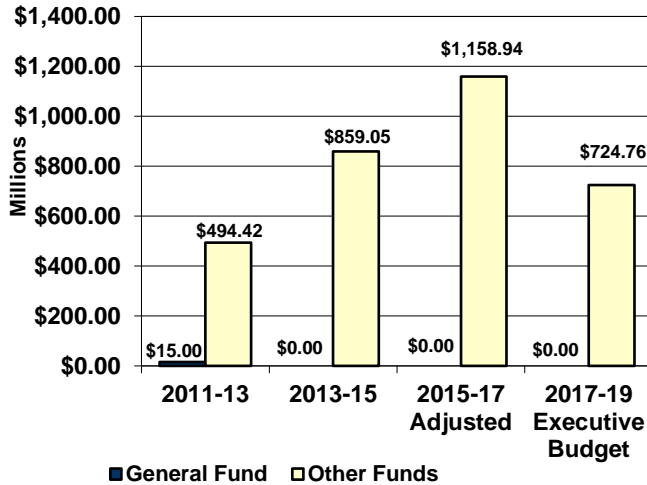


**Department 770- State Water Commission
House Bill Nos. 1020 and 1080**

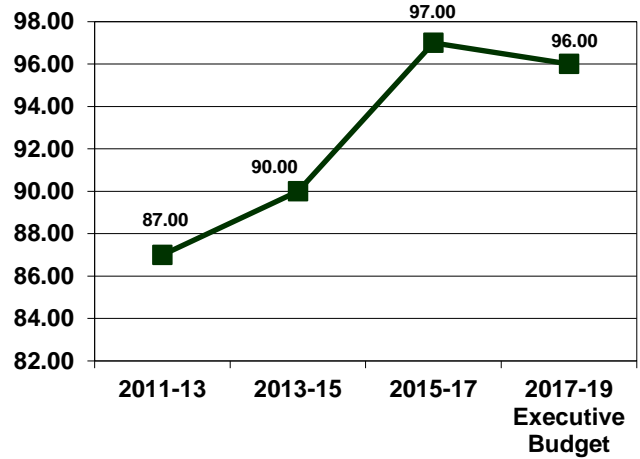
Executive Budget Comparison to Prior Biennium Appropriations

	FTE Positions	General Fund	Other Funds	Total
2017-19 Executive Budget	96.00	\$0	\$724,763,589	\$724,763,589
2015-17 Adjusted Legislative Appropriations	97.00	0	1,158,935,836	1,158,935,836
Increase (Decrease)	(1.00)	\$0	(\$434,172,247)	(\$434,172,247)

Agency Funding



FTE Positions



Executive Budget Comparison to Base Level

	General Fund	Other Funds	Total
2017-19 Executive Budget	\$0	\$724,763,589	\$724,763,589
2017-19 Base Level	0	868,935,836	868,935,836
Increase (Decrease)	\$0	(\$144,172,247)	(\$144,172,247)

Executive Budget Highlights

	General Fund	Other Funds	Total
1. Adds funding for state employee salary and benefit increases, of which \$82,770 is for salary increases and \$277,612 is for health insurance increases	\$0	\$360,382	\$360,382
2. Adjusts funding for base payroll changes	\$0	\$322,700	\$322,700
3. Removes funding for 1 FTE position	\$0	(\$245,977)	(\$245,977)
4. Reduces funding available for water projects	\$0	(\$200,463,683)	(\$200,463,683)
5. Adds funding for projects from a Bank of North Dakota line of credit	\$0	\$50,000,000	\$50,000,000
6. Increases funding for Bank of North Dakota loan payments	\$0	\$3,693,997	\$3,693,997
7. Increases funding for utility costs	\$0	\$895,685	\$895,685
8. Increases funding for professional services	\$0	\$1,792,835	\$1,792,835
9. Reduces funding for equipment	\$0	(\$521,500)	(\$521,500)
10. Reduces funding for operating expenses	\$0	(\$6,686)	(\$6,686)

**Other Bill Sections Recommended to be Added in the Executive Budget
(As Detailed in House Bill No. 1080)**

Resources trust fund and water development trust fund - Section 2 provides that in addition to the amounts appropriated to the State Water Commission from the resources trust fund and the water development trust fund any additional amounts that become available in those funds are appropriated to the State Water Commission for the purpose of defraying the expenses of the State Water Commission for the 2017-19 biennium.

