

PROPOSED AMENDMENTS TO SENATE BILL NO. 2003

Page 1, line 2, replace "section" with "sections 15-18.2-05 and"

Page 1, line 3, after the first "to" insert "state aid to institutions and"

Page 1, line 3, remove "and"

Page 1, line 3, replace "a" with "for the"

Page 1, line 3, after "transfer" insert "of funds; to authorize the state board of higher education to issue and sell bonds for capital projects; to provide exemptions; to provide for legislative management reports; to provide legislative intent; and to declare an emergency"

Page 1, remove lines 12 through 23

Page 2, remove lines 1 through 31

Page 3, remove lines 1 through 31

Page 4, remove lines 1 through 30

Page 5, remove lines 1 through 30

Page 6, replace lines 1 through 29 with:

"Subdivision 1.

NORTH DAKOTA UNIVERSITY SYSTEM OFFICE

	<u>Base Level</u>	<u>Adjustments or Enhancements</u>	<u>Appropriation</u>
Capital assets - bond payments	\$6,901,461	(\$296,135)	\$6,605,326
Competitive research programs	6,588,225	(560,475)	6,027,750
System governance	7,212,636	334,624	7,547,260
Title II	1,006,472	0	1,006,472
Core technology services	41,325,593	20,227,156	61,552,749
Student financial assistance grants	23,886,160	(1,968,854)	21,917,306
Professional student exchange program	3,941,754	(242,412)	3,699,342
Academic and technical education scholarship	13,134,096	(1,117,347)	12,016,749
Two-year campus marketing	747,600	(290,100)	457,500
Scholars program	2,113,584	(306,469)	1,807,115
Native American scholarship	649,267	(93,944)	555,323
Tribally controlled community college grants	967,250	(64,750)	902,500
Education incentive programs	3,349,000	(485,607)	2,863,393
Student mental health	308,100	(23,700)	284,400
Veterans' assistance grants	325,000	(47,125)	277,875
Commendation grants	4,486	(4,486)	0
Internal audit pool	280,350	(50,850)	229,500
Open education resources	0	100,000	100,000
Shared campus services	<u>0</u>	<u>200,000</u>	<u>200,000</u>
Total all funds	\$112,741,034	\$15,309,526	\$128,050,560

Less estimated income	<u>2,511,216</u>	<u>23,709,908</u>	<u>26,221,124</u>
Total general fund	\$110,229,818	(\$8,400,382)	\$101,829,436
Full-time equivalent positions	104.39	43.01	147.40

Subdivision 2.

BISMARCK STATE COLLEGE

	<u>Base Level</u>	<u>Adjustments or Enhancements</u>	<u>Appropriation</u>
Operations	\$34,214,004	\$67,535,715	\$101,749,719
Capital assets	<u>67,732</u>	<u>1,854,829</u>	<u>1,922,561</u>
Total all funds	\$34,281,736	\$69,390,544	\$103,672,280
Less estimated income	<u>0</u>	<u>73,042,557</u>	<u>73,042,557</u>
Total general fund	\$34,281,736	(\$3,652,013)	\$30,629,723
Full-time equivalent positions	133.53	224.82	358.35

Subdivision 3.

LAKE REGION STATE COLLEGE

	<u>Base Level</u>	<u>Adjustments or Enhancements</u>	<u>Appropriation</u>
Operations	\$14,143,353	\$22,335,288	\$36,478,641
Capital assets	<u>0</u>	<u>362,667</u>	<u>362,667</u>
Total all funds	\$14,143,353	\$22,697,955	\$36,841,308
Less estimated income	<u>0</u>	<u>24,128,597</u>	<u>24,128,597</u>
Total general fund	\$14,143,353	(\$1,430,642)	\$12,712,711
Full-time equivalent positions	50.19	79.42	129.61

Subdivision 4.

WILLISTON STATE COLLEGE

	<u>Base Level</u>	<u>Adjustments or Enhancements</u>	<u>Appropriation</u>
Operations	\$9,191,151	\$17,781,678	\$26,972,829
Capital assets	<u>197,801</u>	<u>1,064,167</u>	<u>1,261,968</u>
Total all funds	\$9,388,952	\$18,845,845	\$28,234,797
Less estimated income	<u>0</u>	<u>19,866,337</u>	<u>19,866,337</u>
Total general fund	\$9,388,952	(\$1,020,492)	\$8,368,460
Full-time equivalent positions	49.96	50.79	100.75

Subdivision 5.

