

# MICROFILM DIVIDER

OMB/RECORDS MANAGEMENT DIVISION  
SFN 2053 (2/85) 5M



ROLL NUMBER
-------------

DESCRIPTION

2003

2007 SENATE APPROPRIATIONS

SB 2003

## 2007 SENATE STANDING COMMITTEE MINUTES

Bill/Resolution No. 2003

Senate Appropriations Committee

Check here for Conference Committee

Hearing Date: 1-16-07

Recorder Job Number: 1181

Committee Clerk Signature



Minutes:

**Chairman Holmberg** opened the hearing on SB 2003 at 11:00 a.m. on January 16, 2006 in reference to the Office of Attorney General for the State of North Dakota.

**Wayne Stenehjem, Attorney General** gave an outline of accomplishments his office has had since the last biennium and discussed some of the critical issues the Attorney General's Office needs to address, specifically the North Dakota Crime Laboratory. Written Testimony of the Budget Presentation (1) was distributed to the committee. One of the biggest problems this office encounters is the epidemic in Methamphetamine use and manufacturing. He stated there is a decline in high school users, which is the good news, but the office needs to go after the big producers, which is 90% of the problem. Future critical issues include salaries and staffing for an IT Network Administrator, Criminal Justice Information Project (CJI), Forensic Scientists, BCI Agents and Attorneys and Paralegals. He also gave the Division Summaries of the Attorney General's Office. They are as follows: Administration Division, Bureau of Criminal Investigation, Consumer Protection and Antitrust Division, Crime Laboratory, Finance and Administration Division, Fire Marshal, Gaming Division, Information Technology, Legal Services and Lottery Division. Bureau of Criminal Investigation (BCI) has 2 forensic trained officers. There are two officers assigned to the Cold Case Investigative Team and we have 14 homicide cases that are still unsolved that date back to 1962. Some of the accomplishments of

this office include but are not limited to the investigation and success in representing the State of North Dakota against the Tobacco Industry, defended the DOC in 2003 involving the facility in New England (this case is still in litigation), the IT division is perfecting the Sex Offender Website, we work together with State Highway Patrol and the National Guard on homeland security, regulate gaming sites, assist the fire marshal, Don't Call Project, investigate Consumer Fraud, work with the Health Dept concerning the Clean air Acts and do inquiry concerning the building of additional power plants in the state of North Dakota.

There are 4 critical issues and they all involve salaries. They are as follows:

1. **BCI** agency which requires their agents to have 5 years of experience, be available 24/7 and yet our agents do not make the salaries that many city and county officers in the state make. Examples were given concerning wages in the different cities and agencies in comparison to what our agents receive and there is a real shortfall, which results in losing our experienced agents to other agencies.
2. **Attorneys and Paralegals:** OMB did an equity review and found that the attorneys and paralegals in this office are paid a great deal less than other state government agencies.
3. **Crime Lab Forensic** presented written testimony (2) which was an editorial from the Great Falls Tribune in Montana. The editorial expounded on several facts, like delays in trials, lack of personnel because of salary issues and how it has tied up the Court system. This office is very concerned about the fact that our agents in this department are nearly 60% below the market equity. Some are leaving because of salary issues. These are fine accredited officers that are leaving our office and sometimes the state of North Dakota for better salaries and benefits.
4. **IT Staff** wages are lower than any IT staff within state government.

There is a problem with great overcrowding with the crime lab. We now share with the Health Dept. Land has been purchased up by BCI and when we can build that facility it will be very beneficial to both law enforcement and the Health Dept. It is important to grow, as we need and will continue to need additional space. He stated there are several bills that will impact his office's appropriation; HB1197, HB1251, HB1313, SB2037, SB2062, SB2099, SB2260, HB1330, SB2023, SB2097, SB2099, SB2101, SB2103 and SB2161.

**Chairman Holmberg** stated there will be a subcommittee appointed on this budget chaired by Senator Kilzer and Senator Mathern and Senator Holmberg will be on that subcommittee.

