

2023 HOUSE APPROPRIATIONS

HB 1023

Department 670 - Racing Commission
House Bill No. 1023

Executive Budget Comparison to Base Level

	General Fund	Other Funds	Total
2023-25 Executive Budget	\$469,242	\$172,396	\$641,638
2023-25 Base Level	387,894	166,601	554,495
Increase (Decrease)	\$81,348	\$5,795	\$87,143

Selected Budget Changes Recommended in the Executive Budget

	General Fund	Other Funds	Total
1. Adds funding for state employee salary and benefit increases, of which \$27,442 is for salary increases and \$10,288 is for health insurance increases	\$35,843	\$1,887	\$37,730
2. Adds funding for salary equity increases and temporary salaries	\$22,368	\$0	\$22,368
3. Adds funding to continue the internship program	\$20,000	\$0	\$20,000

A summary of the executive budget changes to the agency's base level appropriations is attached as an appendix.

A copy of the draft appropriations bill containing the executive budget recommendations is attached as an appendix.

Selected Bill Sections Recommended in the Executive Budget

There are no other sections recommended to be added in the executive budget.

Continuing Appropriations

Breeders' fund - North Dakota Century Code Section 53-06.2-11 - To financially reward breeders or owners of North Dakota-bred horses.

Promotion fund - Section 53-06.2-11 - To promote horse racing in North Dakota.

Purse fund - Section 53-06.2-11 - To increase the amount of purses at North Dakota racetracks.

Deficiency Appropriations

There are no deficiency appropriations for this agency.

Significant Audit Findings

There are no significant audit findings for this agency.

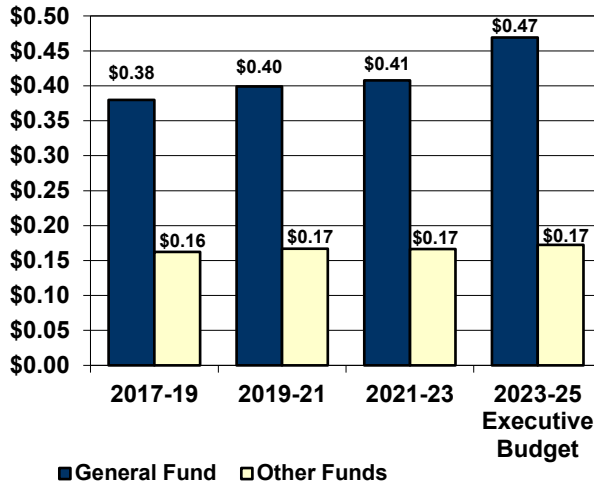
Major Related Legislation

At this time, no major legislation has been introduced affecting this agency.

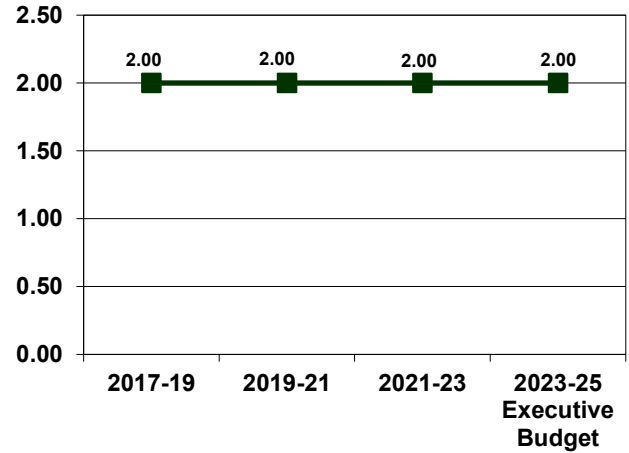
Historical Appropriations Information

Agency Appropriations and FTE Positions

Agency Funding (Millions)



FTE Positions



Ongoing General Fund Appropriations

	2015-17	2017-19	2019-21	2021-23	2023-25 Executive Budget
Ongoing general fund appropriations	\$387,821	\$379,621	\$399,072	\$387,894	\$469,242
Increase (decrease) from previous biennium	N/A	(\$8,200)	\$19,451	(\$11,178)	\$81,348
Percentage increase (decrease) from previous biennium	N/A	(2.1%)	5.1%	(2.8%)	21.0%
Cumulative percentage increase (decrease) from 2015-17 biennium	N/A	(2.1%)	2.9%	0.0%	21.0%

Major Increases (Decreases) in Ongoing General Fund Appropriations

2017-19 Biennium

None \$0

2019-21 Biennium

None \$0

2021-23 Biennium

1. Reduced funding for professional development to provide a total of \$20,051 (\$7,507)

2023-25 Biennium (Executive Budget Recommendation)

1. Adds funding for salary equity increases and temporary salaries \$22,368
2. Adds funding to continue the internship program \$20,000

One-Time General Fund Appropriations

	2015-17	2017-19	2019-21	2021-23	2023-25 Executive Budget
One-time general fund appropriations	\$0	\$0	\$20,000	\$20,000	\$0

Major One-Time General Fund Appropriations

2017-19 Biennium

None \$0

2019-21 Biennium

None

\$0

2021-23 Biennium

1. Internships

\$20,000

2023-25 Biennium (Executive Budget Recommendation)

None

\$0

Racing Commission - Budget No. 670
House Bill No. 1023
Base Level Funding Changes

	Executive Budget Recommendation			
	FTE	General	Other	Total
	Positions	Fund	Funds	
2023-25 Biennium Base Level	2.00	\$387,894	\$166,601	\$554,495
2023-25 Ongoing Funding Changes				
Cost to continue salary increase		\$3,137	\$166	\$3,303
Salary increase		26,071	1,371	27,442
Health insurance increase		9,772	516	10,288
Adds funding for salary equity increases and temporary salaries		22,368		22,368
Adds funding to continue internship program		20,000		20,000
ITD rate increase			3,742	3,742
Total ongoing funding changes	0.00	\$81,348	\$5,795	\$87,143
One-time funding items				
No one-time funding items				\$0
Total one-time funding changes	0.00	\$0	\$0	\$0
Total Changes to Base Level Funding	0.00	\$81,348	\$5,795	\$87,143
2023-25 Total Funding	2.00	\$469,242	\$172,396	\$641,638
<i>Federal funds included in other funds</i>			\$0	
<i>Total ongoing changes as a percentage of base level</i>	0.0%	21.0%	3.5%	15.7%
<i>Total changes as a percentage of base level</i>	0.0%	21.0%	3.5%	15.7%

Other Sections in Racing Commission - Budget No. 670

Executive Budget Recommendation

There are no sections recommended to be added in the executive budget.

HOUSE BILL NO. 1023
(Governor's Recommendation)

Introduced by

Appropriations Committee

(At the request of the Governor)

A bill for an act to provide an appropriation for defraying the expenses of the North Dakota racing commission.

BE IT ENACTED BY THE LEGISLATIVE ASSEMBLY OF NORTH DAKOTA:

SECTION 1. APPROPRIATION. The funds provided in this section, or so much of the funds as may be necessary, are appropriated out of any moneys in the general fund in the state treasury, not otherwise appropriated, and from special funds derived from other income, to the North Dakota racing commission for the purpose of defraying the expenses of the North Dakota racing commission, for the biennium beginning July 1, 2023 and ending June 30, 2025, as follows:

	<u>Base Level</u>	<u>Adjustments or Enhancements</u>	<u>Appropriation</u>
Racing Commission	\$554,495	\$87,143	\$641,638
Total All Funds	\$554,495	\$87,143	\$641,638
Less Estimated Income	166,601	5,795	172,396
Total General Fund	\$387,894	\$81,348	\$469,242
Full-time Equivalent Positions	2.00	0.00	2.00

SECTION 2. ONE-TIME FUNDING. The following amounts reflect the one-time funding items approved by the sixty-seventh legislative assembly for the 2021-23 biennium and the 2023-25 one-time funding items included in the appropriation in section 1 of this Act:

<u>One-Time Funding Description</u>	<u>2021-23</u>	<u>2023-25</u>
Internships	\$ 20,000	\$ 0
Total General Fund	\$ 20,000	\$ 0

2023 HOUSE STANDING COMMITTEE MINUTES

Appropriations - Government Operations Division Brynhild Haugland Room, State Capitol

HB 1023
1/13/2023

A BILL for an Act to provide an appropriation for defraying the expenses of the North Dakota racing commission.

10:08:56 AM Chairman Monson: Opened the hearing on HB 1023

Members present: Chairman Monson, Reps. Brandenburg, Bellew, Kempenich, Meier, Pyle, Mock

Discussion Topics:

- Live Racing & Peri-Mutuel Wagering in ND
- No Audit Findings
- Advance-Deposited Wagering (ADW)

John Hanson, Chairman ND Racing Commission – (Testimony #13210)

Gail Allensworth, Racing Commission – Testifies in favor with oral testimony.

Richard LaFromboise, Racing Commission – Testifies in favor with oral testimony.

Scott Horst – ND Thoroughbred Association - Testifies in favor with oral testimony.

Don Bubel- Charter Horse Breeder – Testifies in favor with oral testimony.

10:51:32 AM Chairman Monson adjourned the hearing.

Robyn Engelstad, Committee Clerk by Risa Berube

2023 HOUSE STANDING COMMITTEE MINUTES

Appropriations - Government Operations Division Brynhild Haugland Room, State Capitol

HB1023
1/24/2023

A BILL for an Act to provide an appropriation for defraying the expenses of the North Dakota racing commission.

2:44 PM Chairman Monson: Opened the hearing on HB1023

Members present: Chairman Monson, Vice Chairman Brandenburg, Rep. Bellew, Rep. Kempenich, Rep. Meier, Rep Pyle, Rep Mock

Discussion Topics:

- Salary Package
- Salary Equity Increases
- Temporary Salaries
- Promotion Fund
- Internship Program

Legislative Council: Testimony #17647

Committee Discussion

3:40 PM Chairman Monson adjourned the hearing.

Amy Liepke, Committee Clerk

2023 HOUSE STANDING COMMITTEE MINUTES

Appropriations - Government Operations Division Brynhild Haugland Room, State Capitol

HB 1023
2/3/2023

BILL for an Act to provide an appropriation for defraying the expenses of the North Dakota racing commission.

Chairman Monson calls meeting to order at 10:44 AM

Members present: Chairman Monson, Vice Chair Brandenburg, Rep. Kempenich, Rep. Meier, Rep. Pyle, Rep. Mock
Members Absent: Rep. Bellew

Discussion Topics:

- Salary increase
- Amendment 23.0252.01001
- Committee action

Representative Pyle, spoke in favor (#19056)

Representative Pyle moved to amend HB 1023 (23.0252.01001) (#19068, #19069)

Representative Mock seconded motion

Roll call vote:

Representatives	Vote
Representative David Monson	Y
Representative Mike Brandenburg	Y
Representative Larry Bellew	AB
Representative Keith Kempenich	Y
Representative Lisa Meier	Y
Representative Corey Mock	Y
Representative Brandy Pyle	Y

Motion carried: 6-0-1

Representative Pyle Moved a DO PASS as amended

Representative Mock Seconded motion

Roll call vote:

Representatives	Vote
Representative David Monson	Y
Representative Mike Brandenburg	Y
Representative Larry Bellew	AB
Representative Keith Kempenich	Y
Representative Lisa Meier	Y

Representative Corey Mock	Y
Representative Brandy Pyle	Y

Motion carried: 6-0-1

Bill carrier: Representative Pyle

Chairman Monson closes meeting at 10:55 AM

Leah Kuball, Committee Clerk

2023 HOUSE STANDING COMMITTEE MINUTES

Appropriations Committee Brynhild Haugland Room, State Capitol

HB 1023
2/8/2023

BILL for an Act to provide an appropriation for defraying the expenses of the North Dakota racing commission.

3:24 PM Chairman Vigesaa- Meeting was called to order and roll call was taken:

Members present; Chairman Vigesaa, Representative Kempenich, Representative B. Anderson, Representative Bellew, Representative Brandenburg, Representative Hanson, Representative Kreidt, Representative Martinson, Representative Mitskog, Representative Meier, Representative Mock, Representative Monson, Representative Nathe, Representative O'Brien, Representative Pyle, Representative Richter, Representative Sanford, Representative Schatz, Representative Schobinger, Representative G. Stemen and Representative Swiontek.

Members not Present- Representative J. Nelson and Representative Strinden

Discussion Topics:

- Statement of Purpose

Representative Pyle – Explains the proposed amendment 23.0252.01001 (Testimony #19971)

Representative Pyle- Move to adopt the amendment.

Representative Monson- Seconds the Motion

Roll Call Vote

Representatives	Vote
Representative Don Vigesaa	Y
Representative Keith Kempenich	Y
Representative Bert Anderson	Y
Representative Larry Bellew	N
Representative Mike Brandenburg	Y
Representative Karla Rose Hanson	Y
Representative Gary Kreidt	Y
Representative Bob Martinson	Y
Representative Lisa Meier	Y
Representative Alisa Mitskog	Y
Representative Corey Mock	Y
Representative David Monson	Y
Representative Mike Nathe	Y

Representative Jon O. Nelson	A
Representative Emily O'Brien	Y
Representative Brandy Pyle	Y
Representative David Richter	Y
Representative Mark Sanford	Y
Representative Mike Schatz	N
Representative Randy A. Schobinger	Y
Representative Greg Stemen	Y
Representative Michelle Strinden	A
Representative Steve Swiontek	Y

Motion Carries 19-2-2

Representative Pyle- Move for a Do Pass as Amended

Representative Monson Seconds the motion.

Roll Call Vote

Representatives	Vote
Representative Don Vigesaa	Y
Representative Keith Kempenich	Y
Representative Bert Anderson	Y
Representative Larry Bellew	N
Representative Mike Brandenburg	Y
Representative Karla Rose Hanson	Y
Representative Gary Kreidt	Y
Representative Bob Martinson	Y
Representative Lisa Meier	Y
Representative Alisa Mitskog	Y
Representative Corey Mock	Y
Representative David Monson	Y
Representative Mike Nathe	Y
Representative Jon O. Nelson	A
Representative Emily O'Brien	Y
Representative Brandy Pyle	Y
Representative David Richter	Y
Representative Mark Sanford	Y
Representative Mike Schatz	Y
Representative Randy A. Schobinger	Y
Representative Greg Stemen	Y
Representative Michelle Strinden	A
Representative Steve Swiontek	Y

Motion Carries 19-2-2 Representative Pyle will carry the bill.

Chairman Vigesaa Closed the meeting for HB 1023 3:30 PM

Risa Berube, Committee Clerk

JA
2/8/23

PROPOSED AMENDMENTS TO HOUSE BILL NO. 1023

Page 1, line 2, after "commission" insert "; and to provide for a legislative management report"

Page 1, replace lines 10 through 16 with:

	<u>Base Level</u>	<u>Adjustments or Enhancements</u>	<u>Appropriation</u>
Racing commission	\$554,495	\$91,896	\$646,391
Total all funds	\$554,495	\$91,896	\$646,391
Less estimated income	166,601	5,461	172,062
Total general fund	\$387,894	\$86,435	\$474,329
Full-time equivalent positions	2.00	0.00	2.00"

Page 1, line 17, after "**FUNDING**" insert "**- EFFECT ON BASE BUDGET - REPORT TO THE SIXTY-NINTH LEGISLATIVE ASSEMBLY**"

Page 1, line 18, after "biennium" insert "and the 2023-25 funding items included in the appropriation in section 1 of this Act"

Page 1, replace lines 20 and 21 with:

"Internships	<u>\$20,000</u>	<u>\$20,000</u>
Total general fund	\$20,000	\$20,000

The 2023-25 biennium one-time funding amounts are not a part of the entity's base budget for the 2025-27 biennium. The North Dakota racing commission shall report to the appropriations committees of the sixty-ninth legislative assembly on the use of this one-time funding for the biennium beginning July 1, 2023, and ending June 30, 2025."

