

STATEMENT OF PURPOSE OF AMENDMENT:

Senate Bill No. 2013 - Funding Summary

	Base Budget	Final Legislative Action	Comparison To Base Budget
Department of Public Instruction			
Salaries and wages	\$15,940,953	\$18,280,006	\$2,339,053
Operating expenses	29,430,802	30,828,192	1,397,390
Integrated formula payments	1,752,100,000	1,916,640,000	164,540,000
Grants - special education contracts	16,500,000	17,300,000	800,000
Grants - transportation	53,500,000	57,000,000	3,500,000
Grants - other grants	272,996,261	268,617,227	(4,379,034)
Rapid enrollment grants	13,600,000	14,800,000	1,200,000
Transportation efficiency	30,000	30,000	
National board certification	120,000	120,000	
Accrued leave payments	322,068		(322,068)
PowerSchool		6,000,000	6,000,000
Total all funds	\$2,154,540,084	\$2,329,615,425	\$175,075,341
Less estimated income	<u>436,996,759</u>	<u>508,632,473</u>	<u>71,635,714</u>
General fund	\$1,717,543,325	\$1,820,982,952	\$103,439,627
FTE	99.75	99.75	0.00
State Library			
Salaries and wages	\$3,780,053	\$4,181,180	\$401,127
Operating expenses	1,895,726	1,895,726	
Grants	2,519,000	3,135,500	616,500
Accrued leave payments	<u>75,354</u>		<u>(75,354)</u>
Total all funds	\$8,270,133	\$9,212,406	\$942,273
Less estimated income	<u>2,394,145</u>	<u>2,438,751</u>	<u>44,606</u>
General fund	\$5,875,988	\$6,773,655	\$897,667
FTE	29.75	29.75	0.00
School for the Deaf			
Salaries and wages	\$6,932,905	\$7,714,330	\$781,425
Operating expenses	1,908,794	2,048,296	139,502
Capital assets	191,762	867,174	675,412
Grants	200,000	200,000	
Accrued leave payments	<u>134,846</u>		<u>(134,846)</u>
Total all funds	\$9,368,307	\$10,829,800	\$1,461,493
Less estimated income	<u>1,568,928</u>	<u>1,689,210</u>	<u>120,282</u>
General fund	\$7,799,379	\$9,140,590	\$1,341,211
FTE	44.61	45.61	1.00
Vision Services - School for the Blind			
Salaries and wages	\$4,415,180	\$4,760,149	\$344,969
Operating expenses	707,006	864,706	157,700
Capital assets	35,364	81,954	46,590
Accrued leave payments	<u>87,463</u>		<u>(87,463)</u>
Total all funds	\$5,245,013	\$5,706,809	\$461,796
Less estimated income	<u>743,427</u>	<u>625,325</u>	<u>(118,102)</u>
General fund	\$4,501,586	\$5,081,484	\$579,898
FTE	30.00	30.00	0.00
Bill Total			
Total all funds	\$2,177,423,537	\$2,355,364,440	\$177,940,903
Less estimated income	<u>441,703,259</u>	<u>513,385,759</u>	<u>71,682,500</u>
General fund	\$1,735,720,278	\$1,841,978,681	\$106,258,403
FTE	204.11	205.11	1.00

Senate Bill No. 2013 - Department of Public Instruction - Senate Action

	Base Budget	Senate Changes	Senate Version
Salaries and wages	\$15,940,953	\$2,415,113	\$18,356,066
Operating expenses	29,430,802	1,397,390	30,828,192
Integrated formula payments	1,752,100,000	278,700,000	2,030,800,000
Grants - special education contracts	16,500,000	800,000	17,300,000
Grants - transportation	53,500,000	6,500,000	60,000,000
Grants - other grants	272,996,261	(2,115,539)	270,880,722
Rapid enrollment grants	13,600,000	1,200,000	14,800,000
Transportation efficiency	30,000		30,000
National board certification	120,000		120,000
Accrued leave payments	322,068	(322,068)	
PowerSchool		6,000,000	6,000,000
Total all funds	\$2,154,540,084	\$294,574,896	\$2,449,114,980
Less estimated income	436,996,759	71,684,108	508,680,867
General fund	\$1,717,543,325	\$222,890,788	\$1,940,434,113
FTE	99.75	0.00	99.75

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

	Adds Funding for Base Payroll Changes¹	Adds Funding for Salary and Benefit Increases²	Adjusts Funding for Federal and Special Fund Grants³	Increases Funding for Integrated Formula Payments⁴	Increases Funding for Transportation Grants⁵	Increases Funding for Special Education Contract Grants⁶
Salaries and wages	571,798	1,065,930				
Operating expenses						
Integrated formula payments				278,700,000		
Grants - special education contracts						800,000
Grants - transportation					6,500,000	
Grants - other grants			(7,869,039)			
Rapid enrollment grants						
Transportation efficiency						
National board certification						
Accrued leave payments	(322,068)					
PowerSchool						
Total all funds	\$249,730	\$1,065,930	(\$7,869,039)	\$278,700,000	\$6,500,000	\$800,000
Less estimated income	(569,781)	717,453	(7,869,039)	78,808,000	0	0
General fund	\$819,511	\$348,477	\$0	\$199,892,000	\$6,500,000	\$800,000
FTE	0.00	0.00	0.00	0.00	0.00	0.00