UNIVERSITY OF NORTH DAKOTA

	<u>Base Level</u>	<u>Adjustments or Enhancements</u>	<u>Appropriation</u>
Operations	\$146,572,961	\$712,564,782	\$859,137,743
Capital assets	<u>4,411,566</u>	<u>91,000,000</u>	<u>95,411,566</u>
Total all funds	\$150,984,527	\$803,564,782	\$954,549,309
Less estimated income	<u>0</u>	<u>820,277,023</u>	<u>820,277,023</u>
Total general fund	\$150,984,527	(\$16,712,241)	\$134,272,286
Full-time equivalent positions	630.20	1,587.87	2,218.07

Subdivision 6.

NORTH DAKOTA STATE UNIVERSITY

	<u>Base Level</u>	<u>Adjustments or Enhancements</u>	<u>Appropriation</u>
Operations	\$144,323,680	\$589,845,616	\$734,169,296
Capital assets	<u>2,732,244</u>	<u>54,571,860</u>	<u>57,304,104</u>
Total all funds	\$147,055,924	\$644,417,476	\$791,473,400
Less estimated income	<u>0</u>	<u>661,687,739</u>	<u>661,687,739</u>
Total general fund	\$147,055,924	(\$17,270,263)	\$129,785,661
Full-time equivalent positions	537.10	1,358.56	1,895.66

Subdivision 7.

NORTH DAKOTA STATE COLLEGE OF SCIENCE

	<u>Base Level</u>	<u>Adjustments or Enhancements</u>	<u>Appropriation</u>
Operations	\$40,916,239	\$50,836,625	\$91,752,864
Capital assets	<u>0</u>	<u>1,012,379</u>	<u>1,012,379</u>
Total all funds	\$40,916,239	\$51,849,004	\$92,765,243
Less estimated income	<u>0</u>	<u>57,642,469</u>	<u>57,642,469</u>
Total general fund	\$40,916,239	(\$5,793,465)	\$35,122,774
Full-time equivalent positions	168.30	176.74	345.04

Subdivision 8.

DICKINSON STATE UNIVERSITY

	<u>Base Level</u>	<u>Adjustments or Enhancements</u>	<u>Appropriation</u>
Operations	\$24,527,233	\$24,948,506	\$49,475,739
Capital assets	<u>0</u>	<u>409,078</u>	<u>409,078</u>
Total all funds	\$24,527,233	\$25,357,584	\$49,884,817
Less estimated income	<u>0</u>	<u>29,750,982</u>	<u>29,750,982</u>
Total general fund	\$24,527,233	(\$4,393,398)	\$20,133,835
Full-time equivalent positions	120.26	48.64	168.90

Subdivision 9.

MAYVILLE STATE UNIVERSITY

	<u>Base Level</u>	<u>Adjustments or Enhancements</u>	<u>Appropriation</u>
Operations	\$15,642,731	\$28,600,985	\$44,243,716
Capital assets	<u>0</u>	<u>358,992</u>	<u>358,992</u>
Total all funds	\$15,642,731	\$28,959,977	\$44,602,708
Less estimated income	<u>0</u>	<u>30,339,206</u>	<u>30,339,206</u>
Total general fund	\$15,642,731	(\$1,379,229)	\$14,263,502
Full-time equivalent positions	66.23	144.30	210.53

Subdivision 10.

MINOT STATE UNIVERSITY

	<u>Base Level</u>	<u>Adjustments or Enhancements</u>	<u>Appropriation</u>
Operations	\$45,037,266	\$55,766,011	\$100,803,277
Capital assets	<u>499,620</u>	<u>600,000</u>	<u>1,099,620</u>
Total all funds	\$45,536,886	\$56,366,011	\$101,902,897
Less estimated income	<u>0</u>	<u>62,113,151</u>	<u>62,113,151</u>
Total general fund	\$45,536,886	(\$5,747,140)	\$39,789,746
Full-time equivalent positions	204.10	237.55	441.65

Subdivision 11.

