

STATEMENT OF PURPOSE OF AMENDMENT:

House Bill No. 1014 - Funding Summary

	Base Budget	Final Legislative Action	Comparison To Base Budget
Industrial Commission			
Salaries and wages	\$17,873,876	\$22,915,571	\$5,041,695
Operating expenses	4,775,576	8,962,720	4,187,144
Capital assets		13,666,822	13,666,822
Grants	19,500,000	5,000,000	(14,500,000)
Grants - bond payments	19,809,969	15,040,829	(4,769,140)
Accrued leave payments	<u>347,696</u>	<u></u>	<u>(347,696)</u>
Total all funds	\$62,307,117	\$65,585,942	\$3,278,825
Less estimated income	<u>40,973,792</u>	<u>30,619,769</u>	<u>(10,354,023)</u>
General fund	\$21,333,325	\$34,966,173	\$13,632,848
FTE	98.75	121.75	23.00
Bank of North Dakota			
Capital assets	\$745,000	\$17,745,000	\$17,000,000
Bank of North Dakota operations	51,523,916	58,542,301	7,018,385
Accrued leave payments	<u>881,231</u>	<u></u>	<u>(881,231)</u>
Total all funds	\$53,150,147	\$76,287,301	\$23,137,154
Less estimated income	<u>53,150,147</u>	<u>76,287,301</u>	<u>23,137,154</u>
General fund	\$0	\$0	\$0
FTE	179.50	181.50	2.00
Housing Finance Agency			
Salaries and wages	\$7,434,877	\$7,745,034	\$310,157
Operating expenses	3,791,758	3,744,275	(47,483)
Grants	29,533,050	25,930,780	(3,602,270)
HFA contingencies	100,000	100,000	
Accrued leave payments	<u>147,806</u>	<u></u>	<u>(147,806)</u>
Total all funds	\$41,007,491	\$37,520,089	(\$3,487,402)
Less estimated income	<u>41,007,491</u>	<u>37,520,089</u>	<u>(3,487,402)</u>
General fund	\$0	\$0	\$0
FTE	46.00	46.00	0.00
Mill and Elevator			
Salaries and wages	\$29,141,750	\$36,278,898	\$7,137,148
Operating expenses	21,796,000	27,327,000	5,531,000
Contingencies	400,000	500,000	100,000
Agriculture promotion	210,000	210,000	
Accrued leave payments	<u>575,807</u>	<u></u>	<u>(575,807)</u>
Total all funds	\$52,123,557	\$64,315,898	\$12,192,341
Less estimated income	<u>52,123,557</u>	<u>64,315,898</u>	<u>12,192,341</u>
General fund	\$0	\$0	\$0
FTE	135.00	147.00	12.00
Bill Total			
Total all funds	\$208,588,312	\$243,709,230	\$35,120,918
Less estimated income	<u>187,254,987</u>	<u>208,743,057</u>	<u>21,488,070</u>
General fund	\$21,333,325	\$34,966,173	\$13,632,848
FTE	459.25	496.25	37.00

House Bill No. 1014 - Industrial Commission - House Action

	Base Budget	House Changes	House Version
Salaries and wages	\$17,873,876	\$4,345,078	\$22,218,954
Operating expenses	4,775,576	1,552,846	6,328,422
Grants	19,500,000	(14,500,000)	5,000,000
Grants - bond payments	19,809,969	(4,769,140)	15,040,829
Accrued leave payments	347,696	(347,696)	
Total all funds	<u>\$62,307,117</u>	<u>(\$13,718,912)</u>	<u>\$48,588,205</u>
Less estimated income	<u>40,973,792</u>	<u>(23,974,385)</u>	<u>16,999,407</u>
General fund	\$21,333,325	\$10,255,473	\$31,588,798
FTE	98.75	16.00	114.75

Department 405 - Industrial Commission - Detail of House Changes

	Adds Funding for Base Payroll Changes¹	Adds Funding for Salary and Benefit Increases²	Adds Funding for Other 2013-15 Salary Adjustments³	Adds Funding for FTE positions⁴	Decreases Funding for Bond Payments⁵	Adds Funding for Operating Expenses⁶
Salaries and wages	533,625	1,301,128	7,056	2,498,269		5,000
Operating expenses				627,432		304,771
Grants						
Grants - bond payments					(4,769,140)	
Accrued leave payments	<u>(347,696)</u>					
Total all funds	\$185,929	\$1,301,128	\$7,056	\$3,125,701	(\$4,769,140)	\$309,771
Less estimated income	<u>141,853</u>	<u>76,256</u>	<u>(150,000)</u>	<u>150,000</u>	<u>(4,769,140)</u>	<u>76,646</u>
General fund	\$44,076	\$1,224,872	\$157,056	\$2,975,701	\$0	\$233,125
FTE	0.00	0.00	0.00	16.00	0.00	0.00

