

**Department 740 - Tourism Department
House Bill No. 1022**

| | FTE Positions | General Fund | Other Funds | Total |
|--------------------------------------|----------------------|---------------------|--------------------|------------------------------|
| 2001-03 Schafer Executive Budget | 11.00 | \$4,597,778 | \$363,000 | \$4,960,778 |
| 1999-2001 Legislative Appropriations | <u>11.00</u> | <u>4,016,000</u> | <u>363,000</u> | <u>4,379,000¹</u> |
| Increase (Decrease) | <u>0.00</u> | <u>\$581,778</u> | <u>\$0</u> | <u>\$581,778</u> |

| | | | | |
|---------------------------------------|----------------|----------------------|--------------------|----------------------|
| 2001-03 Hoeven Executive Budget | <u>0.00</u> | <u>\$0</u> | <u>\$0</u> | <u>\$0</u> |
| Hoeven Increase (Decrease) to Schafer | <u>(11.00)</u> | <u>(\$4,597,778)</u> | <u>(\$363,000)</u> | <u>(\$4,960,778)</u> |

¹The 1999-2001 appropriation amounts include \$3,106 from the general fund for the agency's share of the \$5.4 million funding pool appropriated to the Office of Management and Budget (OMB) for special market equity adjustments for classified employees and \$868 from the general fund for the agency's share of the \$1.4 million funding pool appropriated to OMB for assisting agencies in providing \$35 per month minimum salary increases in July 1999 and July 2000.

Major Schafer Recommendations Affecting Tourism Department 2001-03 Budget

| | General Fund | Other Funds | Total |
|--|---------------------|--------------------|------------------|
| 1. Provides funding for an equity salary increase of \$145 per month for the director effective January 1, 2002 (the amount included in the executive budget is \$83 less than the required amount of \$3,046). | \$2,963 | | \$2,963 |
| 2. Provides funding for an equity salary increase of \$257 per month for the deputy director effective January 1, 2002 (the amount included in the executive budget is \$2,458 more than the required amount of \$5,402). | \$7,860 | | \$7,860 |
| 3. Provides \$655,863 for initiatives relating to the Lewis and Clark Bicentennial, a general fund increase of \$531,868 compared to the 1999-2001 biennium appropriation of \$123,995: (The House increased this line item by \$750,000 from the general fund for additional Lewis and Clark Bicentennial marketing.) | | | |
| 1 FTE tourism marketing specialist III | \$110,793 | | \$110,793 |
| Operating expenses for television advertising | 500,000 | | 500,000 |
| Other operating expenses | <u>45,070</u> | | <u>45,070</u> |
| Total recommended appropriation | <u>\$655,863</u> | | <u>\$655,863</u> |

**Major Hoeven Recommendations Affecting Tourism Department
Compared to the Bill as Introduced (Schafer Budget)**

| | General Fund | Other Funds | Total |
|--|---------------------|--------------------|---------------|
| 1. Eliminates the Tourism Department and includes those duties in the proposed Department of Commerce. [Recommended funding for the Department of Commerce is \$60.97 million (\$17.4 million from the general fund; \$43.6 million from other funds), which is \$3.5 million (\$2.4 million from the general fund; \$1.1 million from other funds) less than the Schafer recommendation for the combined agencies of the Tourism Department, the Division of Community Services, and the Department of Economic Development and Finance.] | (\$4,597,778) | (\$363,000) | (\$4,960,778) |

Major Legislation Affecting the Tourism Department

Senate Bill No. 2032 - This bill consolidates the Division of Community Services, the Department of Economic Development and Finance, and the Tourism Department into a proposed new agency, the Department of Commerce.

Senate Bill No. 2195 - As introduced, this bill provided a \$100,000 general fund appropriation to the Tourism Department for a grant to the North Dakota Cowboy Hall of Fame. As amended by the Senate Appropriations Committee, this bill provides legislative intent that \$100,000 of the grants line item appropriated to the Tourism Division of the Department of Commerce be used to provide a grant to the Cowboy Hall of Fame.

Summary of Legislative Changes to Bill as Introduced

See attached Statement of Purpose of Amendment.