	Adds Funding for College and Career Readiness Program⁷	Adds Funding for PowerSchool Grants⁸	Increases Funding for Mentoring Program Grants⁹	Increases Funding for Math and Science Content Positions¹⁰	Increases Funding for Safe and Healthy Schools Unit¹¹	Increases Funding for STARS and Website¹²
Salaries and wages				277,351	500,034	
Operating expenses	250,000				97,640	160,000
Integrated formula payments						
Grants - special education contracts						
Grants - transportation						
Grants - other grants			700,000			
Rapid enrollment grants						
Transportation efficiency						
National board certification						
Accrued leave payments						
PowerSchool		6,000,000				
Total all funds	\$250,000	\$6,000,000	\$700,000	\$277,351	\$597,674	\$160,000
Less estimated income	0	0	0	0	0	0
General fund	\$250,000	\$6,000,000	\$700,000	\$277,351	\$597,674	\$160,000
FTE	0.00	0.00	0.00	0.00	0.00	0.00

	Adds Funding for Statewide Accreditation System¹³	Adds Funding for Principal and Teacher Evaluation System¹⁴	Increases Funding for Adult Education Grants¹⁵	Increases Funding for Other General Fund Grants¹⁶	Increases Funding for Rapid Enrollment Grants¹⁷	Corrects Funding for Other Grants¹⁸
Salaries and wages						
Operating expenses	799,750	60,000				
Integrated formula payments						
Grants - special education contracts						
Grants - transportation						
Grants - other grants		240,000	1,000,000	121,500		
Rapid enrollment grants					1,200,000	
Transportation efficiency						
National board certification						
Accrued leave payments						
PowerSchool						
Total all funds	\$799,750	\$300,000	\$1,000,000	\$121,500	\$1,200,000	\$0
Less estimated income	0	0	0	0	0	597,475
General fund	\$799,750	\$300,000	\$1,000,000	\$121,500	\$1,200,000	(\$597,475)
FTE	0.00	0.00	0.00	0.00	0.00	0.00

	Adds Funding for Free Meals to Students Eligible for Reduced Meals¹⁹	Increases Funding for the Museum of Art²⁰	Increases Funding for the Global Bridges Exchange Program²¹	Adds Funding for English Language Learner Grants²²	Adds One-Time Funding for Free or Reduced Meal Computer Updates²³	Total Senate Changes
Salaries and wages						2,415,113
Operating expenses					30,000	1,397,390
Integrated formula payments						278,700,000
Grants - special education contracts						800,000
Grants - transportation						6,500,000
Grants - other grants	1,072,000	20,000	100,000	2,500,000		(2,115,539)
Rapid enrollment grants						1,200,000
Transportation efficiency						
National board certification						
Accrued leave payments						(322,068)
PowerSchool						6,000,000
Total all funds	\$1,072,000	\$20,000	\$100,000	\$2,500,000	\$30,000	\$294,574,896
Less estimated income	0	0	0	0	0	71,684,108
General fund	\$1,072,000	\$20,000	\$100,000	\$2,500,000	\$30,000	\$222,890,788
FTE	0.00	0.00	0.00	0.00	0.00	0.00

¹ Funding is added for cost-to-continue 2013-15 biennium salaries and benefit increases and for other base payroll changes. In addition, \$100,000 from the general fund is provided for market equity related to attrition in the director of school finance position.

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	\$206,948	\$422,861	\$629,809
Health insurance increase	141,529	294,592	436,121
Total	\$348,477	\$717,453	\$1,065,930

³ Funding is adjusted for various federal and special fund grants.

⁴ Integrated formula payments are increased to provide a total of \$2,030,800,000, of which \$1,811,666,000 is from the general fund and \$219,134,000 is from the state tuition fund. This level of funding represents a \$278,700,000 increase from 2013-15 base level integrated formula payments and a \$130,800,000 increase over the executive recommendation. Base level funding for integrated formula payments is adjusted for the following:

Senate Adjustments Also Recommended in Executive Budget:

Cost-to-continue second year integrated formula payment increase	\$62,000,000
Projected student growth	104,000,000
Increases in per student integrated formula payment rates	126,400,000
Weighting factor adjustments	600,000
Base adjustment for unobligated 2013-15 appropriation	(25,600,000)
Increase in local cost-share, including local property tax and income based on the executive recommendation relating to oil tax production and distribution	(119,500,000)
Total executive budget increase in integrated formula payments	\$147,900,000

Other Senate Adjustments:

Anticipated reductions in local oil tax revenue	\$48,000,000
Adjustments to property tax estimates	6,000,000
Additional property tax relief	22,000,000
Adjustments to per student integrated formula payment rates	(6,000,000)
Additional professional development days	20,000,000
Increase in "at risk" factor	39,000,000
Adjustments to school size weighting factors	1,800,000
Total Senate increase in integrated formula payments	\$130,800,000

Total adjustment to base budget integrated formula payments **\$278,700,000**

- ⁵ Funding for transportation grants is increased to provide a total of \$60 million from the general fund.
- ⁶ Funding for special education contract grants is increased to provide a total of \$17.3 million from the general fund.
- ⁷ Funding is added for a college and career readiness program to provide for the cost of advanced placement teacher professional development and related expenses.
- ⁸ The PowerSchool factor is removed from the state school aid formula and \$6 million is provided for PowerSchool from the general fund in a separate line of the department's appropriation.
- ⁹ Funding for the mentorship grant program is increased to provide \$3 million from the general fund for an expanded teacher, principal, and instructional coach mentoring program.
- ¹⁰ Funding for salaries and wages is increased to support content positions in math and science. The department anticipates converting current FTE positions.
- ¹¹ Funding is increased for the administration of the Safe and Healthy Schools Unit, including salaries and wages and operating expenses.
- ¹² Funding is increased for information technology maintenance to update the state automated reporting system (STARS) (\$112,000) and updates to the department's website (\$48,000).
- ¹³ Funding is added to support the statewide accreditation system.
- ¹⁴ Funding is added to support statewide training and implementation activities to advance the deployment of principal and teacher evaluation programs, including \$240,000 for grants.
- ¹⁵ Funding for adult education grants is increased to provide a total of \$4,110,411 from the general fund.
- ¹⁶ Funding is increased for the following other grants provided from the general fund:

