

STATEMENT OF PURPOSE OF AMENDMENT:**House Bill No. 1015 - Funding Summary**

	Executive Budget	Final Legislative Action	Comparison To Executive Budget
Office of Management and Budget			
Salaries and wages	\$13,558,925	\$13,495,793	(\$63,132)
Operating expenses	11,233,906	11,341,106	107,200
Capital assets	2,644,000	844,000	(1,800,000)
Grants	179,000	389,000	210,000
Prairie public broadcasting	1,337,138	1,337,138	
Statewide equity pool	5,000,000		(5,000,000)
Total all funds	<u>\$33,952,969</u>	<u>\$27,407,037</u>	<u>(\$6,545,932)</u>
Less estimated income	<u>11,683,281</u>	<u>7,477,868</u>	<u>(4,205,413)</u>
General fund	<u>\$22,269,688</u>	<u>\$19,929,169</u>	<u>(\$2,340,519)</u>
FTE	130.50	130.50	0.00
Legislative Assembly			
Operating expenses		\$20,000	\$20,000
Capital assets			
Total all funds	<u>\$0</u>	<u>\$20,000</u>	<u>\$20,000</u>
Less estimated income	<u>0</u>	<u>20,000</u>	<u>20,000</u>
General fund	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>
FTE	0.00	0.00	0.00
Judicial Branch			
Salaries and wages		\$114,925	\$114,925
Total all funds	<u>\$0</u>	<u>\$114,925</u>	<u>\$114,925</u>
Less estimated income	<u>0</u>	<u>0</u>	<u>0</u>
General fund	<u>\$0</u>	<u>\$114,925</u>	<u>\$114,925</u>
FTE	0.00	0.00	0.00
Vision Services - School for the Blind			
Salaries and wages		\$20,000	\$20,000
Total all funds	<u>\$0</u>	<u>\$20,000</u>	<u>\$20,000</u>
Less estimated income	<u>0</u>	<u>0</u>	<u>0</u>
General fund	<u>\$0</u>	<u>\$20,000</u>	<u>\$20,000</u>
FTE	0.00	0.00	0.00
DHS - Program/Policy			
Operating expenses		\$65,000	\$65,000
Total all funds	<u>\$0</u>	<u>\$65,000</u>	<u>\$65,000</u>
Less estimated income	<u>0</u>	<u>0</u>	<u>0</u>
General fund	<u>\$0</u>	<u>\$65,000</u>	<u>\$65,000</u>
FTE	0.00	0.00	0.00
Bill Total			
Total all funds	\$33,952,969	\$27,626,962	(\$6,326,007)
Less estimated income	11,683,281	7,497,868	(4,185,413)
General fund	<u>\$22,269,688</u>	<u>\$20,129,094</u>	<u>(\$2,140,594)</u>
FTE	130.50	130.50	0.00

House Bill No. 1015 - Office of Management and Budget - House Action

	Executive Budget	House Changes	House Version
Salaries and wages	\$13,558,925	(\$46,908)	\$13,512,017
Operating expenses	11,233,906		11,233,906
Capital assets	2,644,000	(1,800,000)	844,000
Grants	179,000	210,000	389,000
Prairie public broadcasting	1,337,138		1,337,138
Statewide equity pool	5,000,000	(5,000,000)	
Total all funds	\$33,952,969	(\$6,636,908)	\$27,316,061
Less estimated income	11,683,281	(4,309,281)	7,374,000
General fund	\$22,269,688	(\$2,327,627)	\$19,942,061
FTE	130.50	0.00	130.50

