

STATEMENT OF PURPOSE OF AMENDMENT:**Senate Bill No. 2003 - Summary of House Action**

	Base Budget	Senate Version	House Changes	House Version
University System Office				
Total all funds	\$159,479,512	\$208,211,852	\$9,490,620	\$217,702,472
Less estimated income	26,260,897	65,386,749	750,000	66,136,749
General fund	<u>\$133,218,615</u>	<u>\$142,825,103</u>	<u>\$8,740,620</u>	<u>\$151,565,723</u>
FTE	162.83	168.83	0.00	168.83
Bismarck State College				
Total all funds	\$111,948,863	\$118,513,894	\$0	\$118,513,894
Less estimated income	74,566,953	79,018,523	0	79,018,523
General fund	<u>\$37,381,910</u>	<u>\$39,495,371</u>	<u>\$0</u>	<u>\$39,495,371</u>
FTE	335.33	338.25	0.00	338.25
Lake Region State College				
Total all funds	\$42,276,400	\$43,749,157	\$4,145,308	\$47,894,465
Less estimated income	26,601,597	27,532,768	0	27,532,768
General fund	<u>\$15,674,803</u>	<u>\$16,216,389</u>	<u>\$4,145,308</u>	<u>\$20,361,697</u>
FTE	120.59	115.15	0.00	115.15
Williston State College				
Total all funds	\$38,640,317	\$39,574,119	\$1,490,000	\$41,064,119
Less estimated income	25,154,992	25,951,804	0	25,951,804
General fund	<u>\$13,485,325</u>	<u>\$13,622,315</u>	<u>\$1,490,000</u>	<u>\$15,112,315</u>
FTE	102.83	99.74	0.00	99.74
University of North Dakota				
Total all funds	\$974,637,236	\$1,106,670,433	\$57,508,229	\$1,164,178,662
Less estimated income	790,481,856	911,108,202	52,000,000	963,108,202
General fund	<u>\$184,155,380</u>	<u>\$195,562,231</u>	<u>\$5,508,229</u>	<u>\$201,070,460</u>
FTE	2,060.56	2,191.95	0.00	2,191.95
UND Medical Center				
Total all funds	\$251,073,118	\$269,663,631	\$224,843	\$269,888,474
Less estimated income	168,241,842	174,018,316	0	174,018,316
General fund	<u>\$82,831,276</u>	<u>\$95,645,315</u>	<u>\$224,843</u>	<u>\$95,870,158</u>
FTE	488.83	529.06	0.00	529.06
North Dakota State University				
Total all funds	\$817,664,195	\$988,365,138	\$8,713,297	\$997,078,435
Less estimated income	653,917,430	813,690,221	12,000,000	825,690,221
General fund	<u>\$163,746,765</u>	<u>\$174,674,917</u>	<u>(\$3,286,703)</u>	<u>\$171,388,214</u>
FTE	1,867.50	1,805.96	0.00	1,805.96
State College of Science				
Total all funds	\$103,502,634	\$110,424,111	\$65,000	\$110,489,111
Less estimated income	63,645,097	65,918,675	65,000	65,983,675
General fund	<u>\$39,857,537</u>	<u>\$44,505,436</u>	<u>\$0</u>	<u>\$44,505,436</u>
FTE	313.95	326.54	0.00	326.54
Dickinson State University				
Total all funds	\$57,137,824	\$73,008,639	\$2,375,000	\$75,383,639
Less estimated income	32,697,829	46,456,545	0	46,456,545
General fund	<u>\$24,439,995</u>	<u>\$26,552,094</u>	<u>\$2,375,000</u>	<u>\$28,927,094</u>
FTE	178.00	170.80	0.00	170.80
Mayville State University				
Total all funds	\$56,654,367	\$93,878,897	\$3,075,000	\$96,953,897