Renumber accordingly

STATEMENT OF PURPOSE OF AMENDMENT:

House Bill No. 1023 - Racing Commission - House Action

	<u>Base Budget</u>	<u>House Changes</u>	<u>House Version</u>
Racing Commission	<u>\$554,495</u>	<u>\$91,896</u>	<u>\$646,391</u>
Total all funds	\$554,495	\$91,896	\$646,391
Less estimated income	<u>166,601</u>	<u>5,461</u>	<u>172,062</u>
General fund	\$387,894	\$86,435	\$474,329
FTE	2.00	0.00	2.00

Department 670 - Racing Commission - Detail of House Changes

28-23

	Base Payroll Changes ¹	Adds Funding for Salary and Benefit Increases ²	Adds Funding for Temporary Salaries ³	Adds Funding for ITD Increases ⁴	Adds Funding for Rent Increases ⁵	Adds One-Time Funding for Internships ⁶
Racing Commission	\$3,303	\$31,074	\$22,368	\$3,742	\$11,409	\$20,000
Total all funds	\$3,303	\$31,074	\$22,368	\$3,742	\$11,409	\$20,000
Less estimated income	166	1,553	0	3,742	0	0
General fund	\$3,137	\$29,521	\$22,368	\$0	\$11,409	\$20,000
FTE	0.00	0.00	0.00	0.00	0.00	0.00

	Total House Changes
Racing Commission	\$91,896
Total all funds	\$91,896
Less estimated income	5,461
General fund	\$86,435
FTE	0.00

¹ Funding is added for cost to continue salary increases.

² The following funding is added for 2023-25 biennium salary adjustments of 4 percent on July 1, 2023, and 4 percent on July 1, 2024, and increases in health insurance from \$1,429 to \$1,648 per month:

	General Fund	Other Funds	Total
Salary increase	\$19,524	\$1,025	\$20,549
Health insurance increase	9,997	528	10,525
Total	\$29,521	\$1,553	\$31,074

³ Funding for temporary salaries is increased by \$22,368 to provide a total of \$26,441.

⁴ Funding is added for Information Technology Department rate increases.

⁵ Funding of \$11,409 is added for rent increases to provide total funding of \$28,800.

⁶ One-time funding of \$20,000 from the general fund is added for an internship program.

REPORT OF STANDING COMMITTEE

HB 1023: Appropriations Committee (Rep. Vigesaa, Chairman) recommends **AMENDMENTS AS FOLLOWS** and when so amended, recommends **DO PASS** (19 YEAS, 2 NAYS, 2 ABSENT AND NOT VOTING). HB 1023 was placed on the Sixth order on the calendar.

Page 1, line 2, after "commission" insert "; and to provide for a legislative management report"

Page 1, replace lines 10 through 16 with:

	<u>Base Level</u>	<u>Adjustments or Enhancements</u>	<u>Appropriation</u>
Racing commission	\$554,495	\$91,896	\$646,391
Total all funds	\$554,495	\$91,896	\$646,391
Less estimated income	166,601	5,461	172,062
Total general fund	\$387,894	\$86,435	\$474,329
Full-time equivalent positions	2.00	0.00	2.00"

Page 1, line 17, after "FUNDING" insert "- EFFECT ON BASE BUDGET - REPORT TO THE SIXTY-NINTH LEGISLATIVE ASSEMBLY"

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Total general fund	\$20,000	\$20,000

The 2023-25 biennium one-time funding amounts are not a part of the entity's base budget for the 2025-27 biennium. The North Dakota racing commission shall report to the appropriations committees of the sixty-ninth legislative assembly on the use of this one-time funding for the biennium beginning July 1, 2023, and ending June 30, 2025."

ReNUMBER accordingly

STATEMENT OF PURPOSE OF AMENDMENT:

House Bill No. 1023 - Racing Commission - House Action

	<u>Base Budget</u>	<u>House Changes</u>	<u>House Version</u>
Racing Commission	\$554,495	\$91,896	\$646,391
Total all funds	\$554,495	\$91,896	\$646,391
Less estimated income	166,601	5,461	172,062
General fund	\$387,894	\$86,435	\$474,329
FTE	2.00	0.00	2.00

Department 670 - Racing Commission - Detail of House Changes

	<u>Base Payroll Changes¹</u>	<u>Adds Funding for Salary and Benefit Increases²</u>	<u>Adds Funding for Temporary Salaries³</u>	<u>Adds Funding for ITD Increases⁴</u>	<u>Adds Funding for Rent Increases⁵</u>	<u>Adds One-Time Funding for Internships⁶</u>
Racing Commission	\$3,303	\$31,074	\$22,368	\$3,742	\$11,409	\$20,000
Total all funds	\$3,303	\$31,074	\$22,368	\$3,742	\$11,409	\$20,000
Less estimated income	166	1,553	0	3,742	0	0
General fund	\$3,137	\$29,521	\$22,368	\$0	\$11,409	\$20,000
FTE	0.00	0.00	0.00	0.00	0.00	0.00

Racing Commission

 Total all funds
 Less estimated income
 General fund

 FTE

Total House Changes	
	\$91,896
	\$91,896
	5,461
	\$86,435
	0.00

¹ Funding is added for cost to continue salary increases.

² The following funding is added for 2023-25 biennium salary adjustments of 4 percent on July 1, 2023, and 4 percent on July 1, 2024, and increases in health insurance from \$1,429 to \$1,648 per month:

	<u>General Fund</u>	<u>Other Funds</u>	<u>Total</u>
Salary increase	\$19,524	\$1,025	\$20,549
Health insurance increase	9,997	528	10,525
Total	\$29,521	\$1,553	\$31,074

³ Funding for temporary salaries is increased by \$22,368 to provide a total of \$26,441.

⁴ Funding is added for Information Technology Department rate increases.

⁵ Funding of \$11,409 is added for rent increases to provide total funding of \$28,800.

⁶ One-time funding of \$20,000 from the general fund is added for an internship program.

2023 SENATE APPROPRIATIONS

HB 1023

**Department 670 - Racing Commission
House Bill No. 1023**

First Chamber Comparison to Base Level

	General Fund	Other Funds	Total
2023-25 First Chamber Version	\$474,329	\$172,062	\$646,391
2023-25 Base Level	387,894	166,601	554,495
Increase (Decrease)	\$86,435	\$5,461	\$91,896

First Chamber Changes

A summary of the first chamber's changes to the agency's base level appropriations and the executive budget is attached as an appendix.

Selected Bill Sections Included in the First Chamber Version

There are no other sections included in the bill.

Continuing Appropriations

Breeder's fund - North Dakota Century Code Section 53-06.2-11 - To financially reward breeders or owners of North Dakota-bred horses.

Promotion fund - Section 53-06.2-11 - To promote horse racing in North Dakota.

Purse fund - Section 53-06.2-11 - To increase the amount of purses at North Dakota racetracks.

Deficiency Appropriations

There are no deficiency appropriations for this agency.

Significant Audit Findings

There are no significant audit findings for this agency.

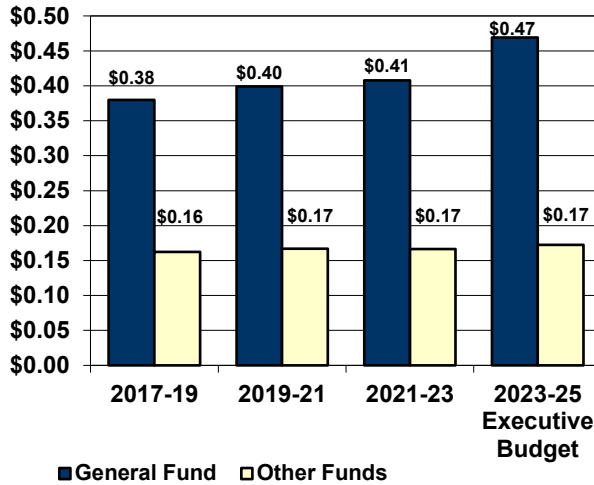
Major Related Legislation

House Bill No. 1331 - Eliminates the payment of breakage amounts on the first \$20 million wagered and increases the percentage of the amount wagered that is deposited in the racing promotion fund to provide funding for increased costs when conducting horse races.

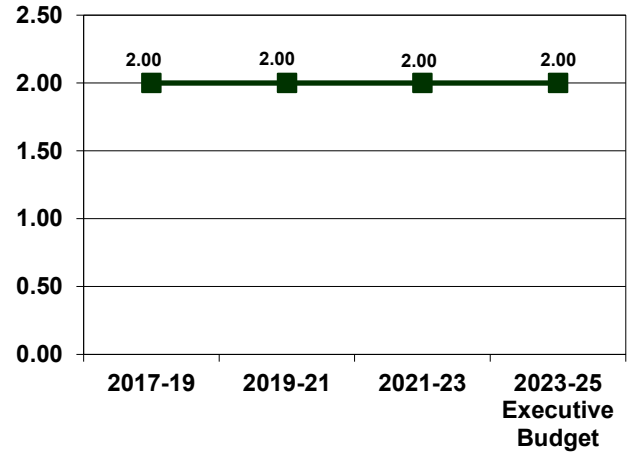
Historical Appropriations Information

Agency Appropriations and FTE Positions

Agency Funding (Millions)



FTE Positions



Ongoing General Fund Appropriations

	2015-17	2017-19	2019-21	2021-23	2023-25 Executive Budget
Ongoing general fund appropriations	\$387,821	\$379,621	\$399,072	\$387,894	\$469,242
Increase (decrease) from previous biennium	N/A	(\$8,200)	\$19,451	(\$11,178)	\$81,348
Percentage increase (decrease) from previous biennium	N/A	(2.1%)	5.1%	(2.8%)	21.0%
Cumulative percentage increase (decrease) from 2015-17 biennium	N/A	(2.1%)	2.9%	0.0%	21.0%

Major Increases (Decreases) in Ongoing General Fund Appropriations

2017-19 Biennium

None \$0

2019-21 Biennium

None \$0

2021-23 Biennium

Reduced funding for professional development to provide a total of \$20,051 (\$7,507)

2023-25 Biennium (Executive Budget Recommendation)

1. Adds funding for temporary salaries \$22,368
2. Adds funding to continue the internship program \$20,000

One-Time General Fund Appropriations

	2015-17	2017-19	2019-21	2021-23	2023-25 Executive Budget
One-time general fund appropriations	\$0	\$0	\$20,000	\$20,000	\$0

Major One-Time General Fund Appropriations

2017-19 Biennium

None \$0

2019-21 Biennium

None \$0

2021-23 Biennium

Internships \$20,000

2023-25 Biennium (Executive Budget Recommendation)

None \$0

Racing Commission - Budget No. 670
House Bill No. 1023
Base Level Funding Changes

	Executive Budget Recommendation				House Version			
	FTE Positions	General Fund	Other Funds	Total	FTE Positions	General Fund	Other Funds	Total
2023-25 Biennium Base Level	2.00	\$387,894	\$166,601	\$554,495	2.00	\$387,894	\$166,601	\$554,495
2023-25 Ongoing Funding Changes								
Cost to continue salary increase		\$3,137	\$166	\$3,303		\$3,137	\$166	\$3,303
Salary increase		26,071	1,371	27,442		19,524	1,025	20,549
Health insurance increase		9,772	516	10,288		9,997	528	10,525
Adds funding for temporary salaries		22,368		22,368		22,368		22,368
Adds funding to continue internship program		20,000		20,000				0
Information Technology Department rate increase			3,742	3,742			3,742	3,742
Adds funding for rent increase				0		11,409		11,409
Total ongoing funding changes	0.00	\$81,348	\$5,795	\$87,143	0.00	\$66,435	\$5,461	\$71,896
One-Time Funding Items								
Adds one-time funding for internship program				\$0		\$20,000		\$20,000
Total one-time funding changes	0.00	\$0	\$0	\$0	0.00	\$20,000	\$0	\$20,000
Total Changes to Base Level Funding	0.00	\$81,348	\$5,795	\$87,143	0.00	\$86,435	\$5,461	\$91,896
2023-25 Total Funding	2.00	\$469,242	\$172,396	\$641,638	2.00	\$474,329	\$172,062	\$646,391
<i>Federal funds included in other funds</i>			\$0				\$0	
<i>Total ongoing changes as a percentage of base level</i>	0.0%	21.0%	3.5%	15.7%	0.0%	17.1%	3.3%	13.0%
<i>Total changes as a percentage of base level</i>	0.0%	21.0%	3.5%	15.7%	0.0%	22.3%	3.3%	16.6%

Other Sections in Racing Commission - Budget No. 670

Executive Budget Recommendation	House Version
There are no sections recommended to be added in the executive budget.	The House did not include any other sections.

2023 SENATE STANDING COMMITTEE MINUTES

Appropriations - Education and Environment Division Sakakawea Room, State Capitol

HB 1023
3/8/2023

A BILL for an Act to provide an appropriation for defraying the expenses of the North Dakota racing commission; and to provide for a legislative management report.

3:39 PM Chairman Sorvaag opened the hearing on HB 1023.

Members present: Senators Sorvaag, Krebsbach, Rust, Schaible, and Meyer

Discussion Topics:

- Racing Commission
- Pari-mutual wagering
- Funding requests
- Future of horse racing
- Economic impact

3:41 PM Gail Allensworth, Administrative Officer North Dakota Racing Commission, introduced the bill, testimony # 22860.

3:54 PM Scott Horst, North Dakota Thoroughbred Association, testified in favor, no written testimony

3:57 PM Chairman Sorvaag closed the hearing.

Kathleen Hall, Committee Clerk

2023 SENATE STANDING COMMITTEE MINUTES

Appropriations - Education and Environment Division Sakakawea Room, State Capitol

HB 1023
3/20/2023

A BILL for an Act to provide an appropriation for defraying the expenses of the North Dakota racing commission; and to provide for a legislative management report.

2:53 PM Chairman Sorvaag opened the meeting on HB 1023.

Members present: Senators Sorvaag, Krebsbach, Rust, Schaible, and Meyer

Discussion Topics:

- Racing Commission
- Committee discussion
- Budget long sheets

2:53 PM Levi Kinnischtzke, Legislative Council, explained the long sheets, testimony #25979

2:55 PM Committee discussion

2:57 PM Chairman Sorvaag closed the meeting.

Kathleen Hall, Committee Clerk

2023 SENATE STANDING COMMITTEE MINUTES

Appropriations - Education and Environment Division Sakakawea Room, State Capitol

HB 1023
3/27/2023

A BILL for an Act to provide an appropriation for defraying the expenses of the North Dakota racing commission; and to provide for a legislative management report.

10:40 AM Chairman Sorvaag opened the meeting on HB 1023.

Members present: Senators Sorvaag, Krebsbach, Rust, Schaible, and Meyer

Discussion Topics:

- Racing Commission
- Committee action

10:40 AM Senator Meyer introduced amendment LC 23.0252.02001

10:49 AM Senator Meyer moved to adopt Amendment LC 23.0252.02001.
Senator Schaible seconded the motion.

Senators	Vote
Senator Ronald Sorvaag	Y
Senator Karen K. Krebsbach	Y
Senator Scott Meyer	Y
Senator David S. Rust	Y
Senator Donald Schaible	Y

Motion passed 5-0-0.

10:49 AM Senator Meyer moved DO PASS AS AMENDED.
Senator Rust seconded the motion.

Senators	Vote
Senator Ronald Sorvaag	Y
Senator Karen K. Krebsbach	Y
Senator Scott Meyer	Y
Senator David S. Rust	Y
Senator Donald Schaible	Y

Motion passed 5-0-0.

Senator Meyer will carry the bill to the full committee.

Additional Testimony:#27095

10:52 AM Chairman Sorvaag closed the meeting.

Kathleen Hall, Committee Clerk

2023 SENATE STANDING COMMITTEE MINUTES

Appropriations Committee Roughrider Room, State Capitol

HB 1023
3/30/2023

A BILL for an Act to provide an appropriation for defraying the expenses of the North Dakota racing commission; and to provide for a legislative management report.

3:55 PM Vice Chairman Krebsbach opened the hearing on HB 1023.

Members present: Senators Bekkedahl, Krebsbach, Burckhard, Davison, Dever, Dwyer, Erbele, Kreun, Meyer, Roers, Schaible, Sorvaag, Vedaa, Wanzek, Rust, and Mathern.

Discussion Topics:

- Racing commission
- Committee work

3:55 PM Senator Meyer introduced amendment LC 23.0252.02001, testimony # 27109.

3:56 PM Senator Meyer moved to adopt AMENDMENT 23.0252.02001.
Senator Erbele seconded the motion

Senators	Vote
Senator Brad Bekkedahl	Y
Senator Karen K. Krebsbach	Y
Senator Randy A. Burckhard	Y
Senator Kyle Davison	Y
Senator Dick Dever	Y
Senator Michael Dwyer	Y
Senator Robert Erbele	Y
Senator Curt Kreun	Y
Senator Tim Mathern	Y
Senator Scott Meyer	Y
Senator Jim P. Roers	Y
Senator David S. Rust	Y
Senator Donald Schaible	Y
Senator Ronald Sorvaag	Y
Senator Shawn Vedaa	Y
Senator Terry M. Wanzek	Y

Motion passed 16-0-0.

