

**STATEMENT OF PURPOSE OF AMENDMENT:**

**Senate Bill No. 2012 - Funding Summary**

|  | <b>Executive<br/>Budget</b> | <b>Final<br/>Legislative<br/>Action</b> | <b>Comparison<br/>To Executive<br/>Budget</b> |
|--|-----------------------------|---|---|
| State Treasurer                        |                             |   |   |
| Grants to townships                    |                             |   |   |
| Township distribution corrections      |                             | 385,000                                 | 385,000                                       |
|  |                             |   |   |
| Total all funds                        | \$0                         | \$385,000                               | \$385,000                                     |
| Less estimated income                  | <u>0</u>                    | <u>0</u>                                | <u>0</u>                                      |
| General fund                           | \$0                         | \$385,000                               | \$385,000                                     |
| FTE                                    | 0.00                        | 0.00                                    | 0.00  |
| DOCR                                   |                             |   |   |
| License plate issue                    |                             | \$4,900,000                             | \$4,900,000                                   |
|  |                             |   |   |
| Total all funds                        | \$0                         | \$4,900,000                             | \$4,900,000                                   |
| Less estimated income                  | <u>0</u>                    | <u>4,900,000</u>                        | <u>4,900,000</u>                              |
| General fund                           | \$0                         | \$0                                     | \$0   |
| FTE                                    | 0.00                        | 0.00                                    | 0.00  |
| Department of Transportation           |                             |   |   |
| Salaries and wages                     | \$198,822,626               | \$187,477,585                           | (\$11,345,041)                                |
| Operating expenses                     | 456,821,715                 | 376,721,715                             | (80,100,000)                                  |
| Capital assets                         | 1,810,511,207               | 1,269,511,207                           | (541,000,000)                                 |
| County and township road program       | 142,000,000                 |   | (142,000,000)                                 |
| Grants                                 | 97,548,030                  | 89,788,030                              | (7,760,000)                                   |
| General fund transfer to highway fund  | 683,600,000                 | 541,600,000                             | (142,000,000)                                 |
| Transfer to public transportation fund |                             | 1,100,000                               | 1,100,000                                     |
| License plate issue                    |                             | 6,820,000                               | 6,820,000                                     |
| County and township bridge program     |                             |   |   |
| Accrued leave payments                 |                             | 7,280,897                               | 7,280,897                                     |
|  |                             |   |   |
| Total all funds                        | \$3,389,303,578             | \$2,480,299,434                         | (\$909,004,144)                               |
| Less estimated income                  | <u>2,695,703,578</u>        | <u>1,920,779,434</u>                    | <u>(774,924,144)</u>                          |
| General fund                           | \$693,600,000               | \$559,520,000                           | (\$134,080,000)                               |
| FTE                                    | 1079.50                     | 1079.50                                 | 0.00  |
| Bill Total                             |                             |   |   |
| Total all funds                        | \$3,389,303,578             | \$2,485,584,434                         | (\$903,719,144)                               |
| Less estimated income                  | <u>2,695,703,578</u>        | <u>1,925,679,434</u>                    | <u>(770,024,144)</u>                          |
| General fund                           | \$693,600,000               | \$559,905,000                           | (\$133,695,000)                               |
| FTE                                    | 1079.50                     | 1079.50                                 | 0.00  |

**Senate Bill No. 2012 - State Treasurer - Senate Action**

|                                   | <b>Executive Budget</b> | <b>Senate Changes</b> | <b>Senate Version</b> |
|-----------------------------------|-------------------------|-----------------------|-----------------------|
| Grants to townships               |                         | \$10,000,000          | \$10,000,000          |
| Township distribution corrections |                         | 415,000               | 415,000               |
| Total all funds                   | \$0                     | \$10,415,000          | \$10,415,000          |
| Less estimated income             | 0                       | 0                     | 0                     |
| General fund                      | \$0                     | \$10,415,000          | \$10,415,000          |
| FTE                               | 0.00                    | 0.00                  | 0.00                  |

**Department 120 - State Treasurer - Detail of Senate Changes**

|                                   | <b>Adds Funding for Grants to Townships in Oil-Producing Counties<sup>1</sup></b> | <b>Adds Funding to Correct Distributions to Townships<sup>2</sup></b> | <b>Total Senate Changes</b> |
|-----------------------------------|---|---|-----------------------------|
| Grants to townships               | 10,000,000  |   | 10,000,000                  |
| Township distribution corrections |   | 415,000   | 415,000                     |
| Total all funds                   | \$10,000,000  | \$415,000   | \$10,415,000                |
| Less estimated income             | 0   | 0   | 0                           |
| General fund                      | \$10,000,000  | \$415,000   | \$10,415,000                |
| FTE                               | 0.00  | 0.00  | 0.00                        |

<sup>1</sup> Funding of \$10 million from the general fund is appropriated to the State Treasurer to provide a \$15,000 transportation funding grant to each organized and unorganized township in oil-producing counties. An "oil-producing county" is one that received total allocations under Section 57-51-15 (oil and gas gross production tax allocations) of \$500,000 or more during state fiscal year 2012.