**Senator Krauter** had several questions regarding the law suit against the DOC particularly the Southwest Correctional Center in New England, was it a gender issue, questions regarding the meth issue as the University of Iowa is addressing, consumer complaints regarding wireless cell service and if the subcommittee can work on resolving some of the consumer complaints.

**Kathy Roll, Finance Administrator for the Office of Attorney General** gave testimony regarding the charts in the written testimony (1) concerning the budget.

**Senator Grindberg** asked about the increase in IT and for a summary of ITD costs in all state agencies.

**Allen Knudson, Assistant Legislative Budget analyst and Auditor** said they will provide a summary of various rates for their services in the different state offices.

**Senator Robinson** made comments regarding the Mindy Morgenstern case and commended the AG office, BCI or whoever was involved for their superior action in this case. Also had questions regarding the Burn Grant and the relation to drug traffic.

**Wayne Stenehjem** introduced members of his staff to the committee.

**Chairman Holmberg** closed the hearing on SB2003.

## 2007 SENATE STANDING COMMITTEE MINUTES

Bill/Resolution No. 2003

Senate Appropriations Committee

Check here for Conference Committee

Hearing Date: 01-30-07

Recorder Job Number: 2311

Committee Clerk Signature



Minutes:

**Chairman Kilzer** opened the subcommittee hearing on SB 2003 at 3:30 pm on January 30, 2007 regarding the Attorney General's budget, in particular the Crime Lab. Senators Mathern and Holmberg were also present. He stated they will be working on SB 2103 and SB 2161 too.

**Senator Holmberg** asked if we will be doing them in order. He was informed they will.

**Chairman Kilzer** said the first thing he wanted to refer to is Kathy Roll's document on the building north of town, who owns it now, and whether or not the Attorney General (AG) has full supervision.

**Kathy Roll, Director of Finance Office of Attorney General** stated two gentlemen own the building and they plan to sell it. They would like to sell it to us. They own the whole building and the land the building is on. Capital Electric owns part of the land in that area. We are requesting a dollar amount that is the balance of our loan, we would continue to pay the lease payment until 2013 then we would own the building.

**Chairman Kilzer** asked if that is the way the ownership would go with the present building and there would be two more bienniums after this present one. He asked if BCI is in that building now and asked if the Federal Crime Investigation is there too or is it all state.

**Wayne Stenjehem, Attorney General** informed him that Consumer Protection, IT, and State Fire Marshall is there as well. They are all state offices.

**Chairman Kilzer** had questions regarding the operating costs.

**Senator Mathern** wanted more clarification as to whether they want to buy the buildings and the land and when they would want to do that. He was told if we buy that land from Capital Electric we need to build a crime lab up there. It is not in our bill. This is in addition to the Governor's budget. Senator Mathern said but we need to make sure BCI stays up there if we buy the land.

**Wayne Stenjehem** stated he thought they would be there in that location a long time whether we own it or lease it.

**Chairman Kilzer** asked if Capital Electric is a willing seller. He also asked about the square footage and if the building now needs any other improvements. He stated he thought the Capital Electric land is more than adequate for a crime lab. He also mentioned the curb and gutter expenses.

**Wayne Stenjehem** stated they came to us about buying the property. There was also comments concerning paying off the construction loan, the value of the land will go up and the price is \$12 per square foot for land. Building the crime lab will be expensive because of the special equipment that will be needed.

**Chairman Kilzer** asked if there needs to be special attention to the walls regarding the exray equipment and so forth. He was told there would be environmental concerns to deal with.

**Senator Mathern** asked for the Department to summarize the difference between the governor's budget and this bill. It was explained that the difference is about \$2 million. There was conversation in the past about building the crime lab in southern Bismarck but the relocation to the north allows for further expansion. More discussion followed regarding the total costs and carrying the money over to the next biennium.

**Senator Holmberg** asked for a copy of the total picture, estimated costs and all the figures together and asked if the committee's recommendation was to go ahead and construct the project on the north site if there would be allowance for the funding to carry over from the last biennium. Where is this money in the budget?

**Sandy, OMB** stated we are providing it in your budget as carry over. There was more discussion about it being carried forward.