	Adjusts Funding for Lignite Grants⁷	Adds One-Time Funding⁸	Total House Changes
Salaries and wages			4,345,078
Operating expenses		620,643	1,552,846
Grants	(14,500,000)		(14,500,000)
Grants - bond payments			(4,769,140)
Accrued leave payments			(347,696)
Total all funds	<u>(\$14,500,000)</u>	<u>\$620,643</u>	<u>(\$13,718,912)</u>
Less estimated income	<u>(19,500,000)</u>	<u>0</u>	<u>(23,974,385)</u>
General fund	\$5,000,000	\$620,643	\$10,255,473
FTE	0.00	0.00	16.00

¹ Funding is added for cost-to-continue 2013-15 biennium salaries and benefit increases and for other base payroll changes.

² The following funding is added for 2015-17 biennium performance salary adjustments of 2 to 4 percent per year and increases in monthly health insurance premiums:

	General Fund	Other Funds	Total
Salary increase - Performance	\$765,984	\$47,233	\$813,217
Health insurance increase	458,888	29,023	487,911
Total	\$1,224,872	\$76,256	\$1,301,128

³ Funding is added for other 2013-15 salary adjustments.

⁴ The following funding and FTE positions are added:

	FTE Positions	General Fund	Other Funds	Total
Engineering technicians	7.00	\$1,513,195		\$1,513,195
Pipeline engineering technician	1.00	162,018		162,018
Safety officer	1.00	187,717		187,717
Human resources specialist	1.00	139,380		139,380
Budget specialist	1.00	174,519		174,519
Reclamation specialist	1.00	230,911		230,911
Surface geologist	1.00	244,192		244,192
Survey engineering technicians	2.00	323,769		323,769
Industrial water sales position	1.00	0	\$150,000	150,000
Total	16.00	\$2,975,701	\$150,000	\$3,125,701

⁵ Funding for bond payments is reduced by \$4,769,140, from \$19,809,969 to \$15,040,829.

⁶ Funding is added for operating expenses primarily related to increased travel expenses.

⁷ Appropriation authority of \$19.5 million from special funds for lignite grants is removed. The grants will be distributed pursuant to a continuing appropriation from the lignite research fund. One-time funding of \$5 million from the general fund is added for lignite research council grants for commercializing the capture, utilization, and storage of carbon dioxide and for next generation electric generation technology, including the Allam Cycle.

⁸ One-time funding is added for the following:

	General Fund
Aerial photography	\$104,143
Core analyses	125,000
Seismic profile digital conversion	100,000
Information technology costs	250,000
ATVs and trailers	41,500
Total	\$620,643

This amendment removes a section to allow the Office of Management and Budget to increase the appropriation authority of state agencies that receive grant awards from the North Dakota outdoor heritage fund.

This amendment removes a section related to contingency funding for FTE positions available when the total number of oil wells capable of production exceeds 20,000.

This amendment also includes:

- Legislative intent for bond payments.
- Appropriation authority, subject to Emergency Commission approval, for bond issuances.
- Transfer authority of \$930,000 for administrative services.
- Designation of \$4.5 million from the lignite research fund for lignite marketing studies, the Lignite Vision 21 program, or possible lignite-related litigation.
- Statutory changes relating to Lignite Research Council membership.
- Legislative intent for a contingent funding priority list.

House Bill No. 1014 - Industrial Commission - Senate Action

	Base Budget	House Version	Senate Changes	Senate Version
Salaries and wages	\$17,873,876	\$22,218,954	\$1,957,427	\$24,176,381
Operating expenses	4,775,576	6,328,422	3,042,308	9,370,730
Capital assets			13,666,822	13,666,822
Grants	19,500,000	5,000,000		5,000,000
Grants - bond payments	19,809,969	15,040,829		15,040,829
Accrued leave payments	347,696			
Total all funds	\$62,307,117	\$48,588,205	\$18,666,557	\$67,254,762
Less estimated income	40,973,792	16,999,407	(4,960)	16,994,447
General fund	\$21,333,325	\$31,588,798	\$18,671,517	\$50,260,315
FTE	98.75	114.75	12.00	126.75

