

STATEMENT OF PURPOSE OF AMENDMENT:

House Bill No. 1013 - Funding Summary

	Base Budget	Final Legislative Action	Comparison to Base Budget
Department of Public Instruction			
Salaries and wages	\$18,027,035	\$17,854,747	(\$172,288)
Operating expenses	33,770,947	33,298,149	(472,798)
Integrated formula payments	2,098,202,429	2,131,825,000	33,622,571
Grants - Special education contracts	24,000,000	27,000,000	3,000,000
Grants - Transportation	56,500,000	58,100,000	1,600,000
Grants - Other grants	287,062,705	312,988,893	25,926,188
Grants - Program grants	7,680,000		(7,680,000)
Grants - Passthrough grants	2,863,764		(2,863,764)
PowerSchool	5,500,000	5,250,000	(250,000)
National board certification	108,000	176,290	68,290
Grants - Program and passthrough grants		23,887,064	23,887,064
Total all funds	\$2,533,714,880	\$2,610,380,143	\$76,665,263
Less estimated income	812,553,743	951,983,270	139,429,527
General fund	\$1,721,161,137	\$1,658,396,873	(\$62,764,264)
FTE	89.25	86.25	(3.00)
State Library			
Salaries and wages	\$4,300,335	\$4,139,907	(\$160,428)
Operating expenses	1,621,917	1,822,703	200,786
Grants	2,233,528	2,233,528	
Total all funds	\$8,155,780	\$8,196,138	\$40,358
Less estimated income	2,374,361	2,364,417	(9,944)
General fund	\$5,781,419	\$5,831,721	\$50,302
FTE	27.75	26.75	(1.00)
School for the Deaf			
Salaries and wages	\$8,054,944	\$8,332,820	\$277,876
Operating expenses	1,705,586	1,727,086	21,500
Capital assets	158,678	856,178	697,500
Grants	40,000		(40,000)
Total all funds	\$9,959,208	\$10,916,084	\$956,876
Less estimated income	2,430,358	3,509,528	1,079,170
General fund	\$7,528,850	\$7,406,556	(\$122,294)
FTE	44.61	44.61	0.00
Vision Services - School for the Blind			
Salaries and wages	\$4,935,291	\$4,992,194	\$56,903
Operating expenses	795,821	825,671	29,850
Capital assets	39,192	420,692	381,500
Total all funds	\$5,770,304	\$6,238,557	\$468,253
Less estimated income	1,052,315	1,476,678	424,363
General fund	\$4,717,989	\$4,761,879	\$43,890
FTE	27.90	27.75	(0.15)
Bill total			
Total all funds	\$2,557,600,172	\$2,635,730,922	\$78,130,750
Less estimated income	818,410,777	959,333,893	140,923,116
General fund	\$1,739,189,395	\$1,676,397,029	(\$62,792,366)

FTE 189.51 185.36 (4.15)

House Bill No. 1013 - Department of Public Instruction - House Action

	Base Budget	House Changes	House Version
Salaries and wages	\$18,027,035	(\$188,572)	\$17,838,463
Operating expenses	33,770,947	(672,798)	33,098,149
Integrated formula payments	2,098,202,429	168,071	2,098,370,500
Grants - Special education contracts	24,000,000	3,000,000	27,000,000
Grants - Transportation	56,500,000		56,500,000
Grants - Other grants	287,062,705	25,676,188	312,738,893
Grants - Program grants	7,680,000	(7,680,000)	
Grants - Passthrough grants	2,863,764	(2,863,764)	
PowerSchool	5,500,000	(250,000)	5,250,000
National board certification	108,000	68,290	176,290
Grants - Program and passthrough grants		23,733,064	23,733,064
Total all funds	\$2,533,714,880	\$40,990,479	\$2,574,705,359
Less estimated income	812,553,743	105,661,414	918,215,157
General fund	\$1,721,161,137	(\$64,670,935)	\$1,656,490,202
FTE	89.25	(3.00)	86.25

Department 201 - Department of Public Instruction - Detail of House Changes

	Adjusts Funding for Base Payroll Changes¹	Adds Funding for Salary and Benefit Increases²	Transfers Early Childhood Positions³	Adjusts Funding Source of Accreditation Support⁴	Adjusts Funding for Operating Expenses⁵	Removes Funding for ACT Testing Fees⁶
Salaries and wages	\$2,878	\$408,550	(\$600,000)			
Operating expenses			(100,000)		\$207,202	(\$780,000)
Integrated formula payments						
Grants - Special education contracts						
Grants - Transportation						
Grants - Other grants						
Grants - Program grants						
Grants - Passthrough grants						
PowerSchool						
National board certification						
Grants - Program and passthrough grants						
Total all funds	\$2,878	\$408,550	(\$700,000)	\$0	\$207,202	(\$780,000)
Less estimated income	2,878	281,284	(400,000)	1,112,000	0	0
General fund	\$0	\$127,266	(\$300,000)	(\$1,112,000)	\$207,202	(\$780,000)
FTE	0.00	0.00	(3.00)	0.00	0.00	0.00

	Adjusts Funding for Integrated Formula Payments ⁷	Adjusts Funding Source of Integrated Formula Payments ⁸	Increases Funding for Special Education Contracts ⁹	Increases Federal Funding for Literacy Development ¹⁰	Adjusts Funding for Program and Passthrough Grants ¹¹	Decreases Funding for PowerSchool ¹²
Salaries and wages						
Operating expenses						
Integrated formula payments	\$168,071					
Grants - Special education contracts			\$3,000,000			
Grants - Transportation						
Grants - Other grants				\$25,676,188		
Grants - Program grants					(\$7,680,000)	
Grants - Passthrough grants PowerSchool					(2,863,764)	(\$250,000)
National board certification Grants - Program and passthrough grants					23,733,064	
Total all funds	\$168,071	\$0	\$3,000,000	\$25,676,188	\$13,189,300	(\$250,000)
Less estimated income	0	55,256,000	0	25,676,188	23,733,064	0
General fund	\$168,071	(\$55,256,000)	\$3,000,000	\$0	(\$10,543,764)	(\$250,000)
FTE	0.00	0.00	0.00	0.00	0.00	0.00

	Increases Funding for National Board Certification ¹³	Total House Changes
Salaries and wages		(\$188,572)
Operating expenses		(672,798)
Integrated formula payments		168,071
Grants - Special education contracts		3,000,000
Grants - Transportation		
Grants - Other grants		25,676,188
Grants - Program grants		(7,680,000)
Grants - Passthrough grants PowerSchool		(2,863,764)
National board certification	\$68,290	68,290
Grants - Program and passthrough grants		23,733,064
Total all funds	\$68,290	\$40,990,479
Less estimated income	0	105,661,414
General fund	\$68,290	(\$64,670,935)
FTE	0.00	(3.00)

¹ Funding is adjusted for base payroll changes.