Less estimated income	34,375,971	71,136,306	0	71,136,306
General fund	\$22,278,396	\$22,742,591	\$3,075,000	\$25,817,591
FTE	226.92	226.92	0.00	226.92
Minot State University				
Total all funds	\$117,609,668	\$133,542,849	\$17,635,000	\$151,177,849
Less estimated income	68,644,425	83,483,638	3,650,000	87,133,638
General fund	\$48,965,243	\$50,059,211	\$13,985,000	\$64,044,211
FTE	423.63	421.16	0.00	421.16
Valley City State University				
Total all funds	\$56,464,729	\$57,964,247	\$0	\$57,964,247
Less estimated income	28,111,916	29,533,031	0	29,533,031
General fund	\$28,352,813	\$28,431,216	\$0	\$28,431,216
FTE	211.94	217.44	0.00	217.44
Dakota College at Bottineau				
Total all funds	\$26,343,148	\$27,592,845	\$500,000	\$28,092,845
Less estimated income	14,900,270	15,456,034	0	15,456,034
General fund	\$11,442,878	\$12,136,811	\$500,000	\$12,636,811
FTE	84.00	87.85	0.00	87.85
Forest Service				
Total all funds	\$24,993,531	\$26,585,944	\$350,000	\$26,935,944
Less estimated income	19,141,941	20,191,020	350,000	20,541,020
General fund	\$5,851,590	\$6,394,924	\$0	\$6,394,924
FTE	29.00	34.00	2.00	36.00
Bank of North Dakota				
Total all funds	\$0	\$8,000,000	\$0	\$8,000,000
Less estimated income	0	8,000,000	0	8,000,000
General fund	\$0	\$0	\$0	\$0
FTE	0.00	0.00	0.00	0.00
Bill total				
Total all funds	\$2,838,425,542	\$3,305,745,756	\$105,572,297	\$3,411,318,053
Less estimated income	2,026,743,016	2,436,881,832	68,815,000	2,505,696,832
General fund	\$811,682,526	\$868,863,924	\$36,757,297	\$905,621,221
FTE	6,605.91	6,733.65	2.00	6,735.65

Senate Bill No. 2003 - North Dakota University System - General Fund Summary

	Base Budget	Senate Version	House Changes	House Version
University System Office	\$133,218,615	\$142,825,103	\$8,740,620	\$151,565,723
Bismarck State College	37,381,910	39,495,371		39,495,371
Lake Region State College	15,674,803	16,216,389	4,145,308	20,361,697
Williston State College	13,485,325	13,622,315	1,490,000	15,112,315
University of North Dakota	184,155,380	195,562,231	5,508,229	201,070,460
UND Medical Center	82,831,276	95,645,315	224,843	95,870,158
North Dakota State University	163,746,765	174,674,917	(3,286,703)	171,388,214
State College of Science	39,857,537	44,505,436		44,505,436
Dickinson State University	24,439,995	26,552,094	2,375,000	28,927,094
Mayville State University	22,278,396	22,742,591	3,075,000	25,817,591
Minot State University	48,965,243	50,059,211	13,985,000	64,044,211
Valley City State University	28,352,813	28,431,216		28,431,216
Dakota College at Bottineau	11,442,878	12,136,811	500,000	12,636,811
Forest Service	5,851,590	6,394,924		6,394,924
Bank of North Dakota				
Total general fund	\$811,682,526	\$868,863,924	\$36,757,297	\$905,621,221

Detail of House Changes to General Fund

	Adjusts Funding for University System Office ¹	Provides Funding Formula Adjustments ²	Adds Funding for Capital Projects ³	Adds Other One-Time Funding ⁴	Adjusts Forest Service Funding ⁵	Total General Fund Changes
University System Office	\$8,740,620					\$8,740,620
Bismarck State College						
Lake Region State College		\$945,308	\$3,200,000			4,145,308
Williston State College				\$1,490,000		1,490,000
University of North Dakota		508,229	5,000,000			5,508,229
UND Medical Center		224,843				224,843
North Dakota State University		(3,286,703)				(3,286,703)
State College of Science						
Dickinson State University			2,375,000			2,375,000
Mayville State University				3,075,000		3,075,000
Minot State University			12,985,000	1,000,000		13,985,000
Valley City State University						
Dakota College at Bottineau			500,000			500,000
Forest Service						
Bank of North Dakota						
Total general fund	\$8,740,620	(\$1,608,323)	\$24,060,000	\$5,565,000	\$0	\$36,757,297

