

MICROFILM DIVIDER

OMB/RECORDS MANAGEMENT DIVISION

SFN 2053 (2/85) 5M



ROLL NUMBER

DESCRIPTION

2070

2001 SENATE INDUSTRY, BUSINESS AND LABOR

SB 2070

2001 SENATE STANDING COMMITTEE MINUTES

BILL/RESOLUTION NO. 2070

Senate Industry, Business, and Labor Committee

Date 1-16-01

Tape Number	Side A	Side B	Meter #
1	x		29,5-39,9
Committee Clerk Signature <i>Doris E. Pérez</i>			

Minutes: SB 2070 relates to the federal advance interest repayment fund; and to provide a continuing appropriation.

Wayne Kindem: (Director of Administrative Services for NDJS; Supports) See Attached Testimony.

Senator Mutch: How much money are we talking about?

Wayne Kindem: \$2,300,000

Senator Krebsbach: Who would own it and upkeeps and maintains the building?

Wayne Kindem: Costs are chargeable to the Federal grant.

Senator Espgaard: So, there really is no "increased" cost involved?

Wayne Kindem: Correct.

Senator D. Mathern: How many employees in Bismarck and where do they park?

Wayne Kindem: 40 employees and 24 parking places in lot. We currently lease parking area for our employees and the the other 24 spots are for customers.

Page 2

Senate Industry, Business, and Labor 2070

Hearing Date 1-16-01

Senator Espgaard: Where would building be located?

Wayne Kindem: We do not have a location yet.

Hearing on SB 2070 was closed. Motion made by Senator D. Mathern for "Do Pass." Seconded by Senator Tollefson. Roll call taken 7-0-0. Senator Tollefson is floor carrier.

FISCAL NOTE
 Requested by Legislative Council
 12/14/2000

Bill/Resolution No.: SB 2070

Amendment to:

1A. State fiscal effect: *Identify the state fiscal effect and the fiscal effect on agency appropriations compared to funding levels and appropriations anticipated under current law.*

	1999-2001 Biennium		2001-2003 Biennium		2003-2005 Biennium	
	General Fund	Other Funds	General Fund	Other Funds	General Fund	Other Funds
Revenues	\$0	\$0	\$0	\$0	\$0	\$0
Expenditures	\$0	\$0	\$0	\$76,919	\$0	\$64,203
Appropriations	\$0	\$0	\$0	\$76,919	\$0	\$64,203

1B. County, city, and school district fiscal effect: *Identify the fiscal effect on the appropriate political subdivision.*

1999-2001 Biennium			2001-2003 Biennium			2003-2005 Biennium		
Counties	Cities	School Districts	Counties	Cities	School Districts	Counties	Cities	School Districts
\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0

2. Narrative: *Identify the aspects of the measure which cause fiscal impact and include any comments relevant to your analysis.*

This bill allows use of the Federal Advance Interest Repayment (FAIR) fund to pay interest on Bond financing and principal payments for Bond retirement for acquisition of a service delivery office for the Bismarek-Mandan area. The intent is to charge Federal grants for the interest cost and the FAIR fund for principal payments (Bond Retirement), thus achieving state equity in the property. The bill also allows charging the principal cost to the FAIR fund for retirement of the existing bonds on the Grand Forks service delivery office. Currently, interest on the Grand Forks office bonds is charged to the FAIR fund and the principal to Federal grants. The intent is to reverse this so that the principal for Bond Retirement be charged to the FAIR fund so that equity in the Grand Forks office is State rather than Federal.

3. State fiscal effect detail: *For information shown under state fiscal effect in 1A, please:*

A. Revenues: *Explain the revenue amounts. Provide detail, when appropriate, for each revenue type and fund affected and any amounts included in the executive budget.*

B. Expenditures: *Explain the expenditure amounts. Provide detail, when appropriate, for each agency, line item, and fund affected and the number of FTE positions affected.*

The expenditures shown in section 1A, Other Funds, are charges to Federal grants. They represent the interest cost for bond financing for acquisition of a customer service office for the Bismarek-Mandan service delivery area less the avoided office rent cost. They also represent reduction in charges to Federal grants by charging interest to Federal grants and the principal to the FAIR fund for the existing Grand Forks

office financing. These expenditures are classified as operating expense.

Charges to the FAIR fund which has a continuing appropriation would be \$31,997 for the 01-03 biennium and \$175,132 for the 03-05 biennium.

There are no FTE positions affected.

C. Appropriations: *Explain the appropriation amounts. Provide detail, when appropriate, of the effect on the biennial appropriation for each agency and fund affected and any amounts included in the executive budget. Indicate the relationship between the amounts shown for expenditures and appropriations.*

The appropriation amount shown for 'Other Funds' is not reflected in the Job Service Appropriation Bill, SB 2017.

Name:	Wayne Kindem	Agency:	Job Service North Dakota
Phone Number:	328-3033	Date Prepared:	01/05/2001

Date: January 16/01
Roll Call Vote #: 1

2001 SENATE STANDING COMMITTEE ROLL CALL VOTES
BILL/RESOLUTION NO. 2070

Senate Industry, Business and Labor

Committee

- Subcommittee on _____
or
 Conference Committee

Legislative Council Amendment Number _____

Action Taken Do Pass

Motion Made By S. Mathern Seconded By S. Tollefson

Senators	Yes	No	Senators	Yes	No
Senator Mutch - Chairman	✓		Senator Every	✓	
Senator Klein - Vice Chairman	✓		Senator Mathern	✓	
Senator Espegard	✓				
Senator Krebsbach	✓				
Senator Tollefson	✓				

Total (Yes) 7 No 0

Absent 0

Floor Assignment S. Tollefson

If the vote is on an amendment, briefly indicate intent:

REPORT OF STANDING COMMITTEE (410)
January 16, 2001 2:31 p.m.