	General Fund Increase (Decrease)	Total General Fund
Teacher center network	\$54,000	\$414,000
LEAD Center	7,500	267,500
North Dakota Young Entrepreneur education program	20,000	140,000
"We the People" program	5,000	25,000
Pathfinders Parent project	15,000	146,106
National writing projects	20,000	193,000
Total general fund	<u>\$121,500</u>	<u>\$1,185,606</u>

- ¹⁷ Funding is increased for rapid enrollment grants to provide a total of \$14.8 million from the general fund as one-time funding.
- ¹⁸ The funding source of other grants is adjusted to reflect the funding included in the executive recommendation.
- ¹⁹ Funding for grants is added to provide free breakfast and lunch to students eligible for reduced meals.
- ²⁰ Funding for a grant to support the North Dakota Museum of Art educational outreach initiative is increased to provide a total of \$435,000 from the general fund.
- ²¹ Funding for a grant to the Global Bridges exchange program is increased to provide a total of \$250,000 from the general fund.
- ²² Funding is added to provide English language learner grants.

²³ Funding is added for the one-time cost of computer updates related to providing free breakfast and lunch to students eligible for reduced meals.

This amendment also:

- Removes a section relating to a transfer of \$300 million from the strategic investment and improvements fund to the school construction loan fund for the purpose of providing additional school construction loans;
- Removes a section relating to assumptions included in the executive recommendation for integrated formula payments;
- Removes a section relating to the establishment and funding of a school construction revolving loan fund;
- Adds sections to amend Sections 24-02-03.3 and 39-01-03 relating the management of state-owned licensed motor vehicles and the use of motor vehicles owned by the state to allow the North Dakota Museum of Art to use motor pool vehicles;
- Adds a section related to the distribution of CPR grants for training at both the high school and middle school levels; and
- Amends a section related to the salary of the Superintendent of Public Instruction to provide for a 3 percent increase each year of the biennium.

Senate Bill No. 2013 - Department of Public Instruction - House Action

	Base Budget	Senate Version	House Changes	House Version
Salaries and wages	\$15,940,953	\$18,356,066	(\$76,060)	\$18,280,006
Operating expenses	29,430,802	30,828,192		30,828,192
Integrated formula payments	1,752,100,000	2,030,800,000	(133,800,000)	1,897,000,000
Grants - special education contracts	16,500,000	17,300,000		17,300,000
Grants - transportation	53,500,000	60,000,000	(3,000,000)	57,000,000
Grants - other grants	272,996,261	270,880,722	(2,335,995)	268,544,727
Rapid enrollment grants	13,600,000	14,800,000		14,800,000
Transportation efficiency	30,000	30,000		30,000
National board certification	120,000	120,000		120,000
Accrued leave payments	322,068			
PowerSchool		6,000,000		6,000,000
Total all funds	<u>\$2,154,540,084</u>	<u>\$2,449,114,980</u>	<u>(\$139,212,055)</u>	<u>\$2,309,902,925</u>
Less estimated income	<u>436,996,759</u>	<u>508,680,867</u>	<u>(48,394)</u>	<u>508,632,473</u>
General fund	<u>\$1,717,543,325</u>	<u>\$1,940,434,113</u>	<u>(\$139,163,661)</u>	<u>\$1,801,270,452</u>
FTE	99.75	99.75	0.00	99.75

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

	Adjusts Funding for Health Insurance Premium Increases¹	Adjusts Funding for English Language Learner Grants²	Adjusts Funding for Integrated Formula Payments³	Decreases Funding for Transportation Grants⁴	Adds Funding for Medicaid Matching Requirements⁵	Decreases Funding for Free Meals to Students Eligible for Reduced Meals⁶
Salaries and wages	(76,060)					
Operating expenses						
Integrated formula payments			(133,800,000)			
Grants - special education contracts						
Grants - transportation				(3,000,000)		
Grants - other grants		(1,300,000)			323,611	(867,000)
Rapid enrollment grants						
Transportation efficiency						
National board certification						
Accrued leave payments						
PowerSchool						
Total all funds	(\$76,060)	(\$1,300,000)	(\$133,800,000)	(\$3,000,000)	\$323,611	(\$867,000)
Less estimated income	(48,394)	0	0	0	0	0
General fund	(\$27,666)	(\$1,300,000)	(\$133,800,000)	(\$3,000,000)	\$323,611	(\$867,000)
FTE	0.00	0.00	0.00	0.00	0.00	0.00

	Adds One-Time Funding for Civics Education Grant⁷	Adjusts Funding for Other Grants⁸	Total House Changes
Salaries and wages			(76,060)
Operating expenses			
Integrated formula payments			(133,800,000)
Grants - special education contracts			
Grants - transportation			(3,000,000)
Grants - other grants	200,000	(692,606)	(2,335,995)
Rapid enrollment grants			
Transportation efficiency			
National board certification			
Accrued leave payments			
PowerSchool			
Total all funds	\$200,000	(\$692,606)	(\$139,212,055)
Less estimated income	0	0	(48,394)
General fund	\$200,000	(\$692,606)	(\$139,163,661)
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 for English language learner grants included in Senate Bill No. 2031 is adjusted to provide a total of \$1.2 million from the general fund.

