

PROPOSED AMENDMENTS TO ENGROSSED SENATE BILL NO. 2014

That the House recede from its amendments as printed on pages 1499-1505 of the Senate Journal and pages 1566-1572 of the House Journal and that Engrossed Senate Bill No. 2014 be amended as follows:

Page 1, line 3, after the second semicolon insert "to provide a continuing appropriation;"

Page 1, line 4, after the semicolon insert "to create and enact a new section to chapter 6-09.15, a new subsection to section 6-09.15-01, a new section to chapter 54-45.5, and a new subsection to section 57-35.3-05 of the North Dakota Century Code, relating to a loan guarantee for child care facilities, housing incentive fund tax credits, and the energy conservation fund;"

Page 1, line 4, after "reenact" insert "subsection 1 of section 6-09.15-01, subsection 2 of section 54-17-40,"

Page 1, line 4, after "54-17.6-05" insert ", subsection 17 of section 54-44.3-20,"

Page 1, line 4, replace "54-18-19" with "57-38-01.32"

Page 1, line 5, after "to" insert "the beginning entrepreneur loan guarantee program,"

Page 1, line 6, after the third comma insert "the housing incentive fund, housing incentive fund credits,"

Page 1, line 6, remove the third "the"

Page 1, line 7, replace "transfer of North Dakota mill and elevator profits to the general fund" with "classified employees"

Page 1, line 9, after the semicolon insert "to provide an effective date; to provide an expiration date;"

Page 1, replace lines 21 and 22 with:

"Salaries and wages	\$12,059,220	\$5,814,656	\$17,873,876
Accrued leave payments	0	347,696	347,696
Operating expenses	3,378,744	2,551,832	5,930,576"

Page 2, replace lines 4 through 7 with:

"Total all funds	\$61,542,969	\$1,924,948	\$63,467,917
Less estimated income	<u>46,766,756</u>	<u>(5,792,964)</u>	<u>40,973,792</u>
Total general fund	\$14,776,213	\$7,717,912	\$22,494,125
Full-time equivalent positions	76.06	22.69	98.75"

Page 2, replace lines 12 through 15 with:

"Bank of North Dakota operations	\$45,587,155	\$5,936,761	\$51,523,916
Accrued leave payments	0	881,231	881,231
Capital assets	<u>1,266,000</u>	<u>(521,000)</u>	<u>745,000</u>
Total special funds	\$46,853,155	\$6,296,992	\$53,150,147
Full-time equivalent positions	176.50	3.00	179.50"

Page 3, replace lines 1 through 6 with:

"Salaries and wages	\$26,018,008	\$3,123,742	\$29,141,750
Accrued leave payments	0	575,807	575,807
Operating expenses	20,443,869	1,352,131	21,796,000
Contingencies	400,000	0	400,000
Agriculture promotion	<u>210,000</u>	<u>0</u>	<u>210,000</u>
Total from mill and elevator fund	\$47,071,877	\$5,051,680	\$52,123,557
Full-time equivalent positions	131.00	4.00	135.00"

Page 3, replace lines 11 through 16 with:

"Salaries and wages	\$6,516,277	\$918,600	\$7,434,877
Accrued leave payments	0	147,806	147,806
Operating expenses	5,114,849	(1,323,091)	3,791,758
Grants	26,858,920	2,674,130	29,533,050
Housing finance agency contingencies	<u>100,000</u>	<u>0</u>	<u>100,000</u>
Total special funds	\$38,590,046	\$2,417,445	\$41,007,491
Full-time equivalent positions	46.00	0.00	46.00"

Page 3, replace lines 21 through 23 with:

"Grand total general fund	\$24,176,213	\$18,831,159	\$43,007,372
Grand total special funds	<u>179,281,834</u>	<u>7,973,153</u>	<u>187,254,987</u>
Grand total all funds	\$203,458,047	\$26,804,312	\$230,262,359"

Page 4, replace line 8 with:

"Housing incentive fund	0	15,400,000"
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Page 4, remove line 10

Page 4, replace lines 14 through 16 with:

"Total all funds	\$38,299,400	\$16,560,800
Total special funds	<u>10,000,000</u>	<u>0</u>
Total general fund	\$28,299,400	\$16,560,800"

Page 6, line 15, replace "\$30,000,000" with "\$15,400,000"

Page 6, after line 24, insert:

**"SECTION 13. APPROPRIATION - DEPARTMENT OF COMMERCE.** There is appropriated out of any moneys in the general fund in the state treasury, not otherwise appropriated, the sum of \$2,000,000, or so much of the sum as may be necessary, to the department of commerce for the purpose of providing grants to homeless shelters, for the biennium beginning July 1, 2013, and ending June 30, 2015.

