

**Department 540 - Adjutant General
 Senate Bill No. 2016**

| Adjutant General | FTE Positions | General Fund | Other Funds | Total |
|------------------------------------|---------------|---------------|--------------|-------------------------|
| 2007-09 Executive Budget | 176.00 | \$13,979,901 | \$74,802,833 | \$88,782,734 |
| 2005-07 Legislative Appropriations | 139.00 | 16,445,229 | 31,433,798 | 47,879,027 ¹ |
| Increase (Decrease) | 37.00 | (\$2,465,328) | \$43,369,035 | \$40,903,707 |

¹The 2005-07 appropriation amounts do not include \$19,060,000 of additional special funds authority resulting from Emergency Commission action during the 2005-07 biennium.

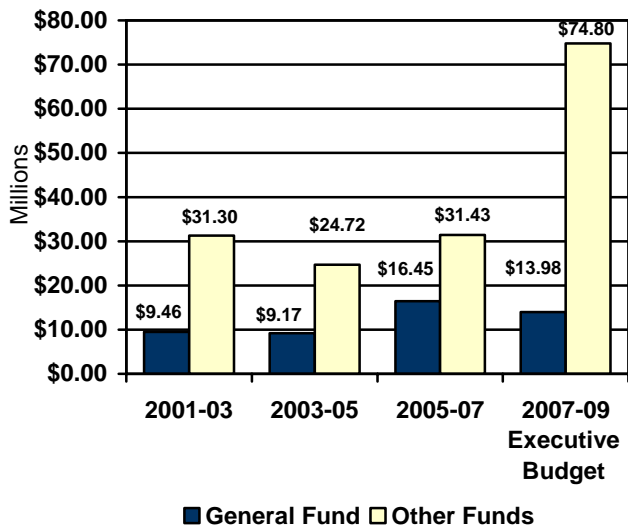
| Department of Emergency Services | FTE Positions | General Fund | Other Funds | Total |
|------------------------------------|---------------|--------------|----------------|-------------------------|
| 2007-09 Executive Budget | 56.00 | \$7,731,945 | \$46,891,559 | \$54,623,504 |
| 2005-07 Legislative Appropriations | 54.00 | 5,115,672 | 57,870,280 | 62,985,952 ² |
| Increase (Decrease) | 2.00 | \$2,616,273 | (\$10,978,721) | (\$8,362,448) |

²The 2005-07 appropriation amounts do not include \$22,484,263 of additional special funds authority resulting from Emergency Commission action during the 2005-07 biennium and \$276,238 of general fund carryover from the 2003-05 biennium.

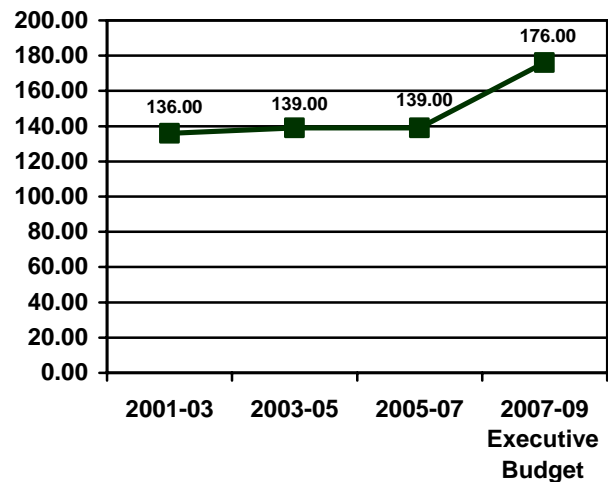
| Total | FTE Positions | General Fund | Other Funds | Total |
|------------------------------------|---------------|--------------|---------------|--------------------------|
| 2007-09 Executive Budget | 232.00 | \$21,711,846 | \$121,694,392 | \$143,406,238 |
| 2005-07 Legislative Appropriations | 193.00 | 21,560,901 | 89,304,078 | 110,864,979 ³ |
| Increase (Decrease) | 39.00 | \$150,945 | \$32,390,314 | \$32,541,259 |

³The 2005-07 appropriation amounts do not include \$41,544,263 of additional special funds authority resulting from Emergency Commission action during the 2005-07 biennium and \$276,238 of general fund carryover from the 2003-05 biennium.