³ Integrated formula payments are reduced based on House amendments to Senate Bill No. 2031, to provide a total of \$1,897,000,000, of which \$219,134,000 is from the state tuition fund and \$1,677,866,000 is from the general fund. This level of funding represents a \$144,900,000 increase from 2013-15 base level integrated formula payments and a \$3,000,000 reduction from the executive recommendation. Funding for integrated formula payments is adjusted for the following:

Per student integrated formula payment rate adjustments	(\$43,580,000)
Decrease "at-risk" factor	(45,100,000)
Additional property tax relief added by the Senate is removed	(22,000,000)

Additional professional development days added by the Senate are removed	(20,000,000)
Increases to the English language learner and regional education association factors included in the executive recommendation and the Senate version are removed	(1,320,000)
Increases to the school size weighting factors added by the Senate are removed	(1,800,000)
Total adjustment to integrated formula payments included in Engrossed Senate Bill No. 2013	(\$133,800,000)

⁴ Funding for transportation grants is reduced to provide a total of \$57 million from the general fund, an increase of \$3.5 million from the 2013-15 biennium.

⁵ Funding is added for Medicaid matching requirements of school districts related to increased medical assistance payment rates for physical, occupational, and speech therapy services resulting from Senate Bill No. 2272.

⁶ Funding added by the Senate to provide free breakfast and lunch to students eligible for reduced meals is decreased to provide a total of \$205,000 from the general fund to provide free breakfast to students eligible for reduced meals.

⁷ One-time funding is added to provide for a passthrough grant to the North Dakota Humanities Council for the development of elementary and secondary civics education.

⁸ Funding is removed or reduced for the following other grants provided from the general fund:

	General Fund (Decrease)	Total General Fund
Mentoring program	(\$300,000)	\$2,700,000
Teacher center network	(54,000)	360,000
LEAD Center	(7,500)	260,000
Rural art outreach program	(20,000)	415,000
North Dakota Young Entrepreneur education program	(140,000)	0
"We the People" program	(5,000)	20,000
Pathfinders Parent project	(146,106)	0
National writing projects	(20,000)	173,000
Total general fund	(\$692,606)	\$3,928,000

This amendment also:

- Designates funding for cardiopulmonary resuscitation (CPR) grants (\$450,000) as one-time funding from the general fund;
- Amends the section related to the distribution of transportation grants to adjust reimbursement rates to reflect \$3 million reduction in total available grants;
- Adds an exemption to provide that any safety grant funds remaining at the end of the 2013-15 biennium may be continued to the 2015-17 biennium;
- Adds a section to restrict the carryover of funds provided for state school aid during the 2013-15 biennium;
- Adds a section of legislative intent to require that, during the 2015-17 biennium, teacher center networks merge with regional education associations and to provide mergers are complete by July 1, 2017;
- Adds a section to provide for a Legislative Management study of school district transportation and state reimbursement; and
- Adds a section to provide for a Legislative Management study of teacher preparation and retention, including reasons new teachers leave the profession, federal requirements for teacher preparation programs, and possible enhancements to teacher preparation programs and other programs designed to improve retention of new teachers. As part of the study the Department of Public Instruction must prepare exit interview forms to be completed by school districts when a teacher separates employment. Information from the exit interviews must be compiled by the Department of Public Instruction and the department must report to the Legislative Management regarding the data compiled from the exit interviews.

Senate Bill No. 2013 - Department of Public Instruction - Conference Committee Action

	Base Budget	Senate Version	Conference Committee Changes	Conference Committee Version	House Version	Comparison to House
Salaries and wages	\$15,940,953	\$18,356,066	(\$76,060)	\$18,280,006	\$18,280,006	
Operating expenses	29,430,802	30,828,192		30,828,192	30,828,192	
Integrated formula payments	1,752,100,000	2,030,800,000	(114,160,000)	1,916,640,000	1,897,000,000	19,640,000
Grants - special education contracts	16,500,000	17,300,000		17,300,000	17,300,000	
Grants - transportation	53,500,000	60,000,000	(3,000,000)	57,000,000	57,000,000	
Grants - other grants	272,996,261	270,880,722	(2,263,495)	268,617,227	268,544,727	72,500
Rapid enrollment grants	13,600,000	14,800,000		14,800,000	14,800,000	
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					
PowerSchool		6,000,000		6,000,000	6,000,000	
Total all funds	<u>\$2,154,540,084</u>	<u>\$2,449,114,980</u>	<u>(\$119,499,555)</u>	<u>\$2,329,615,425</u>	<u>\$2,309,902,925</u>	<u>\$19,712,500</u>
Less estimated income	436,996,759	508,680,867	(48,394)	508,632,473	508,632,473	0
General fund	<u>\$1,717,543,325</u>	<u>\$1,940,434,113</u>	<u>(\$119,451,161)</u>	<u>\$1,820,982,952</u>	<u>\$1,801,270,452</u>	<u>\$19,712,500</u>
FTE	99.75	99.75	0.00	99.75	99.75	0.00