**SECTION 14. APPROPRIATION - DEPARTMENT OF COMMERCE.** There is appropriated out of any moneys in the general fund in the state treasury, not otherwise appropriated, the sum of \$2,600,000, or so much of the sum as may be necessary, to the department of commerce for the purpose of providing grants to child care facilities, for the biennium beginning July 1, 2013, and ending June 30, 2015. The department shall establish guidelines to qualify for a grant under this section which must include a matching requirement of one dollar of matching funds for every three dollars of grant funds and a maximum grant amount of \$187,500.

**SECTION 15. APPROPRIATION - STATE TREASURER.** There is appropriated out of any moneys in the general fund in the state treasury, not otherwise appropriated, the sum of \$13,247, or so much of the sum as may be necessary, to the state treasurer for the purpose of defraying additional information technology development costs relating to changes in oil revenue distributions and other changes, for the biennium beginning July 1, 2013, and ending June 30, 2015."

Page 7, after line 21, insert:

**"SECTION 18. OIL AND GAS RESEARCH PROGRAM - OIL AND GAS DEVELOPMENT IMPACT STUDIES.** The industrial commission may use the sum of \$150,000, or so much of the sum as may be necessary, from the oil and gas research fund for nonmatching followup studies to provide updates and refinements to employment models used to track and forecast changes in the oil and gas industry workforce and estimate housing and population in the Williston basin and to make a comprehensive assessment of the demographic makeup of the current and expected oil and gas industry workforce."

Page 7, after line 27, insert:

**"SECTION 20. AMENDMENT.** Subsection 1 of section 6-09.15-01 of the North Dakota Century Code is amended and reenacted as follows:

1. "Beginning entrepreneur" means a resident of this state who:
  - a. Has graduated from high school or has received a general equivalency certificate.
  - b. Has had some training, by education or experience, in the type of revenue-producing enterprise which that person wishes to begin.
  - c. Has, including the net worth of that person's dependents and spouse, if any, a net worth of less than ~~two hundred thousand dollars~~ an amount determined by the Bank of North Dakota.

**SECTION 21.** A new subsection to section 6-09.15-01 of the North Dakota Century Code is created and enacted as follows:

"Child care provider" means a child care home, group, or center licensed by the department of human services.

**SECTION 22.** A new section to chapter 6-09.15 of the North Dakota Century Code is created and enacted as follows:

**Loan guarantee for child care facility.**

A beginning entrepreneur who receives a loan for a child care facility must be a child care provider.

**SECTION 23. AMENDMENT.** Subsection 2 of section 54-17-40 of the North Dakota Century Code is amended and reenacted as follows:

2. After a public hearing, the housing finance agency shall create an annual allocation plan for the distribution of the fund. At least twenty-five percent of the fund must be used to assist developing communities ~~with a population of not more than ten thousand individuals~~ to address an unmet

housing need or alleviate a housing shortage. ~~At least fifty percent~~ A portion of the fund as determined by the housing finance agency in the annual allocation plan must be used to benefit ~~households with incomes at not more than fifty percent of the area median~~ individuals and families of low or moderate income. The agency may collect a reasonable administrative fee from the fund, project developers, applicants, or grant recipients."

Page 8, replace lines 17 through 24 with:

**"SECTION 25. AMENDMENT.** Subsection 17 of section 54-44.3-20 of the North Dakota Century Code is amended and reenacted as follows:

17. Engineers, engineering technicians, and geologists employed by the director of mineral resources.

**SECTION 26.** A new section to chapter 54-45.5 of the North Dakota Century Code is created and enacted as follows:

**Energy conservation grant fund - Continuing appropriation.**

The energy conservation grant fund is a special fund in the state treasury. All funds in the energy conservation grant fund are appropriated to the department on a continuing basis for the purpose of providing grants to political subdivisions for energy conservation projects in nonfederal public buildings. The department shall develop guidelines to qualify for a grant under this section which must include a requirement that projects have a combined payback period of ten years or less, a matching requirement of one dollar of matching funds for every dollar of grant funds, and a maximum grant amount of one hundred thousand dollars. Interest earned by the fund must be credited to the fund.