<sup>2</sup> A \$415,000 general fund appropriation is provided to the State Treasurer to ensure that all eligible counties and townships receive a \$15,000 transportation grant pursuant to subsection 3 of Section 2 of 2013 Senate Bill No. 2176.

A section is also added to provide a 2011-13 biennium appropriation of \$590,000 from the general fund to the State Treasurer to correct a distribution error in providing grants to counties and townships under subsection 3 of Section 27 of 2011 Senate Bill No. 2371. An exemption is provided to prohibit the State Treasurer from requiring political subdivisions to return any overpayment of funds received as a result of the distribution error.

Section 5 is removed which provides a \$100 million general fund appropriation to the State Treasurer during the 2011-13 biennium for transportation funding distributions to non-oil-producing counties, cities, and townships. Senate Bill No. 2176, as passed by the Legislative Assembly in 2013, contained \$100 million from the general fund for transportation funding distributions to non-oil-producing counties.

**Senate Bill No. 2012 - State Treasurer - House Action**

|                                   | <b>Executive Budget</b> | <b>Senate Version</b> | <b>House Changes</b> | <b>House Version</b> |
|-----------------------------------|-------------------------|-----------------------|----------------------|----------------------|
| Grants to townships               |                         | \$10,000,000          | (\$900,000)          | \$9,100,000          |
| Township distribution corrections |                         | 415,000               |                      | 415,000              |
| Total all funds                   | \$0                     | \$10,415,000          | (\$900,000)          | \$9,515,000          |
| Less estimated income             | 0                       | 0                     | 0                    | 0                    |
| General fund                      | \$0                     | \$10,415,000          | (\$900,000)          | \$9,515,000          |
| FTE                               | 0.00                    | 0.00                  | 0.00                 | 0.00                 |

**Department 120 - State Treasurer - Detail of House Changes**

|                                   | <b>Reduces Funding for Grants to Townships<sup>1</sup></b> | <b>Total House Changes</b> |
|-----------------------------------|--|----------------------------|
| Grants to townships               | (900,000)  | (900,000)                  |
| Township distribution corrections |  |                            |
| Total all funds                   | (\$900,000)  | (\$900,000)                |
| Less estimated income             | 0  | 0                          |
| General fund                      | (\$900,000)  | (\$900,000)                |
| FTE                               | 0.00   | 0.00                       |

<sup>1</sup> Funding added by the Senate for grants to townships in oil-producing counties is reduced from \$10 million to \$9.1 million.

This amendment also amends Section 27 of Chapter 579 of the 2011 Special Session Laws to provide that a political subdivision eligible to receive a transportation funding distribution under that section must have received an allocation under Section 57-51-15 (oil and gas gross production tax allocations) of \$500,000 or less in state fiscal year 2010 rather than state fiscal year 2011. Section 9 of the bill which provided a \$590,000 general fund appropriation to correct earlier township distributions is replaced with an appropriation of \$700,000 from the general fund to the State Treasurer to distribute funding to any political subdivision eligible to receive a distribution under subsection 3 of Section 27 of Chapter 579 of the 2011 Special Session Laws which has not already received a distribution under that subsection.

**Senate Bill No. 2012 - State Treasurer - Conference Committee Action**

|                                   | <b>Executive Budget</b> | <b>Senate Version</b> | <b>Conference Committee Changes</b> | <b>Conference Committee Version</b> | <b>House Version</b> | <b>Comparison to House</b> |
|-----------------------------------|-------------------------|-----------------------|-------------------------------------|-------------------------------------|----------------------|----------------------------|
| Grants to townships               |                         | \$10,000,000          | (\$10,000,000)                      |                                     | \$9,100,000          | (\$9,100,000)              |
| Township distribution corrections |                         | 415,000               | (30,000)                            | 385,000                             | 415,000              | (30,000)                   |
| Total all funds                   | \$0                     | \$10,415,000          | (\$10,030,000)                      | \$385,000                           | \$9,515,000          | (\$9,130,000)              |
| Less estimated income             | 0                       | 0                     | 0                                   | 0                                   | 0                    | 0                          |
| General fund                      | \$0                     | \$10,415,000          | (\$10,030,000)                      | \$385,000                           | \$9,515,000          | (\$9,130,000)              |
| FTE                               | 0.00                    | 0.00                  | 0.00                                | 0.00                                | 0.00                 | 0.00                       |