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

	Adjusts Funding for Health Insurance Premium Increases¹	Adjusts Funding for English Language Learner Grants²	Adjusts Funding for Integrated Formula Payments³	Decreases Funding for Transportation Grants⁴	Adds Funding for Medicaid Matching Requirements⁵	Decreases Funding for Free Meals to Students Eligible for Reduced Meals⁶
Salaries and wages	(76,060)					
Operating expenses						
Integrated formula payments			(114,160,000)			
Grants - special education contracts						
Grants - transportation				(3,000,000)		
Grants - other grants		(1,500,000)			323,611	(867,000)
Rapid enrollment grants						
Transportation efficiency						
National board certification						
Accrued leave payments						
PowerSchool						
Total all funds	<u>(\$76,060)</u>	<u>(\$1,500,000)</u>	<u>(\$114,160,000)</u>	<u>(\$3,000,000)</u>	<u>\$323,611</u>	<u>(\$867,000)</u>
Less estimated income	(48,394)	0	0	0	0	0
General fund	<u>(\$27,666)</u>	<u>(\$1,500,000)</u>	<u>(\$114,160,000)</u>	<u>(\$3,000,000)</u>	<u>\$323,611</u>	<u>(\$867,000)</u>
FTE	0.00	0.00	0.00	0.00	0.00	0.00

	Adds One-Time Funding for Civics Education Grant⁷	Adjusts Funding for Other Grants⁸	Total Conference Committee Changes
Salaries and wages			(76,060)
Operating expenses			
Integrated formula payments			(114,160,000)
Grants - special education contracts			
Grants - transportation			(3,000,000)
Grants - other grants	200,000	(420,106)	(2,263,495)
Rapid enrollment grants			
Transportation efficiency			
National board certification			
Accrued leave payments			
PowerSchool			
Total all funds	\$200,000	(\$420,106)	(\$119,499,555)
Less estimated income	0	0	(48,394)
General fund	\$200,000	(\$420,106)	(\$119,451,161)
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 for English language learner grants included in Senate Bill No. 2031 is adjusted to provide a total of \$1 million from the general fund. This level of funding is \$1.5 million less than the Senate version of \$2.5 million and \$200,000 less than the House version of \$1.2 million. The executive recommendation did not include English language learner grants.

³ Integrated formula payments are reduced based on Conference Committee amendments to Senate Bill No. 2031, to provide a total of \$1,916,640,000, of which \$219,134,000 is from the state tuition fund and \$1,697,506,000 is from the general fund. This level of funding represents a \$164,540,000 increase from 2013-15 base level integrated formula payments, a \$16,640,000 increase from the executive recommendation, and a \$19,640,000 increase from the House version. Funding for integrated formula payments is adjusted by the Conference Committee as follows:

Per student integrated formula payment rates are adjusted to provide for 3 percent per year increases during the 2015-17 biennium. The Senate provided an average increase of 3.65 percent per year and the House provided for 2 percent per year increases in the integrated formula payment rates.	(\$17,080,000)
Increases in the "at-risk" factor are removed, the same as the House version.	(45,100,000)
Formula payments are adjusted for anticipated increases in mineral payments provided to school districts as a result of changes to the oil tax distribution formula.	(7,500,000)
Additional property tax relief added by the Senate is removed, the same as the House version.	(22,000,000)
Additional professional development days added by the Senate are removed, the same as the House version.	(20,000,000)
Increases to the English language learner factors included in the executive recommendation and the Senate version are adjusted. The House version did not include funding for increased English language learner factors.	(650,000)
Regional education association factor increases included in the executive recommendation and the Senate version are removed, the same as the House version.	(420,000)
Increases to the school size weighting factors added by the Senate are adjusted. The House version did not include funding for increased school size weighting factors.	(1,410,000)
Total Conference Committee adjustment to integrated formula payments.	(\$114,160,000)

⁴ Funding for transportation grants is reduced to provide a total of \$57 million from the general fund, an increase of \$3.5 million from the 2013-15 biennium, the same as the House version.

⁵ Funding is added for Medicaid matching requirements of school districts related to increased medical assistance payment rates for physical, occupational, and speech therapy services, the same as the House version.

⁶ Funding added by the Senate to provide free breakfast and lunch to students eligible for reduced meals is decreased to provide a total of \$205,000 from the general fund to provide free breakfast to students eligible for reduced meals, the same as the House version.

⁷ One-time funding is added to provide for a passthrough grant to the North Dakota Humanities Council for the development of elementary and secondary civics education, the same as the House version.

⁸ Funding is reduced for the following other grants provided from the general fund:

	General Fund (Decrease)	Total General Fund
Mentoring program	(\$300,000)	\$2,700,000
Teacher center network	(54,000)	360,000
North Dakota Young Entrepreneur education program	(40,000)	100,000
Pathfinders Parent project	(26,106)	120,000
Total general fund	(\$420,106)	\$3,280,000

The Conference Committee restored funding increases for the LEAD Center, rural art outreach program, "We the People" program, and national writing projects included in the executive recommendation and in the Senate version, but removed by the House. The Conference Committee also restored a portion of the funding for the North Dakota Young Entrepreneur education program and the Pathfinders Parent project, which, were not funded in the House version.

The Conference Committee did not restore funding reductions made by the House for the mentoring program or the teacher center network.