Senate Bill No. 2003 - North Dakota University System - Other Funds Summary

	Base Budget	Senate Version	House Changes	House Version
University System Office	\$26,260,897	\$65,386,749	\$750,000	\$66,136,749
Bismarck State College	74,566,953	79,018,523		79,018,523
Lake Region State College	26,601,597	27,532,768		27,532,768
Williston State College	25,154,992	25,951,804		25,951,804
University of North Dakota	790,481,856	911,108,202	52,000,000	963,108,202
UND Medical Center	168,241,842	174,018,316		174,018,316
North Dakota State University	653,917,430	813,690,221	12,000,000	825,690,221
State College of Science	63,645,097	65,918,675	65,000	65,983,675
Dickinson State University	32,697,829	46,456,545		46,456,545
Mayville State University	34,375,971	71,136,306		71,136,306
Minot State University	68,644,425	83,483,638	3,650,000	87,133,638
Valley City State University	28,111,916	29,533,031		29,533,031
Dakota College at Bottineau	14,900,270	15,456,034		15,456,034
Forest Service	19,141,941	20,191,020	350,000	20,541,020
Bank of North Dakota		8,000,000		8,000,000
Total other funds	\$2,026,743,016	\$2,436,881,832	\$68,815,000	\$2,505,696,832

Detail of House Changes to Other Funds

	Adjusts Funding for University System Office ¹	Provides Funding Formula Adjustments ²	Adds Funding for Capital Projects ³	Adds Other One-Time Funding ⁴	Adjusts Forest Service Funding ⁵	Total Other Funds Changes
University System Office	\$750,000					\$750,000
Bismarck State College						
Lake Region State College						
Williston State College						
University of North Dakota			\$40,000,000	\$12,000,000		52,000,000
UND Medical Center						
North Dakota State University				12,000,000		12,000,000
State College of Science			65,000			65,000
Dickinson State University						
Mayville State University						
Minot State University			3,650,000			3,650,000
Valley City State University						
Dakota College at Bottineau						
Forest Service					\$350,000	350,000
Bank of North Dakota						
Total other funds	\$750,000	\$0	\$43,715,000	\$24,000,000	\$350,000	\$68,815,000

Senate Bill No. 2003 - North Dakota University System - All Funds Summary

	Base Budget	Senate Version	House Changes	House Version
University System Office	\$159,479,512	\$208,211,852	\$9,490,620	\$217,702,472
Bismarck State College	111,948,863	118,513,894		118,513,894
Lake Region State College	42,276,400	43,749,157	4,145,308	47,894,465
Williston State College	38,640,317	39,574,119	1,490,000	41,064,119
University of North Dakota	974,637,236	1,106,670,433	57,508,229	1,164,178,662
UND Medical Center	251,073,118	269,663,631	224,843	269,888,474
North Dakota State University	817,664,195	988,365,138	8,713,297	997,078,435
State College of Science	103,502,634	110,424,111	65,000	110,489,111
Dickinson State University	57,137,824	73,008,639	2,375,000	75,383,639
Mayville State University	56,654,367	93,878,897	3,075,000	96,953,897
Minot State University	117,609,668	133,542,849	17,635,000	151,177,849
Valley City State University	56,464,729	57,964,247		57,964,247
Dakota College at Bottineau	26,343,148	27,592,845	500,000	28,092,845
Forest Service	24,993,531	26,585,944	350,000	26,935,944
Bank of North Dakota		8,000,000		8,000,000
Total all funds	\$2,838,425,542	\$3,305,745,756	\$105,572,297	\$3,411,318,053
FTE	6,605.91	6,733.65	2.00	6,735.65