3:58 PM Senator Meyer moved DO PASS AS AMENDED.
Senator Schaible seconded the motion.

Senators	Vote
Senator Brad Bekkedahl	Y
Senator Karen K. Krebsbach	Y
Senator Randy A. Burckhard	Y
Senator Kyle Davison	Y
Senator Dick Dever	Y
Senator Michael Dwyer	Y
Senator Robert Erbele	Y
Senator Curt Kreun	Y
Senator Tim Mathern	Y
Senator Scott Meyer	Y
Senator Jim P. Roers	Y
Senator David S. Rust	Y
Senator Donald Schaible	Y
Senator Ronald Sorvaag	Y
Senator Shawn Vedaa	Y
Senator Terry M. Wanzek	Y

The motion passed 16-0-0.

Senator Meyer will carry the bill.

3:59 PM Vice Chairman Krebsbach closed the hearing.

Kathleen Hall, Committee Clerk

JA
3-30-23

Fiscal No. 1

PROPOSED AMENDMENTS TO ENGROSSED HOUSE BILL NO. 1023

Page 1, line 2, remove "; and to provide for a legislative management report"

Page 1, replace lines 12 through 15 with:

"Racing commission	\$554,495	\$92,609	\$647,104
Total all funds	\$554,495	\$92,609	\$647,104
Less estimated income	166,601	5,497	172,098
Total general fund	\$387,894	\$87,112	\$475,006"

Re-number accordingly

STATEMENT OF PURPOSE OF AMENDMENT:

House Bill No. 1023 - Racing Commission - Senate Action

	Base Budget	House Version	Senate Changes	Senate Version
Racing Commission	\$554,495	\$646,391	\$713	\$647,104
Total all funds	\$554,495	\$646,391	\$713	\$647,104
Less estimated income	166,601	172,062	36	172,098
General fund	\$387,894	\$474,329	\$677	\$475,006
FTE	2.00	2.00	0.00	2.00

Department 670 - Racing Commission - Detail of Senate Changes

	Adjusts Funding for Salary and Benefit Increases ¹	Removes Salary Funding for Funding Pool ²	Total Senate Changes
Racing Commission	\$6,656	(\$5,943)	\$713
Total all funds	\$6,656	(\$5,943)	\$713
Less estimated income	334	(298)	36
General fund	\$6,322	(\$5,645)	\$677
FTE	0.00	0.00	0.00

¹ Salaries and wages funding is adjusted to provide for the 2023-25 biennium salary increases of 6 percent on July 1, 2023, and 4 percent on July 1, 2024, and for adjustments to health insurance premium rates as follows:

	General Fund	Other Funds	Total
Salary increase	\$6,547	\$346	\$6,893
Health insurance adjustment	(225)	(12)	(237)
Total	\$6,322	\$334	\$6,656

The House provided salary adjustments of 4 percent on July 1, 2023, and July 1, 2024.

² Funding for new FTE positions and estimated savings from vacant FTE positions is removed as shown below. These amounts are available to the agency if needed by submitting a request to the Office of Management and Budget for a transfer from the new and vacant FTE funding pool.

44
5-30-23

New FTE positions
Vacant FTE positions
Total

<u>General</u> <u>Fund</u>		<u>Other</u> <u>Funds</u>		<u>Total</u>	
	\$0		\$0		\$0
	(5,645)		(298)		(5,943)
	(\$5,645)		(\$298)		(\$5,943)

REPORT OF STANDING COMMITTEE

HB 1023, as engrossed: Appropriations Committee (Sen. Bekkedahl, Chairman) recommends **AMENDMENTS AS FOLLOWS** and when so amended, recommends **DO PASS** (16 YEAS, 0 NAYS, 0 ABSENT AND NOT VOTING). Engrossed HB 1023 was placed on the Sixth order on the calendar. This bill does not affect workforce development.

Page 1, line 2, remove "; and to provide for a legislative management report"

Page 1, replace lines 12 through 15 with:

"Racing commission	<u>\$554,495</u>	<u>\$92,609</u>	<u>\$647,104</u>
Total all funds	\$554,495	\$92,609	\$647,104
Less estimated income	<u>166,601</u>	<u>5,497</u>	<u>172,098</u>
Total general fund	\$387,894	\$87,112	\$475,006"

ReNUMBER accordingly

STATEMENT OF PURPOSE OF AMENDMENT:

House Bill No. 1023 - Racing Commission - Senate Action

	Base Budget	House Version	Senate Changes	Senate Version
Racing Commission	<u>\$554,495</u>	<u>\$646,391</u>	\$713	<u>\$647,104</u>
Total all funds	\$554,495	\$646,391	\$713	\$647,104
Less estimated income	<u>166,601</u>	<u>172,062</u>	36	<u>172,098</u>
General fund	<u>\$387,894</u>	<u>\$474,329</u>	\$677	<u>\$475,006</u>
FTE	2.00	2.00	0.00	2.00

Department 670 - Racing Commission - Detail of Senate Changes

	Adjusts Funding for Salary and Benefit Increases ¹	Removes Salary Funding for Funding Pool ²	Total Senate Changes
Racing Commission	<u>\$6,656</u>	<u>(\$5,943)</u>	<u>\$713</u>
Total all funds	\$6,656	(\$5,943)	\$713
Less estimated income	<u>334</u>	<u>(298)</u>	<u>36</u>
General fund	<u>\$6,322</u>	<u>(\$5,645)</u>	<u>\$677</u>
FTE	0.00	0.00	0.00

¹ Salaries and wages funding is adjusted to provide for the 2023-25 biennium salary increases of 6 percent on July 1, 2023, and 4 percent on July 1, 2024, and for adjustments to health insurance premium rates as follows:

	General Fund	Other Funds	Total
Salary increase	\$6,547	\$346	\$6,893
Health insurance adjustment	(225)	(12)	(237)
Total	<u>\$6,322</u>	<u>\$334</u>	<u>\$6,656</u>

The House provided salary adjustments of 4 percent on July 1, 2023, and July 1, 2024.

² Funding for new FTE positions and estimated savings from vacant FTE positions is removed as shown below. These amounts are available to the agency if needed by submitting a request to the Office of Management and Budget for a transfer from the new and vacant FTE funding pool.

	General Fund	Other Funds	Total
New FTE positions	\$0	\$0	\$0
Vacant FTE positions	(5,645)	(298)	(5,943)
Total	<u>(\$5,645)</u>	<u>(\$298)</u>	<u>(\$5,943)</u>

TESTIMONY

HB 1023

House Bill 1023
ND Racing Commission
John Hanson, Chairman NDRC
January 13, 2023

68th Legislative Assembly
House Appropriations Committee
Representative Don Vigesaa, Chairman

To the Honorable Chairman Vigesaa and other Honorable members of the House Appropriations Committee. Thank you for the opportunity to appear before you to present my testimony for HB 1023, the ND Racing Commission (NDRC) 2023-2025 biennium budget.

The N.D. Racing Commission is the Agency that Regulates all Pari-mutuel Wagering and live horse racing in accordance with Chapter 53-06.2. This is the regulatory body for all live racing and pari-mutuel wagering. The ND Racing Commission does not own or operate any live racetracks nor any pari-mutuel gaming site.

53-06.2-03. Executive director of racing - Appointment - Qualifications - Salary - Duties - Other personnel.

1. The commission shall appoint an executive director of racing. The commission shall establish the executive director's qualifications and salary.

53-06.2-04. Duties of commission.

The commission shall:

1. Provide for racing under the certificate system.
2. Set racing dates.
3. Adopt rules for effectively preventing the use of any substance, compound items,

or combinations of any medicine, narcotic, stimulant, depressant, or anesthetic which could alter the normal performance of a racehorse, unless specifically authorized by the commission.

4. Supervise and check the making of pari-mutuel pools, pari-mutuel machines, and equipment at all races held under the certificate system.

5. Adopt rules governing, restricting, or regulating bids on licensees' concessions and leases on equipment.

6. Consider all proposed extensions, additions, or improvements to the buildings, stables, or tracks on property owned or leased by a licensee.

7. Exclude from racetracks or simulcast pari-mutuel wagering facilities any person who violates any rule of the commission or any law.

8. Determine the cost of inspections performed under subsection 3 of section 53-06.2-05 and require the licensee to pay that cost.

9. Report biennially to the legislative council regarding the operation of the commission.

10. Provide notice to the North Dakota horsemen's council of meetings held by the commission and permit the North Dakota horsemen's council to participate in the meetings through placement of items on the agenda.

11. Complete, distribute, and post on the commission's website the minutes of each commission meeting within thirty days of that meeting or before the next meeting of the commission, whichever occurs first.

2. Purpose of Agency's divisions and programs.

a. The NDRC is comprised of 5 Commissioners that are appointed by the Governor. The Commission hires an executive Director that is then responsible

for hiring staff for the purpose of completing all required duties covered under the N.D. Century Code and the Administrative rules.

b. Administration & Licensing

c. Promotion Fund

- a. established to assist in improving and upgrading racetracks in the state, promoting horse racing in the state, and developing new racetracks in the state as necessary and approved by the commission.

d. Purse Fund

- a. established to supplement and improve purses at racetracks within the state.

e. Breeders Fund

- a. established to financially reward breeders or owners of North Dakota-bred horses.

3. Audit Findings

- a. None for the 4th Biennium in a row.

4. Biennium accomplishments, challenges and the next biennium goals and plans.

a. 21-23 Challenges

1. Increase Purses at the live meets.
2. Increase the number of A.D.W. licensees in N.D.

b. 21-23 Accomplishments

1. Continued growth in our ADW handle
2. Continued status as a net positive revenue agency
3. Live race meets were held in Belcourt (Chippewa Downs) and Fargo (ND Horse Park).

4. The NDRC Office and all on-site services remained intact, and operations have continued as normal with no one working remotely. The office has remained opened for business.
5. We have shown an increase in tax revenue throughout the biennium.
6. We have maintained our licensee base.
7. We have paid out just over a million dollars from our Purse, Breeders and Promotion Funds to Tracks, Breeders and Horsemen this Biennium, supporting the racing community in these difficult times. We are anticipating that number will grow in 21-23.

c. 23-25 Goals

1. Recruit additional ADW's to the State.
 2. Increase Purse and Breeder Funds for more payments to ND Horseman.
 3. Continue Internship program for aspiring Ag Students.
 4. Hire a new Executive Director and Safety Steward.
 5. Working with NDIT, develop a new Breeder Fund Database for managing the funding and payments of Breeder Fund Awards.
- 5. Compare Agency's request/recommendation totals.**
- a. We requested \$20,000 for 3 Interns each year to work at our office and at the live race meets. The desire is to assist university students in agriculture programs to learn and experience the horse racing industry firsthand and to generate more interest in this industry with our state's young adults.
 - b. We also requested an increase of \$12,000 for office rent increase. We moved from our offices located at the Attorney General's office located

at 500 North 9th Street in Bismarck. We were asked to move our offices by the previous AG's Office Administration. Additionally, this area had limited/no parking for clients/visitors and sometimes staff. The parking that is available is reserved for AG Staff and are small spaces not practical for larger pickups that many of our clients /visitors drive. Those offices are in the basement of the building with no ADA accessibility making it difficult for our disabled clients and staff.

- c. The last item in this section I would like to address is that our current appropriation levels don't cover the entire cost of salaries and benefits of our two FTE. This discrepancy is covered from our operating fund. Additional FTE may be needed as definitions changes making some private contractors, employees, rather than contracted service providers. These may include Veterinarians, Stewards, Investigators and Licensing Staff/Interns. This would create the need for an additional 8 additional parttime temporary staffing positions creating another \$75,000 to \$85,000 in salaries and expenses.

6. One time funding current biennium.

- a. One time funding was granted for our Internship Program. During the Biennium we were able to hire 2 Interns in 2021 and 3 Interns in 2023. The makeup included students from NDSU, Jamestown University, Dickinson State, the University of Mary and the University of Washington, Seattle. We have had a second year Law Student, Pre-Veterinarian, Agriculture and Business. Our very first Intern Jessica Benson an older than average Agriculture student at NDSU is

now one of our current Commissioners. The program has been a success and should be maintained and the funding should become part of our permanent budget. We would request that an additional \$30,000 be added to our General Fund Appropriation to continue the Internship program. This increase would be completely covered by tax revenue collections.

7. No new one-time funding requests.

8. Agency Collections Agency Collections and deposits

a. General Fund – deposits are from collecting taxes from the ADWs.

2021-23 estimate was \$421,000.

1. Currently deposited as of 12-31-2022- \$485,383 exceeding the appropriations allocated by almost \$80,000 with an additional 6 months of collections remaining.

2. Estimated for 2023-25 is \$525,000.

b. Administrative Fund – deposits are from fees from licensing and breed fund registrations.

1. 2021-23 estimate was \$135,000.00.

2. Currently deposited - \$150,573.95 Collections have exceeded this biennium's estimate.

3. Estimated for 2023-25 is \$145,000.00.

10. Special Funds Collections 2022

a. Promotion Fund – Revenue \$608,200, Expenses \$580,930

b. Purse Fund – Rev. \$352,230, Grants/Expenses \$316,000

c. Breeders Fund – Rev. \$329,335, Grants/Exp. \$307,429

11. Other Bills Yes

1. Amend definitions, eliminate the breakage tax, and replace with an increase to the maximum allowable tax to \$500,000.00 and to increase

the tax to the promotion fund to 1/8 of 1% of the handle, increase percentage of promotion fund from 25% to 35%.

2. The changes requested should help maintain our current ADW's to license in the State of N.D. and the goal is to attract additional ADW's that could potentially increase the tax collections by \$500,000.00 each year by any new large ADW that would license with us.

12. Agency change requests to executive recommendation.

1. We are requesting an additional \$35,000.00 in salary expenses to cover the costs of hiring a new Executive Director to include relocation and other possible incentives.
2. We concur with the Governor's budget recommendations.

