

STATEMENT OF PURPOSE OF AMENDMENT:

House Bill No. 1013 - Funding Summary

	Executive Budget	Final Legislative Action	Comparison To Executive Budget
Information Technology Department			
Salaries and wages			
Total all funds	\$0	\$0	\$0
Less estimated income	0	0	0
General fund	\$0	\$0	\$0
FTE	0.00	0.00	0.00
Legislative Council			
Education study		\$100,000	\$100,000
Total all funds	\$0	\$100,000	\$100,000
Less estimated income	0	0	0
General fund	\$0	\$100,000	\$100,000
FTE	0.00	0.00	0.00
Department of Public Instruction			
Salaries and wages	\$16,611,338	\$15,940,953	(\$670,385)
Operating expenses	30,149,802	29,730,802	(419,000)
Integrated formula payments	1,787,400,000	1,752,100,000	(35,300,000)
Grants - Special education contracts	16,500,000	16,500,000	
Grants - Transportation	53,500,000	53,500,000	
Grants - Other grants	273,410,155	272,566,261	(843,894)
Rapid enrollment grants	17,000,000		(17,000,000)
Transportation efficiency	30,000	30,000	
National board certification	120,000	120,000	
Accrued leave payments		322,068	322,068
Funding pool for initiatives		2,750,000	2,750,000
Total all funds	\$2,194,721,295	\$2,143,560,084	(\$51,161,211)
Less estimated income	1,151,411,433	436,996,759	(714,414,674)
General fund	\$1,043,309,862	\$1,706,563,325	\$663,253,463
FTE	99.75	99.75	0.00
State Library			
Salaries and wages	\$3,932,706	\$3,780,053	(\$152,653)
Operating expenses	1,895,726	1,895,726	
Grants	2,794,000	2,519,000	(275,000)
Accrued leave payments		75,354	75,354
Total all funds	\$8,622,432	\$8,270,133	(\$352,299)
Less estimated income	2,400,847	2,394,145	(6,702)
General fund	\$6,221,585	\$5,875,988	(\$345,597)
FTE	29.75	29.75	0.00
School for the Deaf			
Salaries and wages	\$7,044,843	\$6,932,905	(\$111,938)
Operating expenses	1,908,794	1,908,794	
Capital assets	1,194,021	1,194,021	
Grants	200,000	200,000	
Accrued leave payments		134,846	134,846
Total all funds	\$10,347,658	\$10,370,566	\$22,908
Less estimated income	2,575,668	2,571,187	(4,481)
General fund	\$7,771,990	\$7,799,379	\$27,389
FTE	44.61	44.61	0.00

Vision Services - School for the Blind			
Salaries and wages	\$4,452,015	\$4,415,180	(\$36,835)
Operating expenses	720,806	720,806	
Capital assets	562,400	3,324,400	2,762,000
Accrued leave payments		87,463	87,463
	<hr/>	<hr/>	<hr/>
Total all funds	\$5,735,221	\$8,547,849	\$2,812,628
Less estimated income	859,355	853,756	(5,599)
General fund	<hr/>	<hr/>	<hr/>
	\$4,875,866	\$7,694,093	\$2,818,227
FTE	29.50	30.00	0.50
Bill Total			
Total all funds	\$2,219,426,606	\$2,170,848,632	(\$48,577,974)
Less estimated income	1,157,247,303	442,815,847	(714,431,456)
General fund	<hr/>	<hr/>	<hr/>
	\$1,062,179,303	\$1,728,032,785	\$665,853,482
FTE	203.61	204.11	0.50

House Bill No. 1013 - Information Technology Department - House Action

	Executive Budget	House Changes	House Version
Salaries and wages		\$880,953	\$880,953
	<hr/>	<hr/>	<hr/>
Total all funds	\$0	\$880,953	\$880,953
Less estimated income	0	880,953	880,953
General fund	<hr/>	<hr/>	<hr/>
	\$0	\$0	\$0
FTE	0.00	6.00	6.00

Department 112 - Information Technology Department - Detail of House Changes

	Transfers FTE Position From the Department of Public Instruction ¹	Total House Changes
Salaries and wages	880,953	880,953
	<hr/>	<hr/>
Total all funds	\$880,953	\$880,953
Less estimated income	880,953	880,953
General fund	<hr/>	<hr/>
	\$0	\$0
FTE	6.00	6.00

¹ This amendment adds a section to the bill to authorize 6 FTE positions and appropriates \$880,953 from special funds derived from other income to the Information Technology Department for the positions to be transferred from the Department of Public Instruction.

House Bill No. 1013 - Information Technology Department - Senate Action

	Executive Budget	House Version	Senate Changes	Senate Version
Salaries and wages		\$880,953	(\$880,953)	
	<hr/>	<hr/>	<hr/>	<hr/>
Total all funds	\$0	\$880,953	(\$880,953)	\$0
Less estimated income	0	880,953	(880,953)	0
General fund	<hr/>	<hr/>	<hr/>	<hr/>
	\$0	\$0	\$0	\$0
FTE	0.00	6.00	(6.00)	0.00

Department 112 - Information Technology Department - Detail of Senate Changes

	Removes Transfer of FTE Positions to the Information Technology Department¹	Total Senate Changes
Salaries and wages	(880,953)	(880,953)
Total all funds	(\$880,953)	(\$880,953)
Less estimated income	(880,953)	(880,953)
General fund	\$0	\$0
FTE	(6.00)	(6.00)

¹ Funding added by the House for 6 FTE positions to be transferred from the Department of Public Instruction is removed.

This amendment removes:

- A section added by the House requiring the Superintendent of Public Instruction to transfer 6 FTE information technology positions to the Information Technology Department by September 30, 2014, or request Budget Section approval for an extension of the deadline. The section also provides the department may seek Emergency Commission approval to transfer funding from the salaries and wages line item to the operating expenses line item to pay for the services provided by the Information Technology Department.
- A section added by the House to authorize 6 FTE positions and appropriate \$880,953 from special funds derived from other income to the Information Technology Department for positions to be transferred from the Department of Public Instruction.

House Bill No. 1013 - Information Technology Department - Conference Committee Action

	Executive Budget	House Version	Conference Committee Changes	Conference Committee Version	Senate Version	Comparison to Senate
Salaries and wages		\$880,953	(\$880,953)			
Total all funds	\$0	\$880,953	(\$880,953)	\$0	\$0	\$0
Less estimated income	0	880,953	(880,953)	0	0	0
General fund	\$0	\$0	\$0	\$0	\$0	\$0
FTE	0.00	6.00	(6.00)	0.00	0.00	0.00

Department 112 - Information Technology Department - Detail of Conference Committee Changes

	Removes Transfer of FTE Positions to the Information Technology Department¹	Total Conference Committee Changes
Salaries and wages	(880,953)	(880,953)
Total all funds	(\$880,953)	(\$880,953)
Less estimated income	(880,953)	(880,953)
General fund	\$0	\$0
FTE	(6.00)	(6.00)

¹ Funding added by the House for 6 FTE positions to be transferred from the Department of Public Instruction is removed, the same as the Senate.

