

STATEMENT OF PURPOSE OF AMENDMENT:

House Bill No. 1013 - Funding Summary

	Base Budget	Final Legislative Action	Comparison to Base Budget
Department of Trust Lands			
Salaries and wages	\$6,473,127	\$7,523,821	\$1,050,694
Operating expenses	2,229,872	1,769,094	(460,778)
Capital assets		4,949,500	4,949,500
Contingencies	100,000	100,000	
Total all funds	\$8,802,999	\$14,342,415	\$5,539,416
Less estimated income	8,802,999	14,342,415	5,539,416
General fund	\$0	\$0	\$0
FTE	30.00	33.00	3.00
Bill total			
Total all funds	\$8,802,999	\$14,342,415	\$5,539,416
Less estimated income	8,802,999	14,342,415	5,539,416
General fund	\$0	\$0	\$0
FTE	30.00	33.00	3.00

House Bill No. 1013 - Department of Trust Lands - House Action

	Base Budget	House Changes	House Version
Salaries and wages	\$6,473,127	\$1,553,401	\$8,026,528
Operating expenses	2,229,872	(471,678)	1,758,194
Capital assets		4,949,500	4,949,500
Contingencies	100,000		100,000
Total all funds	\$8,802,999	\$6,031,223	\$14,834,222
Less estimated income	8,802,999	6,031,223	14,834,222
General fund	\$0	\$0	\$0
FTE	30.00	2.00	32.00

Department 226 - Department of Trust Lands - Detail of House Changes

	Adds Funding for Cost to Continue Salaries¹	Adds Funding for Salary and Benefit Increases²	Adds FTE Positions³	Transfers Funding from Operating to Salaries⁴	Adds Funding for Operating Expenses⁵	Adds One-Time Funding Items⁶
Salaries and wages	\$50,995	\$558,638	\$404,890	\$538,878		
Operating expenses			14,600	(538,878)	\$49,000	\$3,600
Capital assets						4,949,500
Contingencies						
Total all funds	\$50,995	\$558,638	\$419,490	\$0	\$49,000	\$4,953,100
Less estimated income	50,995	558,638	419,490	0	49,000	4,953,100
General fund	\$0	\$0	\$0	\$0	\$0	\$0
FTE	0.00	0.00	2.00	0.00	0.00	0.00

	Total House Changes
Salaries and wages	\$1,553,401
Operating expenses	(471,678)
Capital assets	4,949,500
Contingencies	
Total all funds	\$6,031,223
Less estimated income	6,031,223
General fund	\$0
FTE	2.00

¹ Funding is added from other funds, derived from the state lands maintenance fund, for cost to continue salary increases.

² The following funding is added for 2023-25 biennium salary adjustments of 4 percent on July 1, 2023, and 4 percent on July 1, 2024, and increases in health insurance premiums from \$1,429 to \$1,648 per month:

	General Fund	Other Funds	Total
Salary increase	\$0	\$395,524	\$395,524
Health insurance increase	<u>0</u>	<u>163,114</u>	<u>163,114</u>
Total	\$0	\$558,638	\$558,638

³ Funding of \$419,490 from the state lands maintenance fund is added as follows:

- \$253,704 for 1 FTE mineral specialist position, including \$239,104 for salaries and wages and \$14,600 for operating expenses.
- \$165,786 for 1 FTE unclaimed property position, all of which is for salaries and wages.

⁴ Funding of \$538,878 is transferred from the operating expenses line item to the salaries and wages line item related to cost-savings from operating expenses and increases in salaries.

⁵ Funding of \$49,000 from the state lands maintenance fund is added for shared software and service rate changes related to information technology expenses.

⁶ One-time funding of \$4,953,100 from the state lands maintenance fund is added for the following:

- \$3,600 for operating expenses related to information technology equipment for new FTE positions.
- \$4.9 million for capital assets related to the continued development of an information technology project, which provides total project funding of \$10.1 million, including \$5.2 million appropriated in prior bienniums.
- \$49,500 for capital assets related to the purchase of a utility vehicle and a trailer.

This House version includes a section to provide for the permanent fund income distributions to state institutions, which was included in the base budget.

House Bill No. 1013 - Department of Trust Lands - Senate Action

	Base Budget	House Version	Senate Changes	Senate Version
Salaries and wages	\$6,473,127	\$8,026,528	(\$502,707)	\$7,523,821
Operating expenses	2,229,872	1,758,194	10,900	1,769,094
Capital assets		4,949,500	(2,400,000)	2,549,500
Contingencies	<u>100,000</u>	<u>100,000</u>		<u>100,000</u>
Total all funds	\$8,802,999	\$14,834,222	(\$2,891,807)	\$11,942,415
Less estimated income	<u>8,802,999</u>	<u>14,834,222</u>	<u>(2,891,807)</u>	<u>11,942,415</u>
General fund	\$0	\$0	\$0	\$0
FTE	30.00	32.00	1.00	33.00

Department 226 - Department of Trust Lands - Detail of Senate Changes

	Adjusts Funding for Salary and Benefit Increases¹	Adds an FTE Position²	Removes Salary Funding for a Funding Pool³	Adjusts One- Time Funding Items⁴	Total Senate Changes
Salaries and wages	\$132,408	\$334,842	(\$969,957)		(\$502,707)
Operating expenses		9,100		\$1,800	10,900
Capital assets				(2,400,000)	(2,400,000)
Contingencies					
Total all funds	\$132,408	\$343,942	(\$969,957)	(\$2,398,200)	(\$2,891,807)
Less estimated income	<u>132,408</u>	<u>343,942</u>	<u>(969,957)</u>	<u>(2,398,200)</u>	<u>(2,891,807)</u>
General fund	\$0	\$0	\$0	\$0	\$0
FTE	0.00	1.00	0.00	0.00	1.00

¹ Salaries and wages funding is adjusted for 2023-25 biennium salary increases of 6 percent on July 1, 2023, and 4 percent on July 1, 2024, and for adjustments to health insurance premium rates as follows:

	General Fund	Other Funds	Total
Salary increase	\$0	\$136,076	\$136,076
Health insurance adjustment	<u>0</u>	<u>(3,668)</u>	<u>(3,668)</u>
Total	\$0	\$132,408	\$132,408

The House provided salary adjustments of 4 percent on July 1, 2023, and 4 percent on July 1, 2024.

