

STATEMENT OF PURPOSE OF AMENDMENT:

Senate Bill No. 2012 - Funding Summary

	Base Budget	Final Legislative Action	Comparison to Base Budget
Department of Transportation			
Salaries and wages	\$207,778,278	\$201,478,341	(\$6,299,937)
Operating expenses	295,762,751	229,381,646	(66,381,105)
Capital assets	700,081,402	771,101,851	71,020,449
Grants	62,918,030	67,528,030	4,610,000
Total all funds	\$1,266,540,461	\$1,269,489,868	\$2,949,407
Less estimated income	1,266,540,461	1,269,489,868	2,949,407
General fund	\$0	\$0	\$0
FTE	1,080.50	1,047.00	(33.50)
Bill Total			
Total all funds	\$1,266,540,461	\$1,269,489,868	\$2,949,407
Less estimated income	1,266,540,461	1,269,489,868	2,949,407
General fund	\$0	\$0	\$0
FTE	1,080.50	1,047.00	(33.50)

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

	Base Budget	Senate Changes	Senate Version
Salaries and wages	\$207,778,278	(\$5,692,586)	\$202,085,692
Operating expenses	295,762,751	(66,381,105)	229,381,646
Capital assets	700,081,402	70,624,188	770,705,590
Grants	62,918,030	9,610,000	72,528,030
Total all funds	\$1,266,540,461	\$8,160,497	\$1,274,700,958
Less estimated income	1,266,540,461	8,160,497	1,274,700,958
General fund	\$0	\$0	\$0
FTE	1,080.50	(31.50)	1,049.00

Department 801 - Department of Transportation - Detail of Senate Changes

	Adjusts Funding for Base Payroll Changes¹	Adds Funding for Health Insurance Increases²	Removes FTE Positions³	Consolidates Highway Maintenance Sections⁴	Reduces Funding for Driver's License Field Sites⁵	Adds Funding for a Community Enhancement Program⁶
Salaries and wages	(2,584,831)	2,913,485	(5,363,021)	(658,219)		
Operating expenses				(628,400)	(160,293)	
Capital assets						
Grants						5,000,000
Total all funds	(\$2,584,831)	\$2,913,485	(\$5,363,021)	(\$1,286,619)	(\$160,293)	\$5,000,000
Less estimated income	(2,584,831)	2,913,485	(5,363,021)	(1,286,619)	(160,293)	5,000,000
General fund	\$0	\$0	\$0	\$0	\$0	\$0
FTE	0.00	0.00	(26.50)	(5.00)	0.00	0.00

	Adjusts Base Level Funding⁷	Total Senate Changes
Salaries and wages		(5,692,586)
Operating expenses	(65,592,412)	(66,381,105)
Capital assets	70,624,188	70,624,188
Grants	4,610,000	9,610,000
Total all funds	\$9,641,776	\$8,160,497
Less estimated income	9,641,776	8,160,497
General fund	\$0	\$0
FTE	0.00	(31.50)

¹ Funding is adjusted for cost-to-continue 2015-17 biennium salaries and benefit increases and for other base payroll changes.

² Funding is added for increases in health insurance premiums from \$1,130 to \$1,249 per month.

³ Salaries and wages funding is reduced relating to the removal of FTE positions, including 21.50 vacant FTE positions (\$3,427,063) as recommended by Governor Dalrymple and 5.00 additional FTE positions (\$1,935,958) as recommended by Governor Burgum.

⁴ Salaries and wages (\$658,219) and 5 FTE positions and related operating expenses (\$628,400) are reduced relating to the planned consolidation of 8 highway maintenance sections as recommended by Governor Dalrymple.

⁵ Operating expenses funding is reduced by \$160,293 by discontinuing operations at 9 driver's license field sites as recommended by Governor Dalrymple.

⁶ Funding of \$5 million is provided for a North Dakota community enhancement program as recommended by Governor Burgum.