Department No. 110 - Office of Management and Budget - Detail of House Changes

	Reduces Compensation Package to 3/4	Removes Funding for Energy Savings Project¹	Removes Funding for Statewide Equity Pool²	Adds Funding for North Central Council of TV³	Total House Changes
Salaries and wages	(\$46,908)				(\$46,908)
Operating expenses					
Capital assets		(1,800,000)			(1,800,000)
Grants				210,000	210,000
Prairie public broadcasting					
Statewide equity pool			(5,000,000)		(5,000,000)
Total all funds	(\$46,908)	(\$1,800,000)	(\$5,000,000)	\$210,000	(\$6,636,908)
Less estimated income	(9,281)	(1,800,000)	(2,500,000)	0	(4,309,281)
General fund	(\$37,627)	\$0	(\$2,500,000)	\$210,000	(\$2,327,627)
FTE	0.00	0.00	0.00	0.00	0.00

¹ This amendment removes the spending authority for a Capitol complex energy savings program. The program is anticipated to proceed, but spending authority is not needed because it will be funded by a third party. The related section of the bill providing for the establishment of a facility management fund is also removed.

² This amendment removes \$5 million of funding from this bill for statewide market equity compensation adjustments for classified state employees and related intent regarding state employee salary increases, to be addressed in House Bill No. 1050.

³ This amendment adds grant funding for the North Central Council of School TV.

This amendment removes the section providing for the contingent permanent oil tax trust fund and Bank of North Dakota transfers to the general fund, which is also included in House Bill No. 1443, and removes the statutory change from \$71 million to \$84.5 million related to oil taxes to be deposited in the general fund.

This amendment removes the language providing for the repeal of the budget stabilization fund, which is addressed in House Bill No. 1444.

This amendment removes the North Dakota Wheat Commission continuing appropriation authority and requires the commission to submit a budget to the Legislative Assembly.

House Bill No. 1015 - Office of Management and Budget - Senate Action

	Executive Budget	House Version	Senate Changes	Senate Version
Salaries and wages	\$13,558,925	\$13,512,017	(\$16,224)	\$13,495,793
Operating expenses	11,233,906	11,233,906	107,200	11,341,106
Capital assets	2,644,000	844,000		844,000
Grants	179,000	389,000		389,000
Prairie public broadcasting	1,337,138	1,337,138		1,337,138
Statewide equity pool	5,000,000			
Total all funds	\$33,952,969	\$27,316,061	\$90,976	\$27,407,037
Less estimated income	11,683,281	7,374,000	103,868	7,477,868
General fund	\$22,269,688	\$19,942,061	(\$12,892)	\$19,929,169
FTE	130.50	130.50	0.00	130.50

Department No. 110 - Office of Management and Budget - Detail of Senate Changes

	Reduces Recommended Funding for Health Insurance¹	Provides Authority for Server Hosting Services and Homeland Security²	Total Senate Changes
Salaries and wages	(\$16,224)		(\$16,224)
Operating expenses		107,200	107,200
Capital assets			
Grants			
Prairie public broadcasting			
Statewide equity pool			
Total all funds	(\$16,224)	\$107,200	\$90,976
Less estimated income	(3,332)	107,200	103,868
General fund	(\$12,892)	\$0	(\$12,892)
FTE	0.00	0.00	0.00

¹ This amendment reduces funding for state employee health insurance premiums from \$559.15 to \$553.95 per month.

² The Senate added \$107,200 of funding from a homeland security grant to risk management for the cost of server hosting services at the Information Technology Department.

The Senate amendments provided for the following:

- Amends North Dakota Century Code (NDCC) section 54-03-20 providing for a member of the Legislative Assembly to elect to be reimbursed for less than the amount to which the legislator is entitled.
- Amends NDCC section 54-44.1-06 providing that appropriation bills prepared by the Office of Management and Budget provide the same funding as approved by the most recently adjourned special or regular session of the Legislative Assembly, with amendments presented to reflect the executive recommendation. This amendment also provides for the Office of Management and Budget to provide the Legislative Assembly with estimated budget information for an additional four-year period beyond the two-year period covered by the executive recommendation.
- In addition, the Senate amended NDCC Section 54-44.1-06.1 to provide that the capital construction bill include only projects involving bonding and that all other capital projects be included in draft amendments to the appropriate agency's appropriation bill.
- Repeals Section 9 of 2005 Senate Bill No. 2015 relating to preparation of future composite schedules for teacher salaries.
- Repeals Section 12 of 2005 Senate Bill No. 2015 relating to a Legislative Council study of the Department of Corrections and Rehabilitation.
- Removes the section which would have required the North Dakota Wheat Commission to submit a budget request to the Legislative Assembly.