² The following funding is added for 2021-23 biennium salary adjustments of 1.5 percent on July 1, 2021, and July 1, 2022, with a minimum monthly increase of \$100 and a maximum monthly increase of \$250 for both years, and increases in health insurance premiums from \$1,427 to \$1,429 per month:

	General Fund	Other Funds	Total
Salary increase	\$125,879	\$278,342	\$404,221
Health insurance increase	1,387	2,942	4,329
Total	\$127,266	\$281,284	\$408,550

³ Three FTE positions related to early childhood development and related salaries and wages of \$600,000 and operating expenses of \$100,000 are transferred to the Department of Human Services pursuant to House Bill No. 1416.

⁴ Funding for professional fees related to accreditation support is adjusted to provide funding from school district reimbursements for services.

⁵ Funding is adjusted for operating expenses, including increases in information technology fees (\$288,000) and Microsoft Office 365 licensing expenses (\$2,495) and a decrease in other professional fees of \$83,293.

⁶ Funding for ACT testing fees is removed pursuant to Senate Bill No. 2141.

⁷ Funding for integrated formula payments is adjusted as follows:

	General Fund
Savings related to cost to continue integrated formula payments	(\$16,868,441)
State school aid formula changes in House Bill No. 1388:	
5 percent increase in transition maximum payment adjustments	5,700,000
Phase out of the transition maximum payment adjustment	3,036,512
Increase in the small school weighting factors	3,300,000
Fiscal impact of increased participation in summer school related to House Bill No. 1436	1,300,000
Fiscal impact of eliminating the deduction of tuition paid with federal impact aid pursuant to House Bill No. 1246	<u>3,700,000</u>
Increase in integrated formula payments	\$168,071

⁸ The funding source for integrated formula payments is adjusted to increase funding from the state tuition fund and the common schools trust fund to provide a total of \$433 million.

⁹ Funding for special education contract grants is increased to provide a total of \$27 million from the general fund.

¹⁰ Funding is added from federal funds related to a comprehensive literacy development grant.

¹¹ Funding from special funds made available from 2019-21 biennium carryover is added for a one-time grant relating to the development of science experiments, including space needed for the experiments, at a children's science center in Bismarck and the grants - program grants line item and grants - passthrough grants line item are combined and the funding source is changed to special funds made available from carryover to provide the following program and passthrough grants:

	Program and Passthrough Grants
Adult education matching grants	\$5,000,000
School food services matching grants	1,380,000
Free breakfast program	200,000
Program grant pool	900,000
Science experiments one-time grant	13,500,000
National writing projects	42,500
Rural art outreach projects	306,000
North Central Council for Education Media Services	202,300
Mentoring program	2,125,764
"We the People" program	42,500
Cultural heritage grants	<u>34,000</u>
Total program and passthrough grants	\$23,733,064

¹² Funding for PowerSchool is reduced to provide a total of \$5,250,000 from the general fund.

¹³ Funding for national board certification is increased to provide a total of \$176,290.

This amendment also:

- Amends a section to provide that any money available in the state tuition fund in excess of the \$433,020,000 appropriated in Section 1 of the bill is appropriated to the Department of Public Instruction for distribution to school districts;
- Adds a section precluding federal funds from being used for adult education matching grants, school food services matching grants, the program grant pool, and the mentoring program;
- Removes a section related to the distribution of up to \$125,000 for continuing education grants;
- Removes a section related to the distribution of passthrough grants;
- Adds a section to provide any moneys collected for GED fees and displaced homemakers deposits must be deposited in the public instruction fund in the state treasury and may be spent subject to appropriation by the Legislative Assembly;

- Adds a section to provide if, after the Superintendent of Public Instruction complies with all statutory payment obligations imposed for the 2019-21 biennium, any money remains in the integrated formula payments line item in subdivision 1 of Section 1 of Chapter 38 of the 2019 Session Laws, the Office of Management and Budget must continue \$23,733,064 and transfer the funding to the public instruction fund for the purpose of providing program and passthrough grants during the 2021-23 biennium;
- Adds a section to provide an exemption to allow the Department of Public Instruction to continue up to \$250,000 of funding remaining in the integrated formula payments line item from the 2019-21 biennium into the 2021-23 biennium to continue a dyslexia screening pilot program;
- Adds a section to amend North Dakota Century Code Section 15.1-02-02 to provide the statutory changes to increase the Superintendent of Public Instruction's salary. The superintendent's annual salary would increase from the current level of \$125,880 to \$127,768, effective July 1, 2021, and to \$129,685, effective July 1, 2022, to reflect a 1.5 percent salary increase each year of the biennium;
- Adds a section to amend Section 15.1-02-16 to allow the Superintendent of Public Instruction to develop a certificate for school health technicians;
- Adds a section to amend Section 15.1-06-19 related to school counselors;
- Adds a section to amend Section 15.1-27-16 to provide reimbursement for administrative cost-sharing;
- Adds a section to provide for a Legislative Management study of the feasibility and desirability of using up to 1 percent of common schools trust fund assets annually to be used for school construction grants;
- Adds a section to require the Superintendent of Public Instruction to collect school district reports regarding learning loss and gaps, school district plans to accelerate learning recovery, and uses of elementary and secondary school emergency relief funds and to provide reports to the Legislative Management and the Legislative Assembly; and
- Adds a section to provide an expiration date for administrative cost-sharing reimbursements.