⁷ Base level funding is adjusted as follows:

	Other Funds
Reduces operating expenses	(\$65,592,412)
Increases capital assets	70,624,188
Increases grants	4,610,000
Total	<u>\$9,641,776</u>

This amendment also:

- Adds a section authorizing the use of \$5.7 million in enhanced state highway investment funding transferred from the general fund to the highway fund by the 2015 Legislative Assembly for matching federal highway construction funds during the 2017-19 biennium.
- Adds a section authorizing the use of \$5 million in enhanced state highway investment funding transferred from the general fund to the highway fund by the 2015 Legislative Assembly for the North Dakota community enhancement program during the 2017-19 biennium.
- Provides an exemption from North Dakota Century Code Section 54-44.1-11 for funds appropriated for enhanced state highway investments for the 2015-17 biennium to allow the funds to continue to be spent in the 2019-21 biennium.
- Provides an exemption from Section 54-44.1-11 for \$2 million of funds appropriated for special roads projects in the 2015-17 biennium to continue and be spent in the 2017-19 biennium.
- Adds a section to amend Section 24-02-37 relating to state highway fund expenditures.

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

	Base Budget	Senate Version	House Changes	House Version
Salaries and wages	\$207,778,278	\$202,085,692	(\$211,090)	\$201,874,602
Operating expenses	295,762,751	229,381,646		229,381,646
Capital assets	700,081,402	770,705,590		770,705,590
Grants	62,918,030	72,528,030	(5,000,000)	67,528,030
Total all funds	<u>\$1,266,540,461</u>	<u>\$1,274,700,958</u>	<u>(\$5,211,090)</u>	<u>\$1,269,489,868</u>
Less estimated income	1,266,540,461	1,274,700,958	(5,211,090)	1,269,489,868
General fund	\$0	\$0	\$0	\$0
FTE	1,080.50	1,049.00	(5.00)	1,044.00

Department 801 - Department of Transportation - Detail of House Changes

	Adjusts Funding for Health Insurance Increases¹	Removes Funding for a Community Enhancement Program²	Removes the Authorization for 5 FTE Administrator Positions³	Total House Changes
Salaries and wages	(211,090)			(211,090)
Operating expenses				
Capital assets				
Grants		(5,000,000)		(5,000,000)
Total all funds	<u>(\$211,090)</u>	<u>(\$5,000,000)</u>	<u>\$0</u>	<u>(\$5,211,090)</u>
Less estimated income	(211,090)	(5,000,000)	0	(5,211,090)
General fund	\$0	\$0	\$0	\$0
FTE	0.00	0.00	(5.00)	(5.00)

¹ Funding for employee health insurance is adjusted to reflect the updated premium amount of \$1,241 per month.

² Funding of \$5 million for a North Dakota community enhancement program is removed. The Senate included \$5 million for this program as recommended by Governor Burgum.

³ Authorization for 5 FTE administrator positions is removed. The funding for the positions remains in the salaries and wages line item and but the department may transfer this funding to other line items as necessary for road projects. The Senate removed 31.5 FTE positions and related funding.

This amendment also:

- Adds a section identifying the cost of the health insurance premium increase.
- Increases the use of enhanced state highway investment funding transferred from the general fund to the highway fund by the 2015 Legislative Assembly for matching federal highway construction funds during the 2017-19 biennium from \$5.7 million to \$16.3 million. The Senate authorized the use of \$5.7 million.
- Removes a section authorizing the use of \$5 million in enhanced state highway investment funding transferred from the general fund to the highway fund by the 2015 Legislative Assembly for the North Dakota community enhancement program during the 2017-19 biennium.
- Adds a section directing the department to consult with political subdivisions in the areas where highway maintenance section sites are being closed, before the buildings and vehicles are disposed of.
- Adds a section to amend North Dakota Century Code Section 39-01-09, relating to parking meters, and providing that 20 percent of the revenue generated from parking meters, except those on property of state higher education institutions be deposited in the public transportation fund.
- Adds a section requiring the department to study the manner in which it provides snow and ice control services and to provide a report to the Legislative Management.
- Adds a section requiring the department to study options to consolidate transportation facilities within Williams County and the Williston district headquarters and to provide a report to the Legislative Management, and the 2019 Legislative Assembly.

- Adds a section requiring the Legislative Management to study transportation funding.
- Adds a section directing the department to report annually to the Budget Section during the 2017-18 interim, regarding all fees charged by the agency in comparison to the actual cost incurred for the resulting services provided.
- Adds a section to prohibit the department from closing a driver's license service site that processed 600 or more transactions during the prior state fiscal year.

