

**STATEMENT OF PURPOSE OF AMENDMENT:**

**House Bill No. 1009 - Funding Summary**

	<b>Base Budget</b>	<b>Final Legislative Action</b>	<b>Comparison to Base Budget</b>
Department of Agriculture			
Salaries and wages	\$12,534,265	\$12,372,949	(\$161,316)
Operating expenses	6,419,121	7,444,336	1,025,215
Capital assets	8,000	13,000	5,000
Grants	8,392,774	8,937,774	545,000
State Board of Animal Health	1,006,773	865,718	(141,055)
Wildlife services	1,401,257	1,408,000	6,743
Crop Harmonization Board	75,000	75,000	
Pipeline restoration and reclamation	400,000	200,000	(200,000)
<b>Total all funds</b>	<b>\$30,237,190</b>	<b>\$31,316,777</b>	<b>\$1,079,587</b>
Less estimated income	20,276,053	22,207,676	1,931,623
General fund	\$9,961,137	\$9,109,101	(\$852,036)
FTE	77.00	73.00	(4.00)
<b>Bill Total</b>			
Total all funds	\$30,237,190	\$31,316,777	\$1,079,587
Less estimated income	20,276,053	22,207,676	1,931,623
General fund	\$9,961,137	\$9,109,101	(\$852,036)
FTE	77.00	73.00	(4.00)

**House Bill No. 1009 - Department of Agriculture - House Action**

	<b>Base Budget</b>	<b>House Changes</b>	<b>House Version</b>
Salaries and wages	\$12,534,265	(\$146,594)	\$12,387,671
Operating expenses	6,419,121	1,025,215	7,444,336
Capital assets	8,000	5,000	13,000
Grants	8,392,774	545,000	8,937,774
State Board of Animal Health	1,006,773	(141,055)	865,718
Wildlife services	1,401,257	6,743	1,408,000
Crop Harmonization Board	75,000		75,000
Pipeline restoration and reclamation	400,000	(200,000)	200,000
<b>Total all funds</b>	<b>\$30,237,190</b>	<b>\$1,094,309</b>	<b>\$31,331,499</b>
Less estimated income	20,276,053	1,938,380	22,214,433
General fund	\$9,961,137	(\$844,071)	\$9,117,066
FTE	77.00	(4.00)	73.00

**Department 602 - Department of Agriculture - Detail of House Changes**

	<b>Adjusts Funding for Base Payroll Changes<sup>1</sup></b>	<b>Adds Funding for Health Insurance Increases<sup>2</sup></b>	<b>Restores Funding for Salaries<sup>3</sup></b>	<b>Removes 4 FTE Positions<sup>4</sup></b>	<b>Adjusts Base Level Funding<sup>5</sup></b>	<b>Adjusts Funding for Waterbank Program<sup>6</sup></b>
Salaries and wages	(233,687)	208,923	312,936	(653,028)	81,500	
Operating expenses					(138,023)	
Capital assets					5,000	
Grants					125,000	300,000
State Board of Animal Health					(140,300)	
Wildlife services					16,143	
Crop Harmonization Board						
Pipeline restoration and reclamation						
<b>Total all funds</b>	<b>(\$233,687)</b>	<b>\$208,923</b>	<b>\$312,936</b>	<b>(\$653,028)</b>	<b>(\$50,680)</b>	<b>\$300,000</b>
Less estimated income	109,507	94,121	0	(52,724)	277,631	300,000
General fund	(\$343,194)	\$114,802	\$312,936	(\$600,304)	(\$328,311)	\$0
FTE	0.00	0.00	0.00	(4.00)	0.00	0.00
	<b>Reduces Funding for Pipeline Restoration Program<sup>7</sup></b>	<b>Reduces Water Commission Transfer for Wildlife Services<sup>8</sup></b>	<b>Adjusts Game and Fish Transfer for Wildlife Services<sup>9</sup></b>	<b>Adds Funding for Bee Program<sup>10</sup></b>	<b>Adds Funding for Industrial Hemp Program<sup>11</sup></b>	<b>Adds One-Time Funding for Environmental Law Impact Review<sup>12</sup></b>
Salaries and wages				102,762	34,000	
Operating expenses				77,238	86,000	1,000,000
Capital assets						
Grants						
State Board of Animal Health			(755)			
Wildlife services		(125,000)	115,600			
Crop Harmonization Board						
Pipeline restoration and reclamation	(200,000)					
<b>Total all funds</b>	<b>(\$200,000)</b>	<b>(\$125,000)</b>	<b>\$114,845</b>	<b>\$180,000</b>	<b>\$120,000</b>	<b>\$1,000,000</b>
Less estimated income	(200,000)	(125,000)	114,845	180,000	120,000	1,000,000
General fund	\$0	\$0	\$0	\$0	\$0	\$0
FTE	0.00	0.00	0.00	0.00	0.00	0.00
	<b>Adds One-Time Funding for Genomics Center<sup>13</sup></b>	<b>Total House Changes</b>				
Salaries and wages		(146,594)				
Operating expenses		1,025,215				
Capital assets		5,000				
Grants	120,000	545,000				
State Board of Animal Health		(141,055)				
Wildlife services		6,743				
Crop Harmonization Board						
Pipeline restoration and reclamation		(200,000)				
<b>Total all funds</b>	<b>\$120,000</b>	<b>\$1,094,309</b>				
Less estimated income	120,000	1,938,380				
General fund	\$0	(\$844,071)				
FTE	0.00	(4.00)				