This amendment removes, the same as the Senate, the following sections:

- A section added by the House requiring the Superintendent of Public Instruction to transfer 6 FTE information technology positions to the Information Technology Department by September 30, 2014, or request Budget Section approval for an

extension of the deadline. The section also provides the department may seek Emergency Commission approval to transfer funding from the salaries and wages line item to the operating expenses line item to pay for the services provided by the Information Technology Department.

- A section added by the House to authorize 6 FTE positions and appropriate \$880,953 from special funds derived from other income to the Information Technology Department for positions to be transferred from the Department of Public Instruction.

House Bill No. 1013 - Legislative Council - Conference Committee Action

	Executive Budget	House Version	Conference Committee Changes	Conference Committee Version	Senate Version	Comparison to Senate
Education study			\$100,000	\$100,000		\$100,000
Total all funds	\$0	\$0	\$100,000	\$100,000	\$0	\$100,000
Less estimated income	0	0	0	0	0	0
General fund	\$0	\$0	\$100,000	\$100,000	\$0	\$100,000
FTE	0.00	0.00	0.00	0.00	0.00	0.00

Department 160 - Legislative Council - Detail of Conference Committee Changes

	Adds Funding for a Study of Education Funding¹	Total Conference Committee Changes
Education study	100,000	100,000
Total all funds	\$100,000	\$100,000
Less estimated income	0	0
General fund	\$100,000	\$100,000
FTE	0.00	0.00

¹ A section is added for the Legislative Council to contract with consultants and other personnel to complete a study of education funding and accountability.

House Bill No. 1013 - Department of Public Instruction - House Action

	Executive Budget	House Changes	House Version
Salaries and wages	\$16,611,338	(\$1,008,933)	\$15,602,405
Operating expenses	30,149,802	(519,000)	29,630,802
Integrated formula payments	1,787,400,000	(102,850,000)	1,684,550,000
Grants - Special education contracts	16,500,000		16,500,000
Grants - Transportation	53,500,000	(5,000,000)	48,500,000
Grants - Other grants	273,410,155	(2,770,000)	270,640,155
Rapid enrollment grants	17,000,000	(17,000,000)	
Transportation efficiency	30,000		30,000
National board certification	120,000		120,000
Accrued leave payments		322,068	322,068
Funding pool for initiatives		2,500,000	2,500,000
Total all funds	\$2,194,721,295	(\$126,325,865)	\$2,068,395,430
Less estimated income	1,151,411,433	(714,648,272)	436,763,161
General fund	\$1,043,309,862	\$588,322,407	\$1,631,632,269
FTE	99.75	0.00	99.75

Department 201 - Department of Public Instruction - Detail of House Changes

	Corrects Executive Compensation Package¹	Adjusts State Employee Compensation and Benefits Package²	Provides Separate Line Item for Accrued Leave Payments³	Adds Funding Pool for Initiatives⁴	Decreases Funding for Passthrough Grants⁵	Decreases Funding for the Teacher Mentoring Program⁶
Salaries and wages	9,498	(696,363)	(322,068)			
Operating expenses				(719,000)		
Integrated formula payments						
Grants - Special education contracts						
Grants - Transportation						
Grants - Other grants				(900,000)	(290,000)	(1,000,000)
Rapid enrollment grants						
Transportation efficiency						
National board certification						
Accrued leave payments			322,068			
Funding pool for initiatives				2,500,000		
Total all funds	\$9,498	(\$696,363)	\$0	\$881,000	(\$290,000)	(\$1,000,000)
Less estimated income	6,554	(480,988)	0	0	0	0
General fund	\$2,944	(\$215,375)	\$0	\$881,000	(\$290,000)	(\$1,000,000)
FTE	0.00	0.00	0.00	0.00	0.00	0.00
	Removes Funding for Gearing Up for Kindergarten⁷	Increases Funding for the Global Bridges Program⁸	Adjusts the Funding Source for State School Aid⁹	Decreases Funding for Transportation Grants¹⁰	Increases Funding Related to Special Education Factor¹¹	Decreases Funding Related to Regional Education Association Factor¹²
Salaries and wages						
Operating expenses						
Integrated formula payments					5,500,000	(3,700,000)
Grants - Special education contracts						
Grants - Transportation				(5,000,000)		
Grants - Other grants	(625,000)	45,000				
Rapid enrollment grants						
Transportation efficiency						
National board certification						
Accrued leave payments						
Funding pool for initiatives						
Total all funds	(\$625,000)	\$45,000	\$0	(\$5,000,000)	\$5,500,000	(\$3,700,000)
Less estimated income	0	0	(714,173,838)	0	0	0
General fund	(\$625,000)	\$45,000	\$714,173,838	(\$5,000,000)	\$5,500,000	(\$3,700,000)
FTE	0.00	0.00	0.00	0.00	0.00	0.00

	Increases Funding Related to Isolated Schools¹³	Increases Funding Related to the School District Size Weighting Factor¹⁴	Decreases Funding Due to Change in Local Revenue Calculation¹⁵	Increases Funding for Baseline Adjustments¹⁶	Increases Funding Due to Budget Estimate Revisions¹⁷	Decreases Funding Related to an Increase in the Local Tax Contribution¹⁸
Salaries and wages						
Operating expenses						
Integrated formula payments	1,300,000	7,750,000	(2,900,000)	4,800,000	4,000,000	(119,600,000)
Grants - Special education contracts						
Grants - Transportation						
Grants - Other grants						
Rapid enrollment grants						
Transportation efficiency						
National board certification						
Accrued leave payments						
Funding pool for initiatives						
Total all funds	\$1,300,000	\$7,750,000	(\$2,900,000)	\$4,800,000	\$4,000,000	(\$119,600,000)
Less estimated income	0	0	0	0	0	0
General fund	<u>\$1,300,000</u>	<u>\$7,750,000</u>	<u>(\$2,900,000)</u>	<u>\$4,800,000</u>	<u>\$4,000,000</u>	<u>(\$119,600,000)</u>
FTE	0.00	0.00	0.00	0.00	0.00	0.00
	Adds Funding for Early Childhood Care and Education Study¹⁹	Removes Funding for Rapid Enrollment Grants²⁰	Total House Changes			
Salaries and wages			(1,008,933)			
Operating expenses	200,000		(519,000)			
Integrated formula payments			(102,850,000)			
Grants - Special education contracts						
Grants - Transportation			(5,000,000)			
Grants - Other grants			(2,770,000)			
Rapid enrollment grants		(17,000,000)	(17,000,000)			
Transportation efficiency						
National board certification						
Accrued leave payments			322,068			
Funding pool for initiatives			2,500,000			
Total all funds	\$200,000	(\$17,000,000)	(\$126,325,865)			
Less estimated income	0	0	(714,648,272)			
General fund	<u>\$200,000</u>	<u>(\$17,000,000)</u>	<u>\$588,322,407</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 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.

³ A portion of salaries and wages funding from the general fund (\$104,350) and from other funds (\$217,718) 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.