House Bill No. 1013 - Department of Public Instruction - Senate Action

	Base Budget	House Version	Senate Changes	Senate Version
Salaries and wages	\$18,027,035	\$17,838,463	\$16,284	\$17,854,747
Operating expenses	33,770,947	33,098,149	30,726,688	63,824,837
Integrated formula payments	2,098,202,429	2,098,370,500	38,979,500	2,137,350,000
Grants - Special education contracts	24,000,000	27,000,000		27,000,000
Grants - Transportation	56,500,000	56,500,000	1,600,000	58,100,000
Grants - Other grants	287,062,705	312,738,893	274,740,191	587,479,084
Grants - Program grants	7,680,000			
Grants - Passthrough grants	2,863,764			
PowerSchool	5,500,000	5,250,000		5,250,000
National board certification	108,000	176,290		176,290
Grants - Program and passthrough grants		23,733,064	154,000	23,887,064
Total all funds	\$2,533,714,880	\$2,574,705,359	\$346,216,663	\$2,920,922,022
Less estimated income	812,553,743	918,215,157	339,630,492	1,257,845,649
General fund	\$1,721,161,137	\$1,656,490,202	\$6,586,171	\$1,663,076,373
FTE	89.25	86.25	0.00	86.25

Department 201 - Department of Public Instruction - Detail of Senate Changes

	Adjusts Funding for Salary Increases ¹	Adjusts Funding for School Approval ²	Adjusts Funding for Integrated Formula Payments ³	Increases Funding for Transportation Aid ⁴	Adjusts Funding for Program and Passthrough Grants ⁵	Adds One- Time Funding for State Automated Reporting System (STARS) Maintenance ⁶
Salaries and wages	\$16,284					
Operating expenses						\$200,000
Integrated formula payments			\$38,979,500			
Grants - Special education contracts						
Grants - Transportation				\$1,600,000		
Grants - Other grants						
Grants - Program grants						
Grants - Passthrough grants PowerSchool						
National board certification Grants - Program and passthrough grants					\$154,000	
Total all funds	\$16,284	\$0	\$38,979,500	\$1,600,000	\$154,000	\$200,000
Less estimated income	9,613	(100,000)	34,300,000	0	154,000	0
General fund	\$6,671	\$100,000	\$4,679,500	\$1,600,000	\$0	\$200,000
FTE	0.00	0.00	0.00	0.00	0.00	0.00

	Adds One- Time Funding for COVID-19 Relief ⁷	Total Senate Changes
Salaries and wages		\$16,284
Operating expenses	\$30,526,688	30,726,688
Integrated formula payments		38,979,500
Grants - Special education contracts		
Grants - Transportation		1,600,000
Grants - Other grants	274,740,191	274,740,191
Grants - Program grants		
Grants - Passthrough grants PowerSchool		
National board certification Grants - Program and passthrough grants		154,000
Total all funds	\$305,266,879	\$346,216,663
Less estimated income	305,266,879	339,630,492
General fund	\$0	\$6,586,171
FTE	0.00	0.00

¹ Funding is adjusted to provide salary increases of 1.5 percent on July 1, 2021, with a minimum monthly increase of \$100, and 2 percent on July 1, 2022. The House provided salary adjustments of 1.5 percent on July 1, 2021, and July 1, 2022, with a minimum monthly increase of \$100 and a maximum monthly increase of \$250.

² The funding source for professional fees related to school approval is adjusted to provide \$100,000 from the general fund for the Department of Public Instruction's portion of the \$1,112,000 total cost. Funding for the remaining cost will be reimbursed by school districts through an assessment withheld from school districts' integrated formula payments.

³ Funding is increased for integrated formula payments pursuant to Senate amendments to House Bill No. 1388, including funding provided from the foundation aid stabilization fund to provide a 1 percent increase in the integrated formula payment rate each year of the 2021-23 biennium (\$34,300,000) and funding provided from the general fund related to changes in the school district size weighting factors for elementary schools (\$4,679,500).

⁴ Pursuant to Senate amendments to House Bill No. 1027, funding for transportation aid grants is increased to provide a total of \$58.1 million.

⁵ Funding from special funds made available from 2019-21 biennium carryover is added to increase funding for national writing projects (\$7,500), "We the People" program (\$27,500), and rural art outreach (\$119,000) to provide the following program and passthrough grants:

	Program and Passthrough Grants
Adult education matching grants	\$5,000,000
School food services matching grants	1,380,000
Free breakfast program	200,000
Program grant pool	900,000
Science experiments one-time grant	13,500,000
National writing projects	50,000
Rural art outreach projects	425,000
North Central Council for Education Media Services	202,300
Mentoring program	2,125,764
"We the People" program	70,000
Cultural heritage grants	<u>34,000</u>
Total program and passthrough grants	\$23,887,064

⁶ One-time funding is added for state automated reporting system (STARS) maintenance. In addition, a section is added to the bill to provide up to \$600,000 of the unexpended amount remaining from the one-time appropriation from the foundation aid stabilization fund for the STARS rewrite, at the end of the 2019-21 biennium may be continued into the 2021-23 biennium for continuing the STARS rewrite.

⁷ One-time funding made available through the American Rescue Plan Act of 2021 is added, including discretionary funding available to the Superintendent of Public Instruction (\$30,526,688) and funding to be allocated directly to school districts (\$274,740,191).