Detail of House Changes to All Funds

	Adjusts Funding for University System Office¹	Provides Funding Formula Adjustments²	Adds Funding for Capital Projects³	Adds Other One-Time Funding⁴	Adjusts Forest Service Funding⁵	Total All Funds Changes
University System Office	\$9,490,620					\$9,490,620
Bismarck State College						
Lake Region State College		\$945,308	\$3,200,000			4,145,308
Williston State College				\$1,490,000		1,490,000
University of North Dakota		508,229	45,000,000	12,000,000		57,508,229
UND Medical Center		224,843				224,843
North Dakota State University		(3,286,703)		12,000,000		8,713,297
State College of Science			65,000			65,000
Dickinson State University			2,375,000			2,375,000
Mayville State University				3,075,000		3,075,000
Minot State University			16,635,000	1,000,000		17,635,000
Valley City State University						
Dakota College at Bottineau			500,000			500,000
Forest Service					\$350,000	350,000
Bank of North Dakota						
Total all funds	\$9,490,620	(\$1,608,323)	\$67,775,000	\$29,565,000	\$350,000	\$105,572,297
FTE	0.00	0.00	0.00	0.00	2.00	2.00

¹ Funding is adjusted for the North Dakota University System Office as follows:

Description	Senate Version	House Changes	House Version
Challenge grants (SIIF)	\$25,000,000	\$750,000	\$25,750,000
Supplemental student financial assistance grants (general fund)	0	5,000,000	5,000,000
Dakota Digital Academy (general fund)	450,000	(450,000)	0
Information technology security (general fund)	0	4,190,620	4,190,620
Total	\$25,450,000	\$9,490,620	\$34,940,620

In addition to the changes identified above, the House provided for \$1.5 million of one-time funding from the general fund added by the Senate for the professional student exchange program to be ongoing funding.

² The following adjustments are made to institution general fund appropriations through the higher education funding formula:

<u>Institution</u>	<u>Formula Adjustments</u>	<u>Hold Harmless</u>	<u>Base Rates Equalization</u>	<u>Increase Base Rates by 4 Percent</u>	<u>Total Adjustment to Senate Version</u>
Lake Region State College	\$0	\$945,308	\$0	\$0	\$945,308
University of North Dakota	0	0	484,028	24,201	508,229
UND School of Medicine and Health Sciences	0	0	214,136	10,707	224,843
North Dakota State University	(9,318,724)	6,396,841	0	(364,820)	(3,286,703)
Total	(\$9,318,724)	\$7,342,149	\$698,164	(\$329,912)	(\$1,608,323)

³ One-time funding is added for the following capital projects:

<u>Project</u>	<u>General Fund</u>	<u>Other Funds</u>	<u>Total Funds</u>
LRSC roof	\$3,200,000	\$0	\$3,200,000
UND SMHS allied health facility phase I (tiers and local funds)	5,000,000	40,000,000	45,000,000
NDSCS land purchase (local funds)	0	65,000	65,000
DSU campus security	500,000	0	500,000
DSU deferred maintenance	1,875,000	0	1,875,000
MiSU track (local funds)	0	3,000,000	3,000,000
MiSU regional health sciences institute (tiers and local funds)	12,350,000	650,000	13,000,000
MiSU Dakota Hall demolition	635,000	0	635,000
DCB student housing	<u>500,000</u>	<u>0</u>	<u>500,000</u>
Total	\$24,060,000	\$43,715,000	\$67,775,000

The House authorizes North Dakota State University to utilize other funds from the institution's allocation in the University System capital building fund, revenue bond proceeds, and other local funds for the University Village and Memorial Union projects. Capital projects authorized for institutions include the associated razing of nearby facilities and facilities being replaced.