VALLEY CITY STATE UNIVERSITY

	<u>Base Level</u>	<u>Adjustments or Enhancements</u>	<u>Appropriation</u>
Operations	\$23,218,126	\$25,269,391	\$48,487,517
Capital assets	<u>0</u>	<u>455,823</u>	<u>455,823</u>
Total all funds	\$23,218,126	\$25,725,214	\$48,943,340
Less estimated income	<u>0</u>	<u>28,493,914</u>	<u>28,493,914</u>
Total general fund	\$23,218,126	(\$2,768,700)	\$20,449,426
Full-time equivalent positions	105.59	97.16	202.75

Subdivision 12.

DAKOTA COLLEGE AT BOTTINEAU

	<u>Base Level</u>	<u>Adjustments or Enhancements</u>	<u>Appropriation</u>
Operations	\$8,017,920	\$9,166,980	\$17,184,900
Capital assets	<u>86,537</u>	<u>27,470</u>	<u>114,007</u>
Total all funds	\$8,104,457	\$9,194,450	\$17,298,907
Less estimated income	<u>0</u>	<u>9,638,678</u>	<u>9,638,678</u>
Total general fund	\$8,104,457	(\$444,228)	\$7,660,229
Full-time equivalent positions	46.96	37.34	84.30

Subdivision 13.

UNIVERSITY OF NORTH DAKOTA SCHOOL OF MEDICINE AND HEALTH SCIENCES

	<u>Base Level</u>	<u>Adjustments or Enhancements</u>	<u>Appropriation</u>
Operations	\$53,166,247	\$158,723,654	\$211,889,901
Capital assets	<u>0</u>	<u>0</u>	<u>0</u>
Total all funds	\$53,166,247	\$158,723,654	\$211,889,901
Less estimated income	<u>0</u>	<u>154,971,764</u>	<u>154,971,764</u>
Total general fund	\$53,166,247	\$3,751,890	\$56,918,137
Full-time equivalent positions	184.58	251.17	435.75

Subdivision 14.

NORTH DAKOTA FOREST SERVICE

	<u>Base Level</u>	<u>Adjustments or Enhancements</u>	<u>Appropriation</u>
Operations	\$6,228,620	\$8,735,426	\$14,964,046

Capital assets	<u>101,210</u>	<u>17,518</u>	<u>118,728</u>
Total all funds	\$6,329,830	\$8,752,944	\$15,082,774
Less estimated income	<u>1,650,000</u>	<u>9,000,748</u>	<u>10,650,748</u>
Total general fund	\$4,679,830	(\$247,804)	\$4,432,026
Full-time equivalent positions	28.96	(1.96)	27.00

Subdivision 15.

BILL TOTAL

	<u>Base Level</u>	<u>Adjustments or Enhancements</u>	<u>Appropriation</u>
Grand total general fund	\$681,876,059	(\$65,508,107)	\$616,367,952
Grand total special funds	<u>4,161,216</u>	<u>2,004,663,073</u>	<u>2,008,824,289</u>
Grand total all funds	\$686,037,275	\$1,939,154,966	\$2,625,192,241"

Page 7, after line 20, insert:

"SECTION 3. AMENDMENT. Section 15-18.2-05 of the North Dakota Century Code is amended and reenacted as follows:

15-18.2-05. Base funding - Determination of state aid.

In order to determine the state aid payment to which each institution under its control is entitled, the state board of higher education shall multiply the product determined under section 15-18.2-04 by a base amount of:

1. ~~\$72.63~~\$58.69 in the case of North Dakota state university and the university of North Dakota;
2. ~~\$107.33~~\$87.03 in the case of Dickinson state university, Mayville state university, Minot state university, and Valley City state university; and
3. ~~\$114.88~~\$93.12 in the case of Bismarck state college, Dakota college at Bottineau, Lake Region state college, North Dakota state college of science, and Williston state college."

