Sixty-seventh Legislative Assembly of North Dakota FIRST DRAFT: Prepared by the Legislative Council staff for the Interim Senate Appropriations Committee October 2021

Introduced by

1 A BILL for an Act to amend section 6 of chapter 15, section 5 of chapter 18, sections 6, 7, and 8

- 2 of chapter 19, and section 1 of chapter 55 of the 2021 Session Laws, relating to the federal
- 3 coronavirus capital projects fund and federal state fiscal recovery fund; to identify department of
- 4 transportation funding sources; to provide an appropriation; to provide for a transfer; to provide
- 5 for application; to provide for a report; to provide an effective date; and to declare an
- 6 emergency.

7 BE IT ENACTED BY THE LEGISLATIVE ASSEMBLY OF NORTH DAKOTA:

8 SECTION 1. AMENDMENT. Section 6 of chapter 15 of the 2021 Session Laws is amended
9 and reenacted as follows:

SECTION 6. APPROPRIATION - FEDERAL CORONAVIRUS CAPITAL
 PROJECTS FUND - FEDERAL STATE FISCAL RECOVERY FUND - MATCHING
 FUNDS - ONE-TIME FUNDING.

- There is appropriated from federal funds derived from the federal coronavirus
 capital projects fund, not otherwise appropriated, the sum of
- 15 \$70,000,000\$50,000,000, or so much of the sum as may be necessary, and from
- 16 <u>the federal state fiscal recovery fund, not otherwise appropriated, the sum of</u>
- 17 <u>\$30,000,000, or so much of the sum as may be necessary</u>, to the department of
- 18 career and technical education for the purpose of a statewide area career center
- 19 initiative grant program for the period beginning with the effective date of this Act,
- and ending June 30, 2023. The department of career and technical education
 shall establish the application process and develop eligibility requirements for the
- 22 grant program that must include:

1		a.	Funding may be used only for career and technical education projects		
2			involving construction, addition, maintenance, and equipment for new and		
3			existing area career centers;		
4		b.	Grants awarded to each recipient must be at least \$500,000, but may not		
5			exceed \$10,000,000;		
6		c.	Grants may be awarded only to the extent a school district has secured		
7			matching funds from nonstate sources on a dollar-for-dollar basis;		
8		d.	An applicant identifying sufficient future nonstate sources of funding for		
9			ongoing operating and maintenance costs associated with a new or		
10			expanded area career center;		
11		e.	The application period for the grant program begins with the effective date		
12			of this Act and ends on June 30, 2022. Any funding not committed by		
13			December 31, 2022, may not be spent and must be canceled at the end of		
14			the 2021-23 biennium in accordance with section 54-44.1-11;		
15		f.	Preference must be given to school districts that collaborate with other		
16			school districts for a regional area career center facility or to school districts		
17			to create a new area career center or use an existing area career center to		
18			positively affect that region of the state; and		
19		g.	Preference must be given to school districts that will promote postsecondary		
20			education and workforce training education in conjunction with secondary		
21			education.		
22	2.	The	ere is appropriated from federal funds derived from the federal coronavirus		
23		cap	ital projects <u>state fiscal recovery</u> fund, not otherwise appropriated, the sum of		
24		\$5,9	900,000, or so much of the sum as may be necessary, to the department of		
25		pub	lic instruction for the purpose of providing a grant to an entity for the		
26		development of a children's science center for the period beginning with the			
27		effe	ctive date of this Act, and ending June 30, 2023.		
28	3.	The	ere is appropriated from federal funds derived from the federal coronavirus		
29		cap	i tal projects<u>state</u> fiscal recovery fund, not otherwise appropriated, the sum of		
30		\$5,0	\$5,000,000, or so much of the sum as may be necessary, to the university of		
31		Nor	th Dakota for the purpose of reconstruction of the university's apron at the		

