

2021-23 Investment Opportunities - Optional Adjustment Requests

General Fund Investment Opportunities	NDUS Original Request	Engrossed SB2003
Systemwide Projects / Initiatives		
Student share of 3%/3% salary increases	\$ 14,243,098	
Funding Formula - 2.5% per credit hour rate increase for Institution specific initiatives	13,245,561	
Dakota Nursing Consortium	1,356,000	\$ 1,356,000
Math Pathways	150,000	150,000
Higher Education Funding Formula Changes		15,320,830
NDUSO - System Governance		
Salary market adjustments to 80% level.	672,000	200,000
Eliminate Campus Assessments	325,000	
NDUSO - Student Grants		
ND AC/CTE Scholarship funding shortage	4,200,000	4,200,000
North Dakota State Grant funding shortage	2,400,000	2,400,000
Financial Aid Systems - Licensing & Maintenance	300,000	
Totals	\$ 36,891,659	\$ 23,626,830

2021-23 Investment Opportunities

- Original request unanimously approved by SBHE on 6/27/2020
 - Improve student affordability
 - Strengthen institution programmatic flexibility
 - Shore up student financial aid programs
 - Improve System Governance funding
 - Increase efficiencies for student financial aid programs

- **SBHE unanimously endorsed Senate version 2/25/2021**

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□ Systemwide Initiatives

- Student Share of Salary Increases-\$14.2 million
 - Eliminate need for 1.1% to 2.0% tuition increase
 - Improve student affordability
 - Senate Version: student share is \$9.7 million & tuition increase is 0.8% to 1.2%.
- Funding Formula Rate Increase- \$13.2 million
 - Programmatic funding for behavioral & mental health, increased student services, workforce initiatives, new program start up, Title IX implementation, & other institutional needs
- Nursing Education Consortium- \$1,356,000
 - Administration moves to System Office from UND
 - Continue current distribution methodology
- Math Pathways- \$150,000
 - Develop rigorous and robust courses in the areas of statistics and quantitative reasoning to better align math coursework with field of study & career goals

3/8/2021

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□ Student Financial Aid

- ND Academic & CTE Scholarship- \$4.2 million
 - Requested 2019, but not approved
 - # eligible student continue to increase
 - Line item transfer this biennium to pay students
- ND State Grant Program- \$2.4 million
 - Maintain 6,200 need-based grants per year
- Financial Aid Systems- \$300,000
 - Antiquated systems risk failure
 - Streamline processes & administrative effort

3/8/2021

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□ System Governance

- Compensation adjustments to 80% market – \$672,000
 - Long-term target is all experienced employees at 100% market
 - Interim goal is 80% market
 - Currently 18 at < 80%
 - Senate Version: Moves to 70-75% of market
- Eliminate Campus Assessment for Internal Audit & Compliance functions - \$325,000
 - Now charged back to institutions

3/8/2021