**Department 120 - State Treasurer - Detail of Conference Committee Changes**

|                                   | <b>Removes<br/>Funding for<br/>Grants to<br/>Townships<sup>1</sup></b> | <b>Adjusts Funding<br/>for Township<br/>Distribution<br/>Corrections<sup>2</sup></b> | <b>Total<br/>Conference<br/>Committee<br/>Changes</b> |
|-----------------------------------|--|--|---|
| Grants to townships               | (10,000,000)   |  | (10,000,000)  |
| Township distribution corrections |  | (30,000)   | (30,000)  |
| Total all funds                   | (\$10,000,000)   | (\$30,000)   | (\$10,030,000)  |
| Less estimated income             | 0  | 0  | 0   |
| General fund                      | (\$10,000,000)   | (\$30,000)   | (\$10,030,000)  |
| FTE                               | 0.00   | 0.00   | 0.00  |

<sup>1</sup> Funding of \$10 million added by the Senate for grants to townships in oil-producing counties is removed. The House version reduced the grant funding from \$10 million to \$9.1 million.

<sup>2</sup> Funding to correct grant distributions to townships made in Senate Bill No. 2176 is reduced by \$30,000 to reflect revised estimates for amounts needed for corrections.

This amendment also amends Section 27 of Chapter 579 of the 2011 Session Laws to provide that a political subdivision eligible to receive a transportation funding distribution under that section must have received an allocation under Section 57-51-15 (oil and gas gross production tax allocations) of \$500,000 or less in state fiscal year 2010 rather than state fiscal year 2011. Section 9 of the bill which provided a \$590,000 general fund appropriation to correct earlier township distributions is replaced with an appropriation of \$720,000 from the general fund to the State Treasurer to distribute funding to any political subdivision eligible to receive a distribution under subsection 3 of Section 27 of Chapter 579 of the 2011 Session Laws which has not already received a distribution under that subsection. The House also added these sections and provided funding of \$700,000.

**Senate Bill No. 2012 - DOCR - Senate Action**

|                       | <b>Executive<br/>Budget</b> | <b>Senate<br/>Changes</b> | <b>Senate<br/>Version</b> |
|-----------------------|-----------------------------|---------------------------|---------------------------|
| License plate issue   |                             | \$4,280,000               | \$4,280,000               |
| Total all funds       | \$0                         | \$4,280,000               | \$4,280,000               |
| Less estimated income | 0                           | 4,280,000                 | 4,280,000                 |
| General fund          | \$0                         | \$0                       | \$0                       |
| FTE                   | 0.00                        | 0.00                      | 0.00                      |

**Department 530 - DOCR - Detail of Senate Changes**

|                       | <b>Adds Special<br/>Fund Authority<br/>for License Plate<br/>Issue<sup>1</sup></b> | <b>Total<br/>Senate<br/>Changes</b> |
|-----------------------|--|-------------------------------------|
| License plate issue   | 4,280,000  | 4,280,000                           |
| Total all funds       | \$4,280,000  | \$4,280,000                         |
| Less estimated income | 4,280,000  | 4,280,000                           |
| General fund          | \$0  | \$0                                 |
| FTE                   | 0.00   | 0.00                                |

<sup>1</sup> Special fund authority of \$4.28 million is provided for Roughrider Industries for costs associated with the general license plate issue.

**Senate Bill No. 2012 - DOCR - House Action**

|                       | <b>Executive Budget</b> | <b>Senate Version</b> | <b>House Changes</b> | <b>House Version</b> |
|-----------------------|-------------------------|-----------------------|----------------------|----------------------|
| License plate issue   |                         | \$4,280,000           | \$620,000            | \$4,900,000          |
| Total all funds       | \$0                     | \$4,280,000           | \$620,000            | \$4,900,000          |
| Less estimated income | 0                       | 4,280,000             | 620,000              | 4,900,000            |
| General fund          | \$0                     | \$0                   | \$0                  | \$0                  |
| FTE                   | 0.00                    | 0.00                  | 0.00                 | 0.00                 |

**Department 530 - DOCR - Detail of House Changes**

|                       | <b>Increases Special Funds Authority for License Plate Issue<sup>1</sup></b> | <b>Total House Changes</b> |
|-----------------------|--|----------------------------|
| License plate issue   | 620,000  | 620,000                    |
| Total all funds       | \$620,000  | \$620,000                  |
| Less estimated income | 620,000  | 620,000                    |
| General fund          | \$0  | \$0                        |
| FTE                   | 0.00   | 0.00                       |

<sup>1</sup> Special funds authority for the general license plate issue is increased by \$620,000 due to increased expenses associated with the issuance of digitally printed license plates rather than embossed license plates.