This amendment also:

- Adds a section to authorize the department to withhold funds required to be paid by school districts for school approval;
- Adds a section to authorize the Superintendent of Public Instruction to provide funding from the integrated formula payments line item for postsecondary transitional programs;
- Adds a section to require school districts to use 70 percent of increased funding for integrated formula payments for compensation increases for non-administrative personnel;
- Removes a section related to indirect cost recoveries and amends a section related to general educational development fees and displaced homemaker deposits to include indirect cost recoveries;
- Amends North Dakota Century Code Section 15.1-02-02 to provide the statutory changes to increase the Superintendent of Public Instruction's salary. The Superintendent's annual salary would increase from the current level of \$125,880 to \$127,768, effective July 1, 2021, and to \$130,323, effective July 1, 2022, to reflect a 1.5 percent salary increase in the 1st year of the biennium and a 2 percent salary increase in the 2nd year of the biennium;
- Removes a section amending Section 15.1-06-19 related to school counselors that would have required each school district have one school counselor for every 300 students in kindergarten through grade 6;
- Amends Section 15.1-27-16 to allow administrative cost-sharing reimbursement for special education units; and
- Adds an emergency clause for federal funding provided through the American Rescue Plan Act of 2021, totaling \$305,266,879 appropriated in subdivision 1 of Section 1 of the bill.

House Bill No. 1013 - Department of Public Instruction - Conference Committee Action

	Base Budget	House Version	Conference Committee Changes	Conference Committee Version	Senate Version	Comparison to Senate
Salaries and wages	\$18,027,035	\$17,838,463	\$16,284	\$17,854,747	\$17,854,747	
Operating expenses	33,770,947	33,098,149	200,000	33,298,149	63,824,837	(\$30,526,688)
Integrated formula payments	2,098,202,429	2,098,370,500	33,454,500	2,131,825,000	2,137,350,000	(5,525,000)
Grants - Special education contracts	24,000,000	27,000,000		27,000,000	27,000,000	
Grants - Transportation	56,500,000	56,500,000	1,600,000	58,100,000	58,100,000	
Grants - Other grants	287,062,705	312,738,893	250,000	312,988,893	587,479,084	(274,490,191)
Grants - Program grants	7,680,000					
Grants - Passthrough grants	2,863,764					
PowerSchool	5,500,000	5,250,000		5,250,000	5,250,000	
National board certification	108,000	176,290		176,290	176,290	
Grants - Program and passthrough grants		23,733,064	154,000	23,887,064	23,887,064	
Total all funds	\$2,533,714,880	\$2,574,705,359	\$35,674,784	\$2,610,380,143	\$2,920,922,022	(\$310,541,879)
Less estimated income	812,553,743	918,215,157	33,768,113	951,983,270	1,257,845,649	(305,862,379)
General fund	\$1,721,161,137	\$1,656,490,202	\$1,906,671	\$1,658,396,873	\$1,663,076,373	(\$4,679,500)
FTE	89.25	86.25	0.00	86.25	86.25	0.00

Department 201 - Department of Public Instruction - Detail of Conference Committee Changes

	Adjusts Funding for Salary Increases ¹	Adjusts Funding for School Approval ²	Adjusts Funding for Integrated Formula Payments ³	Increases Funding for Transportation Aid ⁴	Adjusts Funding for Program and Passthrough Grants ⁵	Adds One-Time Funding for State Automated Reporting System (STARS) Maintenance ⁶
Salaries and wages	\$16,284					
Operating expenses						\$200,000
Integrated formula payments			\$33,454,500			
Grants - Special education contracts						
Grants - Transportation				\$1,600,000		
Grants - Other grants						
Grants - Program grants						
Grants - Passthrough grants						
PowerSchool						
National board certification						
Grants - Program and passthrough grants					\$154,000	
Total all funds	\$16,284	\$0	\$33,454,500	\$1,600,000	\$154,000	\$200,000
Less estimated income	9,613	(100,000)	33,454,500	0	154,000	0
General fund	\$6,671	\$100,000	\$0	\$1,600,000	\$0	\$200,000
FTE	0.00	0.00	0.00	0.00	0.00	0.00

	Adds One-Time Funding for Regional Education Association Grants²	Total Conference Committee Changes
Salaries and wages		\$16,284
Operating expenses		200,000
Integrated formula payments		33,454,500
Grants - Special education contracts		
Grants - Transportation		1,600,000
Grants - Other grants	\$250,000	250,000
Grants - Program grants		
Grants - Passthrough grants PowerSchool		
National board certification		
Grants - Program and passthrough grants		154,000
Total all funds	\$250,000	\$35,674,784
Less estimated income	250,000	33,768,113
General fund	\$0	\$1,906,671
FTE	0.00	0.00

¹ Funding is adjusted to provide salary increases of 1.5 percent on July 1, 2021, with a minimum monthly increase of \$100, and 2 percent on July 1, 2022, the same as the Senate. The House provided salary adjustments of 1.5 percent on July 1, 2021, and July 1, 2022, with a minimum monthly increase of \$100 and a maximum monthly increase of \$250.

² The funding source for professional fees related to school approval is adjusted to provide \$100,000 from the general fund for the Department of Public Instruction's portion of the \$1,112,000 total cost, the same as the Senate version. Funding for the remaining cost will be reimbursed by school districts through an assessment withheld from school districts' integrated formula payments.

³ Funding from the foundation aid stabilization fund is increased for integrated formula payments, pursuant to Conference Committee amendments to House Bill No. 1388, to provide a total of \$2,131,825,000, of which \$433,020,000 is from the state tuition fund, \$143,454,500 is from the foundation aid stabilization fund, and \$1,555,350,500 is from the general fund. Funding is adjusted to:

- Increase funding by \$34,300,000 to provide a 1 percent increase in the integrated formula payment rate each year of the 2021-23 biennium, the same as the Senate version;
- Increase funding by \$8,254,500 related to adjustments to the school district size weighting factors for elementary schools, the same as the Senate version, and school districts with multiple buildings more than 19 miles apart, which was not included in the House or Senate version;
- Decrease funding by \$5,700,000 to remove adjustments to the transition maximum, the House and Senate versions included a 5 percent increase in the transition maximum each year of the 2021-23 biennium; and
- Decrease funding by \$3,400,000 by postponing the phase out of transition maximum adjustments to the 2023-25 biennium. The House and Senate began phasing out the transition maximum adjustments during the 2021-23 biennium.

The Senate approved formula adjustments totaling \$51,016,012, of which \$34,300,000 was provided from the foundation aid stabilization fund and \$16,716,012 was provided from the general fund. The House approved formula adjustments totaling \$12,036,512 from the general fund.

