee Action

	Base Budget	House Version	Conference Committee Changes	Conference Committee Version	Senate Version	Comparison to Senate
Capital assets	\$810,000	\$1,510,000		\$1,510,000	\$1,510,000	
Bank of North Dakota operations	58,489,204	62,654,235	\$193,564	62,847,799	62,847,799	
Total all funds	\$59,299,204	\$64,164,235	\$193,564	\$64,357,799	\$64,357,799	\$0
Less estimated income	59,299,204	64,164,235	193,564	64,357,799	64,357,799	0
General fund	\$0	\$0	\$0	\$0	\$0	\$0
FTE	181.50	181.50	0.00	181.50	181.50	0.00

Department 471 - Bank of North Dakota - Detail of Conference Committee Changes

	Adjusts Funding for Salary Increases ¹	Total Conference Committee Changes
Capital assets		
Bank of North Dakota operations	\$193,564	\$193,564
Total all funds	\$193,564	\$193,564
Less estimated income	193,564	193,564
General fund	\$0	\$0
FTE	0.00	0.00

¹ Funding is adjusted to provide employee salary increases of 2 percent on July 1, 2019, with a minimum monthly increase of \$120 and a maximum monthly increase of \$200, and a 2.5 percent salary increase on July 1, 2020. The House provided funding for salary increases of 2 percent on July 1, 2019, and 2 percent on July 1, 2020.

This amendment also reflects the following items related to the Bank of North Dakota:

- Does not include authorization added by the Senate for the Bank to extend a line of credit up to \$100 million to the infrastructure revolving loan fund to support new loans from the fund prior to the issuance of bonds by the Public Finance Authority.
- Increases the transfer of Bank profits to the agriculture partnership in assisting community expansion by \$1 million, from \$3 million to \$4 million, and authorizes the Bank to use \$1 million to assist farmers impacted by a flooding event. An emergency clause is included related to the transfer. Both the House and the Senate provided \$3 million.
- Transfers \$3.75 million from the principal payments under the rebuilders loan program, which are designated to replenish the Bank's profits, to a newly created rebuilders home loan program. Under the rebuilders home loan program, individuals affected by a flooding event are eligible to receive a loan of up to \$75,000 with a 1 percent interest rate and a 20-year term for eligible costs associated with home repairs. An emergency clause is included related to the transfer and creation of the program. The House and Senate did not include the transfer or the new program.
- Does not include a section requiring the State Water Commission to transfer outstanding loans for water projects to the infrastructure revolving loan fund related to the repeal, effective July 1, 2021, of a revolving loan fund designated for water projects. The Senate added the transfer and repeal related to the revolving loan fund designated for water projects.
- Does not include provisions added by the Senate relating to the infrastructure revolving loan fund to allow additional entities, including institutions of higher education, to obtain low-interest loans for infrastructure projects, and to expand the types of eligible infrastructure projects.
- Adds a section to amend House Bill No. 1435 to clarify the transfer of Bank profits to the statewide interoperable radio network fund is after other funding sources have been used. The House and Senate did not include this section.
- Includes a section added by the Senate requiring the Bank to study hedging strategies related to the volatility of oil prices.

House Bill No. 1014 - Housing Finance Agency - Conference Committee Action

	Base Budget	House Version	Conference Committee Changes	Conference Committee Version	Senate Version	Comparison to Senate
Salaries and wages	\$7,892,056	\$8,461,799	\$47,216	\$8,509,015	\$8,509,015	
Operating expenses	4,743,355	5,346,276		5,346,276	5,346,276	
Grants	31,794,828	33,466,600		33,466,600	33,466,600	
HFA contingencies	100,000	100,000		100,000	100,000	
Total all funds	\$44,530,239	\$47,374,675	\$47,216	\$47,421,891	\$47,421,891	\$0
Less estimated income	44,530,239	47,374,675	47,216	47,421,891	47,421,891	0
General fund	\$0	\$0	\$0	\$0	\$0	\$0
FTE	44.00	44.00	0.00	44.00	44.00	0.00

Department 473 - Housing Finance Agency - Detail of Conference Committee Changes

	Adjusts Funding for Salary Increases ¹	Total Conference Committee Changes
Salaries and wages	\$47,216	\$47,216
Operating expenses		
Grants		
HFA contingencies		
Total all funds	\$47,216	\$47,216
Less estimated income	47,216	47,216
General fund	\$0	\$0
FTE	0.00	0.00

¹ Funding is adjusted to provide employee salary increases of 2 percent on July 1, 2019, with a minimum monthly increase of \$120 and a maximum monthly increase of \$200, and a 2.5 percent salary increase on July 1, 2020. The House provided funding for salary increases of 2 percent on July 1, 2019, and 2 percent on July 1, 2020.

This amendment also includes a section added by the Senate to amend Section 54-17-40 relating to the housing incentive fund. The Senate amended the housing incentive fund to decrease the amount of funding designated for small communities and to remove the prioritization for essential service worker housing. The House did not amend the housing incentive fund.

House Bill No. 1014 - Mill and Elevator - Conference Committee Action

	Base Budget	House Version	Conference Committee Changes	Conference Committee Version	Senate Version	Comparison to Senate
Salaries and wages	\$39,308,519	\$46,292,812	\$155,012	\$46,447,824	\$46,577,895	(\$130,071)
Operating expenses	28,195,000	29,837,000		29,837,000	29,837,000	
Contingencies	500,000	500,000		500,000	500,000	
Agriculture promotion	210,000	210,000		210,000	210,000	
Total all funds	\$68,213,519	\$76,839,812	\$155,012	\$76,994,824	\$77,124,895	(\$130,071)
Less estimated income	68,213,519	76,839,812	155,012	76,994,824	77,124,895	(130,071)
General fund	\$0	\$0	\$0	\$0	\$0	\$0
FTE	153.00	155.00	1.00	156.00	157.00	(1.00)

Department 475 - Mill and Elevator - Detail of Conference Committee Changes

	Adds FTE Positions ¹	Total Conference Committee Changes
Salaries and wages	\$155,012	\$155,012
Operating expenses		
Contingencies		
Agriculture promotion		
Total all funds	\$155,012	\$155,012
Less estimated income	155,012	155,012
General fund	\$0	\$0
FTE	1.00	1.00

¹ Funding is added for 1 FTE food safety position (\$155,012) to provide a total of 3 new FTE positions. The Senate added 4 FTE positions, and the House added 2 FTE positions.

No other sections were added by the Conference Committee related to the Mill and Elevator Association.