13. Federal Funding None

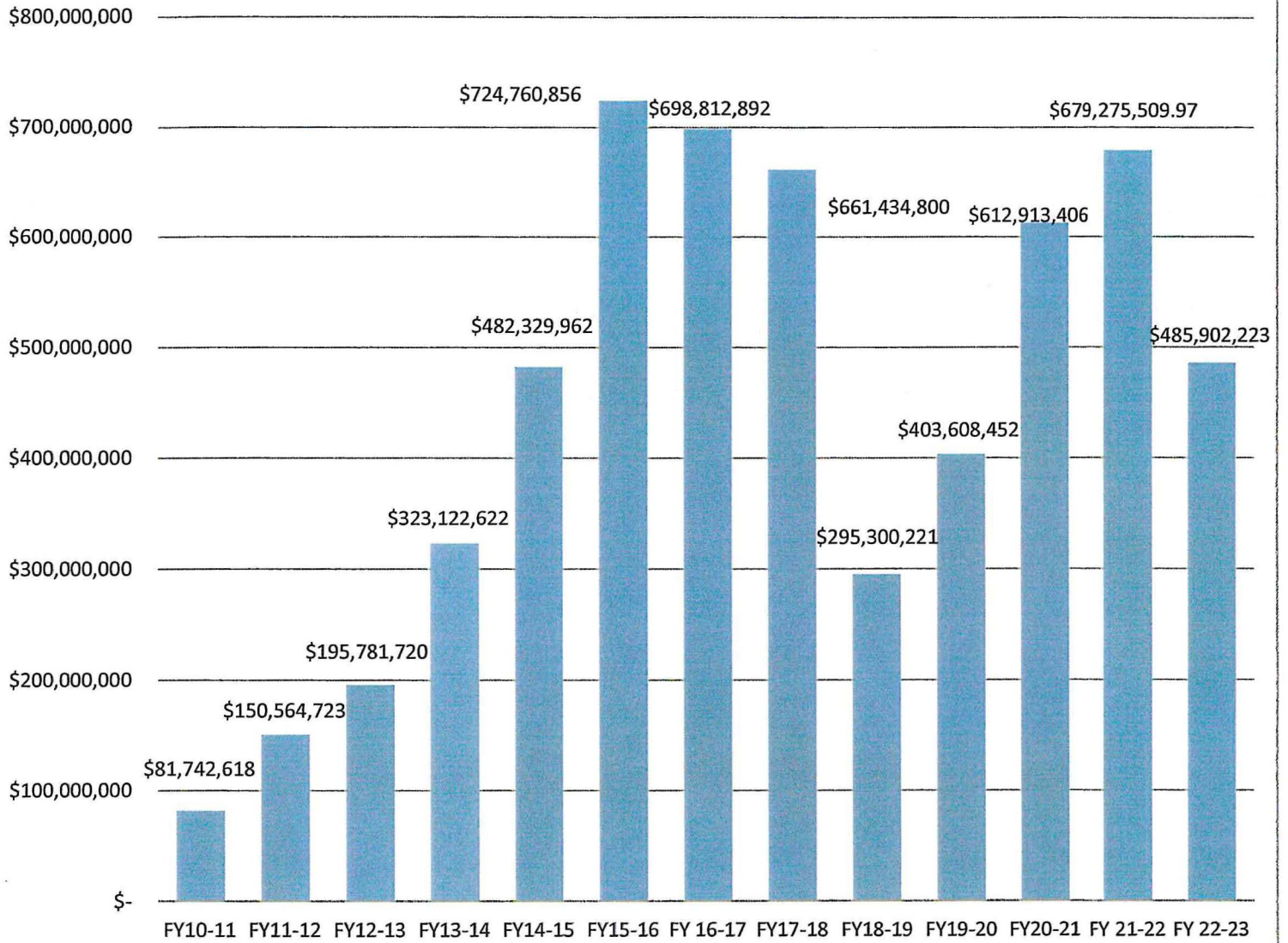
14. Federal funding None

15. Additional Items

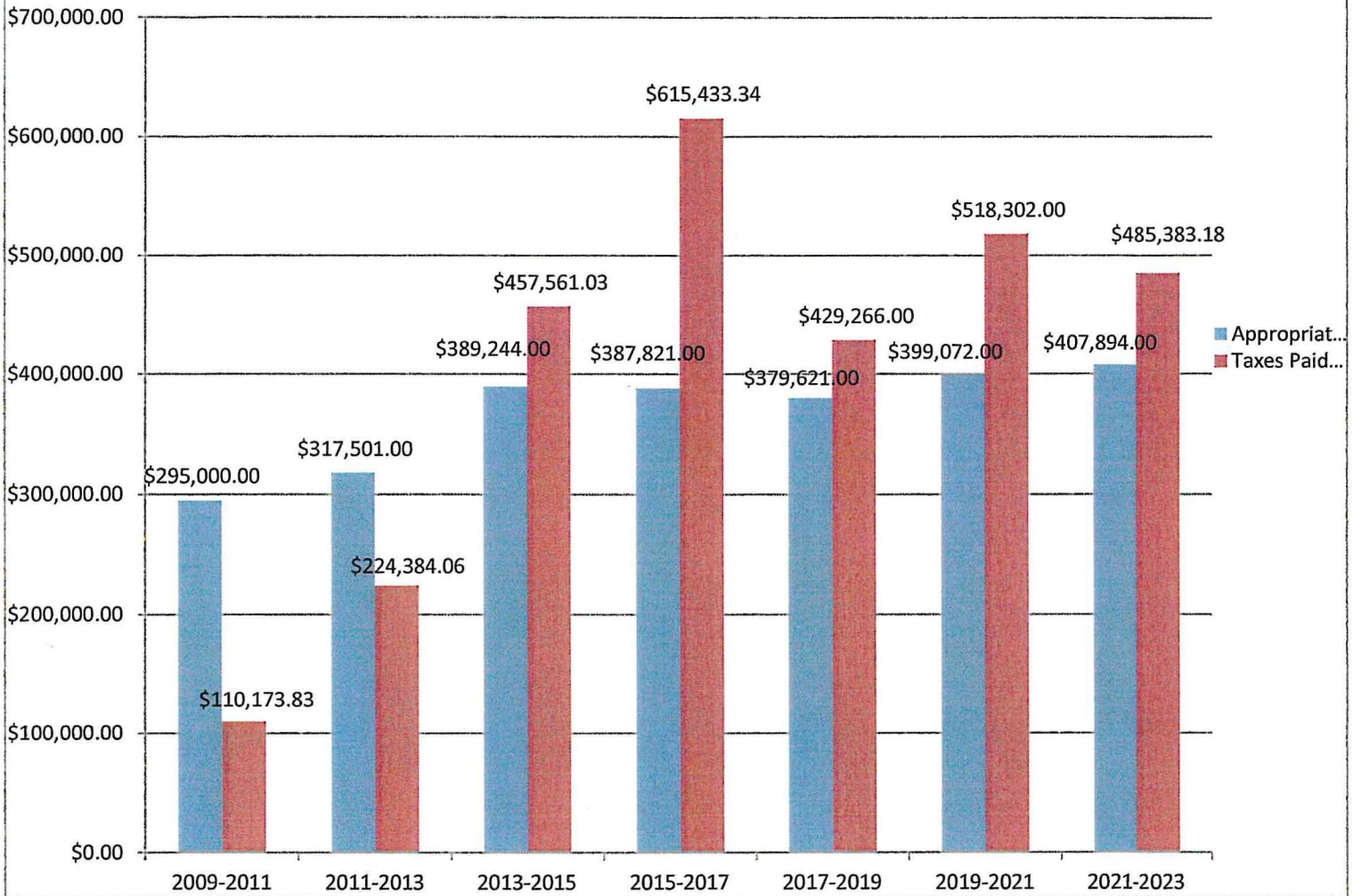
Even in these volatile times, the NDRC has been able to maintain its payments to the general fund exceeding our appropriations for the past 5 biennia.

See charts on the next 2 pages.

ADW Handle by Fiscal Year



General Fund Appropriation and Revenue

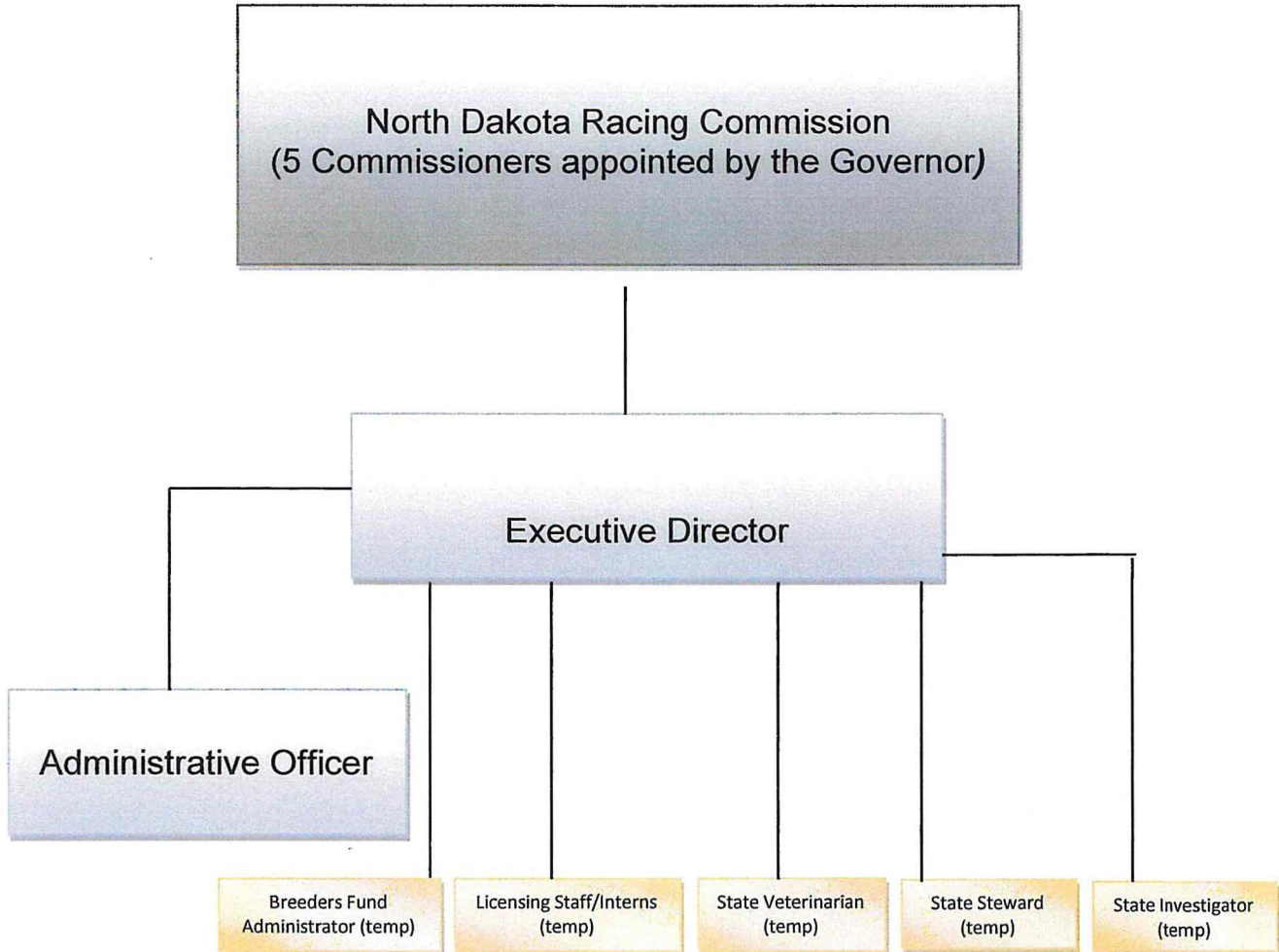


The future of racing in North Dakota has some significant risks and challenges going forward. One such risk is the effect of the Advanced Deposit Wagering (ADW's) markets on our revenues. We are seeing that minor changes in a company's business structure, regulatory changes in other jurisdictions, or rate differences between companies, result in significant shifts in wagering volume away from North Dakota. In fact, these are demonstrated by our wagering volume during the 2018-2019 fiscal year as shown by the graph on page 8.

While the Commission has done its best to plan and mitigate the effects of any changes, significant impacts to our wagering volume have occurred. COVID-19 created an unanticipated 2020 with wagering and revenues exceeding our expectations. However, we are already seeing a shift in those numbers with the restart of other sports wagering around the world. Moving forward, it's imperative that the racing industry in the state identify and obtain more reliable sources of revenue by attracting more ADW's to license with our state. To accomplish this, we feel that we need to start a marketing campaign that includes retaining existing and acquiring new licensees. This requires funding for conference registration, travel, personnel, equipment, and supplies.

The economic contribution of horse racing to North Dakota in a 2016 study conducted by NDSU reports a total economic impact to the state of nearly \$25 million dollars. Of that amount, the majority (\$20.2 million) was associated with agriculture expenditures including racehorse owners, breeders, and trainers.

Organizational Chart



**Racing Commission - Budget No. 670
House Bill No. 1023
Base Level Funding Changes**

	Executive Budget Recommendation				House Version				House Changes to Executive Budget Increase (Decrease) - Executive Budget			
	FTE Positions	General Fund	Other Funds	Total	FTE Positions	General Fund	Other Funds	Total	FTE Positions	General Fund	Other Funds	Total
2023-25 Biennium Base Level	2.00	\$387,894	\$166,601	\$554,495	2.00	\$387,894	\$166,601	\$554,495	0.00	\$0	\$0	\$0
2023-25 Ongoing Funding Changes												
Cost to continue salary increase		\$3,137	\$166	\$3,303				\$0		(\$3,137)	(\$166)	(\$3,303)
Salary increase		26,071	1,371	27,442				0		(26,071)	(1,371)	(27,442)
Health insurance increase		9,772	516	10,288				0		(9,772)	(516)	(10,288)
Adds funding for salary equity increases and temporary salaries		22,368		22,368				0		(22,368)		(22,368)
Adds funding to continue internship program		20,000		20,000				0		(20,000)		(20,000)
ITD rate increase			3,742	3,742				0			(3,742)	(3,742)
Total ongoing funding changes	0.00	\$81,348	\$5,795	\$87,143	0.00	\$0	\$0	\$0	0.00	(\$81,348)	(\$5,795)	(\$87,143)
One-Time Funding Items												
No one-time funding items				\$0				\$0				\$0
Total one-time funding changes	0.00	\$0	\$0	\$0	0.00	\$0	\$0	\$0	0.00	\$0	\$0	\$0
Total Changes to Base Level Funding	0.00	\$81,348	\$5,795	\$87,143	0.00	\$0	\$0	\$0	0.00	(\$81,348)	(\$5,795)	(\$87,143)
2023-25 Total Funding	2.00	\$469,242	\$172,396	\$641,638	2.00	\$387,894	\$166,601	\$554,495	0.00	(\$81,348)	(\$5,795)	(\$87,143)
<i>Federal funds included in other funds</i>			\$0				\$0				\$0	
<i>Total ongoing changes as a percentage of base level</i>	0.0%	21.0%	3.5%	15.7%	0.0%	0.0%	0.0%	0.0%				
<i>Total changes as a percentage of base level</i>	0.0%	21.0%	3.5%	15.7%	0.0%	0.0%	0.0%	0.0%				

Other Sections in Racing Commission - Budget No. 670

Executive Budget Recommendation	House Version
There are no sections recommended to be added in the executive budget.	

Racing Commission - Budget No. 670
House Bill No. 1023
Base Level Funding Changes

	Executive Budget Recommendation				House Version				House Changes to Executive Budget Increase (Decrease) - Executive Budget			
	FTE Positions	General Fund	Other Funds	Total	FTE Positions	General Fund	Other Funds	Total	FTE Positions	General Fund	Other Funds	Total
2023-25 Biennium Base Level	2.00	\$387,894	\$166,601	\$554,495	2.00	\$387,894	\$166,601	\$554,495	0.00	\$0	\$0	\$0
2023-25 Ongoing Funding Changes												
Cost to continue salary increase		\$3,137	\$166	\$3,303		\$3,137	\$166	\$3,303				\$0
Salary increase		26,071	1,371	27,442		19,524	1,025	20,549		(6,547)	(346)	(6,893)
Health insurance increase		9,772	516	10,288		9,997	528	10,525		225	12	237
Adds funding for salary equity increases and temporary salaries		22,368		22,368				0		(22,368)		(22,368)
Adds funding to continue internship program		20,000		20,000				0		(20,000)		(20,000)
ITD rate increase			3,742	3,742			3,742	3,742				0
Adds funding for rent increase				0		11,409		11,409		11,409		11,409
Total ongoing funding changes	0.00	\$81,348	\$5,795	\$87,143	0.00	\$44,067	\$5,461	\$49,528	0.00	(\$37,281)	(\$334)	(\$37,615)
One-Time Funding Items												
Adds one-time funding for internship program				\$0		\$20,000		\$20,000		\$20,000		\$20,000
Total one-time funding changes	0.00	\$0	\$0	\$0	0.00	\$20,000	\$0	\$20,000	0.00	\$20,000	\$0	\$20,000
Total Changes to Base Level Funding	0.00	\$81,348	\$5,795	\$87,143	0.00	\$64,067	\$5,461	\$69,528	0.00	(\$17,281)	(\$334)	(\$17,615)
2023-25 Total Funding	2.00	\$469,242	\$172,396	\$641,638	2.00	\$451,961	\$172,062	\$624,023	0.00	(\$17,281)	(\$334)	(\$17,615)
<i>Federal funds included in other funds</i>			\$0				\$0				\$0	
<i>Total ongoing changes as a percentage of base level</i>	0.0%	21.0%	3.5%	15.7%	0.0%	11.4%	3.3%	8.9%				
<i>Total changes as a percentage of base level</i>	0.0%	21.0%	3.5%	15.7%	0.0%	16.5%	3.3%	12.5%				

Other Sections in Racing Commission - Budget No. 670

Executive Budget Recommendation	House Version
There are no sections recommended to be added in the executive budget.	