**SECTION 27.** A new subsection to section 57-35.3-05 of the North Dakota Century Code is created and enacted as follows:

There is allowed a credit against the tax imposed by sections 57-35.3-01 through 57-35.3-12 in an amount equal to the contribution to the housing incentive fund under section 54-17-40. For the purpose of the credit allowed in this subsection, subsections 2 through 8 of section 57-38-01.32 apply.

**SECTION 28. AMENDMENT.** Section 57-38-01.32 of the North Dakota Century Code is amended and reenacted as follows:

**57-38-01.32. (Effective for the first two taxable years beginning after December 31, ~~2010~~2012) Housing incentive fund tax credit.**

1. A taxpayer is entitled to a credit as determined under this section against state income tax liability under section 57-38-30 or 57-38-30.3 for contributing to the housing incentive fund under section 54-17-40. The amount of the credit is equal to the amount contributed to the fund during the taxable year.
2. North Dakota taxable income must be increased by the amount of the contribution upon which the credit under this section is computed but only to the extent the contribution reduced federal taxable income.

3. The contribution amount used to calculate the credit under this section may not be used to calculate any other state income tax deduction or credit allowed by law.
4. If the amount of the credit exceeds the taxpayer's tax liability for the taxable year, the excess may be carried forward to each of the ten succeeding taxable years.
5. The aggregate amount of tax credits allowed to all eligible contributors is limited to ~~fifteen~~twenty million dollars per biennium. This limitation applies to all contributions for which tax credits are claimed under section 57-35.3-05 and this section.
6. Within thirty days after the date on which a taxpayer makes a contribution to the housing incentive fund, the housing finance agency shall file with each contributing taxpayer, and a copy with the tax commissioner, completed forms that show as to each contribution to the fund by that taxpayer the following:
  - a. The name, address, and social security number or federal employer identification number of the taxpayer that made the contribution.
  - b. The dollar amount paid for the contribution by the taxpayer.
  - c. The date the payment was received by the fund.
7. To receive the tax credit provided under this section, a taxpayer shall claim the credit on the taxpayer's state income or financial institutions tax return in the manner prescribed by the tax commissioner and file with the return a copy of the form issued by the housing finance agency under subsection 6.
8. Notwithstanding the time limitations contained in section 57-38-38, this section does not prohibit the tax commissioner from conducting an examination of the credit claimed and assessing additional tax due under section 57-38-38.
9. A partnership, subchapter S corporation, limited partnership, limited liability company, or any other passthrough entity making a contribution to the housing incentive fund under this section is considered to be the taxpayer for purposes of this section, and the amount of the credit allowed must be determined at the passthrough entity level. The amount of the total credit determined at the entity level must be passed through to the partners, shareholders, or members in proportion to their respective interests in the passthrough entity."

Page 9, line 7, after "transferred" insert "no less than"

Page 9, line 10, after "transferred" insert "no less than"

Page 9, line 10, after the second "fund" insert "not to exceed one million two hundred thousand dollars per biennium"

Page 9, line 17, overstrike "energy"

Page 9, line 18, overstrike "conservation and"

Page 9, after line 22, insert:

"c. The department of commerce for the funding of programs for development of energy conservation and for the making of grants and loans relating to energy conservation."

Page 10, after line 9, insert:

**"SECTION 31. EMERGENCY COMMISSION - MILL AND ELEVATOR ASSOCIATION.** The salaries and wages line item in subdivision 4 of section 1 of this Act includes \$232,681 for overtime pay. Notwithstanding chapter 54-16, the mill and elevator association may request additional appropriation authority from the emergency commission if the funds provided for overtime pay are not sufficient for the beginning July 1, 2013, and ending June 30, 2015 biennium.

**SECTION 32. MILL AND ELEVATOR PROFITS - TRANSFER TO THE GENERAL FUND.** Notwithstanding any other provision of law, the industrial commission shall transfer to the state general fund 50 percent of the annual earnings and undivided profits of the North Dakota mill and elevator association after any transfers to other state agricultural-related programs or the sum of \$6,817,200, whichever is less, during the biennium beginning July 1, 2013, and ending June 30, 2015. The moneys must be transferred on an annual basis in the amounts and at the times requested by the director of the office of management and budget."