This amendment also:

- Designates funding for a civics education grant (\$200,000) and CPR grants (\$450,000) as one-time funding from the general fund, the same as the House version.
- Amends the section related to the distribution of transportation grants to adjust reimbursement rates to reflect a \$3 million reduction in total available grants, the same as the House version.
- Amends a section related to the distribution of CPR training grants to include middle school students, remove the matching requirement, and provide a \$15 reimbursement. The House and Senate versions provided grants be distributed based on 2013 Session Law, but include middle school students.
- Adds an exemption to provide that any safety grant funds remaining at the end of the 2013-15 biennium may be continued to the 2015-17 biennium, the same as the House version.
- Adds a section of legislative intent to require that, during the 2015-17 biennium, teacher center networks merge with regional education associations and to provide mergers are complete by July 1, 2017, the same as the House version.
- Adds a section to provide for a Legislative Management study of school district transportation and state reimbursement, the same as the House version.
- Adds a section to provide for a Legislative Management study of teacher preparation and retention, including reasons new teachers leave the profession, federal requirements for teacher preparation programs, and possible enhancements to teacher preparation programs and other programs designed to improve retention of new teachers. As part of the study the Department of Public Instruction must prepare exit interview forms to be completed by school districts when a teacher separates employment. Information from the exit interviews must be compiled by the Department of Public Instruction and the department must report to the Legislative Management regarding the data compiled from the exit interviews, the same as the House version.
- Adds a section to provide for a Legislative Management study of the effectiveness and efficiency of educational service providers, including regional education associations, the Education Standards and Practices Board, EduTech, the Center for Distance Education, the North Dakota STEM network, and the teacher center network. This section was not included in the Senate or House version.

The Conference Committee did not include a section to restrict the carryover of funds provided for state school aid during the 2013-15 biennium included in the House version.

Senate Bill No. 2013 - State Library - Senate Action

	Base Budget	Senate Changes	Senate Version
Salaries and wages	\$3,780,053	\$423,714	\$4,203,767
Operating expenses	1,895,726		1,895,726
Grants	2,519,000	616,500	3,135,500
Accrued leave payments	75,354	(75,354)	
Total all funds	\$8,270,133	\$964,860	\$9,234,993
Less estimated income	2,394,145	45,116	2,439,261
General fund	\$5,875,988	\$919,744	\$6,795,732
FTE	29.75	0.00	29.75

Department 250 - State Library - Detail of Senate Changes

	Adds Funding for Base Payroll Changes¹	Adds Funding for Salary and Benefit Increases²	Increases Funding for State Aid to Public Libraries³	Adds One-Time Funding for Library Repair Grants⁴	Total Senate Changes
Salaries and wages	155,283	268,431			423,714
Operating expenses					
Grants			366,500	250,000	616,500
Accrued leave payments	(75,354)				(75,354)
Total all funds	\$79,929	\$268,431	\$366,500	\$250,000	\$964,860
Less estimated income	23,076	22,040	0	0	45,116
General fund	\$56,853	\$246,391	\$366,500	\$250,000	\$919,744
FTE	0.00	0.00	0.00	0.00	0.00

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	\$128,060	\$10,835	\$138,895
Health insurance increase	118,331	11,205	129,536
Total	\$246,391	\$22,040	\$268,431

³ Funding for state aid to libraries is increased to provide a total of \$2,133,000 from the general fund.

⁴ One-time funding is added for library repair and maintenance grants.

Senate Bill No. 2013 - State Library - House Action

	Base Budget	Senate Version	House Changes	House Version
Salaries and wages	\$3,780,053	\$4,203,767	(\$22,587)	\$4,181,180
Operating expenses	1,895,726	1,895,726		1,895,726
Grants	2,519,000	3,135,500		3,135,500
Accrued leave payments	75,354			
Total all funds	\$8,270,133	\$9,234,993	(\$22,587)	\$9,212,406
Less estimated income	2,394,145	2,439,261	(510)	2,438,751
General fund	\$5,875,988	\$6,795,732	(\$22,077)	\$6,773,655
FTE	29.75	29.75	0.00	29.75

Department 250 - State Library - Detail of House Changes

	Adjusts Funding for Health Insurance Premium Increases¹	Total House Changes
Salaries and wages	(22,587)	(22,587)
Operating expenses		
Grants		
Accrued leave payments		
Total all funds	(\$22,587)	(\$22,587)
Less estimated income	(510)	(510)
General fund	(\$22,077)	(\$22,077)
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.

Senate Bill No. 2013 - State Library - Conference Committee Action

	Base Budget	Senate Version	Conference Committee Changes	Conference Committee Version	House Version	Comparison to House
Salaries and wages	\$3,780,053	\$4,203,767	(\$22,587)	\$4,181,180	\$4,181,180	
Operating expenses	1,895,726	1,895,726		1,895,726	1,895,726	
Grants	2,519,000	3,135,500		3,135,500	3,135,500	
Accrued leave payments	75,354					
Total all funds	\$8,270,133	\$9,234,993	(\$22,587)	\$9,212,406	\$9,212,406	\$0
Less estimated income	2,394,145	2,439,261	(510)	2,438,751	2,438,751	0
General fund	\$5,875,988	\$6,795,732	(\$22,077)	\$6,773,655	\$6,773,655	\$0
FTE	29.75	29.75	0.00	29.75	29.75	0.00

Department 250 - State Library - Detail of Conference Committee Changes

	Adjusts Funding for Health Insurance Premium Increases¹	Total Conference Committee Changes
Salaries and wages	(22,587)	(22,587)
Operating expenses		
Grants		
Accrued leave payments		
Total all funds	(\$22,587)	(\$22,587)
Less estimated income	(510)	(510)
General fund	(\$22,077)	(\$22,077)
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.

