

BOARD OF COMMISSIONERS OF PUBLIC LANDS

Budget Summary							
Fund	2018-19 Base Year Doubled	2019-21 Governor	2019-21 Jt. Finance	Joint Finance Change to:			
				Governor		Base	
				Amount	Percent	Amount	Percent
GPR	\$0	\$0	\$3,447,100	\$3,447,100	N.A.	\$3,447,100	N.A.
FED	105,400	105,400	105,400	0	0.0%	0	0.0%
PR	<u>3,320,400</u>	<u>3,447,100</u>	<u>0</u>	<u>- 3,447,100</u>	<u>- 100.0</u>	<u>- 3,320,400</u>	<u>- 100.0</u>
TOTAL	\$3,425,800	\$3,552,500	\$3,552,500	\$0	0.0%	\$126,700	3.7%

FTE Position Summary					
Fund	2018-19 Base	2020-21 Governor	2020-21 Jt. Finance	Joint Finance Change to:	
				Governor	2018-19 Base
GPR	0.00	0.00	9.50	9.50	9.50
PR	<u>9.50</u>	<u>9.50</u>	<u>0.00</u>	<u>- 9.50</u>	<u>- 9.50</u>
TOTAL	9.50	9.50	9.50	0.00	0.00

Budget Change Items

1. STANDARD BUDGET ADJUSTMENTS

PR	\$126,700
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Governor/Joint Finance: Provide an increase of \$62,200 in 2019-20 and \$64,500 in 2020-21 for adjustments to the base budget as follows: (a) \$59,900 annually for full funding of continuing salaries and fringe benefits; and (b) \$2,300 in 2019-20 and \$4,600 in 2020-21 for full funding of lease costs and directed moves.

2. CONVERT OPERATIONS FUNDING FROM PR TO GPR

	Funding	Positions
GPR	\$3,447,100	9.50
PR	<u>- 3,447,100</u>	<u>- 9.50</u>
Total	\$0	0.00

Joint Finance: Convert the program revenue (PR) appropriation for Board of Commissioners of Public Lands (BCPL) general operations to instead be supported by general purpose revenues (GPR). Convert bill general operations funding of \$1,722,400 PR in 2019-20 and \$1,724,700 PR in 2020-21 with

9.5 positions to GPR. Repeal BCPL's ability to deduct operations expenses from the gross receipts of BCPL-managed trust funds, but retain the existing PR operations appropriation.

Under current law, BCPL manages the Common School Fund, Normal School Fund, University Fund, and the Agricultural College Fund. BCPL distributes the interest earnings of the trust funds to each fund's beneficiary. For instance, BCPL distributes interest income from the Common School Fund to public school libraries. BCPL may deduct its own expenses related to the administration of the trust funds from the gross receipts of the trust funds. These amounts are budgeted under BCPL as program revenue. The provision would remove BCPL's ability to fund its operations from the proceeds of the trust funds, replacing it with a GPR appropriation at the same level of funding.

The provision would also reestimate school library aids by \$1,500,000 in each year of the biennium from the Common School Fund, as the elimination of operations expense deductions would be expected to increase income distributions to beneficiaries. [See "Public Instruction -- Categorical Aids."]