⁴ Pursuant to House Bill No. 1027, funding for transportation aid grants is increased to provide a total of \$58.1 million, the same as the Senate version.

⁵ Funding from special funds made available from 2019-21 biennium carryover is added to increase funding for national writing projects (\$7,500), "We the People" program (\$27,500), and rural art outreach (\$119,000) to provide the following program and passthrough grants, the same as the Senate version:

	Program and Passthrough Grants
Adult education matching grants	\$5,000,000
School food services matching grants	1,380,000
Free breakfast program	200,000
Program grant pool	900,000
Bismarck Gateway to Science	13,500,000
National writing projects	50,000
Rural art outreach projects	425,000
North Central Council for Education Media Services	202,300
Mentoring program	2,125,764
"We the People" program	70,000
Cultural heritage grants	<u>34,000</u>
Total program and passthrough grants	\$23,887,064

⁶ One-time funding is added for state automated reporting system (STARS) maintenance, the same as the Senate version. In addition, a section is added to the bill to provide up to \$600,000 of the unexpended amount remaining from the one-time appropriation from the foundation aid stabilization fund for the STARS rewrite, at the end of the 2019-21 biennium may be continued into the 2021-23 biennium for continuing the STARS rewrite, the same as the Senate version.

⁷ One-time funding is added from the federal Coronavirus Relief Fund for grants to regional education associations. The funding must be allocated based on enrollment in after school programs and distributed on a reimbursement basis for eligible expenditures. This funding was not included in the House or Senate version.

This amendment also:

- Adds a section to authorize the department to withhold funds required to be paid by school districts for school approval, the same as the Senate version;
- Adds a section to authorize the Superintendent of Public Instruction to provide funding from the integrated formula payments line item for postsecondary transitional programs, the same as the Senate version;
- Adds a section to require school districts to use 70 percent of increased funding for integrated formula payments related to any increases in the base integrated formula payment rate for compensation increases for nonadministrative personnel, the same as the Senate version;
- Removes a section related to indirect cost recoveries and amends a section related to general educational development fees and displaced homemaker deposits to include indirect cost recoveries, the same as the Senate version;
- Amends North Dakota Century Code Section 15.1-02-02 to provide the statutory changes to adjust the Superintendent of Public Instruction's salary to reflect a 1.5 percent salary increase in the 1st year of the biennium and a 2 percent salary increase in the 2nd year of the biennium, the same as the Senate version. The superintendent's annual salary would increase from the current level of \$125,880 to \$127,768, effective July 1, 2021, and to \$130,323, effective July 1, 2022. The House provided salary adjustments of 1.5 percent on July 1, 2021, and July 1, 2022;
- Amends Section 15.1-06-19 related to school counselors to require each school district have one school counselor for every 300 students in kindergarten through grade 6, the same as the House version. Amendments included by the House related to the duties of school counselors were not included in the Conference Committee amendments. The Senate removed the section amending Section 15.1-06-19; and
- Amends Section 15.1-27-16 to allow administrative cost-sharing reimbursement for special education units, the same as the Senate version.

The Conference Committee did not include one-time funding made available through the American Rescue Plan Act of 2021, including discretionary funding available to the Superintendent of Public Instruction (\$30,526,688) and funding to be allocated directly to school districts (\$274,740,191) which was added as an emergency measure by the Senate. This funding was appropriated in House Bill No. 1395.

The Conference Committee did not include a section, added by the Senate, to require \$260,000 provided from the general fund to be used only for the operations of the K-12 Education Coordination Council.

House Bill No. 1013 - State Library - House Action

	Base Budget	House Changes	House Version
Salaries and wages	\$4,300,335	(\$152,269)	\$4,148,066
Operating expenses	1,621,917	200,786	1,822,703
Grants	2,233,528		2,233,528
Total all funds	\$8,155,780	\$48,517	\$8,204,297
Less estimated income	2,374,361	(10,438)	2,363,923
General fund	\$5,781,419	\$58,955	\$5,840,374
FTE	27.75	(1.00)	26.75

Department 250 - State Library - Detail of House Changes

	Adjusts Funding for Base Payroll Changes¹	Adds Funding for Salary and Benefit Increases²	Removes Undesignated Positions³	Adds Educational Program Administrator⁴	Adds Funding for Microsoft Office 365 License Expenses⁵	Adds Funding for Federal Grants⁶
Salaries and wages	(\$117,322)	\$122,515	(\$308,462)	\$151,000		
Operating expenses					\$786	\$200,000
Grants						
Total all funds	(\$117,322)	\$122,515	(\$308,462)	\$151,000	\$786	\$200,000
Less estimated income	(223,592)	13,154	0	0	0	200,000
General fund	\$106,270	\$109,361	(\$308,462)	\$151,000	\$786	\$0
FTE	0.00	0.00	(2.00)	1.00	0.00	0.00

	Total House Changes
Salaries and wages	(\$152,269)
Operating expenses	200,786
Grants	
Total all funds	\$48,517
Less estimated income	(10,438)
General fund	\$58,955
FTE	(1.00)

¹ Funding is adjusted for base payroll changes.

² The following funding is added for 2021-23 biennium salary adjustments of 1.5 percent on July 1, 2021, and July 1, 2022, with a minimum monthly increase of \$100 and a maximum monthly increase of \$250 for both years, and increases in health insurance premiums from \$1,427 to \$1,429 per month:

	General Fund	Other Funds	Total
Salary increase	\$108,204	\$12,950	\$121,154
Health insurance increase	1,157	204	1,361
Total	\$109,361	\$13,154	\$122,515

³ Two FTE undesignated positions are removed.

⁴ One FTE educational program administrator II position is added.

⁵ Funding is added for operating expenses related to Microsoft Office 365 license expenses.

⁶ Funding from federal funds available from the Institute of Museum and Library Services is added for statewide database services, professional development for librarians, and other services.

This amendment also amends a section in the bill to provide that of the \$1,737,582 provided for aid to public libraries, no more than one-half may be spent during the 1st year of the biennium.

