

1.1 moves to amend H.F. No. 2, the first engrossment, as follows:

1.2 Page 3, delete lines 19 to 22 and insert:

1.3 "(a) Each biennium, the proposed budget of approximately half of the executive
1.4 agencies must be prepared in a manner such that the base budget of the agency is assumed
1.5 to be zero, and each proposed expenditure must be justified as if it were a new expenditure.
1.6 The budgets of the remaining executive agencies must be prepared in this manner in the
1.7 following biennium. The governor must designate which agencies are in each category.
1.8 Budgets for the legislative and judicial branches and for the Minnesota State Colleges and
1.9 Universities must be prepared in this manner for the biennium beginning July 1, 2013, and
1.10 for the biennium beginning every four years after that."

1.11 Page 3, line 26, after "agency" insert "subject to this section in a biennium"

1.12 Page 3, line 27, after "and" insert "this information"

1.13 Page 4, after line 3 insert:

1.14 "**EFFECTIVE DATE.** This section is first effective for budgets proposed for the
1.15 biennium beginning July 1, 2013. The governor must designate which executive agencies
1.16 are subject to zero-based budgeting for the biennium beginning July 1, 2013, and which
1.17 agencies will first be subject to zero-based budgeting for the biennium beginning July
1.18 1, 2015."

1.19 Page 4, delete section 4

1.20 Page 5, delete section 6

1.21 Renumber the sections in sequence and correct the internal references

1.22 Amend the title accordingly