- Grand Forks airport for the period beginning with the effective date of this Act,
 and ending June 30, 2023.
- 4. There is appropriated from federal funds derived from the federal coronaviruscapital projectsstate fiscal recovery fund, not otherwise appropriated, the sum of
 \$4,000,000, or so much of the sum as may be necessary, to Dickinson state
 university for the purpose of a Pulver hall project, a meat processing laboratory
 remodel, and other projects for the period beginning with the effective date of this
 Act, and ending June 30, 2023.
- 5. There is appropriated from federal funds derived from the federal coronaviruscapital projectsstate fiscal recovery fund, not otherwise appropriated, the sum of
 \$3,000,000, or so much of the sum as may be necessary, to the highway patrol
 for the purpose of a law enforcement training center remodel project for the
 period beginning with the effective date of this Act, and ending June 30, 2023.
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 6. There is appropriated from federal funds derived from the federal coronavirus15
 capital projectsstate fiscal recovery fund, not otherwise appropriated, the sum of
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 \$500,000, or so much of the sum as may be necessary, to the office of
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 management and budget for the purpose of providing a grant for the construction
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 of a new medical center located in the county seat of Griggs County for the
 period beginning with the effective date of this Act, and ending June 30, 2023.
- There is appropriated from federal funds derived from the federal coronavirus capital projectsstate fiscal recovery fund, not otherwise appropriated, the sum of
 \$157,600, or so much of the sum as may be necessary, to the judicial branch for
 the purpose of purchasing information technology equipment for the period
 beginning with the effective date of this Act, and ending June 30, 2023.
- 8. If the federal government distributes funding derived from the federal coronavirus capital projects fund to the state in more than one funding round, the office of
 management and budget shall prioritize the amounts received in the first funding round as follows:
- 29 a. \$19,763,000 to the department of career and technical education;
- 30 b. \$11,716,400 to the parks and recreation department;
- 31 c. \$5,900,000 to the department of public instruction;

1	d. \$5,000,000 to the university of North Dakota;							
2	e. \$4,200,000 to the state historical society;							
3	f. \$4,000,000 to Dickinson state university;							
4	g. \$3,000,000 to the highway patrol;							
5	h. \$2,000,000 to the agriculture commissioner;							
6	i. \$500,000 to the office of management and budget; and							
7	j. \$157,600 to the judicial branch.							
8	9. The funding provided under this section may be spent only to the extent the							
9	director of the office of management and budget, in consultation with the budget							
10	section, determines the use of the funding complies with federal guidance for the							
11	federal coronavirus capital projects fund. The funding provided under this section							
12	is considered a one-time funding item.							
13	SECTION 2. AMENDMENT. Section 5 of chapter 18 of the 2021 Session Laws is amended							
14	and reenacted as follows:							
15	SECTION 5. ESTIMATED INCOME - FEDERAL CORONAVIRUS CAPITAL							
16	PROJECTSSTATE FISCAL RECOVERY FUND - ONE-TIME FUNDING. The							
17	estimated income line item in section 1 of this Act includes the sum of \$4,200,000 from							
18	federal funds derived from the federal coronavirus capital projectsstate fiscal recovery							
19	fund for the purpose of providing funding for capital project planning and historic site							
20) and extraordinary repairs. The federal funding provided under this section may be							
21	spent only to the extent the director of the office of management and budget, in-							
22	2 consultation with the budget section, determines the use of the funding complies with							
23	federal guidance for the federal coronavirus capital projects fund. The funding provided							
24	under this section is considered a one-time funding item.							
25	SECTION 3. AMENDMENT. Section 6 of chapter 19 of the 2021 Session Laws is amended							
26	and reenacted as follows:							
27	SECTION 6. DEFERRED MAINTENANCE AND CAPITAL PROJECTS -							
28	FEDERAL CORONAVIRUS CAPITAL PROJECTSSTATE FISCAL RECOVERY							
29	FUND. The park operations and maintenance line item in subdivision 1 of section 1 of							
30	this Act includes \$7,900,000 from federal funds derived from the federal coronavirus							
31	capital projectsstate fiscal recovery fund for deferred maintenance and capital projects							