- Provides for a Legislative Council study of employees salaries for the Department of Corrections and Rehabilitation.
- Limits the transfer from the lands and minerals trust fund to the general fund to \$5 million.
- Allows additional state employee compensation adjustments for salary equity adjustments averaging 1 percent for the second year of the biennium to be paid from existing agency appropriations.

House Bill No. 1015 - Office of Management and Budget - Conference Committee Action

	Executive Budget	House Version	Conf. Com. Changes	Conf. Com. Version	Senate Version	Comparison to Senate
Salaries and wages	\$13,558,925	\$13,512,017	(\$16,224)	\$13,495,793	\$13,495,793	
Operating expenses	11,233,906	11,233,906	107,200	11,341,106	11,341,106	
Capital assets	2,644,000	844,000		844,000	844,000	
Grants	179,000	389,000		389,000	389,000	
Prairie public broadcasting	1,337,138	1,337,138		1,337,138	1,337,138	
Statewide equity pool	5,000,000					
Total all funds	\$33,952,969	\$27,316,061	\$90,976	\$27,407,037	\$27,407,037	\$0
Less estimated income	11,683,281	7,374,000	103,868	7,477,868	7,477,868	0
General fund	\$22,269,688	\$19,942,061	(\$12,892)	\$19,929,169	\$19,929,169	\$0
FTE	130.50	130.50	0.00	130.50	130.50	0.00

Department No. 110 - Office of Management and Budget - Detail of Conference Committee Changes

	Reduces Recommended Funding for Health Insurance ¹	Provides Authority for Server Hosting Services and Homeland Security ²	Total Conference Committee Changes
Salaries and wages	(\$16,224)		(\$16,224)
Operating expenses		107,200	107,200
Capital assets			
Grants			
Prairie public broadcasting			
Statewide equity pool			
Total all funds	(\$16,224)	\$107,200	\$90,976
Less estimated income	(3,332)	107,200	103,868
General fund	(\$12,892)	\$0	(\$12,892)
FTE	0.00	0.00	0.00

¹ This amendment reduces funding for state employee health insurance premiums from \$559.15 to \$553.95 per month.

² The conference committee agreed with the Senate amendment to add \$107,200 of funding from a homeland security grant to risk management for the cost of server hosting services at the Information Technology Department.

The conference committee agreed with the Senate amendments relating to the following:

- Amends North Dakota Century Code (NDCC) Section 54-03-20 providing for a member of the Legislative Assembly to elect to be reimbursed for less than the amount to which the legislator is entitled.
- Amends NDCC Section 54-44.1-06 providing that appropriation bills prepared by the Office of Management and Budget provide the same funding as approved by the most recently adjourned special or regular session of the Legislative Assembly, with amendments presented to reflect the executive recommendation. This amendment also provides for the Office of Management and Budget to provide the Legislative Assembly with estimated budget information for an additional four-year period beyond the two-year period covered by the executive recommendation. This section was vetoed by the Governor.
- In addition, the Senate amended NDCC Section 54-44.1-06.1 to provide that the capital construction bill include only projects involving bonding and that all other capital projects be included in draft amendments to the appropriate agency's appropriations bill. This section was vetoed by the Governor.

- Repeals Section 9 of 2005 Senate Bill No. 2015 relating to preparation of future composite schedules for teacher salaries.
- Removes the section which would have required the North Dakota Wheat Commission to submit a budget request to the Legislative Assembly.
- Provides for a Legislative Council study of employee salaries for the Department of Corrections and Rehabilitation.