23.0252.01001
Title.

Prepared by the Legislative Council staff for
the House Appropriations - Government
Operations Division Committee

Fiscal No. 1

February 2, 2023

PROPOSED AMENDMENTS TO HOUSE BILL NO. 1023

Page 1, replace lines 10 through 16 with:

	<u>Base Level</u>	<u>Adjustments or Enhancements</u>	<u>Appropriation</u>
Racing commission	\$554,495	\$91,896	\$646,391
Total all funds	\$554,495	\$91,896	\$646,391
Less estimated income	<u>166,601</u>	<u>5,461</u>	<u>172,062</u>
Total general fund	\$387,894	\$86,435	\$474,329
Full-time equivalent positions	2.00	0.00	2.00"

Page 1, line 17, after "FUNDING" insert "- EFFECT ON BASE BUDGET - REPORT TO THE SIXTY-NINTH LEGISLATIVE ASSEMBLY"

Page 1, line 18, after "biennium" insert "and the 2023-25 funding items included in the appropriation in section 1 of this Act"

Page 1, replace lines 20 and 21 with:

"Internships	\$20,000	\$20,000
Total general fund	\$20,000	\$20,000

The 2023-25 biennium one-time funding amounts are not a part of the entity's base budget for the 2025-27 biennium. The North Dakota racing commission shall report to the appropriations committees of the sixty-ninth legislative assembly on the use of this one-time funding for the biennium beginning July 1, 2023, and ending June 30, 2025."

Re-number accordingly

STATEMENT OF PURPOSE OF AMENDMENT:

House Bill No. 1023 - Racing Commission - House Action

	<u>Base Budget</u>	<u>House Changes</u>	<u>House Version</u>
Racing Commission	\$554,495	\$91,896	\$646,391
Total all funds	\$554,495	\$91,896	\$646,391
Less estimated income	<u>166,601</u>	<u>5,461</u>	<u>172,062</u>
General fund	\$387,894	\$86,435	\$474,329
FTE	2.00	0.00	2.00

Department 670 - Racing Commission - Detail of House Changes

	<u>Base Payroll Changes¹</u>	<u>Adds Funding for Salary and Benefit Increases²</u>	<u>Adds Funding for Temporary Salaries³</u>	<u>Adds Funding for ITD Increases⁴</u>	<u>Adds Funding for Rent Increases⁵</u>	<u>Adds One-Time Funding for Internships⁶</u>
Racing Commission	\$3,303	\$31,074	\$22,368	\$3,742	\$11,409	\$20,000
Total all funds	\$3,303	\$31,074	\$22,368	\$3,742	\$11,409	\$20,000
Less estimated income	<u>166</u>	<u>1,553</u>	<u>0</u>	<u>3,742</u>	<u>0</u>	<u>0</u>
General fund	\$3,137	\$29,521	\$22,368	\$0	\$11,409	\$20,000
FTE	0.00	0.00	0.00	0.00	0.00	0.00

	Total House Changes
Racing Commission	\$91,896
Total all funds	\$91,896
Less estimated income	5,461
General fund	\$86,435
FTE	0.00

¹ Funding is added for cost to continue salary increases.

² The following funding is added for 2023-25 biennium salary adjustments of 4 percent on July 1, 2023, and 4 percent on July 1, 2024, and increases in health insurance from \$1,429 to \$1,648 per month:

	<u>General Fund</u>	<u>Other Funds</u>	<u>Total</u>
Salary increase	\$19,524	\$1,025	\$20,549
Health insurance increase	<u>9,997</u>	<u>528</u>	<u>10,525</u>
Total	\$29,521	\$1,553	\$31,074

³ Funding for temporary salaries is increased by \$22,368 to provide a total of \$26,441.

⁴ Funding is added for Information Technology Department rate increases.

⁵ Funding of \$11,409 is added for rent increases to provide total funding of \$28,800.

⁶ One-time funding of \$20,000 from the general fund is added for an internship program.

23.0252.01001

Sixty-eighth
Legislative Assembly
of North Dakota

HOUSE BILL NO. 1023

Introduced by

Appropriations Committee

1 A BILL for an Act to provide an appropriation for defraying the expenses of the North Dakota
2 racing commission.

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

4 **SECTION 1. APPROPRIATION.** The funds provided in this section, or so much of the funds
5 as may be necessary, are appropriated out of any moneys in the general fund in the state
6 treasury, not otherwise appropriated, and from special funds derived from other income, to the
7 North Dakota racing commission for the purpose of defraying the expenses of the North Dakota
8 racing commission, for the biennium beginning July 1, 2023, and ending June 30, 2025, as
9 follows:

	<u>Governor's</u>		
	<u>Base Level</u>	<u>Recommendation</u>	<u>Appropriation</u>
Racing commission	\$554,495	\$641,638	\$554,495
Total all funds	\$554,495	\$641,638	\$554,495
Less estimated income	166,601	172,396	166,601
Total general fund	\$387,894	\$469,242	\$387,894
Full-time equivalent positions	2.00	2.00	2.00
	<u>Adjustments or</u>		
	<u>Base Level</u>	<u>Enhancements</u>	<u>Appropriation</u>
Racing commission	\$554,495	\$91,896	\$646,391
Total all funds	\$554,495	\$91,896	\$646,391
Less estimated income	166,601	5,461	172,062
Total general fund	\$387,894	\$86,435	\$474,329
Full-time equivalent positions	2.00	0.00	2.00

1 **SECTION 2. ONE-TIME FUNDING - EFFECT ON BASE BUDGET - REPORT TO THE**
2 **SIXTY-NINTH LEGISLATIVE ASSEMBLY.** The following amounts reflect the one-time funding
3 items approved by the sixty-seventh legislative assembly for the 2021-23 biennium and the
4 2023-25 funding items included in the appropriation in section 1 of this Act:

5	<u>One-Time Funding Description</u>	<u>2021-23</u>	<u>2023-25</u>
6	Internships	\$20,000	\$0
7	Total general fund	\$20,000	\$0
8	<u>Internships</u>	<u>\$20,000</u>	<u>\$20,000</u>
9	<u>Total general fund</u>	<u>\$20,000</u>	<u>\$20,000</u>

10 The 2023-25 biennium one-time funding amounts are not a part of the entity's base budget
11 for the 2025-27 biennium. The North Dakota racing commission shall report to the
12 appropriations committees of the sixty-ninth legislative assembly on the use of this one-time
13 funding for the biennium beginning July 1, 2023, and ending June 30, 2025.

23.0252.01001
Title.

Prepared by the Legislative Council staff for
the House Appropriations - Government
Operations Division Committee
February 2, 2023

Fiscal No. 1

PROPOSED AMENDMENTS TO HOUSE BILL NO. 1023

Page 1, replace lines 10 through 16 with:

"	<u>Base Level</u>	<u>Adjustments or Enhancements</u>	<u>Appropriation</u>
Racing commission	\$554,495	\$91,896	\$646,391
Total all funds	\$554,495	\$91,896	\$646,391
Less estimated income	166,601	5,461	172,062
Total general fund	\$387,894	\$86,435	\$474,329
Full-time equivalent positions	2.00	0.00	2.00"

Page 1, line 17, after "FUNDING" insert " - EFFECT ON BASE BUDGET - REPORT TO THE SIXTY-NINTH LEGISLATIVE ASSEMBLY"

Page 1, line 18, after "biennium" insert "and the 2023-25 funding items included in the appropriation in section 1 of this Act"

Page 1, replace lines 20 and 21 with:

"Internships	\$20,000	\$20,000
Total general fund	\$20,000	\$20,000

The 2023-25 biennium one-time funding amounts are not a part of the entity's base budget for the 2025-27 biennium. The North Dakota racing commission shall report to the appropriations committees of the sixty-ninth legislative assembly on the use of this one-time funding for the biennium beginning July 1, 2023, and ending June 30, 2025."

Renumber accordingly

STATEMENT OF PURPOSE OF AMENDMENT:

House Bill No. 1023 - Racing Commission - House Action

	Base Budget	House Changes	House Version
Racing Commission	\$554,495	\$91,896	\$646,391
Total all funds	\$554,495	\$91,896	\$646,391
Less estimated income	166,601	5,461	172,062
General fund	\$387,894	\$86,435	\$474,329
FTE	2.00	0.00	2.00

Department 670 - Racing Commission - Detail of House Changes

	Base Payroll Changes ¹	Adds Funding for Salary and Benefit Increases ²	Adds Funding for Temporary Salaries ³	Adds Funding for ITD Increases ⁴	Adds Funding for Rent Increases ⁵	Adds One-Time Funding for Internships ⁶
Racing Commission	\$3,303	\$31,074	\$22,368	\$3,742	\$11,409	\$20,000
Total all funds	\$3,303	\$31,074	\$22,368	\$3,742	\$11,409	\$20,000
Less estimated income	166	1,553	0	3,742	0	0
General fund	\$3,137	\$29,521	\$22,368	\$0	\$11,409	\$20,000
FTE	0.00	0.00	0.00	0.00	0.00	0.00

	Total House Changes
Racing Commission	\$91,896
Total all funds	\$91,896
Less estimated income	5,461
General fund	\$86,435
FTE	0.00

¹ Funding is added for cost to continue salary increases.

² The following funding is added for 2023-25 biennium salary adjustments of 4 percent on July 1, 2023, and 4 percent on July 1, 2024, and increases in health insurance from \$1,429 to \$1,648 per month:

	<u>General Fund</u>	<u>Other Funds</u>	<u>Total</u>
Salary increase	\$19,524	\$1,025	\$20,549
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Total	\$29,521	\$1,553	\$31,074

³ Funding for temporary salaries is increased by \$22,368 to provide a total of \$26,441.

⁴ Funding is added for Information Technology Department rate increases.

⁵ Funding of \$11,409 is added for rent increases to provide total funding of \$28,800.

⁶ One-time funding of \$20,000 from the general fund is added for an internship program.

House Bill 1023
ND Racing Commission – Budget No. 670
Gail Allensworth, Administrative Officer
March 8, 2023

68th Legislative Assembly
Senate Appropriations Committee
Education and Environment Division
Senator Ronald Sorvaag, Chairman

To the Honorable Chairman Sorvaag and other Honorable members of the Senate Appropriations Committee. Thank you for the opportunity to appear before you to present my testimony for HB 1023, the ND Racing Commission's 2023-2025 biennium budget.

I am here as our previous Executive Director, Jack Schulz, retired in early February 2023. The ND Racing Commission has hired a new Executive Director and he should start in mid-to-late March.

The ND Racing Commission regulates all Pari-mutuel Wagering and live horse racing in accordance with Chapter 53-06.2. This is the regulatory body for all live racing and pari-mutuel wagering. The ND Racing Commission does not own or operate any live racetracks or any pari-mutuel gaming sites.

We have requested \$20,000 for the next biennium to hire up to 3 Interns, each year, to work at our office and at the live race meets. The intent is to assist university/college students, primarily in agriculture programs, to learn and experience the horse racing industry firsthand and to generate more interest in this industry with our state's young adults.

The Racing Commission received one-time funding for our Interns for the 2021-2023 biennium. Thanks to the one-time funding, the Racing Commission was able to hire 2 Interns in 2021, and 3 Interns in 2022. These students attended ND State University, Jamestown University, Dickinson State University, the University of Mary, and the University of Washington in Seattle. These students consisted of a second-year Law student, Pre-Veterinarian, Agriculture, and Business majors. One of our first interns, Jessica Benson, is now one of our current Commissioners. The program has been a success and it would be beneficial for the funding to become part of our permanent appropriation.

We have also requested an additional \$12,000 for the increase in our office lease. We moved from our offices located at the Attorney General's office located at 500 North 9th Street in Bismarck in July 2021, as the AG's office

asked us to move. The new office space has improved parking as the previous office space had limited/no parking for clients/visitors. In addition, the previous office was in the basement of the building with no ADA accessibility making it difficult for our disabled clients.

The last item requested is due to our current appropriation levels as it does not cover the entire cost of salaries/benefits of our two FTEs. The current funding is between the General Fund and our horse racing operating fund. This has been the routine funding for several years.

Since our budget was submitted, we have learned that additional FTEs may be needed in the future as possible definition changes may make private contractors into employees, rather than contracted service providers. These positions would include the Veterinarians, Stewards, Investigators, and Licensing Staff/Interns that the Racing Commission hires for the live race meets. If this definition change occurs, this would create the need for an additional eight additional part-time temporary staffing positions, thus creating another \$75,000 to \$85,000 in salaries and expenses.

Due to the recent and unexpected retirement of our Executive Director, we are also requesting an additional \$35,000 in salary/benefits expenses to

cover the costs of hiring a new Executive Director to stay competitive in the job market.

The Racing Commission deposits into the General Fund from the taxes that we collect on the monthly handle from our licensed Account Deposit Wagering companies (ADWs). The 2021-23 estimate for taxes collected for this biennium was \$421,000. As of February 28, the Racing Commission has deposited \$537,370. We have exceeded our estimate by over \$116,000, and there are four months to go for tax collections this biennium. The estimate for 2023-25 is \$525,000, and it is likely it will be higher than that if the current trend continues.

There is a bill before the Legislature this session, HB 1331, which is a bill to amend definitions; eliminate the breakage tax, but replace it with an increase to the maximum allowable tax to \$500,000 per fiscal year for the licensed ADWs; and to increase the tax paid into the promotion fund to 1/8 of 1% of the handle; and to increase the percentage of promotion fund that can be used for operating expenses from 25% to 35%.

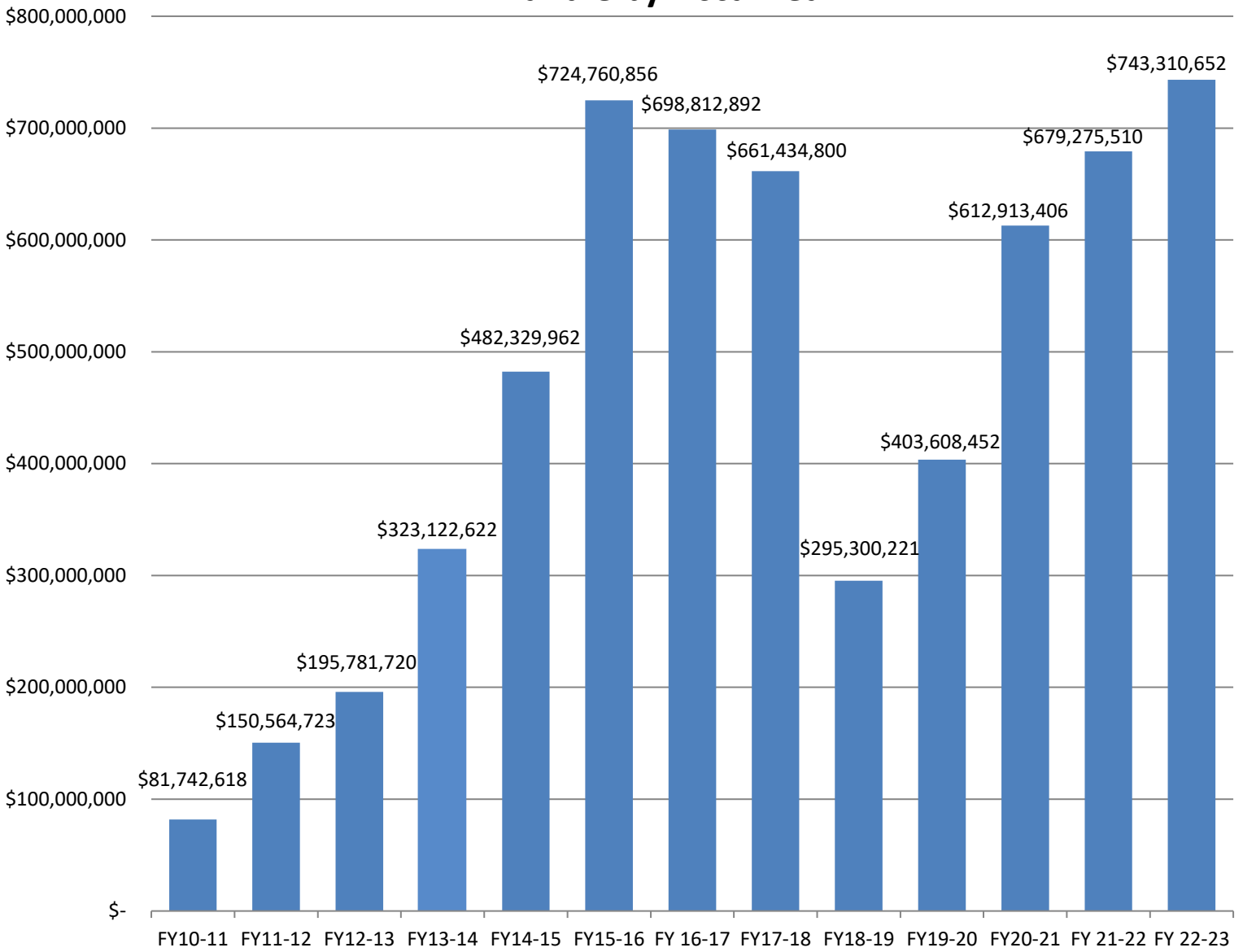
The changes requested should help maintain our 15 licensed ADW's to stay licensed in the State of ND, and the goal is to attract additional ADW's that

could potentially increase the tax collections by \$500,000 each year. We currently have two new ADWs that have applied to be licensed and there is interest in licensing from two other ADWs due to regulation changes in Oregon.