**Senator Holmberg** stated that we had to be sure that occurred and then we would have to appropriate an additional \$2.263 million and then you would get the north site. That is the number I've been looking for.

**Senator Mathern** had questions regarding credit for the other site that we thought of originally. That we won't be using.

There was further discussion regarding rent payments and who pays rent.

**Senator Mathern** stated it seems to me the building we are presently leasing should be part of this plan regarding BCI. I am concerned about us building a building and buying some land and then if we wouldn't control the BCI building and someday find ourselves in an uncomfortable situation. I hate to see a situation where our adjoining building really isn't ours.

**Chairman Kilzer** asked if they would like a Right of 1<sup>st</sup> Refusal of Sale at least until 2013. He was informed they have a lease until 2013 and they came to us regarding selling the property to us.

**Senator Holmberg** asked if they want it if this north addition does not pass. Then what will you do? He was told it depended upon the action taken by the Legislature. He also had questions regarding the tax rolls. Further discussion followed regarding the locations that they operate already, here in Bismarck and around the state concerning the Narcotic task Force.



**Senator Mathern** asked if there could be any consolidation if we move into this plan. Sounds like we'd be bring two operations. He was told the only one would be lawyers. He stated later in testimony that he would like to see an amendment that ties things together.

**Senator Holmberg** had questions regarding bringing the lawyers up there, the square feet necessary, and the expense compared to the crime lab.

**Wayne Stenjehem** stated he would hope someday that everyone would not be so spread out.

**Chairman Kilzer** agreed it is not feasible to put the crime lab down south, 1. No room. 2.

Makes sense to put it on the north site where planned 3. Ties the two properties together, the BCI and crime lab.

**Senator Mathern** wondered about a bond payment would compare, say for the whole project, a bond payment dream project, how that would compare to our present lease payment. He asked what the lease payment is. He commented to do it all with bond payment would be no more than rent, and it makes more sense because bond payment interest rates are as low as ever. He suggested not using cash if using bonds are available to us. He asked to have this issue addressed. Much discussion followed regarding this issue.

**Senator Holmberg** suggested something as simple as possible should be put together for caucuses. He asked about the other items the Department is requesting. He made comments regarding the House doing some work on salaries.

Discussion followed. Some of the items discussed were the comparison between OAR's, Salary items regarding IT, lottery (where IT does a tremendous amount of work) FTE's, Salary increase issues, ITD in our office, equity money in the budget, and the equity pool.

**Wayne Stenjehem** asked for better salaries for his attorneys.

**Senator Mathern** had comments concerning sex offenders, whether they are high risk or low risk, and asked if some things need to be changed within the Department concerning these matters and the activity of these sex offenders in relation to public perception.

**Wayne Stenje** shared about the sex offender website, how close these people can be to schools, the involvement of monitoring these sex offenders, and the commitment to the State Hospital for sex offenders. There was also discussion regarding the costs of the forensic examiners. The Attorney General stated their office supports this bill.

**Chairman Kilzer** closed the subcommittee hearing on SB 2003.

## 2007 SENATE STANDING COMMITTEE MINUTES

Bill/Resolution No. 2003

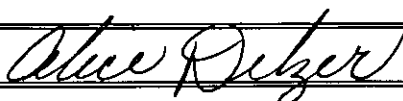
Senate Appropriations Committee

Check here for Conference Committee

Hearing Date: 02-01-07

Recorder Job Number: 2633

Committee Clerk Signature



Minutes:

Chairman Kilzer opened the Subcommittee hearing on SB 2003 regarding the Attorney General's Office at 3:15 on February 1, 2007. Subcommittee members Senators Holmberg and Mathern were present as were Attorney General Wayne Stenjehem, Allen Knudson, Legislative council and Sandy Paulson from OMB.

A chart regarding the options for funding the purchase of the BCI building and funding the north crime lab was presented by Sandy Paulson and Attorney General Wayne Stenjehem. Plans A, B and C were discussed.

Chairman Kilzer confirmed the \$3.2 million was allocated in the previous biennium and there is \$1.2 million for a total of \$4.4 million. \$400,000 has already been spent for the architect.