Page 9, line 27, after "**FUND**" insert "**- LEGISLATIVE INTENT**"

Page 9, after line 31, insert:

"Subdivision 13 of section 1 of this Act includes the sum of \$15,200,000, or so much of the sum as may be necessary, from the student loan trust fund for residency positions at the university of North Dakota school of medicine and health sciences, for the biennium beginning July 1, 2017, and ending June 30, 2019. It is the intent of the sixty-fifth legislative assembly that funding for the residency positions becomes part of ongoing base funding in future budget requests of the school."

Page 10, line 1, after "**AUTHORITY**" insert "**- LEGISLATIVE MANAGEMENT REPORT**"

Page 10, line 1, remove "If, during the biennium beginning July 1, 2017, and"

Page 10, removes lines 2 and 3

Page 10, line 4, replace "from operations to capital assets" with "Notwithstanding section 54-16-04, the state board of higher education may transfer appropriation authority between the operations and capital assets line items within subdivisions 2 through 14

of section 1 of this Act for the biennium beginning July 1, 2017, and ending June 30, 2019"

Page 10, line 5, after "budget" insert "and the legislative management"

Page 10, after line 11, insert:

"SECTION 10. UNIVERSITY OF NORTH DAKOTA SCHOOL OF MEDICINE AND HEALTH SCIENCES OPERATIONS. The operations line item in subdivision 5 of section 1 of this Act includes a funding allocation from the higher education per student credit-hour funding formula attributable to inflation during the biennium beginning July 1, 2017, and ending June 30, 2019. Based on the recommendation of the commissioner of higher education, a portion of the allocation must be transferred by the state board of higher education to the university of North Dakota school of medicine and health sciences.

SECTION 11. BOND ISSUANCE AUTHORIZATION - PURPOSES. The state board of higher education, in accordance with chapter 15-55, may arrange for the funding of projects authorized in this section, declared to be in the public interest, through the issuance of self-liquidating, tax-exempt evidences of indebtedness under chapter 15-55, beginning with the effective date of this section and ending June 30, 2019. Evidences of indebtedness issued pursuant to this section are not a general obligation of the state of North Dakota. Any unexpended balance resulting from the proceeds of the evidences of indebtedness must be placed in a sinking fund to be used for the retirement of indebtedness. The evidences of indebtedness may be issued and the proceeds are appropriated in section 1 of this Act for the following capital projects:

North Dakota state university - New residence hall	\$39,505,000
North Dakota state university - University village replacement	<u>10,000,000</u>
Total special funds	\$49,505,000

SECTION 12. EXEMPTION - THEODORE ROOSEVELT CENTER PROJECT. The amounts appropriated for the Theodore Roosevelt center project in section 3 of chapter 34 of the 2013 Session Laws and section 4 of chapter 49 of the 2013 Session Laws are not subject to section 54-44.1-11 and any unexpended funds from these sections are available during the biennium beginning July 1, 2017, and ending June 30, 2019.

SECTION 13. EXEMPTION - HIGHER EDUCATION CHALLENGE GRANTS. The unexpended amount remaining for the education challenge fund line item in section 1 of chapter 34 of the 2013 Session Laws is not subject to section 54-44.1-11 and any unexpended funds in this line item are available during the biennium beginning July 1, 2017, and ending June 30, 2019.

SECTION 14. TUITION RATE INCREASE LIMITATIONS - BUDGET SECTION APPROVAL.

1. Except as provided in this section, notwithstanding any other provision of law, the state board of higher education may not increase tuition rates for resident students attending institutions of higher education under its control during the 2017-18 academic year by more than three percent as compared to the tuition rate in effect during the 2017 spring semester unless the board receives prior budget section approval.