House Bill No. 1015 - Legislative Assembly - House Action

	Executive Budget	House Changes	House Version
Capital assets		\$100,000	\$100,000
Total all funds	\$0	\$100,000	\$100,000
Less estimated income	0	0	0
General fund	\$0	\$100,000	\$100,000
FTE	0.00	0.00	0.00

Department No. 150 - Legislative Assembly - Detail of House Changes

	Adds Funding for Remodeling Cloak and Bill Rooms ¹	Total House Changes
Capital assets	\$100,000	\$100,000
Total all funds	\$100,000	\$100,000
Less estimated income	0	0
General fund	\$100,000	\$100,000
FTE	0.00	0.00

¹ This amendment adds \$100,000 to the Legislative Assembly for designing and remodeling the cloak room and bill room and as part of the remodeling project make a new hearing room.

House Bill No. 1015 - Legislative Assembly - Senate Action

The Senate did not change the House version.

House Bill No. 1015 - Legislative Assembly - Conference Committee Action

	Executive Budget	House Version	Conf. Com. Changes	Conf. Com. Version	Senate Version	Comparison to Senate
Operating expenses			\$20,000	\$20,000		\$20,000
Capital assets		100,000	(100,000)		100,000	(100,000)
Total all funds	\$0	\$100,000	(\$80,000)	\$20,000	\$100,000	(\$80,000)
Less estimated income	0	0	20,000	20,000	0	20,000
General fund	\$0	\$100,000	(\$100,000)	\$0	\$100,000	(\$100,000)
FTE	0.00	0.00	0.00	0.00	0.00	0.00

Department No. 150 - Legislative Assembly - Detail of Conference Committee Changes

	Removes Funding for Meeting Room Remodeling Project¹	Adds Funding for Legislators' Forum²	Total Conference Committee Changes
Operating expenses		\$20,000	\$20,000
Capital assets	(100,000)		(100,000)
Total all funds	(\$100,000)	\$20,000	(\$80,000)
Less estimated income	0	20,000	20,000
General fund	(\$100,000)	\$0	(\$100,000)
FTE	0.00	0.00	0.00

¹ The conference committee removed the funding for the meeting room remodeling project.

² The conference committee added a section appropriating \$20,000 from the water development trust fund to the Legislative Assembly for paying North Dakota's contribution to the Legislators' Forum.

House Bill No. 1015 - Judicial Branch - Conference Committee Action

	Executive Budget	House Version	Conf. Com. Changes	Conf. Com. Version	Senate Version	Comparison to Senate
Salaries and wages			\$114,925	\$114,925		\$114,925
Total all funds	\$0	\$0	\$114,925	\$114,925	\$0	\$114,925
Less estimated income	0	0	0	0	0	0
General fund	\$0	\$0	\$114,925	\$114,925	\$0	\$114,925
FTE	0.00	0.00	0.00	0.00	0.00	0.00

Department No. 180 - Judicial Branch - Detail of Conference Committee Changes

	Provides Funding for Providing Salary Increases to Judges¹	Total Conference Committee Changes
Salaries and wages	\$114,925	\$114,925
Total all funds	\$114,925	\$114,925
Less estimated income	0	0
General fund	\$114,925	\$114,925
FTE	0.00	0.00

¹ The conference committee provided an appropriation from the general fund for the increased cost to the judicial branch of providing judges and justices a 4 percent salary increase for each year of the biennium rather than a 3 percent for the first year and 4 percent the second year.