² Funding of \$343,942 from the state lands maintenance fund is added for 1 FTE investment analyst position, including \$334,842 for salaries and wages and \$9,100 for operating expenses. The House did not add this position.

³ Funding for new FTE positions and estimated savings from vacant FTE positions is removed as shown below. These amounts are available to the agency if needed by submitting a request to the Office of Management and Budget for a transfer from the new and vacant FTE funding pool.

	General Fund	Other Funds	Total
New FTE positions	\$0	\$739,732	\$739,732
Vacant FTE positions	<u>0</u>	<u>230,225</u>	<u>230,225</u>
Total	\$0	\$969,957	\$969,957

The House did not remove funding for a new and vacant FTE funding pool.

⁴ One-time funding of \$2,398,200 from the state lands maintenance fund is adjusted as follows:

- \$1,800 for operating expenses is added related to information technology equipment for a new FTE position added by the Senate.
- \$2.4 million for capital assets is removed related to the continued development of an information technology project, which provides \$2.5 million of new funding for total project funding of \$7.7 million, including \$5.2 million appropriated in prior bienniums. The House provided \$4.9 million of new funding for total project funding of \$10.1 million, including \$5.2 million appropriated in prior bienniums.

The Senate did not change a section included by the House to provide for the permanent fund income distributions to state institutions.

House Bill No. 1013 - Department of Trust Lands - Conference Committee Action

	Base Budget	House Version	Conference Committee Changes	Conference Committee Version	Senate Version	Comparison to Senate
Salaries and wages	\$6,473,127	\$8,026,528	(\$502,707)	\$7,523,821	\$7,523,821	
Operating expenses	2,229,872	1,758,194	10,900	1,769,094	1,769,094	
Capital assets		4,949,500		4,949,500	2,549,500	\$2,400,000
Contingencies	<u>100,000</u>	<u>100,000</u>		<u>100,000</u>	<u>100,000</u>	
Total all funds	\$8,802,999	\$14,834,222	(\$491,807)	\$14,342,415	\$11,942,415	\$2,400,000
Less estimated income	<u>8,802,999</u>	<u>14,834,222</u>	<u>(491,807)</u>	<u>14,342,415</u>	<u>11,942,415</u>	<u>2,400,000</u>
General fund	\$0	\$0	\$0	\$0	\$0	\$0
FTE	30.00	32.00	1.00	33.00	33.00	0.00

Department 226 - Department of Trust Lands - Detail of Conference Committee Changes

	Adjusts Funding for Salary and Benefit Increases ¹	Adds an FTE Position ²	Removes Salary Funding for a Funding Pool ³	Total Conference Committee Changes
Salaries and wages	\$132,408	\$334,842	(\$969,957)	(\$502,707)
Operating expenses		10,900		10,900
Capital assets				
Contingencies				
Total all funds	\$132,408	\$345,742	(\$969,957)	(\$491,807)
Less estimated income	<u>132,408</u>	<u>345,742</u>	<u>(969,957)</u>	<u>(491,807)</u>
General fund	\$0	\$0	\$0	\$0
FTE	0.00	1.00	0.00	1.00

¹ Salaries and wages funding is adjusted for 2023-25 biennium salary increases of 6 percent on July 1, 2023, and 4 percent on July 1, 2024, and for adjustments to health insurance premium rates, the same as the Senate, as follows:

	<u>General Fund</u>	<u>Other Funds</u>	<u>Total</u>
Salary increase	\$0	\$136,076	\$136,076
Health insurance adjustment	<u>0</u>	<u>(3,668)</u>	<u>(3,668)</u>
Total	\$0	\$132,408	\$132,408

The House provided salary adjustments of 4 percent on July 1, 2023, and 4 percent on July 1, 2024.

² Funding of \$345,742 from the state lands maintenance fund is added for 1 FTE investment analyst position, including \$334,842 for salaries and wages and \$10,900 for operating expenses. Of the \$10,900 for operating expenses, \$9,100 is ongoing and \$1,800 is one-time. The Senate added the position and related funding, but the House did not include this position.

³ Funding for new FTE positions and estimated savings from vacant FTE positions is removed as shown below, the same as the Senate. These amounts are available to the agency if needed by submitting a request to the Office of Management and Budget for a transfer from the new and vacant FTE funding pool.

	<u>General Fund</u>	<u>Other Funds</u>	<u>Total</u>
New FTE positions	\$0	\$739,732	\$739,732
Vacant FTE positions	<u>0</u>	<u>230,225</u>	<u>230,225</u>
Total	\$0	\$969,957	\$969,957

The House did not remove funding for a new and vacant FTE funding pool.

The Conference Committee:

- Provided \$4.9 million for an IT project, the same as the House. The Senate provided \$2.5 million for the project.
- Did not change a section included by both the House and Senate to provide for the permanent fund income distributions to state institutions.