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1 for the biennium beginning July 1, 2021, and ending June 30, 2023. The funding-2 provided under this section may be spent only to the extent the director of the office of 3 management and budget, in consultation with the budget section, determines the use-4 of the funding complies with federal guidance for the federal coronavirus capital 5 projects fund. The funding provided under this section is considered a one-time 6 funding item. 7 SECTION 4. AMENDMENT. Section 7 of chapter 19 of the 2021 Session Laws is amended 8 and reenacted as follows: 9 **SECTION 7. PARKS MATCHING GRANT PROGRAM - FEDERAL** 10 CORONAVIRUS CAPITAL PROJECTSSTATE FISCAL RECOVERY FUND. The 11 recreation line item in subdivision 1 of section 1 of this Act includes \$1,632,800, of 12 which \$816,400 is from federal funds derived from the federal coronavirus capital 13 projectsstate fiscal recovery fund and \$816,400 is matching funds from nonstate 14 sources for a matching grant program for the biennium beginning July 1, 2021, and 15 ending June 30, 2023. The parks and recreation department may spend these funds 16 for capital project improvements at state parks, subject to the department obtaining 17 matching funds from nonstate sources for each project on a dollar-for-dollar basis. The-18 federal funding provided under this section may be spent only to the extent the director-19 of the office of management and budget, in consultation with the budget section, 20 determines the use of the funding complies with federal guidance for the federal 21 coronavirus capital projects fund. The funding provided under this section is 22 considered a one-time funding item. 23 SECTION 5. AMENDMENT. Section 8 of chapter 19 of the 2021 Session Laws is amended 24 and reenacted as follows: 25 SECTION 8. INTERNATIONAL PEACE GARDEN - FEDERAL CORONAVIRUS 26 **CAPITAL PROJECTSSTATE FISCAL RECOVERY FUND.** The International Peace 27 Garden line item in subdivision 2 of section 1 of this Act includes the sum of 28 \$3,000,000, from federal funds derived from the federal coronavirus capital-29 projects state fiscal recovery fund for International Peace Garden capital projects or the 30 repayment of any outstanding loan from the Bank of North Dakota authorized in-31 section 12 of chapter 44 of the 2019 Session Laws, for the period beginning with the

1 effective date of this Act, and ending June 30, 2023. Expenditure of the funds 2 appropriated for this purpose is subject to the province of Manitoba providing funding 3 equal to fifty percent of the total cost of any project paid with the funding referenced in 4 this section. The funding provided under this section may be spent only to the extent 5 the director of the office of management and budget, in consultation with the budget 6 section, determines the use of the funding complies with federal guidance for the 7 federal coronavirus capital projects fund. The funding provided under this section is 8 considered a one-time funding item.

- 9 SECTION 6. AMENDMENT. Section 1 of chapter 55 of the 2021 Session Laws is amended
 10 and reenacted as follows:
- 11 SECTION 1. APPROPRIATION - FEDERAL CORONAVIRUS CAPITAL 12 PROJECTSSTATE FISCAL RECOVERY FUND - INTERMODAL FACILITY 13 **CONSTRUCTION GRANT PROGRAM - ONE-TIME FUNDING.** There is appropriated 14 from federal funds derived from the federal coronavirus capital projects state fiscal 15 recovery fund, not otherwise appropriated, the sum of \$2,000,000, or so much of the 16 sum as may be necessary, to the agriculture commissioner for the purpose of an 17 intermodal facility grant program for capital construction projects that will expand rail 18 capacity to support economic and workforce development and growth and enhance 19 the value of agriculture and commercial products exported through an intermodal 20 facility in North Dakota for the period beginning with the effective date of this Act and 21 ending June 30, 2023. This funding is considered a one-time funding item.
- The agriculture commissioner shall establish guidelines for awarding grants
 under the program.
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 2. Grants may be awarded only to an organization dedicated to the expansion of rail
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- 293.The funding provided under this section may be spent only to the extent the30director of the office of management and budget certifies to the legislative-

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management that the use of this funding complies with federal guidelines for the federal coronavirus capital projects fund.