⁴ This amendment provides a flexible funding pool of \$2.5 million for the following items that were **not** included in the executive recommendation:

- Management information systems - Website updates.

- Safe and drug-free schools salary funding.
- Statewide accreditation system.
- Business manager training program.

This amendment also provides for the following items totaling \$1,619,000 included in the executive recommendation:

- Management information systems - STARS maintenance and development (\$719,000).
- Common core state standards (\$500,000).
- Teacher and principal evaluation systems (\$400,000).

The increase in funding for the Superintendent's initiatives funding pool is offset by funding reductions in line items related to the initiatives included in the executive recommendation, for a net increase in funding of \$881,000 from the general fund.

⁵ This amendment reduces the other grants line item to remove funding increases the following passthrough grants recommended in the executive budget for:

- North Central Council for School Television (\$50,000).
- Rural art outreach project (\$35,000).
- National writing projects (\$15,000).
- Gearing Up for Kindergarten (\$190,000).

⁶ This amendment reduces funding for the teacher mentoring program to provide a total of \$1.3 million from the general fund.

⁷ This amendment removes funding included in the department's base budget for the Gearing Up for Kindergarten program.

⁸ Funding is increased for the Atlantik-Brucke (Global Bridges) program to provide a total of \$150,000 from the general fund.

⁹ This amendment adjusts the funding source for integrated formula payments from the property tax relief sustainability fund to the general fund.

¹⁰ This amendment removes the recommended increase in transportation grants included in the executive budget to provide a total of \$48.5 million from the general fund, the same as the 2011-13 biennium.

¹¹ Integrated formula payments are increased due to an increase in the special education factor from .079 to .082.

¹² Integrated formula payments are decreased due to a decrease in the regional education association factor from .004 to .002.

¹³ Integrated formula payments are increased due to a change in the average daily membership eligibility criteria for isolated schools from 100 students to 125 students.

¹⁴ Integrated formula payments are increased due to an extension of increasing school district size weighting factors to schools districts with 125 students. The extension results in an increase in the weighted student units for school districts with enrollment below 185 students.

¹⁵ Funding for integrated payments is reduced as a result of including payments in lieu of taxes and state reimbursement of the homestead property tax credit and disabled veterans property tax credit in the local contribution requirement of the integrated formula payment.

¹⁶ Funding is increased due to a change in the method of calculating baseline adjustments.

¹⁷ Funding for integrated formula payments is increased due to revisions in the department's budget estimates.

¹⁸ Funding for integrated formula payments is reduced due to an increase in the local contribution from 50 mills to 70 mills.

¹⁹ This amendment provides funding for the Superintendent of Public Instruction to conduct the early childhood care and education study required in House Bill No. 1356.

²⁰ Funding provided in the executive recommendation for rapid enrollment grants is removed. Funding of \$17 million from the general fund is provided in House Bill No. 1261 for rapid enrollment grants.

This amendment also:

- Adds a section of legislative intent allowing school districts to participate in the Gearing Up for Kindergarten program if approved by the school board of the local school district.
- Adds a section to provide for the distribution of transportation grants to school districts.
- Adds a section requiring the Department of Public Instruction develop a format for reporting the cost per participant and the outcomes of other grants provided by the department.
- Adds a section to provide for a transfer of \$341,790,000 from the property tax relief sustainability fund to the general fund.
- Adds a section requiring the Department of Public Instruction to study the costs and benefits of accepting federal funds and the consequences of declining federal funds.
- Adds an exemption to Section 54-16-04, relating to line item transfers, to provide the Department of Public Instruction transfer funding, to the extent necessary, from the funding pool for initiatives line item to the appropriate line item for expending the funds for each initiative. The Superintendent of Public Instruction shall report to the Office of Management and Budget regarding all transfers from the funding pool for initiatives.
- Requires the Superintendent of Public Instruction to transfer 6 FTE information technology positions to the Information Technology Department by September 30, 2014, or request Budget Section approval for an extension of the deadline. The section also provides the department may seek Emergency Commission approval to transfer funding from the salaries and wages line item to the operating expenses line item to pay for the services provided by the Information Technology Department.
- Removes Section 5 related to funding for integrated formula payments from the property tax relief sustainability fund.
- Changes the section of the bill related to the salary of the Superintendent of Public Instruction to make the statutory changes necessary to provide a salary increase of 3 percent effective July 1, 2013, and 3 percent effective July 1, 2014. The executive recommendation included increases of 4 percent each year of the 2013-15 biennium.

House Bill No. 1013 - Department of Public Instruction - Senate Action

	Executive Budget	House Version	Senate Changes	Senate Version
Salaries and wages	\$16,611,338	\$15,602,405	\$1,018,431	\$16,620,836
Operating expenses	30,149,802	29,630,802	100,000	29,730,802
Integrated formula payments	1,787,400,000	1,684,550,000	125,250,000	1,809,800,000
Grants - Special education contracts	16,500,000	16,500,000		16,500,000
Grants - Transportation	53,500,000	48,500,000	5,000,000	53,500,000
Grants - Other grants	273,410,155	270,640,155	2,066,106	272,706,261
Rapid enrollment grants	17,000,000			
Transportation efficiency	30,000	30,000		30,000
National board certification	120,000	120,000		120,000
Accrued leave payments		322,068	(322,068)	
Funding pool for initiatives		2,500,000	250,000	2,750,000
Total all funds	\$2,194,721,295	\$2,068,395,430	\$133,362,469	\$2,201,757,899
Less estimated income	1,151,411,433	436,763,161	480,988	437,244,149
General fund	\$1,043,309,862	\$1,631,632,269	\$132,881,481	\$1,764,513,750
FTE	99.75	99.75	0.00	99.75

Department 201 - Department of Public Instruction - Detail of Senate Changes

	Restores Executive Compensation Package¹	Removes Separate Line Item for Accrued Leave Payments²	Increases Funding Pool for Initiatives³	Increases Funding for Passthrough Grants⁴	Increases Funding for the Teacher Mentoring Program⁵	Adds Funding for Pathfinders Parent Project⁶
Salaries and wages	696,363	322,068				
Operating expenses						
Integrated formula payments						
Grants - Special education contracts						
Grants - Transportation						
Grants - Other grants				915,000	1,000,000	131,106
Rapid enrollment grants						
Transportation efficiency						
National board certification						
Accrued leave payments		(322,068)				
Funding pool for initiatives			250,000			
Total all funds	\$696,363	\$0	\$250,000	\$915,000	\$1,000,000	\$131,106
Less estimated income	480,988	0	0	0	0	0
General fund	\$215,375	\$0	\$250,000	\$915,000	\$1,000,000	\$131,106
FTE	0.00	0.00	0.00	0.00	0.00	0.00
	Adds Funding for Governing North Dakota Textbook⁷	Increases Funding for Transportation Grants⁸	Adds Funding for Study of Information Technology FTE Positions and Services⁹	Decreases Funding Related to Isolated Schools¹⁰	Decreases Funding Related to Home Education Supervision Factor¹¹	Decreases Funding Related to the School District Size Weighting Factor¹²
Salaries and wages						
Operating expenses			100,000			
Integrated formula payments				(1,300,000)	(515,000)	(435,000)
Grants - Special education contracts						
Grants - Transportation		5,000,000				
Grants - Other grants	20,000					
Rapid enrollment grants						
Transportation efficiency						
National board certification						
Accrued leave payments						
Funding pool for initiatives						
Total all funds	\$20,000	\$5,000,000	\$100,000	(\$1,300,000)	(\$515,000)	(\$435,000)
Less estimated income	0	0	0	0	0	0
General fund	\$20,000	\$5,000,000	\$100,000	(\$1,300,000)	(\$515,000)	(\$435,000)
FTE	0.00	0.00	0.00	0.00	0.00	0.00