2. Except as provided in this section, notwithstanding any other provision of law, the state board of higher education may not increase tuition rates for resident students attending institutions of higher education under its control during the 2018-19 academic year by more than three percent as compared to the tuition rate in effect during the 2018 spring semester unless the board receives prior budget section approval.
3. During the 2017-18 and 2018-19 academic years, the state board of higher education may increase tuition rates by up to an additional one percent in excess of the rate limitations provided for in subsections 1 and 2 of this section for resident students attending institutions of higher education under its control if the additional tuition revenue is utilized for campus extraordinary repairs and deferred maintenance needs. An institution must provide two dollars of matching funds from operations or other sources, excluding funding appropriated by the legislative assembly for extraordinary repairs or other capital needs at the institution, for each dollar of additional tuition revenue generated from an increase authorized under this subsection. The matching funds provided under this section must be used for campus extraordinary repairs and deferred maintenance needs.
4. This section does not apply to tuition rates charged for programs offered through the university of North Dakota school of medicine and health sciences, the university of North Dakota school of law, or the North Dakota state university school of pharmacy.
5. This section does not apply to tuition rates for nonresident students attending institutions of higher education under the control of the state board of higher education. For purposes of this section, the residency of students for tuition purposes must be determined under section 15-10-19.1.
6. This section does not apply to tuition rates determined under tuition reciprocity agreements entered into by the state board of higher education with other states or state education compacts.
7. For purposes of this section, an institution must calculate a resident tuition rate increase based on the tuition rate paid by an average full-time resident student. The state board of higher education may exclude adjustments to a tuition rate resulting from a change in an institution's method of charging tuition, including the consolidation of existing fees into tuition rates or charging tuition based on a per-credit rate, from tuition rate calculations under this section.

SECTION 15. USE OF EXTRAORDINARY REPAIRS FUNDING - MATCHING FUNDS. The capital assets line items in subdivisions 2 through 12 of section 1 of this Act include funding from the general fund for institution extraordinary repairs. An institution shall provide two dollars of matching funds from operations or other sources, excluding tuition revenue generated specifically for extraordinary repairs and deferred maintenance needs, for each one dollar of extraordinary repairs funding used for a project.

SECTION 16. STATE BOARD OF HIGHER EDUCATION DATA AND REPORTING INCONSISTENCIES - REPORT TO LEGISLATIVE MANAGEMENT.

During the biennium beginning July 1, 2017, and ending June 30, 2019, the state board of higher education shall evaluate the following data and reporting inconsistency issues at institutions and entities under its control and develop policies and procedures to correct the inconsistencies:

1. Inconsistent employee classifications and human resources reporting;
2. Inconsistent practices for awarding tuition waivers; and
3. Inconsistent practices regarding the charging of student fees.

The state board of higher education shall provide a report to and consult with the legislative management during the 2017-18 interim regarding the status of the inconsistencies, including policies and procedures being developed to address the inconsistencies.

SECTION 17. REDUCTION IN EMPLOYEES - LEGISLATIVE INTENT - REPORT TO LEGISLATIVE MANAGEMENT. It is the intent of the sixty-fifth legislative assembly that if the number of full-time equivalent positions is reduced at institutions under the control of the state board of higher education, any reduction be applied among all classifications of employees with emphasis on senior administrative positions. During the 2017-18 interim, the state board of higher education shall provide reports to the legislative management regarding the total number of employee positions reduced at each institution, the number of administrative positions reduced at each institution, and whether any former administrative staff employees are still employed by the institution in a different position.

SECTION 18. EMERGENCY. Section 11 and the capital assets line items in section 1 of this Act are declared to be an emergency measure."

Renumber accordingly

STATEMENT OF PURPOSE OF AMENDMENT:

Senate Bill No. 2003 - Summary of Senate Action

	Base Budget	Senate Changes	Senate Version
University System Office			
Total all funds	\$112,741,034	\$15,309,526	\$128,050,560
Less estimated income	2,511,216	23,709,908	26,221,124
General fund	\$110,229,818	(\$8,400,382)	\$101,829,436
Bismarck State College			
Total all funds	\$34,281,736	\$69,390,544	\$103,672,280
Less estimated income	0	73,042,557	73,042,557
General fund	\$34,281,736	(\$3,652,013)	\$30,629,723
Lake Region State College			
Total all funds	\$14,143,353	\$22,697,955	\$36,841,308
Less estimated income	0	24,128,597	24,128,597
General fund	\$14,143,353	(\$1,430,642)	\$12,712,711
Williston State College			
Total all funds	\$9,388,952	\$18,845,845	\$28,234,797
Less estimated income	0	19,866,337	19,866,337
General fund	\$9,388,952	(\$1,020,492)	\$8,368,460
University of North Dakota			
Total all funds	\$150,984,527	\$803,564,782	\$954,549,309
Less estimated income	0	820,277,023	820,277,023
General fund	\$150,984,527	(\$16,712,241)	\$134,272,286