Department 405 - Industrial Commission - Detail of Senate Changes

	Adjusts Funding for Health Insurance Premium Increases¹	Adds Funding for FTE Positions²	Adds Funding for Contingent FTE Positions³	Adds Funding for Increased Core Library Operating Expenses⁴	Adds One-Time Funding for Possible Litigation⁵	Adds One-Time Funding for Core Library Expansion Project⁶
Salaries and wages	(84,323)	360,700	1,681,050			
Operating expenses		19,278	544,030	20,500	2,500,000	
Capital assets						13,625,322
Grants						
Grants - bond payments						
Accrued leave payments						
Total all funds	(\$84,323)	\$379,978	\$2,225,080	\$20,500	\$2,500,000	\$13,625,322
Less estimated income	(4,960)	0	0	0	0	0
General fund	(\$79,363)	\$379,978	\$2,225,080	\$20,500	\$2,500,000	\$13,625,322
FTE	0.00	2.00	10.00	0.00	0.00	0.00

	Corrects Funding for ATV's and Trailers⁷	Total Senate Changes
Salaries and wages		1,957,427
Operating expenses	(41,500)	3,042,308
Capital assets	41,500	13,666,822
Grants		
Grants - bond payments		
Accrued leave payments		
Total all funds	\$0	\$18,666,557
Less estimated income	0	(4,960)
General fund	\$0	\$18,671,517
FTE	0.00	12.00

¹ Funding for employee health insurance premiums is adjusted to reflect the revised premium estimate of \$1,130.22 per month.

² The following funding from the general fund and FTE positions are added:

	FTE Positions	Salaries and Wages	Operating Expenses	Total General Fund
Pipeline regulatory supervisor position	1.00	\$230,700	\$9,639	\$240,339
Administrative assistant position	1.00	130,000	9,639	139,639
Total	2.00	\$360,700	\$19,278	\$379,978

Reengrossed House Bill No. 1358 provides for a pipeline regulatory program. Of the funding from the general fund and the FTE positions included in this amendment, the Industrial Commission anticipates using the following for the implementation of a pipeline regulatory program:

	FTE Positions	Total General Fund
Engineering technician position (Included in House version)	4.00	\$864,683
Reclamation specialist position (Included in House version)	1.00	230,911
Pipeline engineering technician position (Included in House version)	1.00	162,018
Pipeline regulatory supervisor position (Added by Senate above)	1.00	240,339
Administrative assistant (Added by Senate above)	1.00	139,639
Total	8.00	\$1,637,590

³ Funding is added for 10 petroleum engineering contingency FTE positions. One position is added for every 10 drilling rigs when the monthly average drilling rig count exceeds 110 drilling rigs as identified in Section 14 of the bill. Each position includes \$168,105 for salaries and wages and \$54,403 for operating expenses for total funding of \$222,508.

⁴ This amendment adds funding for increased operating expenses related to the core library expansion project.

⁵ One-time funding is added for possible litigation costs related to hydraulic fracturing and other regulatory disputes.

⁶ One-time funding is added for a core library expansion project.

⁷ This amendment changes the funding for ATV's and trailers from the operating expenses line item to the capital assets line item.

This amendment also:

- Adds a section to identify the criteria for the 10 petroleum engineering contingency FTE positions.
- Provides an exemption for 2013-15 biennium litigation funding from the general fund.
- Provides an emergency clause for the core library expansion project funding, requires the Industrial Commission to report to the Legislative Management on the progress of the project, and provides carryover authority for the funding into the 2017-19 biennium.

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

	Base Budget	House Version	Conference Committee Changes	Conference Committee Version	Senate Version	Comparison to Senate
Salaries and wages	\$17,873,876	\$22,218,954	\$696,617	\$22,915,571	\$24,176,381	(\$1,260,810)
Operating expenses	4,775,576	6,328,422	2,634,298	8,962,720	9,370,730	(408,010)
Capital assets			13,666,822	13,666,822	13,666,822	
Grants	19,500,000	5,000,000		5,000,000	5,000,000	
Grants - bond payments	19,809,969	15,040,829		15,040,829	15,040,829	
Accrued leave payments	347,696					
Total all funds	\$62,307,117	\$48,588,205	\$16,997,737	\$65,585,942	\$67,254,762	(\$1,668,820)
Less estimated income	40,973,792	16,999,407	13,620,362	30,619,769	16,994,447	13,625,322
General fund	\$21,333,325	\$31,588,798	\$3,377,375	\$34,966,173	\$50,260,315	(\$15,294,142)
FTE	98.75	114.75	7.00	121.75	126.75	(5.00)