<sup>1</sup> Funding is adjusted for cost-to-continue 2015-17 biennium salaries and benefit increases and for other base payroll changes.

<sup>2</sup> Funding is added for increases in health insurance premiums from \$1,130 to \$1,249 per month.

<sup>3</sup> Funding is added for salaries reduced due to 2015-17 budget reductions.

<sup>4</sup> The following FTE positions and related funding are removed:

	<b>FTE Positions</b>	<b>General Fund</b>	<b>Other Funds</b>	<b>Total</b>
Administrative Assistant I	(1.00)	(\$109,268)	\$0	(\$109,268)
Public Information Specialist I	(1.00)	(123,023)	(52,724)	(175,747)
Senior Agriculture Program Inspector	(1.00)	(217,332)	0	(217,332)
Agriculture Marketing Specialist I	(1.00)	(150,681)	0	(150,681)
<b>Total</b>	<b>(4.00)</b>	<b>(\$600,304)</b>	<b>(\$52,724)</b>	<b>(\$653,028)</b>

<sup>5</sup> Base level funding is adjusted as follows:

	<b>General Fund</b>	<b>Other Funds</b>	<b>Total</b>
Increases federal funding for the food and drug residue program	\$0	\$229,500	\$229,500
Adjusts funding for information technology operating expenses	(296,836)	67,225	(229,611)
Adjusts funding for other operating expenses	10,525	(141,094)	(130,569)
Reduces funding for energy development oil mediation expenses	(50,000)	0	(50,000)
Removes funding for computer scanner	0	(8,000)	(8,000)
Adds funding for copier	8,000	5,000	13,000
Adjusts funding for grants, including an increase in specialty crop block grants of \$156,500	0	125,000	125,000
<b>Total</b>	<b>(\$328,311)</b>	<b>\$277,631</b>	<b>(\$50,680)</b>

<sup>6</sup> Funding is adjusted for the waterbank program. Section 8 identifies \$50,000 from the general fund in the salaries and wages line item for matching funds for the North Dakota outdoor heritage fund grant provided for the waterbank program.

<sup>7</sup> Funding is reduced by \$200,000 for the pipeline restoration and reclamation program to provide a total appropriation of \$200,000 from the abandoned oil and gas well plugging and site reclamation fund.

<sup>8</sup> Funding is reduced by \$125,000 for the State Water Commission transfer to the Agriculture Commissioner for wildlife services to provide a total transfer of \$125,000.

<sup>9</sup> Funding is adjusted for the Game and Fish Department transfer to the Agriculture Commissioner for wildlife services to provide a total transfer of \$614,430.