UND Medical Center			
Total all funds	\$53,166,247	\$158,723,654	\$211,889,901
Less estimated income	0	154,971,764	154,971,764
General fund	\$53,166,247	\$3,751,890	\$56,918,137
North Dakota State University			
Total all funds	\$147,055,924	\$644,417,476	\$791,473,400
Less estimated income	0	661,687,739	661,687,739
General fund	\$147,055,924	(\$17,270,263)	\$129,785,661
State College of Science			
Total all funds	\$40,916,239	\$51,849,004	\$92,765,243
Less estimated income	0	57,642,469	57,642,469
General fund	\$40,916,239	(\$5,793,465)	\$35,122,774
Dickinson State University			
Total all funds	\$24,527,233	\$25,357,584	\$49,884,817
Less estimated income	0	29,750,982	29,750,982
General fund	\$24,527,233	(\$4,393,398)	\$20,133,835
Mayville State University			
Total all funds	\$15,642,731	\$28,959,977	\$44,602,708
Less estimated income	0	30,339,206	30,339,206
General fund	\$15,642,731	(\$1,379,229)	\$14,263,502
Minot State University			
Total all funds	\$45,536,886	\$56,366,011	\$101,902,897
Less estimated income	0	62,113,151	62,113,151
General fund	\$45,536,886	(\$5,747,140)	\$39,789,746
Valley City State University			
Total all funds	\$23,218,126	\$25,725,214	\$48,943,340
Less estimated income	0	28,493,914	28,493,914
General fund	\$23,218,126	(\$2,768,700)	\$20,449,426
Dakota College at Bottineau			
Total all funds	\$8,104,457	\$9,194,450	\$17,298,907
Less estimated income	0	9,638,678	9,638,678
General fund	\$8,104,457	(\$444,228)	\$7,660,229
Forest Service			
Total all funds	\$6,329,830	\$8,752,944	\$15,082,774
Less estimated income	1,650,000	9,000,748	10,650,748
General fund	\$4,679,830	(\$247,804)	\$4,432,026
Bill total			
Total all funds	\$686,037,275	\$1,939,154,966	\$2,625,192,241
Less estimated income	4,161,216	2,004,663,073	2,008,824,289
General fund	\$681,876,059	(\$65,508,107)	\$616,367,952

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

	Base Budget	Senate Changes	Senate Version
University System Office	\$110,229,818	(\$8,400,382)	\$101,829,436
Bismarck State College	34,281,736	(3,652,013)	30,629,723
Lake Region State College	14,143,353	(1,430,642)	12,712,711
Williston State College	9,388,952	(1,020,492)	8,368,460
University of North Dakota	150,984,527	(16,712,241)	134,272,286
UND Medical Center	53,166,247	3,751,890	56,918,137
North Dakota State University	147,055,924	(17,270,263)	129,785,661
State College of Science	40,916,239	(5,793,465)	35,122,774
Dickinson State University	24,527,233	(4,393,398)	20,133,835
Mayville State University	15,642,731	(1,379,229)	14,263,502
Minot State University	45,536,886	(5,747,140)	39,789,746
Valley City State University	23,218,126	(2,768,700)	20,449,426
Dakota College at Bottineau	8,104,457	(444,228)	7,660,229
Forest Service	4,679,830	(247,804)	4,432,026
Total general fund	\$681,876,059	(\$65,508,107)	\$616,367,952

Detail of Senate changes to the General Fund

	Adjusts Funding for University System Office ¹	Provides Funding Formula Adjustments ²	Adjusts Special Funds and FTE Positions ³	Adds Funding for Residency Positions ⁴	Adds Funding for Capital Projects ⁵	Adjusts Forest Service Funding ⁶
University System Office	(\$8,400,382)					
Bismarck State College		(3,652,013)				
Lake Region State College		(1,430,642)				
Williston State College		(1,020,492)				
University of North Dakota		(16,712,241)				
UND Medical Center		3,751,890				
North Dakota State University		(17,270,263)				
State College of Science		(5,793,465)				
Dickinson State University		(4,393,398)				
Mayville State University		(1,379,229)				
Minot State University		(5,747,140)				
Valley City State University		(2,768,700)				
Dakota College at Bottineau		(444,228)				
Forest Service						(247,804)
Total general fund	(\$8,400,382)	(\$56,859,921)	\$0	\$0	\$0	(\$247,804)