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

	Base Budget	Senate Version	Conference Committee Changes	Conference Committee Version	House Version	Comparison to House
Salaries and wages	\$207,778,278	\$202,085,692	(\$607,351)	\$201,478,341	\$201,874,602	(\$396,261)
Operating expenses	295,762,751	229,381,646		229,381,646	229,381,646	
Capital assets	700,081,402	770,705,590	396,261	771,101,851	770,705,590	396,261
Grants	62,918,030	72,528,030	(5,000,000)	67,528,030	67,528,030	
Total all funds	<u>\$1,266,540,461</u>	<u>\$1,274,700,958</u>	<u>(\$5,211,090)</u>	<u>\$1,269,489,868</u>	<u>\$1,269,489,868</u>	<u>\$0</u>
Less estimated income	<u>1,266,540,461</u>	<u>1,274,700,958</u>	<u>(5,211,090)</u>	<u>1,269,489,868</u>	<u>1,269,489,868</u>	<u>0</u>
General fund	\$0	\$0	\$0	\$0	\$0	\$0
FTE	1,080.50	1,049.00	(2.00)	1,047.00	1,044.00	3.00

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

	Adjusts Funding for Health Insurance Increases¹	Removes Funding for a Community Enhancement Program²	Removes the 2 FTE Administrator Positions³	Total Conference Committee Changes
Salaries and wages	(211,090)		(396,261)	(607,351)
Operating expenses				
Capital assets			396,261	396,261
Grants		(5,000,000)		(5,000,000)
Total all funds	<u>(\$211,090)</u>	<u>(\$5,000,000)</u>	<u>\$0</u>	<u>(\$5,211,090)</u>
Less estimated income	<u>(211,090)</u>	<u>(5,000,000)</u>	<u>0</u>	<u>(5,211,090)</u>
General fund	\$0	\$0	\$0	\$0
FTE	0.00	0.00	(2.00)	(2.00)

¹ Funding for employee health insurance is adjusted to reflect the updated premium amount of \$1,241 per month, the same as the House version.

² Funding of \$5 million for a North Dakota community enhancement program is removed, the same as the House version. The Senate included \$5 million for this program as recommended by Governor Burgum.

³ Two FTE administrator positions are removed. Funding of \$396,261 for the positions is transferred from the salaries and wages line item to the capital assets line item. The House removed 5 FTE administrative positions but left the funding in the salaries and wages line item.

This amendment also:

- Adds a section identifying the cost of the health insurance premium increase, the same as the House version.
- Increases the use of enhanced state highway investment funding transferred from the general fund to the highway fund by the 2015 Legislative Assembly for matching federal highway construction funds during the 2017-19 biennium from \$5.7 million to \$16.3 million, the same as the House version. The Senate authorized the use of \$5.7 million.
- Removes a section authorizing the use of \$5 million in enhanced state highway investment funding transferred from the general fund to the highway fund by the 2015 Legislative Assembly for the North Dakota community enhancement program during the 2017-19 biennium, the same as the House version.

- Adds a section directing the department to consult with political subdivisions in the areas where highway maintenance section sites may be closed. The House included a similar section.
- The Conference Committee did not include a section added by the House amending Section 39-01-09, relating to parking meters, and providing that 20 percent of the revenue generated from parking meters, except those on property of state higher education institutions be deposited in the public transportation fund.
- Adds a section requiring the department to study the manner in which it provides snow and ice control services and to provide a report to the Legislative Management, the same as the House version.
- Adds a section requiring the department to study options to consolidate transportation facilities within Williams County and the Williston district headquarters and to provide a report to the Legislative Management, and the 2019 Legislative Assembly, the same as the House version.
- Adds a section providing for a Legislative Management study of transportation funding, the same as the House version.
- Adds a section directing the department to report annually to the Budget Section during the 2017-18 interim, regarding all fees charged by the agency in comparison to the actual cost incurred for the resulting services provided, the same as the House version.
- The conference committee did not include a section added by the House to prohibit the department from closing a driver's license service site that processed 600 or more transactions during the prior state fiscal year.
- A section is added requiring the department and the Information Technology Department to study the benefits of allowing wireless telecommunication infrastructure within state highway rights of way before providing permits for the construction of wireless telecommunication infrastructure.