Page 10, after line 20, insert:

**"SECTION 35. EFFECTIVE DATE - EXPIRATION DATE.** Sections 27 and 28 of this Act are effective for the first two taxable years beginning after December 31, 2012, and are thereafter ineffective."

Page 10, line 21, replace "Sections" with "The amount of \$61,751 and five full-time equivalent positions included in subdivision 1 of section 1 and sections"

Page 10, line 21, replace "11" with "10"

Renumber accordingly

**STATEMENT OF PURPOSE OF AMENDMENT:**

**Senate Bill No. 2014 - Summary of Conference Committee Action**

	Executive Budget	Senate Version	Conference Committee Changes	Conference Committee Version	House Version	Comparison to House
State Treasurer						
Total all funds	\$0	\$0	\$13,247	\$13,247	\$0	\$13,247
Less estimated income	0	0	0	0	0	0
General fund	\$0	\$0	\$13,247	\$13,247	\$0	\$13,247
Industrial Commission						
Total all funds	\$63,356,975	\$63,529,688	(\$61,771)	\$63,467,917	\$62,746,253	\$721,664
Less estimated income	40,937,857	40,951,674	22,118	40,973,792	40,915,821	57,971
General fund	\$22,419,118	\$22,578,014	(\$83,889)	\$22,494,125	\$21,830,432	\$663,693
Bank of North Dakota						
Total all funds	\$52,452,928	\$52,606,408	\$543,739	\$53,150,147	\$51,682,968	\$1,467,179
Less estimated income	52,452,928	52,606,408	543,739	53,150,147	51,682,968	1,467,179
General fund	\$0	\$0	\$0	\$0	\$0	\$0
Housing Finance Agency						
Total all funds	\$40,862,039	\$70,869,907	(\$14,462,416)	\$56,407,491	\$40,630,404	\$15,777,087
Less estimated income	40,862,039	40,869,907	137,584	41,007,491	40,630,404	377,087
General fund	\$0	\$30,000,000	(\$14,600,000)	\$15,400,000	\$0	\$15,400,000
Mill and Elevator						

Total all funds	\$52,255,124	\$52,255,124	(\$131,567)	\$52,123,557	\$51,653,858	\$469,699
Less estimated income	52,255,124	52,255,124	(131,567)	52,123,557	51,653,858	469,699
General fund	\$0	\$0	\$0	\$0	\$0	\$0
Department of Commerce						
Total all funds	\$0	\$500,000	\$4,600,000	\$5,100,000	\$2,500,000	\$2,600,000
Less estimated income	0	0	0	0	0	0
General fund	\$0	\$500,000	\$4,600,000	\$5,100,000	\$2,500,000	\$2,600,000
Bill total						
Total all funds	\$208,927,066	\$239,761,127	(\$9,498,768)	\$230,262,359	\$209,213,483	\$21,048,876
Less estimated income	186,507,948	186,683,113	571,874	187,254,987	184,883,051	2,371,936
General fund	\$22,419,118	\$53,078,014	(\$10,070,642)	\$43,007,372	\$24,330,432	\$18,676,940

### Senate Bill No. 2014 - State Treasurer - Conference Committee Action

	Executive Budget	Senate Version	Conference Committee Changes	Conference Committee Version	House Version	Comparison to House
Information technology costs			\$13,247	\$13,247		\$13,247
Total all funds	\$0	\$0	\$13,247	\$13,247	\$0	\$13,247
Less estimated income	0	0	0	0	0	0
General fund	\$0	\$0	\$13,247	\$13,247	\$0	\$13,247
FTE	0.00	0.00	0.00	0.00	0.00	0.00

### Department No. 120 - State Treasurer - Detail of Conference Committee Changes

	Adds Funding for Information Technology Costs <sup>1</sup>	Total Conference Committee Changes
Information technology costs	\$13,247	\$13,247
Total all funds	\$13,247	\$13,247
Less estimated income	0	0
General fund	\$13,247	\$13,247
FTE	0.00	0.00

<sup>1</sup> Funding for additional information technology development costs is added relating to changes in oil revenue distributions and other changes.