House Bill No. 1013 - State Library - Senate Action

	Base Budget	House Version	Senate Changes	Senate Version
Salaries and wages	\$4,300,335	\$4,148,066	(\$8,159)	\$4,139,907
Operating expenses	1,621,917	1,822,703		1,822,703
Grants	2,233,528	2,233,528		2,233,528
Total all funds	\$8,155,780	\$8,204,297	(\$8,159)	\$8,196,138
Less estimated income	2,374,361	2,363,923	494	2,364,417
General fund	\$5,781,419	\$5,840,374	(\$8,653)	\$5,831,721
FTE	27.75	26.75	0.00	26.75

Department 250 - State Library - Detail of Senate Changes

	Adjusts Funding for Salary Increases ¹	Total Senate Changes
Salaries and wages	(\$8,159)	(\$8,159)
Operating expenses		
Grants		
Total all funds	(\$8,159)	(\$8,159)
Less estimated income	494	494
General fund	(\$8,653)	(\$8,653)
FTE	0.00	0.00

¹ Funding is adjusted to provide salary increases of 1.5 percent on July 1, 2021, with a minimum monthly increase of \$100, and 2 percent on July 1, 2022. The House provided salary adjustments of 1.5 percent on July 1, 2021, and July 1, 2022, with a minimum monthly increase of \$100 and a maximum monthly increase of \$250.

House Bill No. 1013 - State Library - Conference Committee Action

	Base Budget	House Version	Conference Committee Changes	Conference Committee Version	Senate Version	Comparison to Senate
Salaries and wages	\$4,300,335	\$4,148,066	(\$8,159)	\$4,139,907	\$4,139,907	
Operating expenses	1,621,917	1,822,703		1,822,703	1,822,703	
Grants	2,233,528	2,233,528		2,233,528	2,233,528	
Total all funds	\$8,155,780	\$8,204,297	(\$8,159)	\$8,196,138	\$8,196,138	\$0
Less estimated income	2,374,361	2,363,923	494	2,364,417	2,364,417	0
General fund	\$5,781,419	\$5,840,374	(\$8,653)	\$5,831,721	\$5,831,721	\$0
FTE	27.75	26.75	0.00	26.75	26.75	0.00

Department 250 - State Library - Detail of Conference Committee Changes

	Adjusts Funding for Salary Increases ¹	Total Conference Committee Changes
Salaries and wages	(\$8,159)	(\$8,159)
Operating expenses		
Grants		
Total all funds	(\$8,159)	(\$8,159)
Less estimated income	494	494
General fund	(\$8,653)	(\$8,653)
FTE	0.00	0.00

¹ Funding is adjusted to provide salary increases of 1.5 percent on July 1, 2021, with a minimum monthly increase of \$100, and 2 percent on July 1, 2022, the same as the Senate. The House provided salary adjustments of 1.5 percent

on July 1, 2021, and July 1, 2022, with a minimum monthly increase of \$100 and a maximum monthly increase of \$250.

House Bill No. 1013 - School for the Deaf - House Action

	Base Budget	House Changes	House Version
Salaries and wages	\$8,054,944	\$282,522	\$8,337,466
Operating expenses	1,705,586		1,705,586
Capital assets	158,678	697,500	856,178
Grants	40,000	(40,000)	
Total all funds	\$9,959,208	\$940,022	\$10,899,230
Less estimated income	2,430,358	1,058,622	3,488,980
General fund	\$7,528,850	(\$118,600)	\$7,410,250
FTE	44.61	0.00	44.61

Department 252 - School for the Deaf - Detail of House Changes

	Adjusts Funding for Base Payroll Changes¹	Adds Funding for Salary and Benefit Increases²	Adjusts Funding Source for Salaries and Wages³	Increases Funding for Teacher Salaries⁴	Removes Funding for Higher Education Interpreter Grants⁵	Adds One-Time Funding for Campus Server Upgrade⁶
Salaries and wages	(\$37,345)	\$201,705	(\$15,542)	\$133,704		
Operating expenses						
Capital assets						\$7,500
Grants					(\$40,000)	
Total all funds	(\$37,345)	\$201,705	(\$15,542)	\$133,704	(\$40,000)	\$7,500
Less estimated income	(2)	11,124	350,000	0	0	7,500
General fund	(\$37,343)	\$190,581	(\$365,542)	\$133,704	(\$40,000)	\$0
FTE	0.00	0.00	0.00	0.00	0.00	0.00

	Adds One-Time Funding for Equipment⁷	Adds One-Time Funding for Boiler and Other Projects⁸	Total House Changes
Salaries and wages			\$282,522
Operating expenses			
Capital assets	\$40,000	\$650,000	697,500
Grants			(40,000)
Total all funds	\$40,000	\$650,000	\$940,022
Less estimated income	40,000	650,000	1,058,622
General fund	\$0	\$0	(\$118,600)
FTE	0.00	0.00	0.00

¹ Funding is adjusted for base payroll changes.

² The following funding is added for 2021-23 biennium salary adjustments of 1.5 percent on July 1, 2021, and July 1, 2022, with a minimum monthly increase of \$100 and a maximum monthly increase of \$250 for both years, and increases in health insurance premiums from \$1,427 to \$1,429 per month:

	General Fund	Other Funds	Total
Salary increase	\$188,211	\$11,009	\$199,220
Health insurance increase	2,370	115	2,485
Total	\$190,581	\$11,124	\$201,705

³ The funding source for salaries and wages is adjusted to provide funding from special funds available from trust fund distributions, rents, and service revenue.

⁴ Funding for teacher salaries is increased.

⁵ Funding for interpreter grants to state colleges and universities is removed.

⁶ One-time funding from special funds available from trust fund distributions, rents, and service revenue is added to upgrade the campus server.

⁷ One-time funding from special funds available from trust fund distributions, rents, and service revenue is added for lawn tractor and kitchen appliance replacement.

⁸ One-time funding from special funds available from trust fund distributions, rents, and service revenue to upgrade the standby boiler and other Resource Center projects.