⁴ Other one-time funding is added as follows:

<u>Project or Program</u>	<u>Senate Version</u>	<u>House Changes</u>	<u>House Version</u>
WSC health care program startup costs (general fund)	\$0	\$1,490,000	\$1,490,000
MaSU salaries and wages and campus security (general fund)	0	3,075,000	3,075,000
UND national security crossroads (SIIF)	12,000,000	12,000,000	24,000,000
NDSU new horizons programming (SIIF)	12,000,000	12,000,000	24,000,000
MiSU advancing students toward education and employment (general fund)	<u>500,000</u>	<u>1,000,000</u>	<u>1,500,000</u>
Total	\$24,500,000	\$29,565,000	\$54,065,000

⁵ Funding of \$350,000 from special funds is added for 2 new FTE positions for the conservation tree improvement initiative.

Senate Bill No. 2003 - Other Changes - House Action

This amendment also:

- Identifies \$186,496,814 from the strategic investment and improvements fund (SIIF) is included in Section 1 for various projects and programs.
- Adds a section to direct the North Dakota University System office to transfer \$342,000 to Lake Region State College for the cost of an early retirement agreement.
- Adjusts sections relating to the University System capital building fund to reduce the transfer from SIIF to the fund by \$5 million, to provide a total of \$26.5 million from SIIF for Tiers II and III of the University System capital building fund. Tier III matching fund requirements are adjusted to require \$1 of matching funds for every \$1 from Tier III of the University System capital building fund for campuses excluding the University of North Dakota (UND) and North Dakota State University (NDSU). The House provided for Tier III matching requirements for UND and NDSU to remain \$2 of matching funds for every \$1 from Tier III.
- Adjusts allocations from the higher education challenge matching grants program to provide \$2,125,000 for Dickinson State University, the same level of funding as Bismarck State College, Minot State University, and the North Dakota State College of Science.
- Provides for the State Board of Higher Education to establish a committee, guidelines, and application process for the administration of the workforce education innovation grant program.

- Adds a section to allow any institution under the control of the State Board of Higher Education to offer dual-credit courses in the county in which the institution's primary campus is located.
- Adds a section requiring repayment of professional student exchange program funding by students who do not return to work in the state.
- Adds a section to clarify the authority and responsibility for the appointment of institution presidents, including who determines and selects a consultant to assist in the recruitment of applicants to be an institution president.
- Adds a section regarding the terms of the contract for the Commissioner of Higher Education, including the source of funds for a position at an institution under the control of the State Board of Higher Education awarded as a term of the contract.
- Amends House Bill No. 1437, as approved by the 69th Legislative Assembly, relating to academic tenure policy at institutions of higher education.
- Adjusts the higher education funding formula to increase the pharmacy program professional credit weight from 9 to 14. The Senate increased the pharmacy program professional credit weight to 25.
- Adjusts the qualification requirements for the scholars program.
- Repeals North Dakota Century Code Section 15-10-74, relating to the naming of the Bismarck State College polytechnic center the Larry C. Skogen polytechnic institute.
- Restricts the use of revenue generated from the sale of land by UND to deferred maintenance and extraordinary repairs.
- Adds a section to direct UND to develop and implement student recruitment and acceptance strategies to increase resident student enrollment at the School of Medicine and Health Sciences and in the physician assistant program.
- Adds a section to provide for a report to the Legislative Management regarding Praxis core testing performance.
- Adds a section to provide for the hiring of a new Commissioner of higher education and to direct the State Board of Higher Education to study the costs and benefits of a system of higher education led by a chancellor compared to a commissioner.
- Adds a section of legislative intent to express support for the completion of an allied health facility expansion at the UND School of Medicine and Health Sciences.
- Adds a section to provide legislative intent that the State Board of Higher Education not enter into any separation or early retirement agreements with a cost to the state and its institutions.
- Adds a section to limit tuition rate increases.
- Adds an emergency clause for capital project, bonding, and land sale sections in the bill.