Senate Bill No. 2013 - School for the Deaf - Senate Action

	Base Budget	Senate Changes	Senate Version
Salaries and wages	\$6,932,905	\$821,327	\$7,754,232
Operating expenses	1,908,794	139,502	2,048,296
Capital assets	191,762	675,412	867,174
Grants	200,000		200,000
Accrued leave payments	134,846	(134,846)	
Total all funds	\$9,368,307	\$1,501,395	\$10,869,702
Less estimated income	1,568,928	124,642	1,693,570
General fund	\$7,799,379	\$1,376,753	\$9,176,132
FTE	44.61	1.00	45.61

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

	Adds Funding for Base Payroll Changes¹	Adds Funding for Salary and Benefit Increases²	Adds 1 FTE Adult Services Position³	Increases Funding for Extraordinary Repairs⁴	Increases Funding for Equipment⁵	Removes Funding for IT Equipment⁶
Salaries and wages	313,251	378,476	129,600			
Operating expenses						
Capital assets				65,912	52,500	(43,000)
Grants						
Accrued leave payments	(134,846)					
Total all funds	\$178,405	\$378,476	\$129,600	\$65,912	\$52,500	(\$43,000)
Less estimated income	(91,285)	17,231	0	0	52,500	(43,000)
General fund	\$269,690	\$361,245	\$129,600	\$65,912	\$0	\$0
FTE	0.00	0.00	1.00	0.00	0.00	0.00

	Increases Funding for Operating Expenses⁷	Adjusts Funding Source of Operating Expenses⁸	Adds One-Time Funding for Boiler Replacement & Other Projects⁹	Total Senate Changes
Salaries and wages				821,327
Operating expenses	139,502			139,502
Capital assets			600,000	675,412
Grants				
Accrued leave payments				(134,846)
Total all funds	\$139,502	\$0	\$600,000	\$1,501,395
Less estimated income	89,196	(500,000)	600,000	124,642
General fund	<u>\$50,306</u>	<u>\$500,000</u>	<u>\$0</u>	<u>\$1,376,753</u>
FTE	0.00	0.00	0.00	1.00

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	\$141,193	\$8,438	\$149,631
Health insurance increase	220,052	8,793	228,845
Total	<u>\$361,245</u>	<u>\$17,231</u>	<u>\$378,476</u>

³ Funding is added for 1 adult services FTE position for the western part of the state.

⁴ Funding for extraordinary repairs is increased to provide a total of \$192,174 from the general fund as follows:

Activities building repairs	\$20,174
Parking lot and lighting repairs	64,000
Dining room flooring and ceiling	30,000
Kitchen coolers	46,000
Asbestos testing and abatement	32,000
Total	<u>\$192,174</u>

⁵ Funding for equipment over \$5,000 is increased to provide a total of \$75,000 from special funds for a lawn tractor (\$15,000) and a skid steer tractor (\$60,000).

⁶ Funding for information technology equipment over \$5,000 provided during the 2013-15 biennium is removed.

⁷ Funding for operating expenses is increased.

⁸ The funding source of operating expenses is adjusted to increase funding from the general fund.

⁹ One-time funding is provided for boiler replacement and Smith Building projects.

Senate Bill No. 2013 - School for the Deaf - House Action

	Base Budget	Senate Version	House Changes	House Version
Salaries and wages	\$6,932,905	\$7,754,232	(\$39,902)	\$7,714,330
Operating expenses	1,908,794	2,048,296		2,048,296
Capital assets	191,762	867,174		867,174
Grants	200,000	200,000		200,000
Accrued leave payments	134,846			
Total all funds	\$9,368,307	\$10,869,702	(\$39,902)	\$10,829,800
Less estimated income	1,568,928	1,693,570	(4,360)	1,689,210
General fund	\$7,799,379	\$9,176,132	(\$35,542)	\$9,140,590
FTE	44.61	45.61	0.00	45.61

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

	Adjusts Funding for Health Insurance Premium Increases¹	Total House Changes
Salaries and wages	(39,902)	(39,902)
Operating expenses		
Capital assets		
Grants		
Accrued leave payments		
Total all funds	(\$39,902)	(\$39,902)
Less estimated income	(4,360)	(4,360)
General fund	(\$35,542)	(\$35,542)
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.

Senate Bill No. 2013 - School for the Deaf - Conference Committee Action

	Base Budget	Senate Version	Conference Committee Changes	Conference Committee Version	House Version	Comparison to House
Salaries and wages	\$6,932,905	\$7,754,232	(\$39,902)	\$7,714,330	\$7,714,330	\$0
Operating expenses	1,908,794	2,048,296		2,048,296	2,048,296	0
Capital assets	191,762	867,174		867,174	867,174	0
Grants	200,000	200,000		200,000	200,000	0
Accrued leave payments	134,846					
Total all funds	\$9,368,307	\$10,869,702	(\$39,902)	\$10,829,800	\$10,829,800	\$0
Less estimated income	1,568,928	1,693,570	(4,360)	1,689,210	1,689,210	0
General fund	\$7,799,379	\$9,176,132	(\$35,542)	\$9,140,590	\$9,140,590	\$0
FTE	44.61	45.61	0.00	45.61	45.61	0.00

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

	Adjusts Funding for Health Insurance Premium Increases¹	Total Conference Committee Changes
Salaries and wages	(39,902)	(39,902)
Operating expenses		
Capital assets		
Grants		
Accrued leave payments		
Total all funds	(\$39,902)	(\$39,902)
Less estimated income	(4,360)	(4,360)
General fund	(\$35,542)	(\$35,542)
 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.