Module No: SR-06-1068
Carrier: Tollefson
Insert LC: . Title: .

REPORT OF STANDING COMMITTEE

SB 2070: Industry, Business and Labor Committee (Sen. Mutch, Chairman) recommends DO PASS and BE REREFERRED to the Appropriations Committee (7 YEAS, 0 NAYS, 0 ABSENT AND NOT VOTING). SB 2070 was rereferred to the Appropriations Committee.

2001 SENATE APPROPRIATIONS

SB 2070

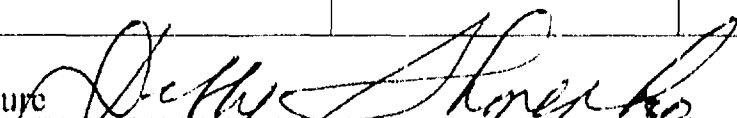
2001 SENATE STANDING COMMITTEE MINUTES

BILL/RESOLUTION NO. SB 2070

Senate Appropriations Committee

Conference Committee

Hearing Date January 26, 2001

Tape Number	Side A	Side B	Meter #
1	FAIR Fund		16.5-28.2
Committee Clerk Signature 			

Minutes:

Senator Solberg opened the hearing on SB 2070.

Wayne Kindem, Director of Administrative Services for Job Service North Dakota, testified on behalf of SB 2070 (testimony attached), stating the use of the FAIR fund to acquire state equity in their existing Grand Forks property and the proposed Bismarek property.

Senator Bowman: You are building a new building in Bismarek? And these fees are to finance this building?

Wayne Kindem: With the borrowing authority.

Senator Bowman: How big will this building be?

Wayne Kindem: About 17,000 square feet; the one we are in now is 6,700 square feet and to small.

Senator Solberg: Have you looked at cost connectivity with other state departments? To locate to one area with other state agencies to save on costs..

Wayne Kindem: We have had no discussion on this with other state agencies; the study last session was for the master plan and we were not included as part of this capitol complex but we are agreeable to look at it.

Senator Bowman: Most expansions are in the bigger cities at the expense of the rural communities; how many jobs will this new program have and how much space is needed? Have buildings in the rural areas been looked at?

Wayne Kindem: We have daily services with 19 different communities and more monthly; what are decentralized and support this. The facility in Bismarck is for people in Bismarck for the service to local customers as well as the staff and a rural area would be difficult for this situation with technology and the delivery system.

Senator Robinson: Asking that OMB supply a listing with all state rentals that the state of ND is now renting per agency, the cost and map showing locations.

Senator Grindberg: This has already been requested with SB 2023.

Senator Andrist: This was also inventoried with the Interim Committee for Government Services.

Senator Holmberg: This bill is to accrue equity for the state and not the federal government; if you saw the building in Bismarck you would notice that the size is too small and there is no parking for the public.

Senator Schobinger: Why was this not done previously with the equity for years, why not before?

Wayne Kindem: The Federal Government would not allow this on Federal Grants; needed nonsource efficiency now we can charge the interest; flexibility interest to the state.

With no opposition the hearing was closed. Tape 1, Side A, meter 28.2.

2-7-01

February 7, 2001 Full Committee (Tape 1, Side B, Meter No. 22.6-32.1)

Senator Nething, Chair of the Senate Appropriations Committee, reopened the hearing on SB2070.

Senator Holmberg, Chair of the North Dakota Job Service Subcommittee, explained that SB2069, SB2070, and SB2071, were considered when the Subcommittee met, and were incorporated as deemed fitting into SB2017.

Senator Holmberg moved a DO NOT PASS; Senator Andrist seconded the motion. No discussion, call for the Roll Call Vote: 11 yes, 0 no, and 3 absent and not voting.

Senator Holmberg accepted the floor assignment.

Date: 2-7-01

Roll Call Vote #: 1

2001 SENATE STANDING COMMITTEE ROLL CALL VOTES
BILL/RESOLUTION NO. SB 2070

Senate Appropriations Committee

Subcommittee on _____

or

Conference Committee

Legislative Council Amendment Number _____

Action Taken Old Post Pass

Motion Made By Sen Holmberg Seconded By Sen Andrist

Senators	Yes	No	Senators	Yes	No
Dave Nething, Chairman	✓				
Ken Solberg, Vice-Chairman	✓				
Randy A. Schobinger	✓				
Elroy N. Lindaas	✓				
Harvey Tallackson	✓				
Larry J. Robinson	✓				
Steven W. Tomac					
Joel C. Heitkamp	✓				
Tony Grindberg	✓				
Russell T. Thane					
Ed Kringstad					
Ray Holmberg	✓				
Bill Bowman	✓				
John M. Andrist	✓				

Total Yes 11 No 0

Absent 3

Floor Assignment Senator Holmberg

If the vote is on an amendment, briefly indicate intent:

REPORT OF STANDING COMMITTEE (410)
February 7, 2001 11:16 a.m.

Module No: SR-22-2565
Carrier: Holmberg
Insert LC: . Title: .

REPORT OF STANDING COMMITTEE

SB 2070: Appropriations Committee (Sen. Nething, Chairman) recommends **DO NOT PASS** (11 YEAS, 0 NAYS, 3 ABSENT AND NOT VOTING). SB 2070 was placed on the Eleventh order on the calendar.

2001 TESTIMONY

SB 2070