Senator Mathern asked the anticipated total cost of the new crime lab and land.

The answer was \$6.7 million.

Senator Mathern said the difference is what we have in the system already with bonding authority and cash.

Senator Holmberg said that money is there.

Senator Mathern said he wonders if we shouldn't put something into the bill that permits this process to start and trigger an OK to a degree so that there could be an acceptance for the current BCI building and sell at the good offer. We have to have a process to deal with the

offer, Can the state accept an offer without a process that permits others to meet or match the offer?

Allen Knudson answered the question. (tape is very garbled, meter 8:14)

Senator Mathern asked if we have restricted ourselves from accepting an option without going to the market.

Allen Knudson said he doesn't know, we haven't rushed into this, we know the value of the property.

Senator Mathern said lets not get caught in a situation where we accept this great offer then find a section of law that says...

Chairman Kilzer asked if there are any hoops that need to be cleared because this would now be non taxable land.

Allen Knudson said it comes off the tax rolls. We don't have any obligation to do anything.

Senator Holmberg said the new Bank of North Dakota is a prime example.

Chairman Kilzer asked if the Capital Electric land is currently taxable.

Allen Knudson said he is not an expert but if you pay real estate tax it has to do with the improvements.

Senator Mathern said it would be helpful to have a 2007 – 2009 biennium expenditure for each of these options. That appears clear on plan A, it would be \$4.3 million on plan B, he doesn't know what the biennium expenditure would be on plan C.

Sandy Paulson said there is none, the payments would start in 2009.

Are there any questions for the Attorney General?

Chairman Kilzer said regarding the lottery, on the pie chart on the last page, he couldn't find an exact amount of revenue for this biennium and the next biennium.

Sandy Paulson said on page 51 in the narrative.

Attorney General Wayne Stenjeheem said the legislature said it is his duty to operate the lottery, run it like a business while being sensitive to the nature of the lottery. Not everyone is in favor of the lottery. When it was first enacted there was an effort by those who opposed the lottery to take the marketing and promotion of the lottery out of the bill and the legislature said no. He took that to mean that they intended to promote the lottery. Having done that, North Dakota is probably the leanest, most efficient lottery operation in the United States. In Minnesota, you hear their commercials all the time. North Dakota spends about 2 – 3% of gross sales for all promotion. Only about \$348,000 goes into the media. A lot of the advertising budget is for brochures and signs. The lottery tends to advertise when the Powerball is big because that is when people buy tickets. If you don't advertise, sales drop. When he talked to Chuck Keller about the fiscal note, he asked where the figures came from. They were from other states whose legislature decided they should do the same thing, quit advertising because it's a waste of money. What they saw as a result, is a dramatic reduction in the number of tickets that were sold. Missouri decided at one point to quit advertising, Pennsylvania and Maryland did the same thing and then realized they were being penny wise and pound foolish. It just cost them money. That is where the information on the fiscal note came from. If you compare what we spend on advertising and promotion and the manner in which we do it with any other state you will see the way we do it in North Dakota is far more conservative and thrifty and much more efficient. The return per dollar spent in North Dakota is at the top of the nation, how much money from each dollar spent a lottery ticket actually ends up in the general fund. Chairman Kilzer asked if individual gas stations advertise or is it all done by his office. Attorney General Wayne Stenjeheem said some do their own promotions but that is not typical. His office will buy signs for them and sometimes conduct promotions in conjunction with the retailer.

Senator Holmberg asked if they have lost sites from around the state. 400 were settled on initially, has that number been stable?

Attorney General Wayne Stenjeheem said they are about where they were, occasionally one will drop out and occasionally they have to explain to a retailer that the number of sales cannot justify keeping the site open. They are careful, though, because they get complaints from some less populated counties that say they don't want to drive to Montana to buy a ticket. They make sure it is available to the people in the rural areas. There is always someone who wants to pick up a site if a retailer drops out. There is an initial fee of \$150 for a background and credit check. There is a \$20 annual fee.