### Senate Bill No. 2014 - Industrial Commission - Conference Committee Action

	Executive Budget	Senate Version	Conference Committee Changes	Conference Committee Version	House Version	Comparison to House
Salaries and wages	\$17,710,630	\$17,883,343	(\$9,467)	\$17,873,876	\$17,152,212	\$721,664
Operating expenses	6,330,576	6,330,576	(400,000)	5,930,576	5,930,576	
Capital assets	5,800	5,800		5,800	5,800	
Grants - Lignite research	19,500,000	19,500,000		19,500,000	19,500,000	
Grants - Bond payments	19,809,969	19,809,969		19,809,969	19,809,969	
Accrued leave payments			347,696	347,696	347,696	
Total all funds	\$63,356,975	\$63,529,688	(\$61,771)	\$63,467,917	\$62,746,253	\$721,664
Less estimated income	40,937,857	40,951,674	22,118	40,973,792	40,915,821	57,971
General fund	\$22,419,118	\$22,578,014	(\$83,889)	\$22,494,125	\$21,830,432	\$663,693
FTE	98.75	98.75	0.00	98.75	98.75	0.00

**Department No. 405 - Industrial Commission - Detail of Conference Committee Changes**

	Removes House Changes to Executive Compensation Package <sup>1</sup>	Adjusts State Employee Compensation and Benefits Package <sup>2</sup>	Provides Separate Line Item for Accrued Leave Payments <sup>3</sup>	Adds Funding for Hiring FTE Early <sup>4</sup>	Removes Funding for Oil Impact <sup>5</sup>	Total Conference Committee Changes
Salaries and wages	\$445,186	(\$168,708)	(\$347,696)	\$61,751		(\$9,467)
Operating expenses					(400,000)	(400,000)
Capital assets						
Grants - Lignite research						
Grants - Bond payments						
Accrued leave payments			347,696			347,696
Total all funds	\$445,186	(\$168,708)	\$0	\$61,751	(\$400,000)	(\$61,771)
Less estimated income	35,853	(13,735)	0	0	0	22,118
General fund	\$409,333	(\$154,973)	\$0	\$61,751	(\$400,000)	(\$83,889)
FTE	0.00	0.00	0.00	0.00	0.00	0.00

<sup>1</sup> Changes made by the House to the executive compensation package are removed.

<sup>2</sup> This amendment adjusts the state employee compensation and benefits package as follows:

- Reduces the performance component from 3 to 5 percent per year to 3 to 5 percent for the first year of the biennium and 2 to 4 percent for the second year of the biennium.
- Reduces the market component from 2 to 4 percent per year to 1 to 2 percent per year for employees below the midpoint of their salary range.
- Reduces funding for retirement contribution increases to provide for a 1 percent state and 1 percent employee increase beginning in January 2014 and no increase in January 2015.

<sup>3</sup> A portion of salaries and wages funding from the general fund (\$323,357) and from other funds (\$24,339) for permanent employees' compensation and benefits is reallocated to an accrued leave payments line item for paying annual leave and sick leave for eligible employees.

<sup>4</sup> Funding is added to allow the Department of Mineral Resources to hire five of its new FTE positions during the 2011-13 biennium, the same as the House version.

<sup>5</sup> Funding included in the executive budget recommendation for housing allowances for employees in oil-impacted areas is removed, the same as the House version.

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A section is added to provide an emergency clause for five new FTE positions, the same as the House version.

A section is added relating to the oil and gas research program, the same as the House version.

A section is added to unclassify engineering technicians of the Department of Mineral Resources, the same as the House version.

A section added by the Senate relating to distribution of the resources trust fund but removed by the House is included.

A section is added to create the energy conservation fund, and a section is changed to limit deposits into the fund to \$1.2 million per biennium.

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**Senate Bill No. 2014 - Bank of North Dakota - Conference Committee Action**

	Executive Budget	Senate Version	Conference Committee Changes	Conference Committee Version	House Version	Comparison to House
Capital assets	\$745,000	\$745,000		\$745,000	\$745,000	
BND operations	51,707,928	51,861,408	(337,492)	51,523,916	50,056,737	1,467,179
Accrued leave payments			881,231	881,231	881,231	
Total all funds	\$52,452,928	\$52,606,408	\$543,739	\$53,150,147	\$51,682,968	\$1,467,179
Less estimated income	52,452,928	52,606,408	543,739	53,150,147	51,682,968	1,467,179
General fund	\$0	\$0	\$0	\$0	\$0	\$0
FTE	179.50	179.50	0.00	179.50	179.50	0.00

**Department No. 471 - Bank of North Dakota - Detail of Conference Committee Changes**

	Removes House Changes to Executive Compensation Package <sup>1</sup>	Adjusts State Employee Compensation and Benefits Package <sup>2</sup>	Provides Separate Line Item for Accrued Leave Payments <sup>3</sup>	Total Conference Committee Changes
Capital assets				
BND operations	923,440	(379,701)	(881,231)	(337,492)
Accrued leave payments			881,231	881,231
Total all funds	\$923,440	(\$379,701)	\$0	\$543,739
Less estimated income	923,440	(379,701)	0	543,739
General fund	\$0	\$0	\$0	\$0
FTE	0.00	0.00	0.00	0.00

<sup>1</sup> Changes made by the House to the executive compensation package are removed.