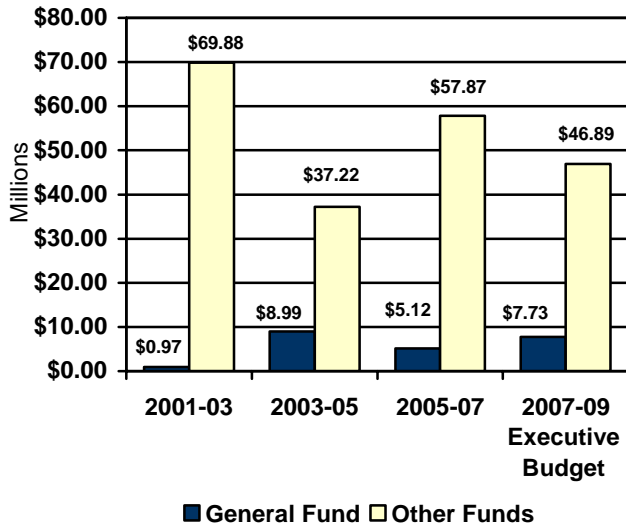
Agency Funding - Adjutant General



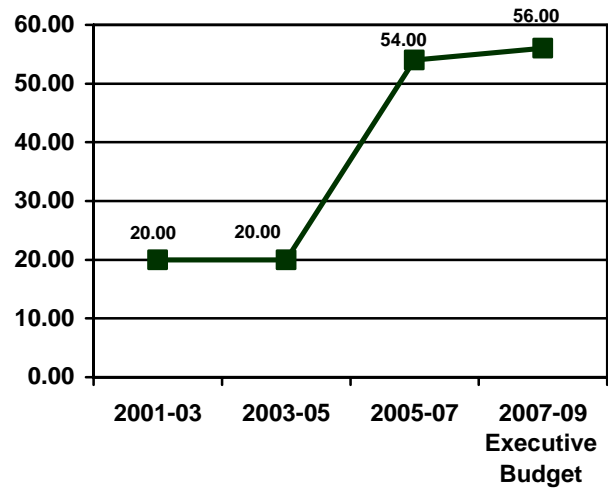
FTE Positions - Adjutant General



Agency Funding - Department of Emergency Services



FTE Positions - Department of Emergency Services



First House Action

Attached is a summary of first house changes.

Executive Budget Highlights

| | General Fund | Other Funds | Total |
|--|---------------|-------------|---------------|
| Adjutant General | | | |
| 1. Adds 2 new family program counselor FTE positions (\$255,876) and related operating expenses (\$50,000) | \$305,876 | | \$305,876 |
| 2. Increases funding for operating expenses as follows: | | | |
| Travel | \$5,000 | | \$5,000 |
| Buildings, grounds, and maintenance | 5,000 | | 5,000 |
| Postage | 2,500 | | 2,500 |
| Insurance | 29,000 | | 29,000 |
| Information technology data processing | 6,500 | | 6,500 |
| Information technology communications | 4,300 | | 4,300 |
| Operating fees and services | 3,000 | | 3,000 |
| Total | \$55,300 | | \$55,300 |
| 3. Increases funding for utilities at state-supported facilities | \$580,000 | | \$580,000 |
| 4. Removes capital asset funding provided in the 2005-07 biennium | (\$620,000) | (\$250,000) | (\$870,000) |
| 5. Provides capital asset funding for the 2007-09 biennium as follows: | | | |
| Payment in lieu of taxes (Camp Grafton) | \$35,000 | | \$35,000 |
| Bond payments | 70,667 | | 70,667 |
| Special assessments (executive budget identified as one-time funding) | 470,000 | | 470,000 |
| Extraordinary repairs (executive budget identified as one-time funding) | 625,000 | | 625,000 |
| Equipment over \$5,000 | 50,000 | | 50,000 |
| Total | \$1,250,667 | | \$1,250,667 |
| 6. Removes funding provided in the 2005-07 biennium for the veterans' bonus program. The executive budget recommends unexpended funds from the 2005-07 legislative appropriation be carried over and utilized for similar bonuses during the 2007-09 biennium. | (\$5,000,000) | | (\$5,000,000) |
| 7. Increases funding for the tuition and enlistment compensation program from \$2,007,500 to \$2,407,500 for recruitment and retention bonuses | \$400,000 | | \$400,000 |
| 8. Adds 7 new FTE security positions relating to the agency's Air Guard contract | | \$667,268 | \$667,268 |