Senator Holmberg asked who pays for the cards and brochures, is that part of promotions?

Attorney General Wayne Stenjeheem said yes, they are part of promotions, there are cards, the website, brochures that tell how to play the game. All of those would not be permitted under that bill.

Senator Mathern said he agrees with that, brochures are fine.

Attorney General Wayne Stenjeheem said he talked to Senator Andrist who said it wasn't his intent but it was what the bill said. It took out all promotion and advertising. It was defeated. The folks who work with the lottery do a very good job. The decision to hire Chuck Keller was a good one. He is an efficient guy and runs it well.

Senator Mathern said it is interesting the emails he received to vote yes are advertisers.

Attorney General Wayne Stenjeheem said they have a duty to advertise in the small papers and help them survive.

Senator Holmberg asked if Lady Luck is on a continuing contract.

Attorney General Wayne Stenjeheem said she seems to work. He was in a parade and Lady Luck was ahead of him and everyone knew who she was.

There was some discussion of Lady Luck and the Blue Cross Blue Shield ads and the carpet girl.

Senator Holmberg asked if there are any other bills coming our way that he has been tracking.

They discussed 2340, 2209, 2160, 2103 and the schedule and fiscal notes for other bills.

(meter 29:27)

The subcommittee began talking about the payment for forensic work.

Attorney General Wayne Stenjeheem said if it passes they will do what they are required to by statute but they don't want to get into the position where they have to fill out insurance forms.

Senator Mathern asked if there is a process where local jurisdictions are charged for forensic work done by the state.

Attorney General Wayne Stenjeheem said they do that. The lab is getting over burdened.

Senator Mathern said it would be simplest to just pass the bill and pay for it out of the Attorney General funds until we do the study and find a solution.

Senator Holmberg said the stop gap is because we are still are \$900 million above what the governor is spending. If we are looking at A or B, we are talking about another increase in general fund spending . If we add another \$500,000, you have reached a level where there will be difficulty getting the package through the Senate.

Senator Holmberg asked if Senator Mathern has talked to his caucus.

Senator Mathern said he has raised the discussion. They were looking to him for some suggestions. There was not a strong reaction. What do you prefer, A, B or C?

Attorney General Wayne Stenjeheem said build the crime lab. He would be inclined to suggest it makes sense to buy the building and build the crime lab. B will not work, he would do plan A.

Chairman Kilzer said his feedback is we have to do something. The old site is...(meter 39:10)

With outright purchase you know what you have. We need to predict that area of town.

Senator Mathern said his concern is packaging them together, he is more concerns all the good intentions will not stay in place for that building.

Allen Knudson inquired about the debt for the BCI building.

There was a discussion of lease payments (meter 41:00)

Senator Mathern said in that scenario, would it decrease the bonding cost in C?

Attorney General Wayne Stenjehem said the last 2 items in the bill were not discussed.

Sandy Paulson said the first item is under bills we must pay said it is prepared as no matter where we go, this must be paid, \$217,000 and they have requested an additional \$62,600 for utilities, present operating expenses, regardless of where the crime lab ends up.

Senator Mathern asked if the governor approved any.

Sandy Paulson said he approved \$217,000.

Senator Mathern said every agency is adding space.

Sandy Paulson said that is why they are asking for an increase.

Senator Holmberg said that is only for part of the biennium because the addition will not be ready until well into the biennium.

Sandy Paulson said they anticipate occupation within 9 months. The next item is ITD. They took a look at what they were spending and how they could make cuts. The last item is rent, postage, printing, legal services.

Senator Mathern asked if they need a change in the bill to accomplish that.

Answer was garbled (meter 47:52)

Some discussion of numbers that was garbled.

Senator Mathern said he is surprised about the budgets, which agencies don't have the ability to advocate for getting these changes. Some agencies have more savvy than others.