<sup>2</sup> This amendment adjusts the state employee compensation and benefits package as follows:

- Reduces the performance component from 3 to 5 percent per year to 3 to 5 percent for the first year of the biennium and 2 to 4 percent for the second year of the biennium.
- Reduces the market component from 2 to 4 percent per year to 1 to 2 percent per year for employees below the midpoint of their salary range.
- Reduces funding for retirement contribution increases to provide for a 1 percent state and 1 percent employee increase beginning in January 2014 and no increase in January 2015.

<sup>3</sup> A portion of salaries and wages funding for permanent employees' compensation and benefits is reallocated to an accrued leave payments line item for paying annual leave and sick leave for eligible employees.

Sections are added relating to the beginning entrepreneur loan guarantee program.

**Senate Bill No. 2014 - Housing Finance Agency - Conference Committee Action**

	Executive Budget	Senate Version	Conference Committee Changes	Conference Committee Version	House Version	Comparison to House
Salaries and wages	\$7,437,231	\$7,445,099	(\$10,222)	\$7,434,877	\$7,057,790	\$377,087
Operating expenses	3,791,758	3,791,758		3,791,758	3,791,758	
Grants	29,533,050	29,533,050		29,533,050	29,533,050	
HFA contingencies	100,000	100,000		100,000	100,000	
Housing incentive fund <sup>30</sup>		30,000,000	(14,600,000)	15,400,000		15,400,000
Accrued leave payments			147,806	147,806	147,806	
	\$40,862,039	\$70,869,907	(\$14,462,416)	\$56,407,491	\$40,630,404	\$15,777,087

Total all funds						
Less estimated income	40,862,039	40,869,907	137,584	41,007,491	40,630,404	377,087
General fund	\$0	\$30,000,000	(\$14,600,000)	\$15,400,000	\$0	\$15,400,000
FTE	46.00	46.00	0.00	46.00	46.00	0.00

**Department No. 473 - Housing Finance Agency - Detail of Conference Committee Changes**

	Removes House Changes to Executive Compensation Package <sup>1</sup>	Adjusts State Employee Compensation and Benefits Package <sup>2</sup>	Provides Separate Line Item for Accrued Leave Payments <sup>3</sup>	Reduces Transfer to Housing Incentive Fund <sup>4</sup>	Total Conference Committee Changes
Salaries and wages	\$239,503	(\$101,919)	(\$147,806)		(\$10,222)
Operating expenses					
Grants					
HFA contingencies					
Housing incentive fund <sup>30</sup>				(14,600,000)	(14,600,000)
Accrued leave payments			147,806		147,806
Total all funds	\$239,503	(\$101,919)	\$0	(\$14,600,000)	(\$14,462,416)
Less estimated income	239,503	(101,919)	0	0	137,584
General fund	\$0	\$0	\$0	(\$14,600,000)	(\$14,600,000)
FTE	0.00	0.00	0.00	0.00	0.00

<sup>1</sup> Changes made by the House to the executive compensation package are removed.

<sup>2</sup> This amendment adjusts the state employee compensation and benefits package as follows:

- Reduces the performance component from 3 to 5 percent per year to 3 to 5 percent for the first year of the biennium and 2 to 4 percent for the second year of the biennium.
- Reduces the market component from 2 to 4 percent per year to 1 to 2 percent per year for employees below the midpoint of their salary range.
- Reduces funding for retirement contribution increases to provide for a 1 percent state and 1 percent employee increase beginning in January 2014 and no increase in January 2015.

<sup>3</sup> A portion of salaries and wages funding for permanent employees' compensation and benefits is reallocated to an accrued leave payments line item for paying annual leave and sick leave for eligible employees.

<sup>4</sup> Funding included by the Senate for a \$30 million transfer from the general fund to the housing incentive fund is reduced to \$15.4 million. The House removed the full \$30 million.