<sup>10</sup> Funding is added for bee programs. Sections 11 and 12 amend North Dakota Century Code Sections 4.1-16-06 and 4.1-16-07 to require beekeeper fees and colony assessment fees collected to be deposited in the Agriculture Commissioner's operating fund.

<sup>11</sup> Funding is added for the industrial hemp program for salaries and operating expenses from the Agriculture Commissioner's operating fund.

<sup>12</sup> One-time funding is added for environmental law impact review from the federal environmental law impact review fund.

<sup>13</sup> One-time funding is added for the National Agricultural Genotyping Center from the environment and rangeland protection fund.

This amendment also:

- Adds Section 2 detailing the amount of funding provided to the agency for employee health insurance premium increases.
- Adjusts Section 5 to provide the estimated income line item in Section 1 includes \$6,446,503 from the environment and rangeland protection fund for agriculture programs during the 2017-19 biennium.
- Adjusts Section 6 to increase the transfer from the Game and Fish Department operating fund by \$114,845 to a total of \$614,430 for agriculture programs during the 2017-19 biennium.
- Adjusts Section 7 to decrease the transfer from the State Water Commission by \$125,000 to a total of \$125,000 for the wildlife services program.

- Adds Section 8 to provide the salaries and wages line item in Section 1 includes \$50,000 from the general fund for matching funds for the North Dakota outdoor heritage fund grant provided by the waterbank program.
- Adds Section 9 to require the Office of Management and Budget to transfer \$1 million from the strategic investment and improvements fund to the federal environmental law impact review fund for operating expenses.
- Adds Section 10 to provide the estimated income line item in Section 1 includes \$200,000 from the abandoned oil and gas well plugging and site reclamation fund for the pipeline restoration and reclamation oversight program.
- Adds Sections 11 and 12 to amend Sections 4.1-16-06 and 4.1-16-07 to require fees collected on beekeeper's licenses and bee colony assessments be deposited in the Agriculture Commissioner operating fund. These changes will result in a decrease in 2017-19 estimated general fund revenues of \$180,000.

**House Bill No. 1009 - Department of Agriculture - Senate Action**

	<b>Base Budget</b>	<b>House Version</b>	<b>Senate Changes</b>	<b>Senate Version</b>
Salaries and wages	\$12,534,265	\$12,387,671	(\$14,722)	\$12,372,949
Operating expenses	6,419,121	7,444,336		7,444,336
Capital assets	8,000	13,000		13,000
Grants	8,392,774	8,937,774		8,937,774
State Board of Animal Health	1,006,773	865,718		865,718
Wildlife services	1,401,257	1,408,000		1,408,000
Crop Harmonization Board	75,000	75,000		75,000
Pipeline restoration and reclamation	400,000	200,000		200,000
Total all funds	\$30,237,190	\$31,331,499	(\$14,722)	\$31,316,777
Less estimated income	20,276,053	22,214,433	(6,757)	22,207,676
General fund	\$9,961,137	\$9,117,066	(\$7,965)	\$9,109,101
FTE	77.00	73.00	0.00	73.00

**Department 602 - Department of Agriculture - Detail of Senate Changes**

	<b>Adjusts Funding for Health Insurance Increases<sup>1</sup></b>	<b>Total Senate Changes</b>
Salaries and wages	(14,722)	(14,722)
Operating expenses		
Capital assets		
Grants		
State Board of Animal Health		
Wildlife services		
Crop Harmonization Board		
Pipeline restoration and reclamation		
Total all funds	(\$14,722)	(\$14,722)
Less estimated income	(6,757)	(6,757)
General fund	(\$7,965)	(\$7,965)
FTE	0.00	0.00

<sup>1</sup> Funding for employee health insurance is adjusted to reflect the updated premium amount of \$1,241 per month. Section 2 of the bill is also adjusted to reflect the revised premium rate.

**House Bill No. 1009 - Department of Agriculture - House Action**

The House concurred with the Senate amendments.