There was more discussion with Sandy Paulson that is garbled (meter 49:52)



## 2007 SENATE STANDING COMMITTEE MINUTES

Bill/Resolution No. 2003

Senate Appropriations Committee

Check here for Conference Committee

Hearing Date: 02-12-07

Recorder Job Number: 3422

Committee Clerk Signature

*Alice Delzer J.P.*

Minutes:

**Chairman Holmberg** opened the hearing on SB 2003. He talked about the amendments and the right one which Senator Kilzer said is .0102. Copies of the amendment were distributed to the committee members.

**Senator Kilzer** explained the amendments to the committee.

**Senator Krauter** had questions regarding the salary increase for the lawyers in the Attorney General's Office. He was informed they are not eligible for the equity pool. Further discussion followed regarding this matter and the governor's budget.

Discussion followed regarding the BCI building and building a new crime lab at the north site the FTE's, software expenses, parimutual betting, another bill about the state taking over the prosecution of sexual offenders and that has been changed, reference was made to SB 2260 regarding background checks, SB 2380 that does have it's own funding.

**Senator Mathern** stated he thinks this budget basically got everything they wanted and I have two primary concerns: 1. These programs are all important, we need to figure out a way to pay for them, not all general funds inclusive, items 6 and 7 are problematic in that it's all cash payment. I think putting this bill and project together is important in order to get that land and get that office space to build this building, but I think we ought to bond for that. Basically, the bond payment over a ten year period would not be higher than what we are presently paying

for a lease, so that is a concern of mine. The other concern I have is #5, putting those people back into the department rather than keeping them in ITD (14.39) doesn't change the dollar amount at all in terms of what eventually is paid but it changes it from special funds to general funds which I think is another thing we shouldn't do, so those are my concerns.

**Chairman Holmberg** asked all in favor of the amendment say aye. He then asked the committee to raise their hands those who are in favor of the amendment. Opposed – raise your hand. Ok, the motion carried. Can we have a motion on the bill itself as amended.

**Senator Kilzer moved a DO PASS AS AMENDED, Seconded by Senator Fischer.** There was further discussion.

**Senator Krebsbach** commented about Senator Mathern's concerns regarding bonding over the years and felt there will be time down the road to take a good look at that as we sift through the budgets.

**Senator Mathern** stated if we adopt this bill with these amendments we're sending a bill up to the floor that has a 25% increase in the agency budget. He talked about the Human Service budget and their increase and stated it was much lower even with all the amendments Senator Fischer had introduced and put into the bill. He felt he wanted to warn the senators about this.

**Senator Holmberg** stated the legislative branch that passed the House is a 31% increase, the Veteran's Affairs has a 49% increase, Highway Patrol put in for 38% increase, even this committee the State Treasurer's at 29% increase, Tax Commissioner at 28% increase, and we can't really count OMB because we are not done with that. But there have been some substantial increases. This information is just for the record.

**Senator Bowman** had questions regarding the building, the purchase of the land and what that increase amounts to. That has quite a lot to do with it, doesn't it?

**Senator Mathern** stated it is a big part of it.

**Senator Kilzer** said he hadn't calculated it but there would be the one time purchase of about \$7 million if you really count everything, even from last session, so it is a major part of it. The other big item is the increase in attorney's salaries. Those are the two major items. And about the 3<sup>rd</sup> down on the list is mandates that we're putting on to do the background checks.

**Senator Christmann** stated he is going to support this but when we get to conference committee there may be adjustments made then. (19.23)

**Chairman Holmberg** stated he would be very surprised if this came back at this level. I would have some of the same concerns. Would you call the roll on a do pass as amended.

**A roll call vote was taken resulting in 13 yeas, 1 nay, 0 absent. The motion carried.**

**Senator Kilzer will carry the bill.**

The hearing was closed on SB 2003.