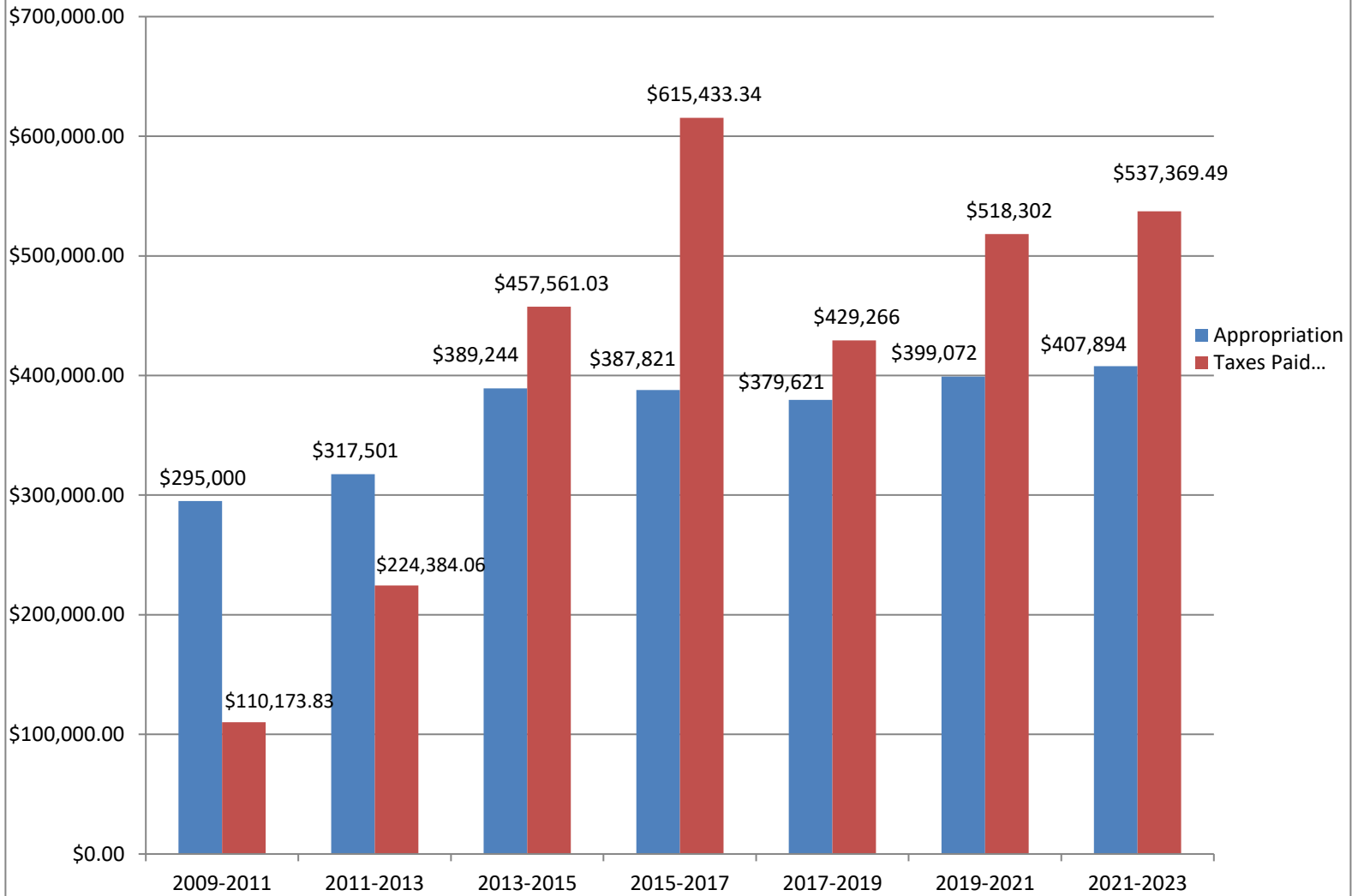
The Racing Commission has been able to maintain and improve its payments to the General Fund and even exceeding our appropriations for the past five biennia. We already have the highest handle ever this fiscal year.

Please see the charts on the next two pages.

ADW Handle by Fiscal Year



General Fund Appropriation and Revenue



The future of horse racing in North Dakota has risks and challenges going forward. One such risk is the effect of the Advanced Deposit Wagering (ADWs) markets on our revenues. We are seeing that minor changes in a company’s business structure, regulatory changes in other jurisdictions, or rate differences between companies, result in significant shifts in wagering volume away from

North Dakota. In fact, these changes are demonstrated by our wagering volume during the 2018-2019 fiscal year as shown by the graph on page 6.

While the Commission has done its best to plan and mitigate the effects of any changes, significant impacts to our wagering volume have occurred. COVID-19 created an unanticipated 2020 with wagering and revenues exceeding our expectations. However, we are already seeing a shift in those numbers with the re-start of other sports wagering around the world. Going forward, it is imperative that the horse racing industry in the state identify and obtain more reliable sources of revenue by attracting more ADW's to license with our state.

The economic contribution of horse racing to North Dakota in a 2016 impact study conducted by NDSU reports a total economic impact to the state of over \$24 million dollars. Of that amount, the majority (\$20.2 million) was associated with expenditures including racehorse owners, breeders, and trainers.

North Dakota has been and will always be a state rich in horse culture. Unfortunately, horse racing has seen challenging times for several years. Due to the success of the Commission in developing additional revenue and

supporting innovative programs, the future of racing in North Dakota is looking brighter. The Commission believes that the people of North Dakota, not to mention the horsemen and horsewomen, want to see a vibrant racing culture again. With hard work, strong administration, thoughtful guidance and the support of the Legislature, the Racing Commission can build on these past successes to ensure a more stable future for this great sport in North Dakota.

**Racing Commission - Budget No. 670
House Bill No. 1023
Base Level Funding Changes**

	Executive Budget Recommendation				House Version				House Changes to Executive Budget Increase (Decrease) - Executive Budget			
	FTE Positions	General Fund	Other Funds	Total	FTE Positions	General Fund	Other Funds	Total	FTE Positions	General Fund	Other Funds	Total
	2023-25 Biennium Base Level	2.00	\$387,894	\$166,601	\$554,495	2.00	\$387,894	\$166,601	\$554,495	0.00	\$0	\$0
2023-25 Ongoing Funding Changes												
Cost to continue salary increase		\$3,137	\$166	\$3,303		\$3,137	\$166	\$3,303				\$0
Salary increase		26,071	1,371	27,442		19,524	1,025	20,549		(6,547)	(346)	(6,893)
Health insurance increase		9,772	516	10,288		9,997	528	10,525		225	12	237
Adds funding for temporary salaries		22,368		22,368		22,368		22,368				0
Adds funding to continue internship program		20,000		20,000				0		(20,000)		(20,000)
Information Technology Department rate increase			3,742	3,742			3,742	3,742				0
Adds funding for rent increase				0		11,409		11,409		11,409		11,409
Total ongoing funding changes	0.00	\$81,348	\$5,795	\$87,143	0.00	\$66,435	\$5,461	\$71,896	0.00	(\$14,913)	(\$334)	(\$15,247)
One-Time Funding Items												
Adds one-time funding for internship program				\$0		\$20,000		\$20,000		\$20,000		\$20,000
Total one-time funding changes	0.00	\$0	\$0	\$0	0.00	\$20,000	\$0	\$20,000	0.00	\$20,000	\$0	\$20,000
Total Changes to Base Level Funding	0.00	\$81,348	\$5,795	\$87,143	0.00	\$86,435	\$5,461	\$91,896	0.00	\$5,087	(\$334)	\$4,753
2023-25 Total Funding	2.00	\$469,242	\$172,396	\$641,638	2.00	\$474,329	\$172,062	\$646,391	0.00	\$5,087	(\$334)	\$4,753
<i>Federal funds included in other funds</i>			\$0				\$0				\$0	
<i>Total ongoing changes as a percentage of base level</i>	0.0%	21.0%	3.5%	15.7%	0.0%	17.1%	3.3%	13.0%				
<i>Total changes as a percentage of base level</i>	0.0%	21.0%	3.5%	15.7%	0.0%	22.3%	3.3%	16.6%				

Other Sections in Racing Commission - Budget No. 670

Executive Budget Recommendation
There are no sections recommended to be added in the executive budget.

House Version
The House did not include any other sections.



State Capitol – 600 E Boulevard Ave – **Dept. 21**
 Bismarck ND 58505-0602
 Phone: 701.328.2964 Fax: 701.328.2979
 E-mail: ndfinaid@ndus.edu Web: ndus.edu

State-Funded Financial Aid & Workforce Development Programs Existing & New Legislation

Updated 3/20/2023

Prepared by: Brenda Zastoupil, NDUS

In compiling the list of state-funded student-based financial aid, workforce development, and education enhancing programs, the ND University System (NDUS) found 29 various programs administered by seven state agencies. The programs were divided into one of two categories, existing core student aid programs and workforce development programs. The review did not include programs funded through federal sources and only included known programs.

Recommendation:

Consider a study during the interim to evaluate the various programs that agencies administer that includes the following:

- What is the program's purpose?
- Are there other state or non-state-funded programs that serve a similar purpose?
- Who/what does the program assist?
- What are other states offering (if available)?
- What are the requirements to receive the award?
- What is the projected growth/needs?
- How many students are served by the program and amount?

New Program Proposals:

- Maintain existing programs within the agencies currently administering the programs.
- NEW PROPOSED WORKFORCE PROGRAMS (noted in red on attached charts)
 - Review "Workforce Development Programs" pages 2-4 of the attached to determine consistencies or departures from legislative intent for state-funded workforce programs.
 - Determine how new legislation and/or funding increases fit Legislative intent.
 - Align/consolidate new programs into existing programs where appropriate.
 - Review the administering agency for new programs to determine best fit for legislative intent.
 - Consider how the new proposed bills align with intent.

Attachments: NDUS 5-YR Financial Aid Award Summary – All Aid Sources
 Funding Summary Request
 Supplemental Detail
 ND Career Builders Statistics and In-Demand List

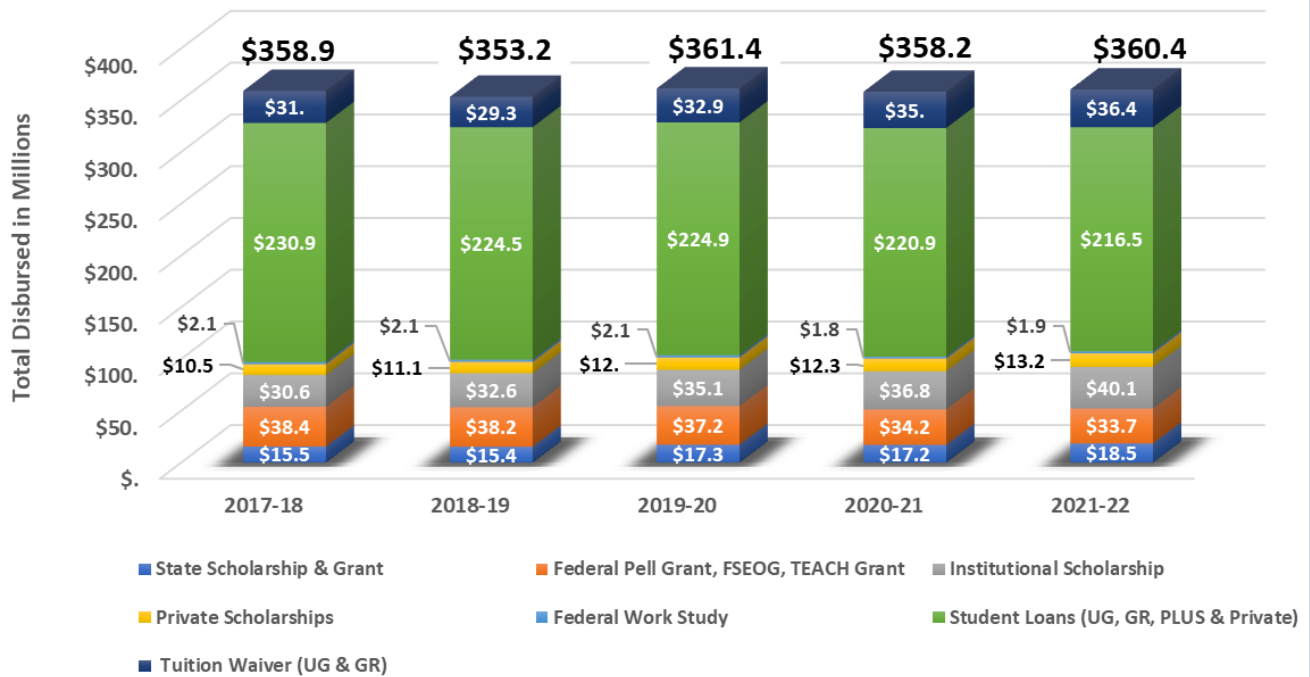
The North Dakota University System is governed by the State Board of Higher Education and includes:

Bismarck State College • Dakota College at Bottineau • Dickinson State University • Lake Region State College • Mayville State University • Minot State University
 North Dakota State College of Science • North Dakota State University • University of North Dakota • Valley City State University • Williston State College

The five-year summary shows that NDUS students receive the following aid:

- 60% of the funding received by NDUS students is in the form of student loans;
- 12% is in the form of federal grants (Pell, FSEOG, TEACH);
- 12% comes from institutional scholarships;
- 4% from private-donated scholarships;
- 6% from state-funded scholarships and grants;
- The remaining is from Federal Work Study and tuition waivers.

