

STATEMENT OF PURPOSE OF AMENDMENT:

Senate Bill No. 2012 - Funding Summary

	Base Budget	Final Legislative Action	Comparison to Base Budget
Department of Transportation			
Salaries and wages	\$197,827,038	\$204,109,585	\$6,282,547
Operating expenses	235,037,785	280,548,188	45,510,403
Capital assets	859,725,944	947,431,344	87,705,400
Grants	95,854,637	118,085,610	22,230,973
Contingent Bank of North Dakota Loan		50,000,000	50,000,000
Emergency road repair grants		750,000	750,000
Total all funds	\$1,388,445,404	\$1,600,924,727	\$212,479,323
Less estimated income	1,388,445,404	1,600,924,727	212,479,323
General fund	\$0	\$0	\$0
FTE	982.00	982.00	0.00
Bill total			
Total all funds	\$1,388,445,404	\$1,600,924,727	\$212,479,323
Less estimated income	1,388,445,404	1,600,924,727	212,479,323
General fund	\$0	\$0	\$0
FTE	982.00	982.00	0.00

Senate Bill No. 2012 - Department of Transportation - Senate Action

	Base Budget	Senate Changes	Senate Version
Salaries and wages	\$197,827,038	\$6,375,876	\$204,202,914
Operating expenses	235,037,785	44,470,453	279,508,238
Capital assets	859,725,944	60,346,426	920,072,370
Grants	95,854,637	16,954,000	112,808,637
Contingent Bank of North Dakota Loan		50,000,000	50,000,000
Emergency road repair grants		500,000	500,000
Total all funds	\$1,388,445,404	\$178,646,755	\$1,567,092,159
Less estimated income	1,388,445,404	178,646,755	1,567,092,159
General fund	\$0	\$0	\$0
FTE	982.00	0.00	982.00

Department 801 - Department of Transportation - Detail of Senate Changes

	Adjusts Funding for Base Payroll Changes¹	Adds Funding for Salary and Benefit Increases²	Increases Funding for Temporary Driver's License Staffing³	Increases Funding for Data Processing⁴	Increases Funding for Professional Services⁵	Increases Funding for Building, Grounds, and Maintenance⁶
Salaries and wages	\$2,631	\$4,635,457	\$1,737,788			
Operating expenses				\$6,143,124	\$10,213,695	\$11,874,907
Capital assets						
Grants						
Contingent Bank of North Dakota Loan						
Emergency road repair grants						
Total all funds	\$2,631	\$4,635,457	\$1,737,788	\$6,143,124	\$10,213,695	\$11,874,907
Less estimated income	2,631	4,635,457	1,737,788	6,143,124	10,213,695	11,874,907
General fund	\$0	\$0	\$0	\$0	\$0	\$0
FTE	0.00	0.00	0.00	0.00	0.00	0.00

	Adjusts Funding for Operating Expenses⁷	Adds One-time Funding for Management System Replacement⁸	Increases Funding for Other Capital Payments⁹	Reduces Funding for Motor Vehicles and Other Capital Assets¹⁰	Increases Funding for Grants¹¹	Adds Contingent Bank of North Dakota Loan¹²
Salaries and wages						
Operating expenses	\$6,578,727	\$9,660,000				
Capital assets			\$19,416,426	(\$4,070,000)		
Grants					\$16,954,000	
Contingent Bank of North Dakota Loan						\$50,000,000
Emergency road repair grants						
Total all funds	\$6,578,727	\$9,660,000	\$19,416,426	(\$4,070,000)	\$16,954,000	\$50,000,000
Less estimated income	6,578,727	9,660,000	19,416,426	(4,070,000)	16,954,000	50,000,000
General fund	\$0	\$0	\$0	\$0	\$0	\$0
FTE	0.00	0.00	0.00	0.00	0.00	0.00

	Adds Funding for Emergency Road Repair Grants¹³	Adds One-time Funding for Infrastructure Improvements¹⁴	Total Senate Changes
Salaries and wages			\$6,375,876
Operating expenses			44,470,453
Capital assets		\$45,000,000	60,346,426
Grants			16,954,000
Contingent Bank of North Dakota Loan			50,000,000
Emergency road repair grants	\$500,000		500,000
Total all funds	\$500,000	\$45,000,000	\$178,646,755
Less estimated income	500,000	45,000,000	178,646,755
General fund	\$0	\$0	\$0
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 2 percent on July 1, 2021, with a minimum monthly increase of \$80 and a maximum monthly increase of \$300 and 2 percent on July 1, 2022, and increases in health insurance premiums from \$1,427 to \$1,429 per month:

	Other Funds
Salary increase	\$4,587,307
Health insurance increase	48,150
Total	\$4,635,457

³ Funding is increased for temporary driver's license staffing.

⁴ Funding is increased for data processing to provide a total of \$26,173,352.

⁵ Funding is increased for professional services to provide a total of \$79,008,372.

⁶ Funding for building, grounds, and maintenance is increased to provide a total of \$80,402,361.

⁷ Funding for other operating expenses is adjusted as follows:

	Other Funds
Repairs	\$3,765,529
Operating fees and services	3,365,500
Travel	(3,294,567)
Rentals/leases of equipment	1,844,317
Utilities	1,463,946
Information technology contractual services and repairs	(1,000,000)
Information technology software	581,133
Rentals/leases of buildings or land	239,100
Microsoft Office 365 license expenses	117,100
Other operating expenses	(503,331)
Total adjustments to operating expenses	\$6,578,727

⁸ One-time funding from the highway fund is added for replacement of the roadway information management system (RIMS) (\$5,860,000) and the addition of a construction and materials management system (CMMS) (\$3,800,000).