A section related to the distribution of higher education grants is amended to allow carryover of unused grant funds from the 2019-21 biennium to the 2021-23 biennium to provide grants until the remaining funding is expended. No new grant funding is provided in the 2021-23 biennium.

House Bill No. 1013 - School for the Deaf - Senate Action

	Base Budget	House Version	Senate Changes	Senate Version
Salaries and wages	\$8,054,944	\$8,337,466	(\$4,646)	\$8,332,820
Operating expenses	1,705,586	1,705,586	21,500	1,727,086
Capital assets	158,678	856,178		856,178
Grants	40,000			
Total all funds	\$9,959,208	\$10,899,230	\$16,854	\$10,916,084
Less estimated income	2,430,358	3,488,980	20,548	3,509,528
General fund	\$7,528,850	\$7,410,250	(\$3,694)	\$7,406,556
FTE	44.61	44.61	0.00	44.61

Department 252 - School for the Deaf - Detail of Senate Changes

	Adjusts Funding for Salary Increases ¹	Adds One-Time Funding for Operating Expenses ²	Total Senate Changes
Salaries and wages	(\$4,646)		(\$4,646)
Operating expenses		\$21,500	21,500
Capital assets			
Grants			
Total all funds	(\$4,646)	\$21,500	\$16,854
Less estimated income	(952)	21,500	20,548
General fund	(\$3,694)	\$0	(\$3,694)
FTE	0.00	0.00	0.00

¹ Funding is adjusted to provide salary increases of 1.5 percent on July 1, 2021, with a minimum monthly increase of \$100, and 2 percent on July 1, 2022. The House provided salary adjustments of 1.5 percent on July 1, 2021, and July 1, 2022, with a minimum monthly increase of \$100 and a maximum monthly increase of \$250.

² One-time funding is added for operating expenses to receive and expend two grants from the Department of Public Instruction (elementary and secondary school emergency relief funds) to assist special education programs in assessing and responding to individual needs as a result of COVID-19 (\$11,500) and to improve graduation rates of students with disabilities through the use of evidence-based practices (\$10,000).

House Bill No. 1013 - School for the Deaf - Conference Committee Action

	Base Budget	House Version	Conference Committee Changes	Conference Committee Version	Senate Version	Comparison to Senate
Salaries and wages	\$8,054,944	\$8,337,466	(\$4,646)	\$8,332,820	\$8,332,820	
Operating expenses	1,705,586	1,705,586	21,500	1,727,086	1,727,086	
Capital assets	158,678	856,178		856,178	856,178	
Grants	40,000					
Total all funds	\$9,959,208	\$10,899,230	\$16,854	\$10,916,084	\$10,916,084	\$0
Less estimated income	2,430,358	3,488,980	20,548	3,509,528	3,509,528	0
General fund	\$7,528,850	\$7,410,250	(\$3,694)	\$7,406,556	\$7,406,556	\$0
FTE	44.61	44.61	0.00	44.61	44.61	0.00

Department 252 - School for the Deaf - Detail of Conference Committee Changes

	Adjusts Funding for Salary Increases ¹	Adds One-Time Funding for Operating Expenses ²	Adjusts Funding Source for One-Time Boiler Replacement ³	Total Conference Committee Changes
Salaries and wages	(\$4,646)			(\$4,646)
Operating expenses		\$21,500		21,500
Capital assets				
Grants				
Total all funds	(\$4,646)	\$21,500	\$0	\$16,854
Less estimated income	(952)	21,500	0	20,548
General fund	(\$3,694)	\$0	\$0	(\$3,694)
FTE	0.00	0.00	0.00	0.00

¹ Funding is adjusted to provide salary increases of 1.5 percent on July 1, 2021, with a minimum monthly increase of \$100, and 2 percent on July 1, 2022, the same as the Senate. The House provided salary adjustments of 1.5 percent on July 1, 2021, and July 1, 2022, with a minimum monthly increase of \$100 and a maximum monthly increase of \$250.

² One-time funding is added for operating expenses to receive and expend two grants from the Department of Public Instruction to assist special education programs in assessing and responding to individual needs as a result of COVID-19 (\$11,500) and to improve graduation rates of students with disabilities through the use of evidence-based practices (\$10,000), the same as the Senate version.

³ The funding source for the standby boiler upgrade and related heating, ventilation, and air conditioning is adjusted to provide \$300,000 from the federal Coronavirus Relief Fund and \$350,000 from special funds available from trust fund distributions, rents, and service revenue. The House and Senate provided \$650,000 from special funds available from trust fund distributions, rents, and service revenue for the standby boiler upgrade.

House Bill No. 1013 - Vision Services - School for the Blind - House Action

	Base Budget	House Changes	House Version
Salaries and wages	\$4,935,291	\$60,053	\$4,995,344
Operating expenses	795,821	29,850	825,671
Capital assets	39,192	284,000	323,192
Total all funds	\$5,770,304	\$373,903	\$6,144,207
Less estimated income	1,052,315	473,796	1,526,111
General fund	\$4,717,989	(\$99,893)	\$4,618,096
FTE	27.90	(0.15)	27.75

Department 253 - Vision Services - School for the Blind - Detail of House Changes

	Adds Funding for Salary and Benefit Increases ¹	Removes Activity Assistant Position ²	Adjusts Funding Source for Salaries and Wages ³	Increases Funding for Teacher Salaries ⁴	Decreases Funding for Operating Expenses ⁵	Adds Funding for Microsoft Office 365 License Expenses ⁶
Salaries and wages	\$71,125	(\$9,370)	(\$74,312)	\$72,610		
Operating expenses					(\$6,235)	\$3,085
Capital assets						
Total all funds	\$71,125	(\$9,370)	(\$74,312)	\$72,610	(\$6,235)	\$3,085
Less estimated income	8,797	0	145,982	0	0	2,017
General fund	\$62,328	(\$9,370)	(\$220,294)	\$72,610	(\$6,235)	\$1,068
FTE	0.00	(0.15)	0.00	0.00	0.00	0.00