**FISCAL NOTE**  
**Requested by Legislative Council**  
01/02/2007

Bill/Resolution No.: SB 2003

**1A. State fiscal effect:** *Identify the state fiscal effect and the fiscal effect on agency appropriations compared to funding levels and appropriations anticipated under current law.*

	2005-2007 Biennium		2007-2009 Biennium		2009-2011 Biennium	
	General Fund	Other Funds	General Fund	Other Funds	General Fund	Other Funds
Revenues						
Expenditures						
Appropriations						

**1B. County, city, and school district fiscal effect:** *Identify the fiscal effect on the appropriate political subdivision.*

2005-2007 Biennium			2007-2009 Biennium			2009-2011 Biennium		
Counties	Cities	School Districts	Counties	Cities	School Districts	Counties	Cities	School Districts

**2A. Bill and fiscal impact summary:** *Provide a brief summary of the measure, including description of the provisions having fiscal impact (limited to 300 characters).*

This bill provides an appropriation for the Office of Attorney General. The fiscal impact of the bill is included in the appropriation.

**B. Fiscal impact sections:** *Identify and provide a brief description of the sections of the measure which have fiscal impact. Include any assumptions and comments relevant to the analysis.*

The fiscal impact of the bill is included in the appropriation.

**3. State fiscal effect detail:** *For information shown under state fiscal effect in 1A, please:*

**A. Revenues:** *Explain the revenue amounts. Provide detail, when appropriate, for each revenue type and fund affected and any amounts included in the executive budget.*

N/A

**B. Expenditures:** *Explain the expenditure amounts. Provide detail, when appropriate, for each agency, line item, and fund affected and the number of FTE positions affected.*

N/A

**C. Appropriations:** *Explain the appropriation amounts. Provide detail, when appropriate, for each agency and fund affected. Explain the relationship between the amounts shown for expenditures and appropriations. Indicate whether the appropriation is also included in the executive budget or relates to a continuing appropriation.*

The fiscal impact on the bill is included in the appropriation.

<b>Name:</b>	Kathy Roll	<b>Agency:</b>	Office of Attorney General
<b>Phone Number:</b>	328-3622	<b>Date Prepared:</b>	01/02/2007

*JK*  
2-13-07  
1 of 3

PROPOSED AMENDMENTS TO SENATE BILL NO. 2003

- Page 2, line 3, replace "1,794,320" with "3,189,266"
- Page 2, line 4, replace "934,608" with "1,525,512"
- Page 2, line 5, replace "(3,269,010)" with "992,215"
- Page 2, line 11, replace "(\$2,476,825)" with "\$3,770,250"
- Page 2, line 12, replace "(6,193,878)" with "(5,576,024)"
- Page 2, line 13, replace "3,717,053" with "9,346,274"
- Page 2, line 19, replace "21,344,055" with "22,739,001"
- Page 2, line 20, replace "9,418,403" with "10,009,307"
- Page 2, line 21, replace "2,149,731" with "6,410,956"
- Page 2, line 27, replace "41,223,732" with "47,470,807"
- Page 2, line 28, replace "18,294,523" with "18,912,377"
- Page 2, line 29, replace "22,929,209" with "28,558,430"

Page 3, after line 15, insert:

**"SECTION 7. ESTIMATED INCOME - RACING PROMOTION FUND.**

Notwithstanding section 53-06.2-11, the estimated income line item in section 3 of this Act includes \$60,988 from the racing promotion fund for the purpose of defraying the expenses of simulcast racing site audits conducted by the attorney general's office for the biennium beginning July 1, 2007, and ending June 30, 2009."

Re-number accordingly

**STATEMENT OF PURPOSE OF AMENDMENT:**

**Senate Bill No. 2003 - Attorney General - Senate Action**

	EXECUTIVE BUDGET	SENATE CHANGES	SENATE VERSION
Salaries and wages	\$21,344,055	\$1,394,946	\$22,739,001
Operating expenses	9,418,403	590,904	10,009,307
Capital assets	2,149,731	4,261,225	6,410,956
Grants	4,197,000		4,197,000
Litigation fees	50,000		50,000
Arrest and return of fugitives	10,000		10,000
North Dakota lottery	4,048,402		4,048,402
Gaming Commission	<u>6,141</u>		<u>6,141</u>
Total all funds	\$41,223,732	\$6,247,075	\$47,470,807
Less estimated income	<u>18,294,523</u>	<u>617,854</u>	<u>18,912,377</u>
General fund	\$22,929,209	\$5,629,221	\$28,558,430
FTE	181.30	8.50	189.80