Department 405 - Industrial Commission - Detail of Conference Committee Changes

	Adjusts Funding for Health Insurance Premium Increases¹	Adds Funding for FTE Positions²	Adds Funding for Contingent FTE Positions³	Adds Funding for Increased Core Library Operating Expenses⁴	Adds One-Time Funding for Possible Litigation⁵	Adds One-Time Funding for Core Library Expansion Project⁶
Salaries and wages	(84,323)	360,700	420,240			
Operating expenses		19,278	136,020	20,500	2,500,000	
Capital assets						13,625,322
Grants						
Grants - bond payments						
Accrued leave payments						
Total all funds	(\$84,323)	\$379,978	\$556,260	\$20,500	\$2,500,000	\$13,625,322
Less estimated income	(4,960)	0	0	0	0	13,625,322
General fund	(\$79,363)	\$379,978	\$556,260	\$20,500	\$2,500,000	\$0
FTE	0.00	2.00	5.00	0.00	0.00	0.00

	Corrects Funding for ATV's and Trailers⁷	Total Conference Committee Changes
Salaries and wages		696,617
Operating expenses	(41,500)	2,634,298
Capital assets	41,500	13,666,822
Grants		
Grants - bond payments		
Accrued leave payments		
Total all funds	\$0	\$16,997,737
Less estimated income	0	13,620,362
General fund	\$0	\$3,377,375
FTE	0.00	7.00

¹ Funding for employee health insurance premiums is adjusted to reflect the revised premium estimate of \$1,130.22 per month.

² The following funding from the general fund and FTE positions are added:

	FTE Positions	Salaries and Wages	Operating Expenses	Total General Fund
Pipeline regulatory supervisor position	1.00	\$230,700	\$9,639	\$240,339
Administrative assistant position	1.00	130,000	9,639	139,639
Total	2.00	\$360,700	\$19,278	\$379,978

Reengrossed House Bill No. 1358 provides for a pipeline regulatory program. Of the funding from the general fund and the FTE positions included in this amendment, the Industrial Commission anticipates using the following for the implementation of a pipeline regulatory program:

	FTE Positions	Total General Fund
Engineering technician position (included in House version)	4.00	\$864,683
Reclamation specialist position (included in House version)	1.00	230,911
Pipeline engineering technician position (included in House version)	1.00	162,018
Pipeline regulatory supervisor position (added by Senate and shown above)	1.00	240,339
Administrative assistant (added by Senate and shown above)	1.00	139,639
Total	8.00	\$1,637,590

The Conference Committee version reflects the same changes included in the Senate version. The House version did not include funding for the pipeline regulatory supervisor position and administrative assistant position.

- ³ Funding is added for 5 petroleum engineering contingency FTE positions. One position is added for every 15 drilling rigs when the monthly average drilling rig count exceeds 140 drilling rigs as identified in Section 15 of the bill. Each additional position includes a decreasing amount of funding for salaries and operating expenses since subsequent positions are anticipated to be added later in the biennium than the previous position. The Senate version included 10 contingency FTE positions and \$2,225,080 of funding from the general fund. The House version did not include any contingency FTE positions.
- ⁴ This amendment adds funding for increased operating expenses related to the core library expansion project, which is the same as the Senate version. The House version did not include this funding.
- ⁵ One-time funding is added for possible litigation costs related to hydraulic fracturing and other regulatory disputes, which is the same as the Senate version. The House version removed funding for possible litigation costs.
- ⁶ One-time funding from the strategic investment and improvements fund is added for a core library expansion project. The Senate version included funding from the general fund, the House version did not include funding.
- ⁷ This amendment changes the funding for ATV's and trailers from the operating expenses line item to the capital assets line item. Both the House and the Senate versions included funding for ATV's and trailers.

This amendment also:

- Adds a section to identify the criteria for the 5 petroleum engineering contingency FTE positions. The Senate version also included criteria for contingency FTE positions, but the House version did not include any contingency FTE positions.
- Adds a section to provide technical corrections to Engrossed House Bill No. 1358 related to a transfer from the abandoned oil and gas well plugging and site reclamation fund. The House and Senate versions did not include this section.
- Provides an exemption for 2013-15 biennium litigation funding from the general fund, which is the same as the Senate version. The House version did not provide an exemption.
- Provides an emergency clause for the core library expansion project funding, requires the Industrial Commission to report to the Legislative Management on the progress of the project, and provides carryover authority for the funding into the 2017-19 biennium. The Senate version included these changes, but the House version did not.