	Decreases Funding Related to Changes in Other In-Lieu Revenue Percentages ¹³	Increases Funding Related to a Decrease in the Local Tax Contribution ¹⁴	Increases Funding Related to Changes in the Minimum Local Effort Calculation ¹⁵	Total Senate Changes
Salaries and wages				1,018,431
Operating expenses				100,000
Integrated formula payments	(2,700,000)	119,600,000	10,600,000	125,250,000
Grants - Special education contracts				
Grants - Transportation				5,000,000
Grants - Other grants				2,066,106
Rapid enrollment grants				
Transportation efficiency				
National board certification				
Accrued leave payments				(322,068)
Funding pool for initiatives				250,000
Total all funds	(\$2,700,000)	\$119,600,000	\$10,600,000	\$133,362,469
Less estimated income	<u>0</u>	<u>0</u>	<u>0</u>	480,988
General fund	(\$2,700,000)	\$119,600,000	\$10,600,000	\$132,881,481
FTE	0.00	0.00	0.00	0.00

¹ Funding reductions made by the House to the state employee compensation and benefits package are restored to the Governor's recommended level.

² The accrued leave payments line item added by the House is removed and the associated funding returned to line items with salaries and wages funding.

³ This amendment increases the flexible funding pool added by the House to provide one-time funding totaling \$2,750,000 for the following items that were **not** included in the executive recommendation:

- Management information systems - Website updates.
- Safe and drug-free schools salary funding.
- Statewide accreditation system.
- Business manager training program.

Funding is also included in the pool for the following items included in the executive recommendation:

- Management information systems - STARS maintenance and development (\$719,000).
- Common core state standards (\$500,000).
- Teacher and principal evaluation systems (\$400,000).

The funding provided for the Superintendent's initiatives funding pool is offset by funding reductions in line items related to the initiatives included in the executive recommendation, for a net increase in funding of \$1,131,000 from the general fund.

⁴ This amendment increases funding in the other grants line item to restore funding increases included in the executive recommendation and removed by the House for the following passthrough grants:

- North Central Council for School Television (\$50,000) to provide a total of \$535,000, the same as the executive recommendation.
- Rural art outreach project (\$35,000) to provide a total of \$415,000, the same as the executive recommendation.
- National writing projects (\$15,000) to provide a total of \$173,000, the same as the executive recommendation.

In addition, funding for a passthrough grant for the Gearing Up for Kindergarten program removed by the House is restored to \$815,000, the same as the executive recommendation.

⁵ Funding for the teacher mentoring program removed by the House is restored to provide a total of \$2.3 million from the general fund, the same as the executive recommendation.

- ⁶ Funding is added for a passthrough grant to the Pathfinders Parent Project. This funding was not included in the executive recommendation.
- ⁷ One-time funding is added for a grant to the State Historical Society for the republication of the *Governing North Dakota* textbook. This funding was not included in the executive recommendation.
- ⁸ This amendment restores the increase in transportation grants included in the executive recommendation and removed by the House to provide a total of \$53.5 million from the general fund.
- ⁹ This amendment adds one-time funding for the Superintendent of Public Instruction to contract with the Information Technology Department and a private consultant to conduct an information technology staffing analysis.
- ¹⁰ Funding added by the House related to a change in the average daily membership eligibility criteria for isolated schools from 100 students to 125 students is removed. The executive recommendation did not include this change.
- ¹¹ Funding is reduced for savings related to a reduction in the home education supervision factor from .50 to .20. The executive recommendation did not include this change.
- ¹² Funding added by the House for changes in the school district size weighting factor is reduced by the Senate. The executive recommendation did not change the school district size weighting factors.
- ¹³ Funding is reduced for savings related to changes in the percentage of other in-lieu revenue included in the formula. The executive recommendation did not include this change.
- ¹⁴ Funding for integrated formula payments is increased due to a decrease in the local contribution from 70 mills to 50 mills, the same as the executive recommendation.
- ¹⁵ Funding for integrated formula payments is increased due to changes in the minimum local effort calculation. The executive recommendation did not include this change.

This amendment also:

- Changes the section of the bill related to the salary of the Superintendent of Public Instruction to provide 4 percent annual salary increases, the same as the executive budget. The House provided 3 percent annual increases.
- Removes two sections added by the House related to the transfer of 6 FTE positions to the Information Technology Department, including a section providing an appropriation of \$883,953 from special funds to the Information Technology Department for defraying the expenses of 6 FTE information technology positions transferred from the Department of Public Instruction.
- Removes a section added by the House related to a study of the costs and benefits of accepting federal funds and the consequences of declining federal funds.
- Removes a legislative intent section added by the House allowing school districts to participate in the Gearing Up for Kindergarten program.
- Amends a section related to the distribution of transportation grants to update reimbursement rates for the \$5 million increase restored by the Senate to the executive budget level.
- Adds a section to identify funding for an information technology staffing analysis of the Department of Public Instruction.
- Amends North Dakota Century Code Section 15.1-18.1-02 related to the national certification program to increase the payment from \$1,000 to \$1,500 effective July 1, 2015. The change recommended in the executive budget was inadvertently not changed in the bill as introduced.
- Adds a section of legislative intent that the Superintendent of Public Instruction propose legislation to the 64th Legislative Assembly to replace any reductions to federal title funds due to sequestration with state funding.