**Senate Bill No. 2012 - DOCR - Conference Committee Action**

|                       | <b>Executive Budget</b> | <b>Senate Version</b> | <b>Conference Committee Changes</b> | <b>Conference Committee Version</b> | <b>House Version</b> | <b>Comparison to House</b> |
|-----------------------|-------------------------|-----------------------|-------------------------------------|-------------------------------------|----------------------|----------------------------|
| License plate issue   |                         | \$4,280,000           | \$620,000                           | \$4,900,000                         | \$4,900,000          |                            |
| Total all funds       | \$0                     | \$4,280,000           | \$620,000                           | \$4,900,000                         | \$4,900,000          | \$0                        |
| Less estimated income | 0                       | 4,280,000             | 620,000                             | 4,900,000                           | 4,900,000            | 0                          |
| General fund          | \$0                     | \$0                   | \$0                                 | \$0                                 | \$0                  | \$0                        |
| FTE                   | 0.00                    | 0.00                  | 0.00                                | 0.00                                | 0.00                 | 0.00                       |

**Department 530 - DOCR - Detail of Conference Committee Changes**

|                       | <b>Increases Special Funds Authority for License Plate Issue<sup>1</sup></b> | <b>Total Conference Committee Changes</b> |
|-----------------------|--|---|
| License plate issue   | 620,000  | 620,000                                   |
| Total all funds       | \$620,000  | \$620,000                                 |
| Less estimated income | 620,000  | 620,000                                   |
| General fund          | \$0  | \$0                                       |
| FTE                   | 0.00   | 0.00                                      |

<sup>1</sup> Special funds authority for the general license plate issue is increased by \$620,000 due to increased expenses associated with the issuance of digitally printed license plates rather than embossed license plates, the same as the House version.

**Senate Bill No. 2012 - Department of Transportation - Senate Action**

|  | <b>Executive Budget</b> | <b>Senate Changes</b>  | <b>Senate Version</b>  |
|--|-------------------------|------------------------|------------------------|
| Salaries and wages                     | \$198,822,626           | \$24,234               | \$198,846,860          |
| Operating expenses                     | 456,821,715             | (79,000,000)           | 377,821,715            |
| Capital assets                         | 1,810,511,207           | (541,000,000)          | 1,269,511,207          |
| County and township road program       | 142,000,000             |                        | 142,000,000            |
| Grants                                 | 97,548,030              | 640,000                | 98,188,030             |
| General fund transfer to highway fund  | 683,600,000             |                        | 683,600,000            |
| Transfer to public transportation fund |                         | 1,100,000              | 1,100,000              |
| License plate issue                    |                         | 6,200,000              | 6,200,000              |
| County and township bridge program     |                         | 27,000,000             | 27,000,000             |
| <b>Total all funds</b>                 | <b>\$3,389,303,578</b>  | <b>(\$585,035,766)</b> | <b>\$2,804,267,812</b> |
| Less estimated income                  | 2,695,703,578           | (592,335,766)          | 2,103,367,812          |
| General fund                           | \$693,600,000           | \$7,300,000            | \$700,900,000          |
| FTE                                    | 1079.50                 | 0.00                   | 1079.50                |

**Department 801 - Department of Transportation - Detail of Senate Changes**

|  | <b>Corrects Executive Compensation Package<sup>1</sup></b> | <b>Removes Previously Appropriated Road Funding<sup>2</sup></b> | <b>Continues Highway-Rail Grade Crossing Safety Projects<sup>3</sup></b> | <b>Provides Contingent Transfers to Public Transportation Fund<sup>4</sup></b> | <b>Adds Funding for General License Plate Issue<sup>5</sup></b> | <b>Adds Funding for County and Township Bridge Program<sup>6</sup></b> |
|--|--|---|--|--|---|--|
| Salaries and wages                     | 24,234   |   |  |  |   |  |
| Operating expenses                     |  | (79,000,000)  |  |  |   |  |
| Capital assets                         |  | (541,000,000)   |  |  |   |  |
| County and township road program       |  |   |  |  |   |  |
| Grants                                 |  |   | 640,000  |  |   |  |
| General fund transfer to highway fund  |  |   |  |  |   |  |
| Transfer to public transportation fund |  |   |  | 1,100,000  |   |  |
| License plate issue                    |  |   |  |  | 6,200,000   |  |
| County and township bridge program     |  |   |  |  |   | 27,000,000   |
| <b>Total all funds</b>                 | <b>\$24,234</b>  | <b>(\$620,000,000)</b>  | <b>\$640,000</b>   | <b>\$1,100,000</b>   | <b>\$6,200,000</b>  | <b>\$27,000,000</b>  |
| Less estimated income                  | 24,234   | (620,000,000)   | 640,000  | 0  | 0   | 27,000,000   |
| General fund                           | \$0  | \$0   | \$0  | \$1,100,000  | \$6,200,000   | \$0  |
| FTE                                    | 0.00   | 0.00  | 0.00   | 0.00   | 0.00  | 0.00   |