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

	Base Budget	House Changes	House Version
Capital assets	\$745,000		\$745,000
Bank of North Dakota operations	51,523,916	7,156,915	58,680,831
Accrued leave payments	881,231	(881,231)	
Total all funds	<u>\$53,150,147</u>	<u>\$6,275,684</u>	<u>\$59,425,831</u>
Less estimated income	<u>53,150,147</u>	<u>6,275,684</u>	<u>59,425,831</u>
General fund	\$0	\$0	\$0
FTE	179.50	2.00	181.50

Department 471 - Bank of North Dakota - Detail of House Changes

	Adds Funding for Base Payroll Changes¹	Adds Funding for Salary and Benefit Increases²	Adds Funding for FTE Credit Analyst Position³	Adds Funding for FTE Information Security Position⁴	Adds Funding for Operating Expenses⁵	Total House Changes
Capital assets						
Bank of North Dakota operations	858,035	1,943,112	177,836	209,809	3,968,123	7,156,915
Accrued leave payments	(881,231)					(881,231)
Total all funds	(\$23,196)	\$1,943,112	\$177,836	\$209,809	\$3,968,123	\$6,275,684
Less estimated income	(23,196)	1,943,112	177,836	209,809	3,968,123	6,275,684
General fund	\$0	\$0	\$0	\$0	\$0	\$0
FTE	0.00	0.00	1.00	1.00	0.00	2.00

¹ Funding is added for cost-to-continue 2013-15 biennium salaries and benefit increases and for other base payroll changes.

² The following funding is added for 2015-17 biennium performance salary adjustments of 2 to 4 percent per year and increases in monthly health insurance premiums:

	General Fund	Other Funds	Total
Salary increase - Performance		\$1,148,633	\$1,148,633
Health insurance increase		794,479	794,479
Total	\$0	\$1,943,112	\$1,943,112

³ Funding of \$177,479 from special funds is added for 1 credit analyst FTE position.

⁴ Funding of \$209,809 from special funds is added for 1 information security FTE position.

⁵ Funding is added for operating expenses including \$2.5 million for information technology costs and \$800,000 for audit fees.

This amendment removes two sections related to a \$10 million transfer from the strategic investment and improvements fund to a new short line railroad revolving loan fund to be administered by the Bank of North Dakota.

This amendment also includes a section to continue the flex PACE program for affordable housing until the end of the 2017-19 biennium and includes four sections to provide transfers from the Bank of North Dakota profits as follows:

- \$28 million to PACE;
- \$3 million to Ag PACE;
- \$2 million to biofuels PACE; and
- \$7 million to the beginning farmer revolving loan program.

House Bill No. 1014 - Bank of North Dakota - Senate Action

	Base Budget	House Version	Senate Changes	Senate Version
Capital assets	\$745,000	\$745,000	\$17,000,000	\$17,745,000
Bank of North Dakota operations	51,523,916	58,680,831	(138,530)	58,542,301
Accrued leave payments	881,231			
Total all funds	\$53,150,147	\$59,425,831	\$16,861,470	\$76,287,301
Less estimated income	53,150,147	59,425,831	16,861,470	76,287,301
General fund	\$0	\$0	\$0	\$0
FTE	179.50	181.50	0.00	181.50

Department 471 - Bank of North Dakota - Detail of Senate Changes

	Adjusts Funding for Health Insurance Premium Increases¹	Adds One-Time Funding For Financial Center Project²	Total Senate Changes
Capital assets		17,000,000	17,000,000
Bank of North Dakota operations	(138,530)		(138,530)
Accrued leave payments			
Total all funds	(\$138,530)	\$17,000,000	\$16,861,470
Less estimated income	(138,530)	17,000,000	16,861,470
General fund	\$0	\$0	\$0
FTE	0.00	0.00	0.00

¹ Funding for employee health insurance premiums is adjusted to reflect the revised premium estimate of \$1,130.22 per month.

² One-time funding from the Bank of North Dakota's assets is added for a financial center construction project.

This amendment also:

- Provides for a medical partnership in assisting community expansion program to provide interest rate buydowns for medical infrastructure loans for the 2015-17 biennium and provides an emergency clause for the program.
- Requires the Bank of North Dakota to make payments in lieu of property taxes on a financial center building constructed on the Bank's property.
- Provides an exemption for funding for the construction of a financial center and requires the Industrial Commission to report to the Legislative Management on the progress of the project.

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

	Base Budget	House Version	Conference Committee Changes	Conference Committee Version	Senate Version	Comparison to Senate
Capital assets	\$745,000	\$745,000	\$17,000,000	\$17,745,000	\$17,745,000	
Bank of North Dakota operations	51,523,916	58,680,831	(138,530)	58,542,301	58,542,301	
Accrued leave payments	881,231					
Total all funds	\$53,150,147	\$59,425,831	\$16,861,470	\$76,287,301	\$76,287,301	\$0
Less estimated income	53,150,147	59,425,831	16,861,470	76,287,301	76,287,301	0
General fund	\$0	\$0	\$0	\$0	\$0	\$0
FTE	179.50	181.50	0.00	181.50	181.50	0.00

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

	Adjusts Funding for Health Insurance Premium Increases¹	Adds Contingent Funding For Financial Center Project²	Total Conference Committee Changes
Capital assets		17,000,000	17,000,000
Bank of North Dakota operations	(138,530)		(138,530)
Accrued leave payments			
Total all funds	(\$138,530)	\$17,000,000	\$16,861,470
Less estimated income	(138,530)	17,000,000	16,861,470
General fund	\$0	\$0	\$0
FTE	0.00	0.00	0.00

¹ Funding for employee health insurance premiums is adjusted to reflect the revised premium estimate of \$1,130.22 per month.