House Bill No. 1013 - Department of Public Instruction - Conference Committee Action

	Executive Budget	House Version	Conference Committee Changes	Conference Committee Version	Senate Version	Comparison to Senate
Salaries and wages	\$16,611,338	\$15,602,405	\$338,548	\$15,940,953	\$16,620,836	(\$679,883)
Operating expenses	30,149,802	29,630,802	100,000	29,730,802	29,730,802	
Integrated formula payments	1,787,400,000	1,684,550,000	67,550,000	1,752,100,000	1,809,800,000	(57,700,000)
Grants - Special education contracts	16,500,000	16,500,000		16,500,000	16,500,000	
Grants - Transportation	53,500,000	48,500,000	5,000,000	53,500,000	53,500,000	
Grants - Other grants	273,410,155	270,640,155	1,926,106	272,566,261	272,706,261	(140,000)
Rapid enrollment grants	17,000,000					
Transportation efficiency	30,000	30,000		30,000	30,000	
National board certification	120,000	120,000		120,000	120,000	
Accrued leave payments		322,068		322,068		322,068
Funding pool for initiatives		2,500,000	250,000	2,750,000	2,750,000	
Total all funds	\$2,194,721,295	\$2,068,395,430	\$75,164,654	\$2,143,560,084	\$2,201,757,899	(\$58,197,815)
Less estimated income	1,151,411,433	436,763,161	233,598	436,996,759	437,244,149	(247,390)
General fund	\$1,043,309,862	\$1,631,632,269	\$74,931,056	\$1,706,563,325	\$1,764,513,750	(\$57,950,425)
FTE	99.75	99.75	0.00	99.75	99.75	0.00

Department 201 - Department of Public Instruction - Detail of Conference Committee Changes

	Removes House Changes to Executive Compensation Package¹	Adjusts State Employee Compensation and Benefits Package²	Increases Funding Pool for Initiatives³	Increases Funding for Passthrough Grants⁴	Increases Funding for the Teacher Mentoring Program⁵	Adds Funding for Pathfinders Parent Project⁶
Salaries and wages	696,363	(357,815)				
Operating expenses						
Integrated formula payments						
Grants - Special education contracts						
Grants - Transportation						
Grants - Other grants				775,000	1,000,000	131,106
Rapid enrollment grants						
Transportation efficiency						
National board certification						
Accrued leave payments						
Funding pool for initiatives			250,000			
Total all funds	\$696,363	(\$357,815)	\$250,000	\$775,000	\$1,000,000	\$131,106
Less estimated income	480,988	(247,390)	0	0	0	0
General fund	\$215,375	(\$110,425)	\$250,000	\$775,000	\$1,000,000	\$131,106
FTE	0.00	0.00	0.00	0.00	0.00	0.00

	Adds Funding for Governing North Dakota Textbook ⁷	Increases Funding for Transportation Grants ⁸	Adds Funding for Study of Information Technology FTE Positions and Services ⁹	Decreases Funding Related to Isolated Schools ¹⁰	Decreases Funding Related to Home Education Supervision Factor ¹¹	Decreases Funding Related to the School District Size Weighting Factor ¹²
Salaries and wages						
Operating expenses			100,000			
Integrated formula payments				(1,300,000)	(515,000)	(435,000)
Grants - Special education contracts						
Grants - Transportation		5,000,000				
Grants - Other grants	20,000					
Rapid enrollment grants						
Transportation efficiency						
National board certification						
Accrued leave payments						
Funding pool for initiatives						
Total all funds	\$20,000	\$5,000,000	\$100,000	(\$1,300,000)	(\$515,000)	(\$435,000)
Less estimated income	0	0	0	0	0	0
General fund	\$20,000	\$5,000,000	\$100,000	(\$1,300,000)	(\$515,000)	(\$435,000)
FTE	0.00	0.00	0.00	0.00	0.00	0.00

	Decreases Funding Related to Changes in Other In Lieu Revenue Percentages ¹³	Increases Funding Related to a Decrease in the Local Tax Contribution ¹⁴	Increases Funding Related to Changes in the Minimum Local Effort Calculation ¹⁵	Total Conference Committee Changes
Salaries and wages				338,548
Operating expenses				100,000
Integrated formula payments	(2,700,000)	61,900,000	10,600,000	67,550,000
Grants - Special education contracts				
Grants - Transportation				5,000,000
Grants - Other grants				1,926,106
Rapid enrollment grants				
Transportation efficiency				
National board certification				
Accrued leave payments				
Funding pool for initiatives				250,000
Total all funds	(\$2,700,000)	\$61,900,000	\$10,600,000	\$75,164,654
Less estimated income	0	0	0	233,598
General fund	(\$2,700,000)	\$61,900,000	\$10,600,000	\$74,931,056
FTE	0.00	0.00	0.00	0.00

¹ Changes made by the House to the executive compensation package are removed.

² 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.

³ The flexible funding pool added by the House is increased to the same level as the Senate to provide one-time funding totaling \$2,750,000 for the following items that were **not** included in the executive recommendation:

- Management information systems - Website updates.
- Safe and drug-free schools salary funding.

- Statewide accreditation system.
- Business manager training program.

Funding is also included in the pool for the following items included in the executive recommendation:

- Management information systems - STARS maintenance and development (\$719,000).
- Common core state standards (\$500,000).
- Teacher and principal evaluation systems (\$400,000).

The funding provided for the Superintendent's initiatives funding pool is offset by funding reductions in line items related to the initiatives included in the executive recommendation, for a net increase in funding of \$1,131,000 from the general fund.

⁴ Funding increases in the other grants line item for the following passthrough grants removed by the House are restored to the executive recommendation level, the same as the Senate:

- North Central Council for School Television (\$50,000) to provide a total of \$535,000, the same as the executive recommendation.
- Rural art outreach project (\$35,000) to provide a total of \$415,000, the same as the executive recommendation.
- National writing projects (\$15,000) to provide a total of \$173,000, the same as the executive recommendation.

In addition, funding for a passthrough grant for the Gearing Up for Kindergarten program removed by the House is restored to \$675,000, \$50,000 more than the 2011-13 biennium. The executive recommendation and the Senate included \$815,000 for the Gearing Up for Kindergarten program.

⁵ Funding for the teacher mentoring program removed by the House is restored to provide a total of \$2.3 million from the general fund, the same as the executive recommendation and the Senate version.

⁶ Funding is added for a passthrough grant to the Pathfinders Parent Project, the same as the Senate. This funding was not included in the executive recommendation.

⁷ One-time funding is added for a grant to the State Historical Society for the republication of the *Governing North Dakota* textbook, the same as the Senate. This funding was not included in the executive recommendation.

⁸ This amendment restores the increase in transportation grants included in the executive recommendation and removed by the House to provide a total of \$53.5 million from the general fund, the same as the Senate.

⁹ This amendment adds one-time funding for the Superintendent of Public Instruction to contract with the Information Technology Department and a private consultant to conduct an information technology staffing analysis, the same as the Senate. The executive recommendation and the House did not include this funding.

¹⁰ Funding added by the House related to a change in the average daily membership eligibility criteria for isolated schools from 100 students to 125 students is removed, the same as the Senate. The executive recommendation did not include this change.

¹¹ Funding is reduced for savings related to a reduction in the home education supervision factor from .50 to .20, the same as the Senate. Neither the executive recommendation nor the House included this change.

¹² Funding added by the House for changes in the school district size weighting factor is reduced, the same as the Senate. The executive recommendation did not change the school district size weighting factors.

¹³ Funding is reduced for savings related to changes in the percentage of other in lieu revenue included in the formula, the same as the Senate. Neither the executive recommendation nor the House included these changes.

¹⁴ Funding for integrated formula payments is increased due to a decrease in the local contribution from 70 mills provided in the House version to 60 mills. Funding included in the executive recommendation was based on a local contribution of 50 mills. The

House increased the local contribution to 70 mills, reducing funding for integrated formula payments by \$119.6 million. The Senate restored the local contribution to 50 mills, the same as the executive recommendation.