| | | | |
|---|-------------|----------------|----------------|
| 9. Adds 28 new FTE security positions relating to the agency's Army Guard contract. (These positions were added during the 2005-07 biennium pursuant to approval by the Emergency Commission and the Budget Section. The executive budget recommends these positions be made permanent.) | | \$2,686,884 | \$2,686,884 |
| 10. Increases funding for utilities in the Air Guard contracts line item | \$92,535 | \$309,865 | \$402,400 |
| 11. Increases funding for utilities (\$720,400), information technology data processing (\$15,000), and information technology communications (\$10,000) in the Army Guard contracts line item | \$59,233 | \$686,167 | \$745,400 |
| 12. Removes capital asset funding (Air Guard contracts and Army Guard contracts line item) provided in the 2005-07 biennium | | (\$25,230,000) | (\$25,230,000) |
| 13. Provides funding for construction of an army school system at Camp Grafton | | \$26,300,000 | \$26,300,000 |
| 14. Provides funding for estimated federal construction projects (\$15 million) and estimated federal extraordinary repairs (\$4 million) | | \$19,000,000 | \$19,000,000 |
| Department of Emergency Services | | | |
| 15. Adds one new public information officer FTE position (\$111,998) and related operating expenses (\$12,000) | \$123,998 | | \$123,998 |
| 16. Adds one new grants officer FTE position (\$122,466) and related operating expenses (\$12,000) | \$134,466 | | \$134,466 |
| 17. Increases operating expenses for increased information technology service charges | \$164,357 | | \$164,357 |
| 18. Decreases operating expenses, including travel (\$289,689) and operating fees and services (\$700,000). The Senate provided a \$100,000 general fund appropriation for a mapping project. | (\$429,733) | (\$559,956) | (\$989,689) |
| 19. Removes one-time funding provided in the 2005-07 biennium for information technology equipment over \$5,000 | | (\$4,332,576) | (\$4,332,576) |
| 20. Changes funding source for a portion of the Motorola lease purchase agreement payment from special funds to the general fund to cover an anticipated federal fund shortfall. (The total Motorola lease purchase agreement payment for the biennium is \$1,525,347 (executive budget identified as one-time funding) .) | \$1,084,970 | (\$1,084,970) | \$0 |
| 21. Provides funding for computer-aided dispatch project (executive budget identified as one-time funding) | \$980,000 | | \$980,000 |
| 22. Decreases funding for grants to properly account for grant changes and the closeout of disasters | | (\$26,941,969) | (\$26,941,969) |

Other Sections in Bill

Line item transfer authority - Section 5 provides that the Adjutant General may transfer up to \$500,000 from various line items into the operating expenses and capital assets line items for the maintenance and repair of state-owned armories during the 2007-09 biennium.

Transfer to the Veterans Cemetery trust fund - Section 6 amends Section 6 of 2005 House Bill No. 1017 to provide that any unexpended general fund appropriation authority relating to the \$5 million appropriated for the payment of adjusted compensation to veterans during the 2005-07 biennium is not subject to the provisions of North Dakota Century Code Section 54-44.1-11 and must be transferred to the Veterans Cemetery trust fund during the **2009-11** biennium.

Continuing Appropriations

National Guard emergency fund - NDCC Section 37-01-04.1 - This fund allows the National Guard to respond to state emergencies.

National Guard military grounds fund - NDCC Section 37-03-13 - This fund is used for collecting rental revenues to be used for purchasing military training grounds.

Veterans Cemetery maintenance fund - NDCC Section 37-03-14 - This fund is used to support the operations of the North Dakota Veterans Cemetery. The fund receives \$5 from the issuance of each veteran's license plate, grave opening and closing fees, and private and federal funds for operation of the Veterans Cemetery.

Veterans Cemetery trust fund - NDCC Section 39-04-10.10 - This fund receives \$5 from the issuance of each veteran's license plate and donations. The interest in the fund is to be deposited in the Veterans Cemetery maintenance fund for the purpose of funding salaries and maintenance at the cemetery.

Major Related Legislation

Senate Bill No. 2023 - This bill provides a \$4.1 million general fund deficiency appropriation for the 2005-07 biennium to repay the Bank of North Dakota for the state's share of disaster costs.

Senate Bill No. 2115 - This bill modifies the tuition compensation program to allow any qualifying member of the National Guard to enroll in any accredited postsecondary institution and modifies the adjusted compensation program for veterans to continue through the 2007-09 biennium and to include nonresident members of the North Dakota National Guard.

Senate Bill No. 2191 - This bill provides a \$250,000 general fund appropriation for maintenance and repair of political subdivision-owned armories.

Senate Bill No. 2263 - This bill modifies the funding structure for the initial and annual fees paid for veteran plates.

House Bill No. 1110 - This bill provides a \$100,000 appropriation from the insurance tax distribution fund to the Department of Emergency Services for the purpose of providing reimbursement to fire districts and departments who aid other districts or departments outside their jurisdiction.

House Bill No. 1291 - This bill increases the death benefit provided under the adjusted compensation program for veterans.

ATTACH:1