² One-time funding from the Bank of North Dakota's assets is added for a financial center construction project contingent upon the Bank's profits exceeding \$125 million in calendar year 2015. The Senate version included \$17 million for the project without a contingency. The House version did not include funding for a financial center construction project.

This amendment also:

- Provides for a medical partnership in assisting community expansion program to provide interest rate buydowns for medical infrastructure loans for the 2015-17 biennium and provides an emergency clause for the program, which is the same as the Senate version. The House version did not include a medical partnership in assisting community expansion program.
- Requires the Bank of North Dakota to make payments in lieu of property taxes on a financial center building constructed on the Bank's property. The Senate version included this requirement, the House version did not include a financial center building project.
- Provides an exemption for funding for the construction of a financial center and requires the Industrial Commission to report to the Legislative Management on the progress of the project, which is the same as the Senate version. The House version did not include an exemption or report.

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

	Base Budget	House Changes	House Version
Salaries and wages	\$7,434,877	\$343,660	\$7,778,537
Operating expenses	3,791,758	(47,483)	3,744,275
Grants	29,533,050	(3,602,270)	25,930,780
HFA contingencies	100,000		100,000
Accrued leave payments	147,806	(147,806)	
Total all funds	\$41,007,491	(\$3,453,899)	\$37,553,592
Less estimated income	41,007,491	(3,453,899)	37,553,592
General fund	\$0	\$0	\$0
FTE	46.00	0.00	46.00

Department 473 - Housing Finance Agency - Detail of House Changes

	Adjusts Funding for Base Payroll Changes¹	Adds Funding for Salary and Benefit Increases²	Decreases Funding for Housing and Urban Development Grants³	Decreases Funding for Housing Development Programs⁴	Decreases Funding for Operations⁵	Total House Changes
Salaries and wages	(125,696)	469,356				343,660
Operating expenses				100,000	(147,483)	(47,483)
Grants			(2,214,445)	(1,387,825)		(3,602,270)
HFA contingencies						
Accrued leave payments	(147,806)					(147,806)
Total all funds	(\$273,502)	\$469,356	(\$2,214,445)	(\$1,287,825)	(\$147,483)	(\$3,453,899)
Less estimated income	(273,502)	469,356	(2,214,445)	(1,287,825)	(147,483)	(3,453,899)
General fund	\$0	\$0	\$0	\$0	\$0	\$0
FTE	0.00	0.00	0.00	0.00	0.00	0.00

¹ Funding is adjusted for cost-to-continue 2013-15 biennium salaries and benefit increases and for other base payroll changes.

² The following funding is added for 2015-17 biennium performance salary adjustments of 2 to 4 percent per year and increases in monthly health insurance premiums:

	General Fund	Other Funds	Total
Salary increase - Performance	\$0	\$277,212	\$277,212
Health insurance increase	0	192,144	192,144
Total	\$0	\$469,356	\$469,356

³ Federal funding for housing and urban development grants is reduced by \$2,214,445.

⁴ Funding from special funds for housing development programs is reduced by \$1,287,825.

⁵ Funding for operating expenses is reduced by \$147,483.

This amendment also includes three sections to continue the housing incentive fund in the 2015-17 biennium and allow up to \$30 million of income tax credits for contributions to the fund.

House Bill No. 1014 - Housing Finance Agency - Senate Action

	Base Budget	House Version	Senate Changes	Senate Version
Salaries and wages	\$7,434,877	\$7,778,537	(\$33,503)	\$7,745,034
Operating expenses	3,791,758	3,744,275		3,744,275
Grants	29,533,050	25,930,780		25,930,780
HFA contingencies	100,000	100,000		100,000
Accrued leave payments	147,806			
Housing incentive fund			10,000,000	10,000,000
Total all funds	\$41,007,491	\$37,553,592	\$9,966,497	\$47,520,089
Less estimated income	41,007,491	37,553,592	(33,503)	37,520,089
General fund	\$0	\$0	\$10,000,000	\$10,000,000
FTE	46.00	46.00	0.00	46.00

Department 473 - Housing Finance Agency - Detail of Senate Changes

	Adjusts Funding for Health Insurance Premium Increases¹	General Fund Transfer to Housing Incentive Fund²	Total Senate Changes
Salaries and wages	(33,503)		(33,503)
Operating expenses			
Grants			
HFA contingencies			
Accrued leave payments			
Housing incentive fund		10,000,000	10,000,000
Total all funds	(\$33,503)	\$10,000,000	\$9,966,497
Less estimated income	(33,503)	0	(33,503)
General fund	\$0	\$10,000,000	\$10,000,000
FTE	0.00	0.00	0.00

¹ Funding for employee health insurance premiums is adjusted to reflect the revised premium estimate of \$1,130.22 per month.