¹⁵ Funding for integrated formula payments is increased due to changes in the minimum local effort calculation, the same as the Senate. Neither the executive recommendation nor the House included this change.

This amendment also:

- Changes the section of the bill related to the salary of the Superintendent of Public Instruction to provide a 4 percent first year and a 3 percent second year salary increase. The Senate and the executive budget provided 4 percent annual increases. The House provided 3 percent annual increases.
- Removes two sections added by the House related to the transfer of 6 FTE positions to the Information Technology Department, including a section providing an appropriation of \$883,953 from special funds to the Information Technology Department for defraying the expenses of 6 FTE information technology positions transferred from the Department of Public Instruction.
- Removes a section added by the House related to a study of the costs and benefits of accepting federal funds and the consequences of declining federal funds.
- Removes a legislative intent section added by the House allowing school districts to participate in the Gearing Up for Kindergarten program.
- Amends a section related to the distribution of transportation grants to update reimbursement rates for the \$5 million increase restored by the Senate to the executive budget level.
- Adds a section to identify funding for an information technology staffing analysis of the Department of Public Instruction.
- Amends North Dakota Century Code Section 15.1-18.1-02 related to the national certification program to increase the payment from \$1,000 to \$1,500 effective July 1, 2015. The change recommended in the executive budget was inadvertently not changed in the bill as introduced.
- Adds a section of legislative intent that the Superintendent of Public Instruction propose legislation to the 64th Legislative Assembly to replace any reductions to federal title funds due to sequestration with state funding.
- Adds sections relating to the determination of state aid payable to school districts.
- Adds a section to increase funding available for school construction loans. An additional \$150 million is made available from the strategic investment and improvements fund. In addition, a section is added to provide that of funds remaining uncommitted for school loans as of December 31, 2014, \$50 million may be made available for medical facility infrastructure loans.
- Repeals sections related to kindergarten payments and special reserve funds.
- Adds a section to provide supplemental assistance totaling \$158,150 to a school district from funds remaining in the grants - state school aid line item after the Superintendent of Public Instruction has complied with all statutory obligations imposed for the 2011-13 biennium.
- Provides for a Legislative Management study of education funding and accountability.
- Adds a section to provide for a transfer of \$250,000 to the Department of Career and Technical Education for an autism spectrum disorder technology certificate program. Funding is provided from funds remaining in the grants - state school aid line item after the Superintendent of Public Instruction has complied with all statutory obligations imposed for the 2011-13 biennium.

House Bill No. 1013 - State Library - House Action

	Executive Budget	House Changes	House Version
Salaries and wages	\$3,932,706	(\$227,479)	\$3,705,227
Operating expenses	1,895,726		1,895,726
Grants	2,794,000	(541,500)	2,252,500
Accrued leave payments		75,354	75,354
Total all funds	\$8,622,432	(\$693,625)	\$7,928,807
Less estimated income	2,400,847	(12,688)	2,388,159
General fund	\$6,221,585	(\$680,937)	\$5,540,648
FTE	29.75	0.00	29.75

Department 250 - State Library - Detail of House Changes

	Adjusts State Employee Compensation and Benefits Package¹	Provides Separate Line Item for Accrued Leave Payments²	Removes One-Time Funding for Library Repair and Maintenance Grants³	Decreases State Aid to Libraries⁴	Total House Changes
Salaries and wages	(152,125)	(75,354)			(227,479)
Operating expenses					
Grants			(275,000)	(266,500)	(541,500)
Accrued leave payments		75,354			75,354
Total all funds	(\$152,125)	\$0	(\$275,000)	(\$266,500)	(\$693,625)
Less estimated income	(12,688)	0	0	0	(12,688)
General fund	(\$139,437)	\$0	(\$275,000)	(\$266,500)	(\$680,937)
FTE	0.00	0.00	0.00	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 (\$66,251) and from other funds (\$9,103) 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 one-time funding for library repair and maintenance grants included in the executive recommendation.

⁴ This amendment removes the increase in state aid to libraries included in the executive recommendation to provide a total of \$1.5 million from the general fund.

In addition, this amendment removes a section of the bill related to library renovation and repair grants and amends a section related to the distribution of state aid to public libraries.

House Bill No. 1013 - State Library - Senate Action

	Executive Budget	House Version	Senate Changes	Senate Version
Salaries and wages	\$3,932,706	\$3,705,227	\$227,479	\$3,932,706
Operating expenses	1,895,726	1,895,726		1,895,726
Grants	2,794,000	2,252,500	266,500	2,519,000
Accrued leave payments		75,354	(75,354)	
Total all funds	\$8,622,432	\$7,928,807	\$418,625	\$8,347,432
Less estimated income	2,400,847	2,388,159	12,688	2,400,847
General fund	\$6,221,585	\$5,540,648	\$405,937	\$5,946,585
FTE	29.75	29.75	0.00	29.75

Department 250 - State Library - Detail of Senate Changes

	Restores Executive Compensation Package¹	Removes Separate Line Item for Accrued Leave Payments²	Increases State Aid to Libraries³	Total Senate Changes
Salaries and wages	152,125	75,354		227,479
Operating expenses				
Grants			266,500	266,500
Accrued leave payments		(75,354)		(75,354)
Total all funds	\$152,125	\$0	\$266,500	\$418,625
Less estimated income	12,688	0	0	12,688
General fund	\$139,437	\$0	\$266,500	\$405,937
FTE	0.00	0.00	0.00	0.00

¹ Funding reductions made by the House to the state employee compensation and benefits package are restored to the Governor's recommended level.

² The accrued leave payments line item added by the House is removed and the associated funding returned to line items with salaries and wages funding.

³ This amendment restores the increase in state aid to libraries included in the executive recommendation and removed by the House to provide a total of \$1,766,500 from the general fund.

In addition, the section related to the distribution of state aid to public libraries is amended to provide for the distribution of aid totaling \$1,766,500.

House Bill No. 1013 - State Library - Conference Committee Action

	Executive Budget	House Version	Conference Committee Changes	Conference Committee Version	Senate Version	Comparison to Senate
Salaries and wages	\$3,932,706	\$3,705,227	\$74,826	\$3,780,053	\$3,932,706	(\$152,653)
Operating expenses	1,895,726	1,895,726		1,895,726	1,895,726	
Grants	2,794,000	2,252,500	266,500	2,519,000	2,519,000	
Accrued leave payments		75,354		75,354		75,354
Total all funds	\$8,622,432	\$7,928,807	\$341,326	\$8,270,133	\$8,347,432	(\$77,299)
Less estimated income	2,400,847	2,388,159	5,986	2,394,145	2,400,847	(6,702)
General fund	\$6,221,585	\$5,540,648	\$335,340	\$5,875,988	\$5,946,585	(\$70,597)
FTE	29.75	29.75	0.00	29.75	29.75	0.00

Department 250 - State Library - Detail of Conference Committee Changes

	Removes House Changes to Executive Compensation Package¹	Adjusts State Employee Compensation and Benefits Package²	Increases State Aid to Libraries³	Total Conference Committee Changes
Salaries and wages	152,125	(77,299)		74,826
Operating expenses				
Grants			266,500	266,500
Accrued leave payments				
Total all funds	\$152,125	(\$77,299)	\$266,500	\$341,326
Less estimated income	12,688	(6,702)	0	5,986
General fund	\$139,437	(\$70,597)	\$266,500	\$335,340
FTE	0.00	0.00	0.00	0.00

¹ Changes made by the House to the executive compensation package are removed.