|  | <b>Total<br/>Senate<br/>Changes</b> |
|--|-------------------------------------|
| Salaries and wages                     | 24,234                              |
| Operating expenses                     | (79,000,000)                        |
| Capital assets                         | (541,000,000)                       |
| County and township road program       |                                     |
| Grants                                 | 640,000                             |
| General fund transfer to highway fund  |                                     |
| Transfer to public transportation fund | 1,100,000                           |
| License plate issue                    | 6,200,000                           |
| County and township bridge program     | 27,000,000                          |
| Total all funds                        | (\$585,035,766)                     |
| Less estimated income                  | (592,335,766)                       |
| General fund                           | \$7,300,000                         |
| FTE                                    | 0.00                                |

<sup>1</sup> Funding is added due to a calculation error in the executive compensation package.

<sup>2</sup> Funding of \$620 million for road construction and maintenance funding is removed. Senate Bill No. 2176, as approved by the 63rd Legislative Assembly, contains \$620 million of road construction and maintenance funding. Section 6 of the bill, which transfers \$620 million from the general fund to the highway fund during the 2011-13 biennium, is also removed.

<sup>3</sup> Funding from the highway-rail grade crossing safety fund is appropriated to continue projects for which funding was obligated prior to January 1, 2013. A section is also added to provide guidelines for the use of the funds.

<sup>4</sup> Funding is provided for contingent transfers from the general fund to the public transportation fund. The transfers are contingent upon deposits from the highway tax distribution fund into the public transportation fund being \$5 million or less during state fiscal years 2013 and 2014.

<sup>5</sup> Funding of \$6.2 million from the general fund is added to defray the expenses of a general license plate issue. An exemption is provided for the funding to allow the department to use any unexpended 2013-15 biennium appropriations related to the license plate issue in the 2015-17 biennium. A section is also added to amend Section 39-04-09 to require the Director of the Department of Transportation to make a general license plate issue during the 2013-15 and 2015-17 bienniums.

<sup>6</sup> Funding of \$27 million from the strategic investment and improvements fund is appropriated to the department for a county and township bridge reconstruction program. A section is also added to provide guidelines for the program.

This amendment also:

- Adjusts subsection 8 of Section 4 regarding the county and township road reconstruction program in areas affected by energy development to allow funds to be used on construction costs incurred as of January 1, 2013.
- Adds a section to amend Section 39-02-03 regarding fees charged by Department of Transportation motor vehicle branch offices.
- Adds a section to continue unexpended 2011-13 biennium appropriations from the state disaster relief fund into the 2013-15 biennium for Devils Lake road grade raising projects.
- Adds a Legislative Management study of Department of Transportation motor vehicle branch offices.

**Senate Bill No. 2012 - Department of Transportation - House Action**

|  | <b>Executive Budget</b> | <b>Senate Version</b>  | <b>House Changes</b> | <b>House Version</b>   |
|--|-------------------------|------------------------|----------------------|------------------------|
| Salaries and wages                     | \$198,822,626           | \$198,846,860          | (\$14,269,627)       | \$184,577,233          |
| Operating expenses                     | 456,821,715             | 377,821,715            | (1,100,000)          | 376,721,715            |
| Capital assets                         | 1,810,511,207           | 1,269,511,207          |                      | 1,269,511,207          |
| County and township road program       | 142,000,000             | 142,000,000            | 48,000,000           | 190,000,000            |
| Grants                                 | 97,548,030              | 98,188,030             | (8,900,000)          | 89,288,030             |
| General fund transfer to highway fund  | 683,600,000             | 683,600,000            |                      | 683,600,000            |
| Transfer to public transportation fund |                         | 1,100,000              |                      | 1,100,000              |
| License plate issue                    |                         | 6,200,000              | 620,000              | 6,820,000              |
| County and township bridge program     |                         | 27,000,000             | (7,000,000)          | 20,000,000             |
| Accrued leave payments                 |                         |                        | 7,280,897            | 7,280,897              |
| Non-oil county distributions           |                         |                        | 150,000,000          | 150,000,000            |
| <b>Total all funds</b>                 | <b>\$3,389,303,578</b>  | <b>\$2,804,267,812</b> | <b>\$174,631,270</b> | <b>\$2,978,899,082</b> |
| Less estimated income                  | <u>2,695,703,578</u>    | <u>2,103,367,812</u>   | <u>(23,988,730)</u>  | <u>2,079,379,082</u>   |
| General fund                           | \$693,600,000           | \$700,900,000          | \$198,620,000        | \$899,520,000          |
| FTE                                    | 1079.50                 | 1079.50                | 0.00                 | 1079.50                |