² This amendment adds a section to provide for a transfer of \$10 million from the general fund to the housing incentive fund and provides an emergency clause for the transfer.

This amendment provides an exemption for 2013-15 biennium flood-impacted housing assistance funding from the state disaster relief fund.

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

	Base Budget	House Version	Conference Committee Changes	Conference Committee Version	Senate Version	Comparison to Senate
Salaries and wages	\$7,434,877	\$7,778,537	(\$33,503)	\$7,745,034	\$7,745,034	
Operating expenses	3,791,758	3,744,275		3,744,275	3,744,275	
Grants	29,533,050	25,930,780		25,930,780	25,930,780	
HFA contingencies	100,000	100,000		100,000	100,000	
Accrued leave payments	147,806					
Housing incentive fund					10,000,000	(10,000,000)
Total all funds	\$41,007,491	\$37,553,592	(\$33,503)	\$37,520,089	\$47,520,089	(\$10,000,000)
Less estimated income	41,007,491	37,553,592	(33,503)	37,520,089	37,520,089	0
General fund	\$0	\$0	\$0	\$0	\$10,000,000	(\$10,000,000)
FTE	46.00	46.00	0.00	46.00	46.00	0.00

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

	Adjusts Funding for Health Insurance Premium Increases¹	Total Conference Committee Changes
Salaries and wages	(33,503)	(33,503)
Operating expenses		
Grants		
HFA contingencies		
Accrued leave payments		
Total all funds	(\$33,503)	(\$33,503)
Less estimated income	(33,503)	(33,503)
General fund	\$0	\$0
FTE	0.00	0.00

¹ Funding for employee health insurance premiums is adjusted to reflect the revised premium estimate of \$1,130.22 per month.

This amendment:

- Provides an exemption for 2013-15 biennium flood-impacted housing assistance funding from the state disaster relief fund. The Senate version also included this exemption, but the House version did not provide an exemption.
- Adds a section to provide for a transfer of \$5 million from Bank of North Dakota profits to the housing incentive fund and provides an emergency clause for the transfer. The Senate version included a transfer of \$10 million from the general fund, but the House version did not include a transfer to the housing incentive fund.
- Adds a contingent transfer of \$5 million from Bank profits to the housing incentive fund if the Bank's profits for calendar year 2015 exceed \$130 million. Neither the House nor the Senate version provided contingent funding for the housing incentive fund.

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

	Base Budget	House Changes	House Version
Salaries and wages	\$29,141,750	\$6,837,821	\$35,979,571
Operating expenses	21,796,000	5,531,000	27,327,000
Contingencies	400,000	100,000	500,000
Agriculture promotion	210,000		210,000
Accrued leave payments	575,807	(575,807)	
Total all funds	\$52,123,557	\$11,893,014	\$64,016,571
Less estimated income	52,123,557	11,893,014	64,016,571
General fund	\$0	\$0	\$0
FTE	135.00	12.00	147.00

Department 475 - Mill and Elevator - Detail of House Changes

	Adds Funding for Base Payroll Changes¹	Adds Funding for Health Insurance Increases²	Adds Funding for FTE Positions³	Adds Funding for Operating Expenses⁴	Adds Funding for Contingencies⁵	Total House Changes
Salaries and wages	4,559,196	634,719	1,643,906			6,837,821
Operating expenses				5,531,000		5,531,000
Contingencies					100,000	100,000
Agriculture promotion						
Accrued leave payments	(575,807)					(575,807)
Total all funds	\$3,983,389	\$634,719	\$1,643,906	\$5,531,000	\$100,000	\$11,893,014
Less estimated income	3,983,389	634,719	1,643,906	5,531,000	100,000	11,893,014
General fund	\$0	\$0	\$0	\$0	\$0	\$0
FTE	0.00	0.00	12.00	0.00	0.00	12.00

¹ Funding is added for cost-to-continue 2013-15 biennium salaries and benefit increases and for other base payroll changes, including 2015-17 biennium performance salary adjustments of 2 to 4 percent per year for certain employees.

² Funding is added for 2015-17 biennium increases in monthly health insurance premiums.