Chart 3b - NDUS 5-Yr Dollars Disbursed by Aid Type - UG and GR



FUNDING SUMMARY (3/20/2023)

Program Name/Administering Agency/Funding Source	2021-23 Base	New Funding Request	2023-25 Total Request	Comments
Student Financial Assistance Program (ND State Grant) – administered by NDUS -General Fund	\$23,917,306	\$12,000,000	\$35,917,306	<p align="right">HB1003</p> <p>Need-based grant; Average of 6,100 students per year; \$12M increases award from \$1,100/sem. to \$1,650 while still funding 6,100 per year; Last increased in 2019</p>
ND Scholars Program – administered by NDUS -General Fund	\$1,807,115	\$0	\$1,807,115	<p align="right">HB1003</p> <p>Premier merit-based award; Average of 30 new awards per year plus renewals; Full time UG tuition for up to 8 sem. with 3.5GPA for renewal</p>
Academic/CTE/ND Scholarships – administered by NDUS -General Fund	\$16,216,749	\$1,000,000	\$17,216,749	<p align="right">HB1003</p> <p>Merit-based state scholarship; Average of 5,230 per year paid; 22% of high school senior qualify; \$1M increase to fund growth and additional awards for apprenticeships (HB1382); Awards may NOT be reduced if shortfall occurs.</p>
ND Indian Scholarship – administered by NDUS -General Fund	\$555,323	\$444,677	\$1,000,000	<p align="right">HB1003</p> <p>Merit or need-based; Average of 270 per year awarded; \$444.7K inc. will allow for awards to be closer to the statutory max. of \$2K/year (2022 UG amt only \$1,130 due to volume of applicants.)</p>
Dual Credit Tuition Scholarship – administered by NDUS -Bank of ND Profits	\$1,500,000 (one-time funding)	\$1,500,000	\$1,500,000	<p align="right">HB1003</p> <p>Created 2021-Addl. incentive for taking DC in high school; Provides scholarship in college; \$1.485M awarded to-date to 2,775 students; HB1030 allows award for DC taken at non-NDUS institutions.</p>
Tribally Controlled Colleges Assistance Grant – administered by NDUS -General Fund	\$1,000,000	\$1,000,000	\$2,000,000	<p align="right">HB1003</p> <p>Non-beneficiary supplemental grant; Tribal presidents requested the \$1M increase; Awarded based on federal ISC payment rate * FTE non-beneficiary enrollment. Historically not able to award at this rate due to funding shortfall; \$1M increase would push these awards <u>beyond</u> the federal rate (i.e., In 21-22 the ISC rate was \$8,676. Based on 82.7 FTE, at \$1M, we would have paid out at a rate of \$12,091.90 per FTE. The ISC rate would have cost \$717,505 but we would have issued \$1M. NDUS is required to issue full appropriation each biennium, even if over the ISC rate. See NDCC 15-70-04, subsection 3.</p>
Professional Student Exchange Program (PSEP) – administered by NDUS -General Fund	\$3,699,342	\$0	\$3,699,342	<p align="right">HB1003</p> <p>Secure admission to out-of-state institutions for professional programs of veterinary medicine, optometry, and dentistry; Approximately 27 new plus ongoing students each year for up to 4 years.</p>
Education Incentive Programs – administered by NDUS -General Fund	\$260,000	\$0	\$260,000	<p align="right">HB1003</p> <p>UND and NDSU each awarded \$130K per biennium to promulgate additional doctoral level graduates and doctoral programs.</p>

ND Career Builders Scholarship & Loan Repayment – administered by NDUS -Bank of ND Profits	\$4,500,000 (continuing appropriation)	\$15,000,000	\$18,504,590 (est. \$3.6M in continuing appropriation remaining to award 6/30/23)	HB1003 Workforce development program; partnership with business; private-sector match required \$1-\$1; either a scholarship or loan rep., or both, up to a maximum of \$17K per recipient. 202 scholarships awarded @ avg \$7,754; 88 loan repayment @ avg \$14,608. 92 unique scholarship donors; 30 unique loan repayment donors. Est. \$3.6M remaining @ end of 21-23 bien (continuing approp.) Actual growth rate between 58% - 105% annually. At 57% growth rate, \$13.0M est. state \$ bal. at the end of 25-27 biennium (assume \$15M approp.) At 93% growth rate, \$8.4M est. state \$ bal. at the end of 25-27 biennium (assume \$15M approp.)
Challenge Grant – administered by NDUS -General Fund	\$11,150,000 (one-time funding)	\$36,000,000	\$36,000,000	HB1003 Approx. 3X current appropriation; moves Law School \$250K to UND allocation; provides \$4M each for SMHS and NDSU SBARE.
SUBTOTAL (existing NDUS)	\$64,605,835	\$66,944,677	\$117,700,512	
Reenergize Scholarship (NEW Program -NDUS supported & administered) -General Fund	-	\$5,125,000 (includes \$125,000 for 1 FT position and marketing)	\$5,125,000	SB2197 HB1003 Scholarship to recruit and retain individuals into oil & gas industry. May be provided to employee or an immediate family member of a current employee. Requires 12 months. of employment within past 36 months.
Nursing Matching Grants (NEW Legislative Program – NDUS administered) -General Fund	-	\$250,000	\$250,000	SB2288 \$1/\$2 matching grant for accredited institutions in the state for the advancement of academics for nursing programs.
Student Support for Single Mothers (NEW Legislative Program – NDUS administered) -General Fund	-	\$4,500,000	4,500,000	HB1003 \$250K to any public, tribal or U-Mary or U-JMS to provide support to students who are pregnant or single mothers. Funding may be used for on-campus room/board and the costs of on-campus day care. This must be accounted for as estimated financial aid under federal Title IV regulation.
SUBTOTAL (NEW PROGRAMS ADMINISTERED BY NDUS)	-	\$9,875,000	\$9,875,000	
Back the Blue Grant (NEW Program – AG administered) -General Fund	-	\$5,000,000	\$5,000,00	HB1307 Workforce retention and recruitment tool for law enforcement.
Para-To-Professional (NEW Program – DPI administered) -General Fund	-	\$3,000,000	\$3,000,000	SB2032 Assist accredited ND institutions with training paras to become qualified teachers. Proven program through use of ESSER funds, which will be expended 9/30/24.
Teacher Shortage Loan Forgiveness (NEW Program – DPI administered) -General Fund	-	\$3,000,000	\$3,000,000	SB2033 Student loan repayment for qualified high demand teaching positions. Recommend naming is loan “repayment” as DPI cannot forgive student loans, but issues repayment for qualifying teachers.
SUBTOTAL (NEW PROGRAMS ADMINISTERED BY OTHER AGENCIES)	-	\$11,000,000	\$11,000,000	
TOTAL	\$64,605,835	\$87,819,677	\$138,575,512	

State-Funded Student Financial Aid and Workforce Development Programs – Supplemental Additional Detail

Existing and Proposed Legislation (Includes only known state funded programs)

Updated 3/20/2023

Existing Core Student Financial Aid Programs							
Program	Description	Amount / # Awarded	Administering Agency	Bill Number(s)	Base Appropriation	New Funding Request	Comments
Student Financial Assistance Grants (ND State Grant) (est. 1973)	Needs-based	Max. \$1100/sem. or \$733/quarter # Approx. 6,100/yr.	NDUS	1003	\$23,917,306	\$12,000,000 (general fund)	Increase provides for an increase to the award amount from \$1,100/sem. to \$1,650/sem. and maintains the current level of award of approximately 6,100 per year.
Academic/CTE/ND Scholarships (est. 2009)	Merit-based	\$750/sem. or \$500/qtr. or clock hour # Approx 5,230/yr.	NDUS	1003 1030 1305 1382	\$16,216,749	\$1,000,000 (general fund)	Increase of \$1M covers anticipated shortfall and provides for the scholarship to be used for apprenticeship programs (HB1382). Amendments in HB1030 and HB1305 are procedural.
ND Indian Scholarship (est. 1963)	Merit or Need-based	Max of \$2,000 per year # Approx 270/yr.	NDUS	1003 1030	\$555,323	\$444,677 (general fund)	Included in Governor's budget, this increase will bring the per student award to the maximum level of \$2,000 per year. Amendments in HB1030 are procedural.
Tribally Controlled Colleges Assistance Grant	Award to tribal colleges for non-beneficiary enrollment – may be used for various expenses	Based on FTE non-beneficiary enrollment; awarded to the 5 tribal institutions in the state	NDUS	1003	\$1,000,000	\$1,000,000 (general fund)	Tribal institutions requested an increase of \$1M.
ND Scholars (est. 1989)	Premier Merit-based	Full regular UGRD tuition for up to 8 sem./12 qtrs. #Approx 30 new/yr. plus on-going	NDUS	1003 1030	\$1,807,115	\$0	Continue at same level provides for approximately 30 new awards per year plus renewals. Amendments in HB1030 are procedural.
Dual Credit Tuition Scholarship (est. 2021)	For <u>post-secondary enrollment</u> ; Incentive to take DC in high school	Max \$750 lifetime #2725 as of 2.3.2023	NDUS	1003 1030	One-time funding in 21-23 biennium of \$1.5M	\$1,500,000 (BND)	\$1.5M one-time funding in 21-23 biennium to be fully utilized. Amendments in HB1030 are procedural.
Dual Credit Assistance Program	Offered to <u>high school students</u> ; Covers the cost for up to 2 DC courses per year for high school SO, JR, SR who participate in free or reduced lunch	Covers the cost for up to 2 DC courses per year for high school SO, JR, SR who participate in free or reduced lunch	BND	-	-	-	Funded and administered by BND.
Challenge Grants	Matching grants for institutions	Varies	NDUS	1003 1033	\$11,150,000	\$36,000,000 (general fund)	Approximately three times current appropriation-Moves Law School \$250,000 to UND allocation; Provides \$4M each for SMHS and NDSU SBARE.
Education Incentive Programs	Promulgate graduate studies and programs in the state	\$130,000 each per biennium to UND and NDSU	NDUS	1003	\$260,000	\$0	Continue at same level to encourage graduate programs and research in the state.

Workforce Development Programs – Existing & Proposed (Proposed new programs in red)

Program	Description	Amount / # Awarded	Administering Agency	Match Required?	Residency Requirements	Service Required to State	Program or Occupation	Bill Number(s)	Base Appropriation	New Funding Request	Comments
Skilled Workforce SCHOLARSHIP aka ND Career Builders (est. 2019) NDCC 15-10-32.2	Private-sector matching program; student agrees to live/work in the state for 3 yrs. following completion of program	Maximum lifetime \$17,000, includes private sector match; # awarded = 199 \$committed=\$1.55M Avg award = \$7,785	NDUS	YES - \$1/\$1	Reside in ND 3 years following program completion	YES – 3 years in an in-demand occupation	Programs @ <u>2 yr. or below</u> , including certificates relating to Job Service defined in-demand occupations	1003 1030	\$2.25 million; Funded by BND w/continuing appropriation; Est. \$3.3M remaining at the end of the 21-23 biennium	\$7.5M Scholarship and \$7.5M Loan Repayment for a total of \$15,000,000 (BND funded)	Increase provides for growth of the program over the next 2 biennium. Procedural edits providing for the last 2 years of bachelor’s program (scholarship) and an expansion of matching funds to public dollars, is anticipated to grow NDCB. HB1030 amendments are procedural.
Skilled Workforce LOAN REPAYMENT aka ND Career Builders (est. 2019) NDCC 15-10-32.1	Private-sector matching program; new hire w/in 24 mos. receives student loan repayment over a 3-yr period	Maximum lifetime \$17,000, includes private sector match; # awarded = 86 \$committed=\$1.3M Avg award = \$15,115	NDUS	YES - \$1/\$1	Reside in ND from time of application	YES – 3 years in an in-demand occupation	Any degree if employed in a Job Service defined in-demand occupation	1003 1030	\$2.25 million; Funded by BND w/continuing appropriation; Est. \$3.3M remaining at the end of the 21-23 biennium		
Professional Student Exchange Program (PSEP)	Vet Med/Dentistry/Optomtry Scholarships for out-of-state attendance	Varies between \$58,733 - \$141,120 (4-yr cost) depending on program; # of NEW awards per Year: Vet Med = 12 Optometry = 8 Dentistry = 7	NDUS	NO	ND residency est. at least 1 yr. PRIOR to the priority appl. date of 10/15	NO	Veterinary medicine, dentistry, optometry	1003	3,699,342	\$0	Continue at same level.
Reenergize ND Scholarship (NEW)	Tool to recruit/retain workers in oil & gas industry	\$12,000 per individual up to \$24,000 per family	NDUS	NO	ND resident – generally 12 months	NO	Any program of study at a NDUS institution	1003 2197	-	\$5,125,000 + <i>\$125,000 for 1 FT position and marketing.</i>	<i>New program.</i>
Nursing Matching Grants (NEW)	1-2 matching program to institutions for advancement of nursing programs	Varies with a min. match of \$25,000	NDUS	YES - \$1/\$2	NO – awarded to qualifying ND institutions	n/a – awarded to qualifying ND institutions	Nursing programs at accredited institutions in the state	2288	-	\$250,000	<i>New program.</i>

Workforce Development Programs – Existing & Proposed (Proposed new programs in red)

Program	Description	Amount / # Awarded	Administering Agency	Match Required?	Residency Requirements	Service Required to State	Program or Occupation	Bill Number(s)	Base Appropriation	New Funding Request	Comments
Student Support for Single Mothers Program – pilot	Support for pregnant or single mothers with a children under 4 yrs. of age	On-campus room/board and the costs of on-campus daycare	NDUS	NO	Applicant must be residing in the state	NO	Open	1003	-	\$4,500,000	New program.
Public Health Loan Repayment	Student loan repayment for health care professionals	Varies	DHHS					2344	Unknown	\$48,000	Increase funds 5 slots for public health professionals.
Veterinarian Loan Repayment	Student Loan Repayment	Up to \$80,000 over 4 years.	DHHS					?	Unknown	Unknown	-
Dental Loan Repayment	Student Loan Repayment	Up to \$100,000 over 5 years.	DHHS					?	Unknown	Unknown	-
RN Loan Repayment	Registered nurses student loan repayment	Up to \$4,000 per year for 5 years	DHHS					?	Unknown	Unknown	-
Back The Blue Grant (NEW)	WF retention & recruitment tool for law enforcement	Varies	Attorney General's Office	NO	NO – issued to law enforcement agency for bonuses, tuition/fee payments, equipment costs	NO	Law enforcement	1307	-	\$5,000,000	New program.
Tribal Colleges Grants	WF training and entrepreneurial assistance		Dept. of Commerce					?	Unknown	Unknown	-
Technical Skills Training Grant	Supports training of non-degree reskilling programs and expanding capacity of existing programs		Dept. of Commerce					?	Unknown	Unknown	-

Workforce Development Programs – Existing & Proposed (Proposed new programs in red)

Program	Description	Amount / # Awarded	Administering Agency	Match Required?	Residency Requirements	Service Required to State	Program or Occupation	Bill Number(s)	Base Appropriation	New Funding Request	Comments
Regional Workforce Impact Program (RWIP)	Grant to design & implement innovative plans to address workforce challenges		Dept. of Commerce					?	Unknown	Unknown	-
Operation Intern	Expand number of internships, work experience and apprenticeship positions		Dept. of Commerce					?	Unknown	Unknown	-
Non-Resident Nursing Employment Recruitment Program	Attract and retain highly qualified nurses to ND		Dept. of Commerce					?	Unknown	Unknown	-
Para-To-Professional Scholarship (NEW)	Assist accredited institutions with training paras to become qualified teachers	\$20,000 to institution for start-up/admin costs; remainder for student scholarships	DPI	NO – awarded to qualifying ND institutions (no requirement to have a physical presence in state)	NO – awarded to accredited institutions (no requirement to have a physical presence in state)	NO	Teaching	2032	-	\$3,000,000	New funding that is a continuation of an existing program previously funded with ESSER dollars.

Workforce Development Programs – Existing & Proposed (Proposed new programs in red)

Program	Description	Amount / # Awarded	Administering Agency	Match Required?	Residency Requirements	Service Required to State	Program or Occupation	Bill Number(s)	Base Appropriation	New Funding Request	Comments
Teacher Shortage Loan FORGIVENESS (NEW)	Encourage teaching at grade levels, content areas and geographical locals that have a teacher shortage or critical need	Between \$2,500/\$3,750/\$5,000 per year depending on location and critical need or shortage area; up to 4 years	DPI	NO	NO	YES – must be working in a qualifying locale or position in ND	Qualifying teaching positions in ND	2033	-	\$3,000,000	New program that amends and reenact 15.1-02-04. Recommend changing the program name to Loan REPAYMENT as DPI can't technically forgive a student loan but can offer repayment on a loan.
NDNG Tuition Grants	Grants for postsecondary enrollment; includes out-of-state postsecondary education institutions – used as a recruitment/retention tool for the NDNG	Varies	Adjunct General					2094	-	\$1,615,000 (fiscal note)	Expansion of program.