**Department 801 - Department of Transportation - Detail of House Changes**

|  | <b>Adjusts State Employee Compensation and Benefits Package<sup>1</sup></b> | <b>Provides Separate Line Item for Accrued Leave Payments<sup>2</sup></b> | <b>Removes Funding for Employees Affected by Energy Development<sup>3</sup></b> | <b>Increases Funding for Oil-Impacted Counties Road Program<sup>4</sup></b> | <b>Removes Public Transportation Fund Appropriation Authority<sup>5</sup></b> | <b>Adjusts Funding for License Plate Issue<sup>6</sup></b> |
|--|---|---|---|---|---|--|
| Salaries and wages                     | (4,443,731)   | (7,280,897)   | (2,544,999)   |   |   |  |
| Operating expenses                     |   |   | (1,100,000)   |   |   |  |
| Capital assets                         |   |   |   |   |   |  |
| County and township road program       |   |   |   | 48,000,000  |   |  |
| Grants                                 |   |   |   |   | (8,900,000)   |  |
| General fund transfer to highway fund  |   |   |   |   |   |  |
| Transfer to public transportation fund |   |   |   |   |   |  |
| License plate issue                    |   |   |   |   |   | 620,000  |
| County and township bridge program     |   |   |   |   |   |  |
| Non-oil county distributions           |   |   |   |   |   |  |
| Accrued leave payments                 |   | 7,280,897   |   |   |   |  |
| <b>Total all funds</b>                 | <b>(\$4,443,731)</b>  | <b>\$0</b>  | <b>(\$3,644,999)</b>  | <b>\$48,000,000</b>   | <b>(\$8,900,000)</b>  | <b>\$620,000</b>   |
| Less estimated income                  | <u>(4,443,731)</u>  | <u>0</u>  | <u>(3,644,999)</u>  | <u>0</u>  | <u>(8,900,000)</u>  | <u>0</u>   |
| General fund                           | \$0   | \$0   | \$0   | \$48,000,000  | \$0   | \$620,000  |
| FTE                                    | 0.00  | 0.00  | 0.00  | 0.00  | 0.00  | 0.00   |



|   | <b>Reduces<br/>Funding for<br/>County and<br/>Township<br/>Bridge<br/>Program<sup>7</sup></b> | <b>Adds Funding<br/>for Non-Oil-<br/>Impacted<br/>County<br/>Transportation<br/>Distributions<sup>8</sup></b> | <b>Total<br/>House<br/>Changes</b> |
|---|---|---|------------------------------------|
| Salaries and wages                        |   |   | (14,269,627)                       |
| Operating expenses                        |   |   | (1,100,000)                        |
| Capital assets                            |   |   |                                    |
| County and township road<br>program       |   |   | 48,000,000                         |
| Grants                                    |   |   | (8,900,000)                        |
| General fund transfer to highway<br>fund  |   |   |                                    |
| Transfer to public transportation<br>fund |   |   |                                    |
| License plate issue                       |   |   | 620,000                            |
| County and township bridge<br>program     | (7,000,000)   |   | (7,000,000)                        |
| Non-oil county distributions              |   | 150,000,000   | 150,000,000                        |
| Accrued leave payments                    |   |   | 7,280,897                          |
| <b>Total all funds</b>                    | <b>(\$7,000,000)</b>  | <b>\$150,000,000</b>  | <b>\$174,631,270</b>               |
| Less estimated income                     | (7,000,000)   | 0   | (23,988,730)                       |
| General fund                              | \$0   | \$150,000,000   | \$198,620,000                      |
| FTE                                       | 0.00  | 0.00  | 0.00                               |

<sup>1</sup> 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.

<sup>2</sup> A portion of salaries and wages funding 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.

<sup>3</sup> Funding included in the executive budget for salary enhancements (\$2,544,999) and rental assistance (\$1,100,000) for employees living in areas affected by energy development is removed.

<sup>4</sup> Funding from the general fund is added to the county and township road reconstruction program in areas impacted by oil and gas development to provide total program funding of \$190 million, an increase of \$48 million from the executive budget and Senate version of \$142 million.

<sup>5</sup> Appropriation authority to provide grants from the public transportation fund is removed. House Bill No. 1142, as approved by the 63rd Legislative Assembly, provides continuing appropriation authority for any funds deposited in the public transportation fund.