Senate Bill No. 2013 - Vision Services - School for the Blind - Senate Action

	Base Budget	Senate Changes	Senate Version
Salaries and wages	\$4,415,180	\$369,061	\$4,784,241
Operating expenses	707,006	157,700	864,706
Capital assets	35,364	46,590	81,954
Accrued leave payments	87,463	(87,463)	
Total all funds	\$5,245,013	\$485,888	\$5,730,901
Less estimated income	743,427	(111,584)	631,843
General fund	\$4,501,586	\$597,472	\$5,099,058
 FTE	 30.00	 0.00	 30.00

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

	Adds Funding for Base Payroll Changes¹	Adds Funding for Salary and Benefit Increases²	Increases Funding for Reclassification of Position³	Increases Funding for Extraordinary Repairs⁴	Increases Funding for Operating Expenses⁵	Adds Funding for Low-Vision Clinic⁶
Salaries and wages	119,910	221,191	27,960			
Operating expenses			22,000		107,200	5,000
Capital assets				14,090		
Accrued leave payments	(87,463)					
Total all funds	\$32,447	\$221,191	\$49,960	\$14,090	\$107,200	\$5,000
Less estimated income	(200,739)	33,162	0	(7)	0	0
General fund	\$233,186	\$188,029	\$49,960	\$14,097	\$107,200	\$5,000
 FTE	 0.00	 0.00	 0.00	 0.00	 0.00	 0.00

	Adds One-Time Funding to Replace Server⁷	Adds One-Time Funding for Special Assessments⁸	Adds One-Time Funding for Equipment⁹	Total Senate Changes
Salaries and wages				369,061
Operating expenses	2,500		21,000	157,700
Capital assets	13,500	19,000		46,590
Accrued leave payments				(87,463)
Total all funds	\$16,000	\$19,000	\$21,000	\$485,888
Less estimated income	16,000	19,000	21,000	(111,584)
General fund	\$0	\$0	\$0	\$597,472
FTE	0.00	0.00	0.00	0.00

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	\$68,192	\$14,829	\$83,021
Health insurance increase	119,837	18,333	138,170
Total	\$188,029	\$33,162	\$221,191

³ Funding is added to convert an existing vision assistant position to an orientation and mobility specialist position serving the western part of the state, including salaries and wages and operating expenses.

⁴ Funding for extraordinary repairs is increased to provide a total of \$49,454 from the general fund.

⁵ Funding for operating expenses is increased.

⁶ Funding is added for operating expenses related to an annual one-day low-vision clinic in public schools.

⁷ One-time funding is added for information technology equipment over \$5,000 (\$13,500) and operating expenses (\$2,500) to install a server and wireless access points.

⁸ One-time funding is added to pay off a special assessment.

⁹ One-time funding is added for equipment less than \$5,000, including lawn mower/tractor sweep attachment, wall unit air conditioners, floor cleaners, vacuums, washer, dryer, and refrigerator.

Senate Bill No. 2013 - Vision Services - School for the Blind - House Action

	Base Budget	Senate Version	House Changes	House Version
Salaries and wages	\$4,415,180	\$4,784,241	(\$24,092)	\$4,760,149
Operating expenses	707,006	864,706		864,706
Capital assets	35,364	81,954		81,954
Accrued leave payments	87,463			
Total all funds	\$5,245,013	\$5,730,901	(\$24,092)	\$5,706,809
Less estimated income	743,427	631,843	(6,518)	625,325
General fund	\$4,501,586	\$5,099,058	(\$17,574)	\$5,081,484
FTE	30.00	30.00	0.00	30.00

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

	Adjusts Funding for Health Insurance Premium Increases¹	Total House Changes
Salaries and wages	(24,092)	(24,092)
Operating expenses		
Capital assets		
Accrued leave payments		
Total all funds	(\$24,092)	(\$24,092)
Less estimated income	(6,518)	(6,518)
General fund	(\$17,574)	(\$17,574)
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.

Senate Bill No. 2013 - Vision Services - School for the Blind - Conference Committee Action

	Base Budget	Senate Version	Conference Committee Changes	Conference Committee Version	House Version	Comparison to House
Salaries and wages	\$4,415,180	\$4,784,241	(\$24,092)	\$4,760,149	\$4,760,149	
Operating expenses	707,006	864,706		864,706	864,706	
Capital assets	35,364	81,954		81,954	81,954	
Accrued leave payments	87,463					
Total all funds	\$5,245,013	\$5,730,901	(\$24,092)	\$5,706,809	\$5,706,809	\$0
Less estimated income	743,427	631,843	(6,518)	625,325	625,325	0
General fund	\$4,501,586	\$5,099,058	(\$17,574)	\$5,081,484	\$5,081,484	\$0
FTE	30.00	30.00	0.00	30.00	30.00	0.00

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

	Adjusts Funding for Health Insurance Premium Increases¹	Total Conference Committee Changes
Salaries and wages	(24,092)	(24,092)
Operating expenses		
Capital assets		
Accrued leave payments		
Total all funds	(\$24,092)	(\$24,092)
Less estimated income	(6,518)	(6,518)
General fund	(\$17,574)	(\$17,574)
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.