Grant and water project carryover authority - Section 3 authorizes the State Water Commission to continue any unexpended 2017-19 biennium appropriation authority for grants or water-related projects for 2 years beyond June 30, 2017.

Infrastructure revolving loan fund - Section 4 amends North Dakota Century Code Section 61-02-78 relating to the infrastructure revolving loan fund to suspend the ten percent allocation of oil extraction moneys deposited in the resources trust fund when the cash balance of the infrastructure revolving loan fund reaches \$10 million. The allocation of oil extraction moneys will resume when the cash balance in the infrastructure revolving loan fund falls below \$7 million.

Continuing Appropriations

Infrastructure revolving loan fund - Section 61-02-78 establishes the infrastructure revolving loan fund within the resources trust fund to provide loans for water supply, flood protection, or other water development and water management projects. Ten percent of oil extraction moneys deposited in the resources trust fund are made available on a continuing basis to the infrastructure revolving loan fund.

Significant Audit Findings

There are no significant audit findings for this agency.

Major Related Legislation

At this time, no major related legislation has been introduced affecting this agency.

State Water Commission - Budget No. 770
House Bill Nos. 1020 and 1080
Base Level Funding Changes

	Executive Budget Recommendation			
	FTE			
	Position	General Fund	Other Funds	Total
2017-19 Biennium Base Level	97.00	\$0	\$868,935,836	\$868,935,836
2017-19 Ongoing Funding Changes				
Base payroll changes			\$322,700	\$322,700
Salary increase - Performance			82,770	82,770
Health insurance increase			277,612	277,612
Removes funding for 1 FTE position	(1.00)		(245,977)	(245,977)
Increases funding for utility costs			895,685	895,685
Increases funding for BND loan payments			3,693,997	3,693,997
Increases funding for professional services			1,792,835	1,792,835
Reduces funding for equipment			(521,500)	(521,500)
Reduces funding for operating expenses			(6,686)	(6,686)
Adds funding from a BND line of credit			50,000,000	50,000,000
Reduces funding available for water projects			(200,463,683)	(200,463,683)
Total ongoing funding changes	(1.00)	\$0	(\$144,172,247)	(\$144,172,247)
One-time funding items				
No one-time funding items				\$0
Total one-time funding changes	0.00	\$0	\$0	\$0
Total Changes to Base Level Funding	(1.00)	\$0	(\$144,172,247)	(\$144,172,247)
2017-19 Total Funding	96.00	\$0	\$724,763,589	\$724,763,589

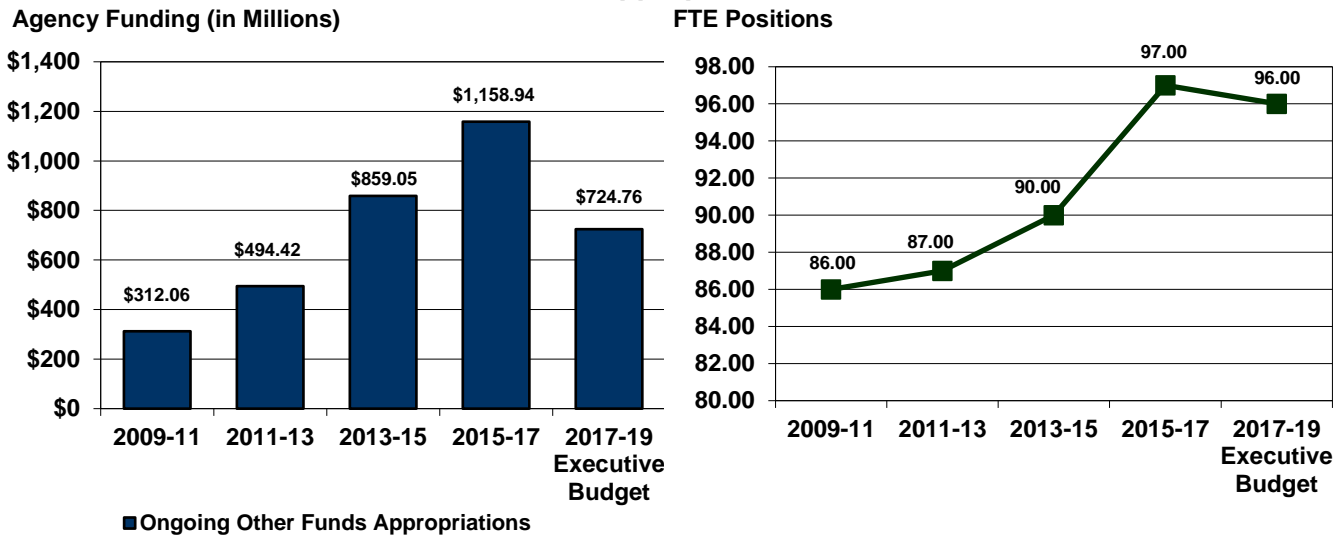
Other Sections in State Water Commission - Budget No. 770