3 SECTION 7. DEPARTMENT OF TRANSPORTATION - FEDERAL STATE FISCAL 4 **RECOVERY FUND - TRANSFER - STATE TREASURER.** Subdivision 10 of section 2 of House 5 Bill No. 1395, as approved by the sixty-seventh legislative assembly, includes the sum of 6 \$317,000,000 from federal funds derived from the federal state fiscal recovery fund. Of the 7 \$317,000,000, at least \$200,000,000 must be used for state road and bridge projects and up to 8 \$100,000,000 may be used for county bridge projects to improve existing bridges. The 9 department of transportation shall allocate, to the extent possible, the county bridge funding to 10 all areas of the state. The office of management and budget shall transfer \$17,000,000 of the 11 appropriation authority identified in this section to the state treasurer for distribution to 12 townships for road and bridge projects as follows:

- 13 In January 2022, the state treasurer shall distribute \$8,500,000, or so much of the sum 1. 14 as may be necessary, to non-oil-producing counties for the benefit of the organized 15 and unorganized townships within each non-oil-producing county. The distribution to 16 each non-oil-producing county must provide for an allocation to each organized and 17 unorganized township that is proportional to the number of township road miles in 18 each organized and unorganized township relative to the combined total township 19 road miles in all the organized and unorganized townships in all the non-oil-producing 20 counties. The township road miles must be based on certifications provided to the 21 state treasurer using roadway mileage criteria from the department of transportation.
- 22 2. In January 2022, the state treasurer shall distribute \$8,500,000, or so much of the sum
 23 as may be necessary, to non-oil-producing counties for the benefit of the organized
 24 and unorganized townships within each non-oil-producing county. The distribution to
 25 each non-oil-producing county must provide for an equal allocation to each organized
 26 and unorganized township within the county.
- 3. The amount allocated to organized townships under this subsection must be paid by
 the county treasurer to each organized township. The amount allocated to
 unorganized townships under this subsection must be credited by the county treasurer
 to a special fund for unorganized township roads.

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1	4.	The distributions under this subsection must be used for the maintenance	and
2		improvement of township paved and unpaved roads and bridges. A towns	hip is not
3		eligible for an allocation of funds under this subsection if the township doe	es not
4		maintain any township roads.	
5	5.	For the purposes of this section, a "non-oil-producing county" means a co	ounty that has
6		received no allocation of funding or a total allocation of funding under sub	section 2 of
7		section 57-51-15 of less than \$5,000,000 for the period beginning Septen	nber 1, 2019,
8		and ending August 31, 2020.	
9	SEC	TION 8. APPROPRIATION - FEDERAL CORONAVIRUS RELIEF FUND	-
10	LIMITAT	TION - BUDGET SECTION REPORT. The funds provided in this section, or	so much of
11	the sum	as may be necessary, are appropriated from federal funds derived from the	e federal
12	coronavi	irus relief fund, to the state departments and agencies listed below for the	purpose of
13	defraying	g payroll expenses for the period beginning with the effective date of this A	ct, and
14	ending J	lune 30, 2023, as follows:	
15	Departm	ent of human services	\$4,400,000
16	Departm	ent of corrections and rehabilitation	7,000,000
17	Adjutant	general	<u>1,000,000</u>
18	Total		\$12,400,000
19	The	funds appropriated in this section may be spent only to the extent the direct	ctor of the
20	office of	management and budget determines the funding is available. An agency n	nay not
21	spend a	ny general fund dollars appropriated for payroll expenses that are being re	placed with
22	federal f	unding under this section. The director of the office of management and bu	ldget shall
23	report to	the budget section on the amounts spent under this section.	
24	SEC	TION 9. EFFECTIVE DATE. This Act becomes effective December 1, 202	1.

25 **SECTION 10. EMERGENCY.** This Act is declared to be an emergency measure.