	Adds One-Time Funding for LED Lighting ⁷	Adds One-Time Funding for Electrical Service in the South Wing ⁸	Adds One-Time Funding for Other Improvements ⁹	Adds One-Time Funding to Replace Flooring ¹⁰	Total House Changes
Salaries and wages					\$60,053
Operating expenses	\$33,000				29,850
Capital assets		\$165,000	\$109,000	\$10,000	284,000
Total all funds	\$33,000	\$165,000	\$109,000	\$10,000	\$373,903
Less estimated income	33,000	165,000	109,000	10,000	473,796
General fund	\$0	\$0	\$0	\$0	(\$99,893)
FTE	0.00	0.00	0.00	0.00	(0.15)

¹ The following funding is added for 2021-23 biennium salary adjustments of 1.5 percent on July 1, 2021, and July 1, 2022, with a minimum monthly increase of \$100 and a maximum monthly increase of \$250 for both years, and increases in health insurance premiums from \$1,427 to \$1,429 per month:

	General Fund	Other Funds	Total
Salary increase	\$61,049	\$8,663	\$69,712
Health insurance increase	1,279	134	1,413
Total	\$62,328	\$8,797	\$71,125

² A .15 FTE activity assistant position and related funding for salaries and wages is removed.

³ The funding source for salaries and wages is adjusted to provide funding from special funds available from trust fund distributions, rents, and service revenue.

⁴ Funding is increased for teacher salaries.

⁵ Funding is decreased for operating expenses.

⁶ Funding is increased for Microsoft Office 365 license expenses.

⁷ One-time funding from special funds available from trust fund distributions, rents, and service revenue is added for LED lighting.

⁸ One-time funding from special funds available from trust fund distributions, rents, and service revenue is added to replace electrical service to the South Wing.

⁹ One-time funding from special funds available from trust fund distributions and other revenue is added for air conditioning replacement; sidewalk, parking lot, and roof repairs; and overhead door, main door, and key system replacement.

¹⁰ One-time funding from special funds available from trust fund distributions, rents, and service revenue is added to replace flooring in the main restrooms and living quarters.

House Bill No. 1013 - Vision Services - School for the Blind - Senate Action

	Base Budget	House Version	Senate Changes	Senate Version
Salaries and wages	\$4,935,291	\$4,995,344	(\$3,150)	\$4,992,194
Operating expenses	795,821	825,671		825,671
Capital assets	39,192	323,192		323,192
Total all funds	\$5,770,304	\$6,144,207	(\$3,150)	\$6,141,057
Less estimated income	1,052,315	1,526,111	(146,933)	1,379,178
General fund	\$4,717,989	\$4,618,096	\$143,783	\$4,761,879
FTE	27.90	27.75	0.00	27.75

Department 253 - Vision Services - School for the Blind - Detail of Senate Changes

	Adjusts Funding for Salary Increases ¹	Adjusts the Funding Source for 1 FTE Position ²	Total Senate Changes
Salaries and wages	(\$3,150)		(\$3,150)
Operating expenses			
Capital assets			
Total all funds	(\$3,150)	\$0	(\$3,150)
Less estimated income	(951)	(145,982)	(146,933)
General fund	(\$2,199)	\$145,982	\$143,783
FTE	0.00	0.00	0.00

¹ Funding is adjusted to provide salary increases of 1.5 percent on July 1, 2021, with a minimum monthly increase of \$100, and 2 percent on July 1, 2022. The House provided salary adjustments of 1.5 percent on July 1, 2021, and July 1, 2022, with a minimum monthly increase of \$100 and a maximum monthly increase of \$250.

² The funding source for 1 FTE position is changed from special funds available from trust fund distributions, rents, and service revenue to funding from the general fund.

House Bill No. 1013 - Vision Services - School for the Blind - Conference Committee Action

	Base Budget	House Version	Conference Committee Changes	Conference Committee Version	Senate Version	Comparison to Senate
Salaries and wages	\$4,935,291	\$4,995,344	(\$3,150)	\$4,992,194	\$4,992,194	
Operating expenses	795,821	825,671		825,671	825,671	
Capital assets	39,192	323,192	97,500	420,692	323,192	\$97,500
Total all funds	\$5,770,304	\$6,144,207	\$94,350	\$6,238,557	\$6,141,057	\$97,500
Less estimated income	1,052,315	1,526,111	(49,433)	1,476,678	1,379,178	97,500
General fund	\$4,717,989	\$4,618,096	\$143,783	\$4,761,879	\$4,761,879	\$0
FTE	27.90	27.75	0.00	27.75	27.75	0.00

Department 253 - Vision Services - School for the Blind - Detail of Conference Committee Changes

	Adjusts Funding for Salary Increases ¹	Adjusts the Funding Source for 1 FTE Position ²	Adds One- Time Funding for Heating, Ventilation, and Air Conditioning Updates ³	Adds One- Time Funding for Vision Screening Devices ⁴	Total Conference Committee Changes
Salaries and wages	(\$3,150)				(\$3,150)
Operating expenses					
Capital assets			\$86,000	\$11,500	97,500
Total all funds	(\$3,150)	\$0	\$86,000	\$11,500	\$94,350
Less estimated income	(951)	(145,982)	86,000	11,500	(49,433)
General fund	(\$2,199)	\$145,982	\$0	\$0	\$143,783
FTE	0.00	0.00	0.00	0.00	0.00

¹ Funding is adjusted to provide salary increases of 1.5 percent on July 1, 2021, with a minimum monthly increase of \$100, and 2 percent on July 1, 2022, the same as the Senate. The House provided salary adjustments of 1.5 percent on July 1, 2021, and July 1, 2022, with a minimum monthly increase of \$100 and a maximum monthly increase of \$250.

² The funding source for 1 FTE position is changed from special funds available from trust fund distributions, rents, and service revenue to funding from the general fund, the same as the Senate version.

³ One-time funding from the federal Coronavirus Relief Fund is added for capital assets related to heating, ventilation, and air conditioning updates. This funding was not included in the House or Senate version.

⁴ One-time funding is added for capital assets to receive and expend a grant from the Department of Public Instruction to purchase vision screening devices. This funding was not included in the House or Senate version.