House Bill No. 1015 - Vision Services - School for the Blind - Conference Committee Action

	Executive Budget	House Version	Conf. Com. Changes	Conf. Com. Version	Senate Version	Comparison to Senate
Salaries and wages			\$20,000	\$20,000		\$20,000
Total all funds	\$0	\$0	\$20,000	\$20,000	\$0	\$20,000
Less estimated income	0	0	0	0	0	0
General fund	\$0	\$0	\$20,000	\$20,000	\$0	\$20,000
FTE	0.00	0.00	0.00	0.00	0.00	0.00

Department No. 253 - Vision Services - School for the Blind - Detail of Conference Committee Changes

	Adds Funding for Temporary Salaries¹	Total Conference Committee Changes
Salaries and wages	\$20,000	\$20,000
Total all funds	\$20,000	\$20,000
Less estimated income	0	0
General fund	\$20,000	\$20,000
FTE	0.00	0.00

¹ The conference committee provided a \$20,000 general fund appropriation to North Dakota Vision Services - School for the Blind for providing additional funding for temporary salaries.

House Bill No. 1015 - DHS - Program/Policy - Conference Committee Action

	Executive Budget	House Version	Conf. Com. Changes	Conf. Com. Version	Senate Version	Comparison to Senate
Operating expenses			\$65,000	\$65,000		\$65,000
Total all funds	\$0	\$0	\$65,000	\$65,000	\$0	\$65,000
Less estimated income	0	0	0	0	0	0
General fund	\$0	\$0	\$65,000	\$65,000	\$0	\$65,000
FTE	0.00	0.00	0.00	0.00	0.00	0.00

Department No. 328 - DHS - Program/Policy - Detail of Conference Committee Changes

	Adds Funding for Incentive Money¹	Total Conference Committee Changes
Operating expenses	\$65,000	\$65,000
Total all funds	\$65,000	\$65,000
Less estimated income	0	0
General fund	\$65,000	\$65,000
FTE	0.00	0.00

¹ The conference committee provided an appropriation to the Department of Human Services for providing additional incentive money to the Lake Region child support enforcement unit.

House Bill No. 1015 - Other Changes - Conference Committee Action

The conference committee made the following changes:

- Adds sections making the statutory changes to provide elected officials, except the Governor and Lieutenant Governor, a 4 percent salary increase for each year of the biennium. An appropriation section is added providing \$114,925 from the general fund for the increased cost to the judicial branch of providing judges and justices a 4 percent salary increase for each year of the biennium rather than 3 percent for the first year and 4 percent for the second year.
- Adds a section providing a transfer from the permanent oil tax trust fund to the general fund.
- Adds a section requiring the Department of Transportation to transfer funds from the state highway fund to a special road fund to make available \$500,000 in the special road fund for projects during the 2005-07 biennium.
- Provides for a transfer of \$6,800,000 from the lands and minerals trust fund to the general fund. The Senate amendment limited the transfer to \$5,000,000.
- Removes sections relating to the transfer of State Radio to the Division of Emergency Management.
- Provides intent for the Office of Management and Budget to restore the pillars in Memorial Hall.
- Creates two new sections to House Bill No. 1286 relating to open records request and to declare an emergency.
- Provides for Legislative Council study of state employee compensation.
- Changes the effective date for the increase in the wheat tax levy.
- Amends Section 12 of 2005 Senate Bill No. 2015 relating to a Legislative Council study of the Department of Corrections and Rehabilitation.
- Amends Section 20 of 2005 House Bill No. 1043 relating to the effective date of streamlined sales tax agreement complying amendments.
- Authorizes change in the scope of the North Hall renovation project at Lake Region State College.
- Adds a section allowing the Office of Management and Budget to purchase oil put options.
- Amends Section 57-40.6-02 relating to voter approval of imposition of fees for emergency services communication systems.
- Amends Section 15.1-06-06 relating to the approval of public and nonpublic schools.
- A section is added making Section 8 of Senate Bill No. 2012, the Department of Transportation bill, relating to issuing bonds for the United States Highway 2 and Liberty Memorial Bridge projects an emergency.
- A section is added providing that the State Auditor's office may not conduct a performance audit of the University of North Dakota School of Medicine and Health Sciences until the completion of the school's accreditation process.
- A section is added providing a \$20,000 general fund appropriation to Vision Services - School for the Blind for providing additional funding for temporary salaries.
- A section is added providing legislative intent regarding fuels tax refund by Native Americans.