<sup>6</sup> Funding for the general license plate issue is increased by \$620,000 to provide for digitally printed license plates to be issued rather than embossed plates.

<sup>7</sup> Funding from the strategic investment and improvements fund for a county and township bridge reconstruction program is reduced from \$27 million to \$20 million. Adjustments are also made to Section 5 regarding the definition of a bridge and the priority of bridges to be reconstructed.

<sup>8</sup> A section is added to appropriate \$150 million from the general fund for transportation funding distributions to counties that received less than \$5 million of oil and gas production tax allocations in the preceding state fiscal year.

This amendment also:

- Adds sections to provide statutory changes regarding the motor vehicle registration renewal dates of vehicles exceeding 20,000 pounds.

- Adds a section to establish a highway-rail grade crossing safety program in the Department of Transportation and requires the department to allocate \$1.4 million from the state highway fund for the program each year.
- Adds sections to provide for Legislative Management studies of state railroad assistance programs, transportation costs and funding, and renewable fuel standards.

**Senate Bill No. 2012 - Department of Transportation - Conference Committee Action**

|  | <b>Executive Budget</b> | <b>Senate Version</b>  | <b>Conference Committee Changes</b> | <b>Conference Committee Version</b> | <b>House Version</b>   | <b>Comparison to House</b> |
|--|-------------------------|------------------------|-------------------------------------|-------------------------------------|------------------------|----------------------------|
| Salaries and wages                     | \$198,822,626           | \$198,846,860          | (\$11,369,275)                      | \$187,477,585                       | \$184,577,233          | \$2,900,352                |
| Operating expenses                     | 456,821,715             | 377,821,715            | (1,100,000)                         | 376,721,715                         | 376,721,715            |                            |
| Capital assets                         | 1,810,511,207           | 1,269,511,207          |                                     | 1,269,511,207                       | 1,269,511,207          |                            |
| County and township road program       | 142,000,000             | 142,000,000            | (142,000,000)                       |                                     | 190,000,000            | (190,000,000)              |
| Grants                                 | 97,548,030              | 98,188,030             | (8,400,000)                         | 89,788,030                          | 89,288,030             | 500,000                    |
| General fund transfer to highway fund  | 683,600,000             | 683,600,000            | (142,000,000)                       | 541,600,000                         | 683,600,000            | (142,000,000)              |
| Transfer to public transportation fund |                         | 1,100,000              |                                     | 1,100,000                           | 1,100,000              |                            |
| License plate issue                    |                         | 6,200,000              | 620,000                             | 6,820,000                           | 6,820,000              |                            |
| County and township bridge program     |                         | 27,000,000             | (27,000,000)                        |                                     | 20,000,000             | (20,000,000)               |
| Non-oil county distributions           |                         |                        |                                     |                                     | 150,000,000            | (150,000,000)              |
| Accrued leave payments                 |                         |                        | 7,280,897                           | 7,280,897                           | 7,280,897              |                            |
| <b>Total all funds</b>                 | <b>\$3,389,303,578</b>  | <b>\$2,804,267,812</b> | <b>(\$323,968,378)</b>              | <b>\$2,480,299,434</b>              | <b>\$2,978,899,082</b> | <b>(\$498,599,648)</b>     |
| Less estimated income                  | 2,695,703,578           | 2,103,367,812          | (182,588,378)                       | 1,920,779,434                       | 2,079,379,082          | (158,599,648)              |
| <b>General fund</b>                    | <b>\$693,600,000</b>    | <b>\$700,900,000</b>   | <b>(\$141,380,000)</b>              | <b>\$559,520,000</b>                | <b>\$899,520,000</b>   | <b>(\$340,000,000)</b>     |
| FTE                                    | 1079.50                 | 1079.50                | 0.00                                | 1079.50                             | 1079.50                | 0.00                       |