	Executive Budget Recommendation
Resources trust fund and water development trust fund	Section 2 provides that in addition to the amounts appropriated to the State Water Commission from the resources trust fund and the water development trust fund any additional amounts that become available in those funds are appropriated to the State Water Commission for the purpose of defraying the expenses of the State Water Commission for the 2017-19 biennium.
Grant and water project carryover authority	Section 3 authorizes the State Water Commission to continue any unexpended 2017-19 appropriation authority for grants or water-related projects for 2 years beyond June 30, 2017.
Infrastructure revolving loan fund	Section 4 amends Section 61-02-78 relating to the infrastructure revolving loan fund to suspend the 10 percent allocation of oil extraction moneys deposited in the resources trust fund when the cash balance of the infrastructure revolving loan fund reaches \$10 million. The allocation of oil extraction moneys will resume when the cash balance in the infrastructure revolving loan fund falls below \$7 million.

Department 770 - State Water Commission

Historical Appropriations Information

Total Other Funds Appropriations Since 2009-11



Total Other Funds Appropriations					
	2009-11	2011-13	2013-15	2015-17 Adjusted	2017-19 Executive Budget
Ongoing other funds appropriations	\$312,055,809 ¹	\$494,420,221 ¹	\$859,045,805	\$1,158,935,836	\$724,763,589
Increase (decrease) from previous biennium	N/A	\$182,364,412	\$364,625,584	\$299,890,031	(\$434,172,247)
Percentage increase (decrease) from previous biennium	N/A	58.4%	73.7%	34.9%	(37.5%)
Cumulative percentage increase (decrease) from 2009-11 biennium	N/A	58.4%	175.3%	271.4%	132.3%

¹Amount excludes \$13,823,899 from the general fund for the 2009-11 biennium and \$14,995,199 from the general fund for the 2011-13 biennium for the administration of the State Water Commission.

Major Increased (Decreases) in Other Funds Appropriations

2011-13 Biennium

- Added 1 water development director FTE position \$231,899
- Increased funding for utilities \$4,519,000
- Increased funding for professional services \$3,927,021
- Increased funding for capital payments \$3,220,861
- Increased funding for grants \$124,658,000

2013-15 Biennium

- Changed funding source for the administration of the State Water Commission from the general fund to the resources trust fund \$17,566,561
- Added funding to provide grants to advance the Stutsman County Rural Water, North Central Rural Water Consortium, and McLean-Sheridan Rural Water projects \$10,350,000
- Added funding to advance additional construction on the Southwest Pipeline Project \$21,000,000
- Added funding for 3 FTE positions \$425,507
- Added funding for the infrastructure revolving loan fund within the resources trust fund \$15,000,000
- Increased funding for professional services \$14,086,303
- Increased funding for utilities \$3,749,426
- Increased funding for capital payments \$131,366,895
- Increased funding for grants \$150,860,165

2015-17 Biennium

1. Added funding for 4 water permitting FTE positions	\$768,831
2. Added funding for 1 regulatory director FTE position	\$273,871
3. Added funding for 1 water supply project manager FTE position	\$229,840
4. Added funding for 1 sovereign lands FTE position	\$192,784
5. Increased funding for professional services	\$10,727,828
6. Added funding for loan payment on Bank of North Dakota loan to refinance outstanding bonds	\$7,000,000
7. Increased funding for water projects	\$36,132,255

2017-19 Biennium

1. Increases funding for utility costs	\$895,685
2. Increases funding for loan payment on Bank of North Dakota loan used to refinance outstanding bonds	\$3,693,997
3. Increases funding for professional services	\$1,792,835
4. Removes funding for 1 FTE position	(245,977)
5. Reduces funding available for water projects in the 2017-19 biennium	(\$200,463,683)