² 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.

³ This amendment restores the increase in state aid to libraries included in the executive recommendation and removed by the House to provide a total of \$1,766,500 from the general fund, the same as the Senate.

In addition, the section related to the distribution of state aid to public libraries is amended to provide for the distribution of aid totaling \$1,766,500, the same as the executive recommendation and the Senate version.

House Bill No. 1013 - School for the Deaf - House Action

	Executive Budget	House Changes	House Version
Salaries and wages	\$7,044,843	(\$369,276)	\$6,675,567
Operating expenses	1,908,794	(16,299)	1,892,495
Capital assets	1,194,021		1,194,021
Grants	200,000		200,000
Accrued leave payments		134,846	134,846
Total all funds	\$10,347,658	(\$250,729)	\$10,096,929
Less estimated income	2,575,668	(9,085)	2,566,583
General fund	\$7,771,990	(\$241,644)	\$7,530,346
FTE	44.61	0.00	44.61

Department 252 - School for the Deaf - Detail of House Changes

	Adjusts State Employee Compensation and Benefits Package¹	Provides Separate Line Item for Accrued Leave Payments²	Decreases Funding for Professional Development³	Total House Changes
Salaries and wages	(234,430)	(134,846)		(369,276)
Operating expenses			(16,299)	(16,299)
Capital assets				
Grants				
Accrued leave payments		134,846		134,846
Total all funds	(\$234,430)	\$0	(\$16,299)	(\$250,729)
Less estimated income	(9,085)	0	0	(9,085)
General fund	(\$225,345)	\$0	(\$16,299)	(\$241,644)
FTE	0.00	0.00	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 (\$128,980) and from other funds (\$5,866) 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 an increase in funding for professional development included in the executive recommendation.

House Bill No. 1013 - School for the Deaf - Senate Action

	Executive Budget	House Version	Senate Changes	Senate Version
Salaries and wages	\$7,044,843	\$6,675,567	\$511,518	\$7,187,085
Operating expenses	1,908,794	1,892,495	16,299	1,908,794
Capital assets	1,194,021	1,194,021		1,194,021
Grants	200,000	200,000		200,000
Accrued leave payments		134,846	(134,846)	
Total all funds	<u>\$10,347,658</u>	<u>\$10,096,929</u>	<u>\$392,971</u>	<u>\$10,489,900</u>
Less estimated income	<u>2,575,668</u>	<u>2,566,583</u>	<u>9,085</u>	<u>2,575,668</u>
General fund	<u>\$7,771,990</u>	<u>\$7,530,346</u>	<u>\$383,886</u>	<u>\$7,914,232</u>
FTE	44.61	44.61	0.00	44.61

Department 252 - School for the Deaf - Detail of Senate Changes

	Restores Executive Compensation Package¹	Removes Separate Line Item for Accrued Leave Payments²	Restores Funding for Professional Development³	Adds Contingent Funding for a Full-Time Superintendent Position⁴	Total Senate Changes
Salaries and wages	234,430	134,846		142,242	511,518
Operating expenses			16,299		16,299
Capital assets					
Grants					
Accrued leave payments		(134,846)			(134,846)
Total all funds	<u>\$234,430</u>	<u>\$0</u>	<u>\$16,299</u>	<u>\$142,242</u>	<u>\$392,971</u>
Less estimated income	<u>9,085</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>9,085</u>
General fund	<u>\$225,345</u>	<u>\$0</u>	<u>\$16,299</u>	<u>\$142,242</u>	<u>\$383,886</u>
FTE	0.00	0.00	0.00	0.00	0.00

¹ Funding reductions made by the House to the state employee compensation and benefits package are restored to the Governor's recommended level.

² The accrued leave payments line item added by the House is removed and the associated funding returned to line items with salaries and wages funding.

³ This amendment restores a funding increase for professional development included in the executive recommendation and removed by the House.

⁴ Contingent funding is added for a full-time superintendent position. The position is currently vacant and is shared with North Dakota Vision Services - School for the Blind.

In addition, this amendment adds a section to provide the School for the Deaf may use up to \$142,242 provided from the general fund, contingent on the retirement of the current superintendent, to fill a full-time superintendent position. The salary authorization is to be prorated based on the retirement date of the current superintendent. The section also provides the Superintendent of Public Instruction may determine how the superintendent position at the School for the Deaf is filled.

House Bill No. 1013 - School for the Deaf - Conference Committee Action

	Executive Budget	House Version	Conference Committee Changes	Conference Committee Version	Senate Version	Comparison to Senate
Salaries and wages	\$7,044,843	\$6,675,567	\$257,338	\$6,932,905	\$7,187,085	(\$254,180)
Operating expenses	1,908,794	1,892,495	16,299	1,908,794	1,908,794	
Capital assets	1,194,021	1,194,021		1,194,021	1,194,021	
Grants	200,000	200,000		200,000	200,000	
Accrued leave payments		134,846		134,846		134,846
Total all funds	\$10,347,658	\$10,096,929	\$273,637	\$10,370,566	\$10,489,900	(\$119,334)
Less estimated income	2,575,668	2,566,583	4,604	2,571,187	2,575,668	(4,481)
General fund	\$7,771,990	\$7,530,346	\$269,033	\$7,799,379	\$7,914,232	(\$114,853)
FTE	44.61	44.61	0.00	44.61	44.61	0.00

Department 252 - School for the Deaf - Detail of Conference Committee Changes

	Removes House Changes to Executive Compensation Package¹	Adjusts State Employee Compensation and Benefits Package²	Restores Funding for Professional Development³	Adds Contingent Funding for a Full-Time Superintendent Position⁴	Total Conference Committee Changes
Salaries and wages	234,430	(119,334)		142,242	257,338
Operating expenses			16,299		16,299
Capital assets					
Grants					
Accrued leave payments					
Total all funds	\$234,430	(\$119,334)	\$16,299	\$142,242	\$273,637
Less estimated income	9,085	(4,481)	0	0	4,604
General fund	\$225,345	(\$114,853)	\$16,299	\$142,242	\$269,033
FTE	0.00	0.00	0.00	0.00	0.00

¹ Changes made by the House to the executive compensation package are removed.

² 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.

³ This amendment restores a funding increase for professional development included in the executive recommendation and removed by the House, the same as the Senate.

⁴ Contingent funding is added for a full-time superintendent position, the same as the Senate. The position is currently vacant and is shared with North Dakota Vision Services - School for the Blind. The executive recommendation and the House did not include this contingent funding.