⁹ Ongoing funding for other capital payments is increased to provide a total of \$837,191,709.

¹⁰ Funding is reduced for motor vehicles (\$4,000,000) in fleet services to provide a total of \$36,257,237 and for other capital assets (\$70,000).

¹¹ Funding for grants is increased to provide a total of \$112,808,637.

¹² Section 5 provides a \$50 million appropriation from a contingent Bank of North Dakota loan for providing one-time funding for matching federal grants related to Highway 85.

¹³ Section 4 provides a one-time appropriation of \$500,000 to the Department of Transportation from the state disaster relief fund for providing emergency road repair grants to townships and Section 9 declares Section 4 to be an emergency.

¹⁴ One-time funding from federal funds is added for infrastructure improvements to Highway 85.

This amendment also:

- Provides that \$26,200,669 of the \$503,115,558 appropriated in the capital assets line item in House Bill No. 1012 (2015) relating to enhanced state highway investments is exempt from provisions of North Dakota Century Code Section 54-44.1-11 and may be continued into the 2021-23 biennium.
- Provides that \$22,500,000 appropriated in the operating expenses line item in House Bill No. 1012 (2019) relating to the driver's license system project is exempt from provisions of Section 54-44.1-11 and may be continued into the 2021-23 and 2023-25 bienniums.
- Provides for a Legislative Management study related to the feasibility and desirability of creating a transportation management center in the state during the 2021-22 interim.

Senate Bill No. 2012 - Department of Transportation - House Action

	Base Budget	Senate Version	House Changes	House Version
Salaries and wages	\$197,827,038	\$204,202,914	(\$93,329)	\$204,109,585
Operating expenses	235,037,785	279,508,238	1,039,950	280,548,188
Capital assets	859,725,944	920,072,370	27,358,974	947,431,344
Grants	95,854,637	112,808,637	5,276,973	118,085,610
Contingent Bank of North Dakota Loan		50,000,000		50,000,000
Emergency road repair grants		500,000	250,000	750,000
Total all funds	\$1,388,445,404	\$1,567,092,159	\$33,832,568	\$1,600,924,727
Less estimated income	1,388,445,404	1,567,092,159	33,832,568	1,600,924,727
General fund	\$0	\$0	\$0	\$0
FTE	982.00	982.00	0.00	982.00

Department 801 - Department of Transportation - Detail of House Changes

	Adds Funding for Salary Increases ¹	Increases Funding for Operating Expenses ²	Adds Funding for a Traffic Management Center ³	Increases Funding for Bridge Rehabilitation and Replacement ⁴	Adds Funding for Electric Charging Infrastructure Grants ⁵	Adds Funding for Emergency Road Repair Grants ⁶
Salaries and wages	(\$93,329)					
Operating expenses		\$1,000,000	\$39,950			
Capital assets			4,700,050	\$22,658,924		
Grants			260,000		\$5,016,973	
Emergency road repair grants						\$250,000
Contingent Bank of North Dakota Loan						
Total all funds	(\$93,329)	\$1,000,000	\$5,000,000	\$22,658,924	\$5,016,973	\$250,000
Less estimated income	(93,329)	1,000,000	5,000,000	22,658,924	5,016,973	250,000
General fund	\$0	\$0	\$0	\$0	\$0	\$0
FTE	0.00	0.00	0.00	0.00	0.00	0.00

	Total House Changes
Salaries and wages	(\$93,329)
Operating expenses	1,039,950
Capital assets	27,358,974
Grants	5,276,973
Emergency road repair grants	250,000
Contingent Bank of North Dakota Loan	
Total all funds	\$33,832,568
Less estimated income	33,832,568
General fund	\$0
FTE	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 Funding for operating expenses is increased by \$1 million from the highway fund for implementation of an electronic driver's license. The Senate did not include this funding.

³ Funding of \$5 million from federal funds is added for the creation of a traffic management center. The Senate did not include this funding.

⁴ Funding from federal funds (\$18,127,139) and the highway fund (\$4,531,785) are increased for bridge rehabilitation and replacement. The Senate did not include this funding increase.

⁵ Funding is added from federal funds (\$4,013,578) and other funds (\$1,003,395) to provide grants for electric charging infrastructure. The Senate did not include this funding.

⁶ Funding for emergency road repair grants is increased by \$250,000, from \$500,000 to \$750,000, from the state disaster relief fund. The Senate provided \$500,000 from the state disaster relief fund.

This amendment also:

- Changes the requirements for emergency road repair grants to townships to preclude townships that have sufficient local funds from receiving a grant. The Senate precluded townships that have sufficient funds from any source from receiving a grant.
- Adds a section identifying \$5 million from federal funds for the creation of a traffic management center and authorizes the Department of Transportation to use state funds available during the 2021-23 biennium within its appropriation to match the federal funds. The Senate did not include funding for a traffic management center, but provided for a legislative study. The study section is removed.

- Creates a new section to North Dakota Century Code Chapter 24-02 relating to cooperative agreements for rest areas. The Senate did not include this section.
- Provides legislative intent that the Department of Transportation use gasoline fuel with 15 percent ethanol and the highest compatible percentage of biodiesel or renewable diesel for all department and State Fleet vehicles when these products are available and result in cost-savings. It also provides intent that State Fleet vehicles refueling at nonstate fuel sites use renewable fuels when available. The Senate did not include this section.

Senate Bill No. 2012 - Department of Transportation - Senate Action

The Senate concurred with the House.