Sections are added relating to the housing incentive tax credit and the effective and expiration dates for the credits.

**Senate Bill No. 2014 - Mill and Elevator - Conference Committee Action**

	Executive Budget	Senate Version	Conference Committee Changes	Conference Committee Version	House Version	Comparison to House
Salaries and wages	\$29,849,124	\$29,849,124	(\$707,374)	\$29,141,750	\$28,672,051	\$469,699
Operating expenses	21,796,000	21,796,000		21,796,000	21,796,000	
Contingencies	400,000	400,000		400,000	400,000	
Agriculture promotion	210,000	210,000		210,000	210,000	
Accrued leave payments			575,807	575,807	575,807	
Total all funds	\$52,255,124	\$52,255,124	(\$131,567)	\$52,123,557	\$51,653,858	\$469,699
Less estimated income	52,255,124	52,255,124	(131,567)	52,123,557	51,653,858	469,699
	\$0	\$0	\$0	\$0	\$0	\$0

General fund						
FTE	135.00	135.00	0.00	135.00	135.00	0.00

**Department No. 475 - Mill and Elevator - Detail of Conference Committee Changes**

	Removes House Changes to Executive Compensation Package <sup>1</sup>	Adjusts State Employee Compensation and Benefits Package <sup>2</sup>	Provides Separate Line Item for Accrued Leave Payments <sup>3</sup>	Reduces Funding for Overtime <sup>4</sup>	Total Conference Committee Changes
Salaries and wages	\$135,905	(\$34,792)	(\$575,807)	(\$232,680)	(\$707,374)
Operating expenses					
Contingencies					
Agriculture promotion					
Accrued leave payments			575,807		575,807
Total all funds	\$135,905	(\$34,792)	\$0	(\$232,680)	(\$131,567)
Less estimated income	135,905	(34,792)	0	(232,680)	(131,567)
General fund	\$0	\$0	\$0	\$0	\$0
FTE	0.00	0.00	0.00	0.00	0.00

<sup>1</sup> Changes made by the House to the executive compensation package are removed.

<sup>2</sup> This amendment adjusts the state employee compensation and benefits package as follows:

- Reduces funding for retirement contribution increases to provide for a 1 percent state and 1 percent employee increase beginning in January 2014 and no increase in January 2015.

<sup>3</sup> A portion of salaries and wages funding for permanent employees' compensation and benefits is reallocated to an accrued leave payments line item for paying annual leave and sick leave for eligible employees.

<sup>4</sup> Funding included in the executive budget recommendation for overtime pay is removed.

A section included in the executive budget recommendation relating to reducing the transfer of mill profits to the general fund is removed resulting in an additional \$6,817,200 of projected general fund revenue for the 2013-15 biennium, the same as the House. A section is added to limit the transfer from the mill profits to the \$6,817,200 for the 2013-15 biennium.

**Senate Bill No. 2014 - Department of Commerce - Conference Committee Action**

	Executive Budget	Senate Version	Conference Committee Changes	Conference Committee Version	House Version	Comparison to House
Market Study		\$500,000		\$500,000	\$500,000	
Homeless shelter grants			2,000,000	2,000,000	2,000,000	
Childcare facilities			2,600,000	2,600,000		2,600,000
Total all funds	\$0	\$500,000	\$4,600,000	\$5,100,000	\$2,500,000	\$2,600,000
Less estimated income	0	0	0	0	0	0
General fund	\$0	\$500,000	\$4,600,000	\$5,100,000	\$2,500,000	\$2,600,000
FTE	0.00	0.00	0.00	0.00	0.00	0.00

**Department No. 601 - Department of Commerce - Detail of Conference Committee Changes**

	<b>Adds Funding for Grants to Homeless Shelters<sup>1</sup></b>	<b>Adds Funding for Grants to Child Care Facilities<sup>2</sup></b>	<b>Total Conference Committee Changes</b>
Market Study			
Homeless shelter grants	2,000,000		2,000,000
Childcare facilities		2,600,000	2,600,000
	<hr/>	<hr/>	
Total all funds	\$2,000,000	\$2,600,000	\$4,600,000
Less estimated income	0	0	0
	<hr/>	<hr/>	
General fund	\$2,000,000	\$2,600,000	\$4,600,000
FTE	0.00	0.00	0.00

<sup>1</sup> Funding is added for grants to homeless shelters.

<sup>2</sup> Funding is added for grants to child care facilities.