In addition, this amendment adds a section, the same as the Senate, to provide the School for the Deaf may use up to \$142,242 provided from the general fund, contingent on the retirement of the current superintendent, to fill a full-time superintendent position. The salary authorization is to be prorated based on the retirement date of the current superintendent. The section also provides the Superintendent of Public Instruction may determine how the superintendent position at the School for the Deaf is filled. This provision was not included in the executive recommendation or the House version.

House Bill No. 1013 - Vision Services - School for the Blind - House Action

	Executive Budget	House Changes	House Version
Salaries and wages	\$4,452,015	(\$260,945)	\$4,191,070
Operating expenses	720,806		720,806
Capital assets	562,400		562,400
Accrued leave payments		87,463	87,463
Total all funds	\$5,735,221	(\$173,482)	\$5,561,739
Less estimated income	859,355	(9,571)	849,784
General fund	\$4,875,866	(\$163,911)	\$4,711,955
FTE	29.50	0.00	29.50

Department 253 - Vision Services - School for the Blind - Detail of House Changes

	Adjusts State Employee Compensation and Benefits Package¹	Provides Separate Line Item for Accrued Leave Payments²	Total House Changes
Salaries and wages	(173,482)	(87,463)	(260,945)
Operating expenses			
Capital assets			
Accrued leave payments		87,463	87,463
Total all funds	(\$173,482)	\$0	(\$173,482)
Less estimated income	(9,571)	0	(9,571)
General fund	(\$163,911)	\$0	(\$163,911)
FTE	0.00	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 (\$81,113) and from other funds (\$6,350) 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.

House Bill No. 1013 - Vision Services - School for the Blind - Senate Action

	Executive Budget	House Version	Senate Changes	Senate Version
Salaries and wages	\$4,452,015	\$4,191,070	\$405,615	\$4,596,685
Operating expenses	720,806	720,806		720,806
Capital assets	562,400	562,400	2,762,000	3,324,400
Accrued leave payments		87,463	(87,463)	
Total all funds	\$5,735,221	\$5,561,739	\$3,080,152	\$8,641,891
Less estimated income	859,355	849,784	9,571	859,355
General fund	\$4,875,866	\$4,711,955	\$3,070,581	\$7,782,536
FTE	29.50	29.50	0.50	30.00

Department 253 - Vision Services - School for the Blind - Detail of Senate Changes

	Restores Executive Compensation Package¹	Removes Separate Line Item for Accrued Leave Payments²	Adds Contingent Funding for a Full-Time Superintendent Position³	Adds Funding to Remodel West Wing of the School Building⁴	Total Senate Changes
Salaries and wages	173,482	87,463	144,670		405,615
Operating expenses					
Capital assets				2,762,000	2,762,000
Accrued leave payments		(87,463)			(87,463)
Total all funds	\$173,482	\$0	\$144,670	\$2,762,000	\$3,080,152
Less estimated income	9,571	0	0	0	9,571
General fund	\$163,911	\$0	\$144,670	\$2,762,000	\$3,070,581
FTE	0.00	0.00	0.50	0.00	0.50

¹ Funding reductions made by the House to the state employee compensation and benefits package are restored to the Governor's recommended level.

² The accrued leave payments line item added by the House is removed and the associated funding returned to line items with salaries and wages funding.

³ Contingent funding and a .5 FTE position is added for a full-time superintendent position. Currently, the .5 FTE position related to the superintendent is filled by a Braille music instructor and the superintendent is shared with the School for the Deaf.

⁴ One-time funding is provided to remodel the west wing of the school building occupied by Grand Forks Public Schools.

In addition, this amendment adds a section to provide the North Dakota Vision Services - School for the Blind may use up to \$144,670 provided from the general fund, contingent on the retirement of the current superintendent, to fill a full-time superintendent position. The salary authorization is to be prorated based on the retirement date of the current superintendent. The section provides a .5 FTE superintendent position added to the School for the Blind is contingent on a determination made by the Superintendent of Public Instruction that a full-time superintendent position is required at the School for the Blind. The section also provides that the Superintendent of Public Instruction may determine how the superintendent position at the School for the Blind is filled.

House Bill No. 1013 - Vision Services - School for the Blind - Conference Committee Action

	Executive Budget	House Version	Conference Committee Changes	Conference Committee Version	Senate Version	Comparison to Senate
Salaries and wages	\$4,452,015	\$4,191,070	\$224,110	\$4,415,180	\$4,596,685	(\$181,505)
Operating expenses	720,806	720,806		720,806	720,806	
Capital assets	562,400	562,400	2,762,000	3,324,400	3,324,400	
Accrued leave payments		87,463		87,463		87,463
Total all funds	\$5,735,221	\$5,561,739	\$2,986,110	\$8,547,849	\$8,641,891	(\$94,042)
Less estimated income	859,355	849,784	3,972	853,756	859,355	(5,599)
General fund	\$4,875,866	\$4,711,955	\$2,982,138	\$7,694,093	\$7,782,536	(\$88,443)
FTE	29.50	29.50	0.50	30.00	30.00	0.00

Department 253 - Vision Services - School for the Blind - Detail of Conference Committee Changes

	Removes House Changes to Executive Compensation Package¹	Adjusts State Employee Compensation and Benefits Package²	Adds Contingent Funding for a Full-Time Superintendent Position³	Adds Funding to Remodel West Wing of the School Building⁴	Total Conference Committee Changes
Salaries and wages	173,482	(94,042)	144,670		224,110
Operating expenses					
Capital assets				2,762,000	2,762,000
Accrued leave payments					
Total all funds	\$173,482	(\$94,042)	\$144,670	\$2,762,000	\$2,986,110
Less estimated income	9,571	(5,599)	0	0	3,972
General fund	\$163,911	(\$88,443)	\$144,670	\$2,762,000	\$2,982,138
FTE	0.00	0.00	0.50	0.00	0.50

¹ Changes made by the House to the executive compensation package are removed.

² 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.

³ Contingent funding and a .5 FTE position is added for a full-time superintendent position, the same as the Senate. Currently, the .5 FTE position related to the superintendent is filled by a Braille music instructor and the superintendent is shared with the School for the Deaf. The executive recommendation and the House did not include this contingent funding.

⁴ One-time funding is provided to remodel the west wing of the school building occupied by Grand Forks Public Schools, the same as the Senate. The executive recommendation and the House did not include funding for this project.

In addition, this amendment adds a section, the same as the Senate, to provide the North Dakota Vision Services - School for the Blind may use up to \$144,670 provided from the general fund, contingent on the retirement of the current superintendent, to fill a full-time superintendent position. The salary authorization is to be prorated based on the retirement date of the current superintendent. The section provides a .5 FTE superintendent position added to the School for the Blind is contingent on a determination made by the Superintendent of Public Instruction that a full-time superintendent position is required at the School for the Blind. The section also provides that the Superintendent of Public Instruction may determine how the superintendent position at the School for the Blind is filled. This provision was not included in the executive recommendation or the House version.