

**FIRST ENGROSSMENT  
with Senate Amendments  
ENGROSSED HOUSE BILL NO. 1013**

Introduced by

Appropriations Committee

1 A BILL for an Act to provide an appropriation for defraying the expenses of the commissioner of  
2 university and school lands; to repeal section 57-51-15.1 of the North Dakota Century Code,  
3 relating to the energy impact fund; to provide for transfers; to provide for distributions from  
4 permanent funds; to provide an exemption; to provide a report; and to provide an effective date.

**5 BE IT ENACTED BY THE LEGISLATIVE ASSEMBLY OF NORTH DAKOTA:**

6 **SECTION 1. APPROPRIATION.** The funds provided in this section, or so much of the funds  
7 as may be necessary, are appropriated from special funds derived from the state lands  
8 maintenance fund and the oil and gas impact grant fund in the state treasury to the  
9 commissioner of university and school lands for the purpose of defraying the expenses of the  
10 commissioner of university and school lands, for the biennium beginning July 1, 2019, and  
11 ending June 30, 2021, as follows:

	<u>Base Level</u>	<u>Adjustments or Enhancements</u>	<u>Appropriation</u>	
12				
13				
14	Salaries and wages	\$6,005,550	(\$280,171)	\$5,725,379
15	Operating expenses	1,775,723	857,299	2,633,022
16	Grants	0	4,000,000	4,000,000
17	Contingencies	<u>100,000</u>	<u>0</u>	<u>100,000</u>
18	Total special funds	\$7,881,273	\$4,577,128	\$12,458,401
19	Full-time equivalent positions	31.00	(3.00)	28.00

20 **SECTION 2. ONE-TIME FUNDING - EFFECT ON BASE BUDGET - REPORT TO THE**  
21 **SIXTY-SEVENTH LEGISLATIVE ASSEMBLY.** The following amounts reflect the one-time  
22 funding items approved by the sixty-fifth legislative assembly for the 2017-19 biennium and the  
23 2019-21 biennium one-time funding items included in the appropriation in section 1 of this Act:

Sixty-sixth  
Legislative Assembly

1	<u>One-Time Funding Description</u>	<u>2017-19</u>	<u>2019-21</u>
2	Information technology replacement project	\$3,600,000	\$0
3	Airport grants	40,000,000	0
4	Mineral revenue repayments	187,000,000	0
5	Oil and gas impact grants	0	4,000,000
6	Mineral valuation study	<u>0</u>	<u>350,000</u>
7	Total special funds	\$230,600,000	\$4,350,000

8 The 2019-21 biennium one-time funding amounts are not a part of the entity's base budget  
 9 for the 2021-23 biennium. The commissioner of university and school lands shall report to the  
 10 appropriations committees of the sixty-seventh legislative assembly on the use of this one-time  
 11 funding for the biennium beginning July 1, 2019, and ending June 30, 2021.

12 **SECTION 3. DISTRIBUTIONS TO STATE INSTITUTIONS.** Pursuant to article IX of the  
 13 Constitution of North Dakota, the board of university and school lands shall distribute during the  
 14 biennium beginning July 1, 2019, and ending June 30, 2021, the following amounts, from the  
 15 permanent funds managed for the benefit of the following entities:

16	Common schools		\$366,756,000
17	North Dakota state university		5,916,000
18	University of North Dakota		4,504,000
19	Youth correctional center		1,864,000
20	School for the deaf		1,898,000
21	North Dakota state college of science		1,736,000
22	State hospital		1,570,000
23	Veterans' home		732,000
24	Valley City state university		1,034,000
25	North Dakota vision services - school for the blind		1,122,000
26	Mayville state university		668,000
27	Dakota college at Bottineau		242,000
28	Dickinson state university		242,000
29	Minot state university		<u>242,000</u>
30	Total		\$388,526,000

1       **SECTION 4. TRANSFER - STRATEGIC INVESTMENT AND IMPROVEMENTS FUND TO**  
2 **OIL AND GAS IMPACT GRANT FUND.** The office of management and budget shall transfer  
3 the sum of \$4,000,000 from the strategic investment and improvements fund to the oil and gas  
4 impact grant fund during the biennium beginning July 1, 2019, and ending June 30, 2021.

5       **SECTION 5. TRANSFER - ENERGY IMPACT FUND TO OIL AND GAS IMPACT GRANT**  
6 **FUND.** The commissioner of university and school lands shall transfer any unexpended funds  
7 remaining in the energy impact fund when the fund is repealed on June 30, 2021, to the oil and  
8 gas impact grant fund.

9       **SECTION 6. REPEAL.** Section 57-51-15.1 of the North Dakota Century Code is repealed.

10       **SECTION 7. OIL AND GAS IMPACT GRANT FUND.** The grants line item and the total  
11 special funds line item in section 1 of this Act include the sum of \$4,000,000 from the oil and  
12 gas impact grant fund for grants to political subdivisions impacted by oil and gas development  
13 activities.

14       **SECTION 8. EXEMPTION - OIL AND GAS IMPACT GRANT FUND.** The amounts  
15 previously appropriated from the oil and gas impact grant fund and identified in section 10 of  
16 chapter 38 of the 2017 Session Laws related to the oil and gas impact grant fund, including  
17 grant awards returned to the fund, are not subject to section 54-44.1-11. Any unexpended funds  
18 are available for grants and administrative costs associated with the fund during the biennium  
19 beginning July 1, 2019, and ending June 30, 2021.

20       **SECTION 9. EXEMPTION - INFORMATION TECHNOLOGY PROJECT - REPORT TO**  
21 **INFORMATION TECHNOLOGY COMMITTEE.** The \$3,600,000 appropriated from the state  
22 lands maintenance fund and identified in sections 1 and 12 of chapter 38 of the 2017 Session  
23 Laws is not subject to section 54-44.1-11, and any unexpended funds are available to complete  
24 the information technology project during the biennium beginning July 1, 2019, and ending  
25 June 30, 2021. During the 2019-20 interim, the commissioner of university and school lands  
26 shall provide at least one report to the interim information technology committee regarding the  
27 status of the information technology project.

28       **SECTION 10. EFFECTIVE DATE.** Section 6 of this Act becomes effective on June 30,  
29 2021.