2023 FAILED BILLS

- [SB2127](#) – Psychiatric RN Loan Repayment Program
- [SB2270](#) – Student Teacher Experience Program
- [HB1470](#) – Back to College Grant
- [SB2151](#) – Immigration WF Loan Program

- [HB1032](#) – In-demand Certificates (CDL and CNA)
- [SB2287](#) – Expansion of DHHS health care professional student loan repayment
- [HB1421](#) – Workforce training grants for New Americans



Scholarship & Loan Repayment

Program Statistics 2/23/2023	SCHOLARSHIP	LOAN REPAYMENT
# Applicants Awarded & Active	85	86
# Graduated (Scholarship)	117	-
# Lost Eligibility (Loan Repayment)	-	5
# Paid in Full (Loan Repayment)	-	2
# Scholarship Applicants in Repayment (# & \$)	23 in repayment totaling \$89,324; \$33,900 recovered to date	-
Private Sector \$ Received by NDUS (NOT Matched to Students)	\$15,000	\$0
Committed \$ - Private Sector & State Match (Excl. those in scholarship repayment)	\$1,566,280	\$1,358,551
Average Award (Excl. those in scholarship repayment)	\$7,754	\$14,608
# Unique Donors	92	30
<p>Programs Enrolled (Scholarship) (Exclude those in scholarship repayment)</p> <p>-OR-</p> <p>High-Need Occupation Filled (Loan Repayment) (Exclude those who lost eligibility)</p>	Agriculture or Ag & Technology (Agronomy) (12) Architectural Drafting & Estimating Technology (1) Associate Degree Nurse (1) Auto Body Repair & Refinishing Technology (2) Automotive Technology (5) Building Construction Technology (1) Carpentry Residential (3) Caterpillar Dealer Service (14) CDL (4) Construction Management Technology (1) Culinary Arts (1) Cyber Security & Computer Networks (3) Dental Assisting (1) Diesel Technology (13) Early Childhood Education (1) Electrical Technology (14) EMS-Paramedic EMT Technology (1) Energy Services and Renewable Technician (1) Farm & Ranch Mgmt. / Agribusiness Mgmt. (5) Full Stack Engineering (5) Human Resource & Organizational Leadership (1) Heating, Ventilation & AC/HVAC/R Tech (16) Instrumentation and Control Technology (10) John Deere Ag Tech (5) Land Surveying & Civil Engineering Technology (4) Lineworker (Electrical) (15) Massage Therapy (1) Meat Processing (2) Mechanical Maintenance Technology (6) Medical Billing & Coding (1) Medical Assistant (1) Medical Laboratory Technician (2) Peace Officer (1) Pharmacy Technician (3) Plumbing (2) Power Plant Technology (2) Powersports Technology (1) Practical Nurse/Nursing (9) Precision Machining Technology (1) Process Plant Technology/Process Technology (6) Surgical Technology (3) Web Page Development & Design (1) Welding / Welding Technology (20)	Accountant & Auditor (1) Aircraft Mechanic & Service Technician (1) Bus & Truck Mechanic (1) Cardiovascular Technologist/Technician (2) Career & Tech Ed Teachers (2) Carpenter (1) Childcare Worker (2) Civil Engineer (1) Construction Manager (1) Dental Assistant (1) Diagnostic Medical Sonographer (3) Diesel Technician (1) Electrician (1) Farm Equipment Mechanic & Service Tech (3) Industrial Machinery Mechanic (2) Licensed Practical Nurse (1) Marketing Manager (2) Mechanical Engineer (2) Middle School Teachers (3) Mobile Heavy Equipment Mechanic (6) MRI Technologist (1) Pharmacy Technician (1) Police/Patrol Officer (1) Preschool Teacher (1) Radiologic Technologist (17) Registered Nurse (24) Respiratory Therapist (2) Sales Engineer (1) Secondary School Teacher (1) Teaching Assistant (1) Veterinary Technologist & Technician (1)

ND Career Builders Private-Sector Contributors (Donors with funds remitted and/or committed to NDCB)			
Aasheim Enterprises, Inc.	Scholarship	Toasted Frog	Scholarship
American Bank Center	Scholarship	True North Equipment	Scholarship
Apex Well Servicing (USA)	Scholarship	TrueNorth Steel	Scholarship
Arthur and Edith Pearson Foundation	Scholarship	Underwood School	Scholarship
BizMan Autoworx	Scholarship	Walsh County Job Development	Scholarship
Blake Marine	Scholarship	Wild Rice Auto Parts	Scholarship
Bosch Lumber Company	Scholarship	Wold Engineering	Scholarship
Brosz Engineering, Inc.	Scholarship	YES LLC, ENETK LLC	Scholarship
Butler Machinery Company	Scholarship	20 Private-Sector Donors - No Release	Scholarship
Carrington Economic Development	Scholarship		
Cavalier Do It Best Lumber	Scholarship	Altru Health System	Loan Repayment
CHS Foundation	Scholarship	Cavalier County Health District	Loan Repayment
Churchill Pharmacy Holding, Inc.	Scholarship	City of Grafton	Loan Repayment
Clark Equipment Company dba Doosan	Scholarship	Executive Air Taxi Corporation	Loan Repayment
Comstock Construction, Inc.	Scholarship	Forward Devils Lake Development Corp.	Loan Repayment
Cottingham Insurance	Scholarship	General Equipment & Supplies, Inc.	Loan Repayment
Crossroads Repair LLC	Scholarship	Golden Valley Veterinary Clinic	Loan Repayment
D & B Motors	Scholarship	Grafton True Value & Lumber	Loan Repayment
Dakota Community Bank & Trust	Scholarship	Heart of America Medical Center	Loan Repayment
Dakota Pharmacy	Scholarship	Houston Engineering, Inc.	Loan Repayment
Dakota Refrigeration	Scholarship	Langdon Community Drug	Loan Repayment
Dale Pahlke	Scholarship	Leading Edge Equipment	Loan Repayment
DMG Inc., dba Malloy Electric	Scholarship	Legacy CPA	Loan Repayment
First Care Health Center	Scholarship	Magnum Electric	Loan Repayment
Fisher Industries	Scholarship	Mowbray & Son Plumbing and Heating,	Loan Repayment
FM Heating and Air, LLC	Scholarship	Nelson County Health System	Loan Repayment
Forward Devils Lake Development	Scholarship	Nelson International dba Nelson Leasing,	Loan Repayment
General Equipment & Supplies	Scholarship	North Valley CTE Technology Center	Loan Repayment
Great River Energy	Scholarship	Pro Mark Services, Inc.	Loan Repayment
Grotberg Electric, Inc.	Scholarship	Rugby Job Development Authority	Loan Repayment
Gusiaas Electric, LLC	Scholarship	Sanford Health – Bismarck	Loan Repayment
H.A. Thompson & Sons	Scholarship	Sanford Health – Fargo	Loan Repayment
Heat Transfer Warehouse	Scholarship	Sanford Medical Center – Fargo	Loan Repayment
Home Heating, Plumbing & AC, Inc.	Scholarship	Stantec Consulting Services, Inc.	Loan Repayment
ICON Architectural Group	Scholarship	True North Equipment	Loan Repayment
Johnston & Sons Electric	Scholarship	Walsh County Job Development	Loan Repayment
Karen Oster-Lloyd Ritchie Memorial	Scholarship	4 Private-Sector Donors – No Release	Loan Repayment
Keller Paving & Landscaping, Inc.	Scholarship		
Korber Medipak Systems NA	Scholarship		
Kountry Kids 4H	Scholarship		
Lake Chevrolet Buick GMC	Scholarship		
Leading Edge Equipment	Scholarship		
LG Homes	Scholarship		
Marathon Petroleum	Scholarship		
Marketplace Motors	Scholarship		
MDU Resources	Scholarship		
Microsoft	Scholarship		
Modern Auto Body	Scholarship		
ND Association of County Engineers	Scholarship		
ND Beef Commission	Scholarship		
ND State Electrical Board	Scholarship		
Nelson County Health System	Scholarship		
NODAK Electric	Scholarship		
North Country Marine	Scholarship		
Otter Tail Power Company Foundation	Scholarship		
Porter Farms	Scholarship		
Sanford Health – Bismarck	Scholarship		
Sanford Health – Jamestown	Scholarship		
Schmitt's Plumbing, Heating &	Scholarship		
Scott's Electric	Scholarship		
Service Tire, Inc.	Scholarship		
Shakti Moon Healing, Wellness, Beauty	Scholarship		
Sheyenne Mechanical	Scholarship		
Titan Machinery	Scholarship		



career builders

Scholarship & Loan Repayment

ND Career Builders - High-Need & Emerging Occupations

The High-Need and Emerging Occupations list is used to determine eligibility for the ND Career Builders Scholarship and Loan Repayment programs. The list is reviewed annually by the ND Workforce Development Council (NDWDC) and Job Service ND (JSND). The occupations listed below were approved by NDWDC and JSND in 2020 through 2022. The occupations approved in these years will be used in determining eligibility for ND Career Builders. Occupations designated with a red asterisk (*) will remain eligible for ND Career Builders consideration at least through June 30, 2023. Questions regarding the program? Contact the NDUS at 701-328-2906 or at ndfinaid@ndus.edu

EDUCATION

- Career/Tech Ed Teachers, Secondary School (2022)
- Elementary School Teachers (2022)
- Health Specialties Teachers, Postsecondary (2022)
- Instructional Coordinators (2022)
- Kindergarten Teachers, Except Special Education (2022)
- Librarians & Media Collections Specialists (2022)
- Middle School Teachers, Except Special & Career/Tech Ed (2022)
- Preschool Teachers, Except Special Education (2022)
- Secondary School Teachers (2022)
- Special Education Teachers (KG, Elementary, Secondary School) (2022)
- Teaching Assistants, Except Postsecondary (2022)

ENGINEERING & ARCHITECTURE

- Civil Engineer (2022)
- Civil Engineering Technologists & Technicians (2022)
- Electrical Engineers (2022)
- Mechanical Engineers (2022)
- Electrical & Electronic Engineering Technician (2020)
- Mining & Geological Engineer (2020)
- Petroleum Engineer (2020)
- Transportation Engineer (2020)

FINANCIAL

- Accountant & Auditor (2022)
- Bookkeeping, Accounting & Auditing Clerks (2022)
- Financial Manager (2022)
- Management Analysts (2022)
- Operations Research Analysts (2022)
- Statisticians (2022)
- Tax Preparers (2022)
- Compensation & Benefits Manager (2020)
- Financial Analyst (2020)
- Personal Financial Advisors (2020)

HEALTHCARE

- Athletic Trainers (2022)
- Cardiovascular Technologist & Technician (2022)
- Clinical Laboratory Technologists & Technicians (2022)
- Dental Assistants (2022)
- Dental Hygienists (2022)
- Diagnostic Medical Sonographer (2022)
- Dietitians and Nutritionists (2022)
- Emergency Medical Technicians & Paramedics (2022)
- Massage Therapists (2022)
- Medical Assistants (2022)
- Nuclear Medicine Technologists (2022)
- Nurse-Licensed Practical & Licensed Vocational Nurses (2022)
- Nurse-Registered Nurses (2022)
- Nursing Assistants (2022)
- Occupational Therapists (2022)
- Occupational Therapy Assistants (2022)
- Ophthalmic Medical Technicians (2022)
- Pharmacy Technicians (2022)
- Phlebotomists (2022)
- Physical Therapy Assistants (2022)
- Psychiatric Aides (2022)
- Radiologic Technologists & Technicians (2022)
- Respiratory Therapists (2022)
- Skincare Specialists (2022)

- Surgical Technologists (2022)
- Veterinary Technologists & Technicians (2022)
- Medical Lab Technologist/Technician (2020)
- MRI Technologist (2020)

INFORMATION TECHNOLOGY

- Computer & Information Systems Managers (2022)
- Computer Network Support Specialists (2022)
- Computer Programmers (2022)
- Computer Systems Analysts (2022)
- Computer User Support Specialists (2022)
- Information Security Analysts (2022)
- Intelligence Analysts (2022)
- Software Developers and Software Quality Assurance Analysts and Testers (2022)
- Telecommunications Equipment Installers & Repairers, Except Line Installers (2022)
- Web Developers & Digital Interface Designers (2022)
- Actuaries (2020)
- Clinical Data Manager (2020)
- Database Administrators (2020)

MANAGEMENT

- Construction Manager (2022)
- General & Operations Manager (2022)
- Industrial Production Manager (2022)
- Medical & Health Services Manager (2022)
- Sales Manager (2022)
- Marketing Manager (2020)

PROFESSIONAL / OTHER

- Compliance Officer (2022)
- Human Resources Manager (2022)
- Human Resources Specialist (2022)
- Market Research Analysts and Marketing Specialist (2022)
- Paralegal and Legal Assistant (2022)
- Public Relations Specialist (2022)
- Training & Development Specialist (2022)
- Soil and Plant Scientist (2020)

SALES

- Securities, Commodities & Financial Services Sales Agents (2022)
- Sales Rep.-Wholesale & Manufacturing of Technical & Scientific Products (2022)
- Sales Engineer (2020)

SKILLED TRADE

- Automotive Service Technicians & Mechanics (2022)
- Butchers & Meatcutters (2022)
- Carpenters (2022)
- Chefs & Head Cooks (2022)
- Crane & Tower Operators (2022)
- Diesel Technician:
 - Bus & Truck Mechanic and Diesel Engine Specialist (2022)
 - Farm Equipment Mechanic & Service Technician (2022)
 - Industrial Machinery Mechanic (2022)

- Electrician (2022)
- Firefighter (2022)
- Hairdresser, Hairstylist & Cosmetologist (2022)
- Heating, Air Conditioning & Refrigeration Mechanics, and Installers (HVAC) (2022)
- Machinist (2022)
- Plumber, Pipefitter and Steamfitter (2022)
- Power Plant Operator (2022)
- Precision Agriculture Technician (2022)
- Welder, Cutter, Solderer & Brazer (2022)
- Wind Turbine Service Technician (2022)
- Aircraft Mechanic & Service Technician (2020)
- Bus & Truck Mechanic (2020)
- Construction Building Inspector (2020)
- Electrical Powerline Installer & Repairer (2020)
- Environmental Scientist & Specialist (2020)
- Gas Plant Operator (2020)
- Maintenance & Repair Worker (2020)
- Mobile Heavy Equipment Mechanic (2020)
- Petroleum Pump System Operator, Refinery Operator & Gauger (2020)

SOCIAL SERVICES

- Child, Family & School Social Worker (2022)
- Childcare Worker (2022)
- Community & Social Service Specialist (2022)
- Educational, Guidance & Career Counselors & Advisors (2022)
- Healthcare Social Workers (2022)
- Marriage & Family Therapists (2022)
- Mental Health & Substance Abuse Social Worker (2022)
- Police & Sheriff Patrol Officers (2022)
- Social & Community Service Manager (2022)
- Social & Human Service Assistant (2022)
- Substance Abuse, Behavioral Disorder & Mental Health Counselor (2022)

TRANSPORTATION

- Commercial Pilots (2022)
- Heavy & Tractor-Trailer Truck Drivers (2022)

Updated 8.23.202

23.0252.02001
Title.

Prepared by the Legislative Council staff for
the Senate Appropriations - Education and
Environment Division Committee
March 27, 2023

Fiscal No. 1

PROPOSED AMENDMENTS TO ENGROSSED HOUSE BILL NO. 1023

Page 1, line 2, remove "; and to provide for a legislative management report"

Page 1, replace lines 12 through 15 with:

"Racing commission	<u>\$554,495</u>	<u>\$92,609</u>	<u>\$647,104</u>
Total all funds	\$554,495	\$92,609	\$647,104
Less estimated income	<u>166,601</u>	<u>5,497</u>	<u>172,098</u>
Total general fund	\$387,894	\$87,112	\$475,006"

Renumber accordingly

STATEMENT OF PURPOSE OF AMENDMENT:

House Bill No. 1023 - Racing Commission - Senate Action

	Base Budget	House Version	Senate Changes	Senate Version
Racing Commission	<u>\$554,495</u>	<u>\$646,391</u>	<u>\$713</u>	<u>\$647,104</u>
Total all funds	\$554,495	\$646,391	\$713	\$647,104
Less estimated income	<u>166,601</u>	<u>172,062</u>	<u>36</u>	<u>172,098</u>
General fund	<u>\$387,894</u>	<u>\$474,329</u>	<u>\$677</u>	<u>\$475,006</u>
FTE	2.00	2.00	0.00	2.00

Department 670 - Racing Commission - Detail of Senate Changes

	Adjusts Funding for Salary and Benefit Increases ¹	Removes Salary Funding for Funding Pool ²	Total Senate Changes
Racing Commission	<u>\$6,656</u>	<u>(\$5,943)</u>	<u>\$713</u>
Total all funds	\$6,656	(\$5,943)	\$713
Less estimated income	<u>334</u>	<u>(298)</u>	<u>36</u>
General fund	<u>\$6,322</u>	<u>(\$5,645)</u>	<u>\$677</u>
FTE	0.00	0.00	0.00

¹ Salaries and wages funding is adjusted to provide for the 2023-25 biennium salary increases of 6 percent on July 1, 2023, and 4 percent on July 1, 2024, and for adjustments to health insurance premium rates as follows:

	<u>General Fund</u>	<u>Other Funds</u>	<u>Total</u>
Salary increase	\$6,547	\$346	\$6,893
Health insurance adjustment	<u>(225)</u>	<u>(12)</u>	<u>(237)</u>
Total	\$6,322	\$334	\$6,656

The House provided salary adjustments of 4 percent on July 1, 2023, and July 1, 2024.

² Funding for new FTE positions and estimated savings from vacant FTE positions is removed as shown below. These amounts are available to the agency if needed by submitting a request to the Office of Management and Budget for a transfer from the new and vacant FTE funding pool.