**Department 801 - Department of Transportation - Detail of Conference Committee Changes**

|  | <b>Adjusts State Employee Compensation and Benefits Package<sup>1</sup></b> | <b>Provides Separate Line Item for Accrued Leave Payments<sup>2</sup></b> | <b>Removes Funding for Employees Affected by Energy Development<sup>3</sup></b> | <b>Removes Funding for Oil-Impacted Counties Road Program<sup>4</sup></b> | <b>Removes Public Transportation Fund Appropriation Authority<sup>5</sup></b> | <b>Adds Funding for Rail Safety Pilot Program<sup>6</sup></b> |
|--|---|---|---|---|---|---|
| Salaries and wages                     | (1,543,379)   | (7,280,897)   | (2,544,999)   |   |   |   |
| Operating expenses                     |   |   | (1,100,000)   |   |   |   |
| Capital assets                         |   |   |   |   |   |   |
| County and township road program       |   |   |   | (142,000,000)   |   |   |
| Grants                                 |   |   |   |   | (8,900,000)   | 500,000   |
| General fund transfer to highway fund  |   |   |   |   |   |   |
| Transfer to public transportation fund |   |   |   |   |   |   |
| License plate issue                    |   |   |   |   |   |   |
| County and township bridge program     |   |   |   |   |   |   |
| Accrued leave payments                 |   | 7,280,897   |   |   |   |   |
| <b>Total all funds</b>                 | <b>(\$1,543,379)</b>  | <b>\$0</b>  | <b>(\$3,644,999)</b>  | <b>(\$142,000,000)</b>  | <b>(\$8,900,000)</b>  | <b>\$500,000</b>  |
| Less estimated income                  | (1,543,379)   | 0   | (3,644,999)   | (142,000,000)   | (8,900,000)   | 500,000   |
| <b>General fund</b>                    | <b>\$0</b>  | <b>\$0</b>  | <b>\$0</b>  | <b>\$0</b>  | <b>\$0</b>  | <b>\$0</b>  |
| FTE                                    | 0.00  | 0.00  | 0.00  | 0.00  | 0.00  | 0.00  |

|   | Adjusts General<br>Fund Transfer<br>to Highway<br>Fund <sup>7</sup> | Adjusts Funding<br>for License Plate<br>Issue <sup>8</sup> | Removes<br>Funding for<br>County and<br>Township<br>Bridge<br>Program <sup>9</sup> | Total<br>Conference<br>Committee<br>Changes |
|---|---|--|--|---|
| Salaries and wages                        |   |  |  | (11,369,275)                                |
| Operating expenses                        |   |  |  | (1,100,000)                                 |
| Capital assets                            |   |  |  |   |
| County and township road<br>program       |   |  |  | (142,000,000)                               |
| Grants                                    |   |  |  | (8,400,000)                                 |
| General fund transfer to highway<br>fund  | (142,000,000)   |  |  | (142,000,000)                               |
| Transfer to public transportation<br>fund |   |  |  |   |
| License plate issue                       |   | 620,000  |  | 620,000                                     |
| County and township bridge<br>program     |   |  | (27,000,000)   | (27,000,000)                                |
| Accrued leave payments                    |   |  |  | 7,280,897                                   |
| <b>Total all funds</b>                    | (\$142,000,000)   | \$620,000  | (\$27,000,000)   | (\$323,968,378)                             |
| Less estimated income                     | 0   | 0  | (27,000,000)   | (182,588,378)                               |
| <b>General fund</b>                       | (\$142,000,000)   | \$620,000  | \$0  | (\$141,380,000)                             |
| <b>FTE</b>                                | 0.00  | 0.00   | 0.00   | 0.00  |

<sup>1</sup> 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.

<sup>2</sup> A portion of salaries and wages funding 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. The House version also included an accrued leave payments line item.

<sup>3</sup> Funding included in the executive budget for salary enhancements (\$2,544,999) and rental assistance (\$1,100,000) for employees living in areas affected by energy development is removed. The House also removed this funding.

<sup>4</sup> Funding from the general fund for the county and township road reconstruction program in areas impacted by oil and gas development is removed. The House version provided total program funding of \$190 million which was an increase of \$48 million from the executive budget and Senate versions of \$142 million.

<sup>5</sup> Appropriation authority to provide grants from the public transportation fund is removed. House Bill No. 1142, as approved by the 63rd Legislative Assembly, provides continuing appropriation authority for any funds deposited in the public transportation fund.

<sup>6</sup> Grant funding of \$500,000 from the highway-rail grade crossing projects safety fund is added for a highway-rail grade safety pilot program during the 2013-15 biennium. Guidelines are also added for the program.

<sup>7</sup> The general fund transfer to the state highway fund is reduced by \$142 million to reflect the removal of the county and township road reconstruction program in areas affected by oil and gas development.

<sup>8</sup> Funding for the general license plate issue is increased by \$620,000 to provide for a general license plate issue to be made on nonembossed license plates. The House also added this funding.

<sup>9</sup> Funding from the strategic investment and improvements fund for a county and township bridge reconstruction program is removed. The Senate added funding of \$27 million for the program and the House reduced funding for the program to \$20 million.

This amendment also:

- Adds a section to deposit \$250,000 of special fuels excise tax funding in the highway-rail grade crossing safety program during each year of the 2013-15 biennium.
- Adds sections to provide for Legislative Management studies of state railroad assistance programs, transportation costs and funding, and renewable fuel standards.
- Removes sections that provided program guidelines regarding the oil-producing county and township road reconstruction program and the county and township bridge reconstruction program.