³ The following funding and FTE positions are added:

	FTE Positions	General Fund	Other Funds	Total
Mill operator	3.00		\$426,278	\$426,278
Rail car loader	3.00		390,138	390,138
Flour packer	2.00		251,313	251,313
Utility worker	2.00		249,916	249,916
Electrician	1.00		176,636	176,636
Maintenance worker	1.00		149,625	149,625
Total	12.00	\$0	\$1,643,906	\$1,643,906

⁴ Funding is added for increased operating costs primarily related to the operation of the new K mill.

⁵ Funding for contingencies is increased by \$100,000, from \$400,000 to \$500,000.

This amendment also includes a section to provide for a transfer of 75 percent of the Mill and Elevator's annual profits to the general fund. The 75 percent of profits is anticipated to be \$20,662,500 for the 2015-17 biennium.

House Bill No. 1014 - Mill and Elevator - Senate Action

	Base Budget	House Version	Senate Changes	Senate Version
Salaries and wages	\$29,141,750	\$35,979,571	\$299,327	\$36,278,898
Operating expenses	21,796,000	27,327,000		27,327,000
Contingencies	400,000	500,000		500,000
Agriculture promotion	210,000	210,000		210,000
Accrued leave payments	575,807			
Total all funds	<u>\$52,123,557</u>	<u>\$64,016,571</u>	<u>\$299,327</u>	<u>\$64,315,898</u>
Less estimated income	<u>52,123,557</u>	<u>64,016,571</u>	<u>299,327</u>	<u>64,315,898</u>
General fund	\$0	\$0	\$0	\$0
FTE	135.00	147.00	0.00	147.00

Department 475 - Mill and Elevator - Detail of Senate Changes

	Adjusts Funding for Health Insurance Premium Increases¹	Adds Funding for Market Equity²	Total Senate Changes
Salaries and wages	(110,673)	410,000	299,327
Operating expenses			
Contingencies			
Agriculture promotion			
Accrued leave payments			
Total all funds	<u>(\$110,673)</u>	<u>\$410,000</u>	<u>\$299,327</u>
Less estimated income	<u>(110,673)</u>	<u>410,000</u>	<u>299,327</u>
General fund	\$0	\$0	\$0
FTE	0.00	0.00	0.00

¹ Funding for employee health insurance premiums is adjusted to reflect the revised premium estimate of \$1,130.22 per month.

² Funding is added for market equity adjustments.

This amendment also provides for a transfer of 50 percent of Mill and Elevator profits to the general fund up to \$8 million for the 2015-17 biennium. The House version provided for a transfer of 75 percent of the Mill's profits without any limitation for the 2015-17 biennium.

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

	Base Budget	House Version	Conference Committee Changes	Conference Committee Version	Senate Version	Comparison to Senate
Salaries and wages	\$29,141,750	\$35,979,571	\$299,327	\$36,278,898	\$36,278,898	
Operating expenses	21,796,000	27,327,000		27,327,000	27,327,000	
Contingencies	400,000	500,000		500,000	500,000	
Agriculture promotion	210,000	210,000		210,000	210,000	
Accrued leave payments	575,807					
Total all funds	<u>\$52,123,557</u>	<u>\$64,016,571</u>	<u>\$299,327</u>	<u>\$64,315,898</u>	<u>\$64,315,898</u>	<u>\$0</u>
Less estimated income	<u>52,123,557</u>	<u>64,016,571</u>	<u>299,327</u>	<u>64,315,898</u>	<u>64,315,898</u>	<u>0</u>
General fund	\$0	\$0	\$0	\$0	\$0	\$0
FTE	135.00	147.00	0.00	147.00	147.00	0.00

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

	Adjusts Funding for Health Insurance Premium Increases¹	Adds Funding for Recruitment and Retention Bonuses²	Total Conference Committee Changes
Salaries and wages	(110,673)	410,000	299,327
Operating expenses			
Contingencies			
Agriculture promotion			
Accrued leave payments			
Total all funds	(\$110,673)	\$410,000	\$299,327
Less estimated income	(110,673)	410,000	299,327
General fund	\$0	\$0	\$0
FTE	0.00	0.00	0.00

¹ Funding for employee health insurance premiums is adjusted to reflect the revised premium estimate of \$1,130.22 per month.

² Funding is added for recruitment and retention bonuses, which is the same as the Senate version. The House version did not include recruitment and retention bonuses.

This amendment also provides for a transfer of 50 percent of Mill and Elevator profits to the general fund for the 2015-17 biennium (\$13,775,000), which is the same as current law. The House version provided for a transfer of 75 percent of the Mill and Elevator's profits without any limitation for the 2015-17 biennium (\$20,662,500). The Senate version provided for a transfer of 50 percent of the Mill and Elevator's profits limited to a certain amount (\$8,000,000).