	Total General Fund Changes
University System Office	(\$8,400,382)
Bismarck State College	(3,652,013)
Lake Region State College	(1,430,642)
Williston State College	(1,020,492)
University of North Dakota	(16,712,241)
UND Medical Center	3,751,890
North Dakota State University	(17,270,263)
State College of Science	(5,793,465)
Dickinson State University	(4,393,398)
Mayville State University	(1,379,229)
Minot State University	(5,747,140)
Valley City State University	(2,768,700)
Dakota College at Bottineau	(444,228)
Forest Service	(247,804)
Total general fund	(\$65,508,107)

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

	Base Budget	Senate Changes	Senate Version
University System Office	\$2,511,216	\$23,709,908	\$26,221,124
Bismarck State College		73,042,557	73,042,557
Lake Region State College		24,128,597	24,128,597
Williston State College		19,866,337	19,866,337
University of North Dakota		820,277,023	820,277,023
UND Medical Center		154,971,764	154,971,764
North Dakota State University		661,687,739	661,687,739
State College of Science		57,642,469	57,642,469
Dickinson State University		29,750,982	29,750,982
Mayville State University		30,339,206	30,339,206
Minot State University		62,113,151	62,113,151
Valley City State University		28,493,914	28,493,914
Dakota College at Bottineau		9,638,678	9,638,678
Forest Service	1,650,000	9,000,748	10,650,748
Total other funds	\$4,161,216	\$2,004,663,073	\$2,008,824,289

Detail of Senate changes to Other Funds

	Adjusts Funding for University System Office ¹	Provides Funding Formula Adjustments ²	Adjusts Special Funds and FTE Positions ³	Adds Funding for Residency Positions ⁴	Adds Funding for Capital Projects ⁵	Adjusts Forest Service Funding ⁶
University System Office	\$23,709,908					
Bismarck State College			73,042,557			

Lake Region State College			24,128,597			
Williston State College			19,866,337			
University of North Dakota			729,277,023		91,000,000	
UND Medical Center			139,771,764	15,200,000		
North Dakota State University			612,182,739		49,505,000	
State College of Science			57,642,469			
Dickinson State University			29,750,982			
Mayville State University			30,339,206			
Minot State University			62,113,151			
Valley City State University			28,493,914			
Dakota College at Bottineau			9,638,678			
Forest Service						9,000,748
Total other funds	\$23,709,908	\$0	\$1,816,247,417	\$15,200,000	\$140,505,000	\$9,000,748

Total Other Funds Changes	
University System Office	\$23,709,908
Bismarck State College	73,042,557
Lake Region State College	24,128,597
Williston State College	19,866,337
University of North Dakota	820,277,023
UND Medical Center	154,971,764
North Dakota State University	661,687,739
State College of Science	57,642,469
Dickinson State University	29,750,982
Mayville State University	30,339,206
Minot State University	62,113,151
Valley City State University	28,493,914
Dakota College at Bottineau	9,638,678
Forest Service	9,000,748
Total other funds	\$2,004,663,073

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

	Base Budget	Senate Changes	Senate Version
University System Office	\$112,741,034	\$15,309,526	\$128,050,560
Bismarck State College	34,281,736	69,390,544	103,672,280
Lake Region State College	14,143,353	22,697,955	36,841,308
Williston State College	9,388,952	18,845,845	28,234,797
University of North Dakota	150,984,527	803,564,782	954,549,309
UND Medical Center	53,166,247	158,723,654	211,889,901
North Dakota State University	147,055,924	644,417,476	791,473,400
State College of Science	40,916,239	51,849,004	92,765,243
Dickinson State University	24,527,233	25,357,584	49,884,817
Mayville State University	15,642,731	28,959,977	44,602,708
Minot State University	45,536,886	56,366,011	101,902,897
Valley City State University	23,218,126	25,725,214	48,943,340
Dakota College at Bottineau	8,104,457	9,194,450	17,298,907
Forest Service	6,329,830	8,752,944	15,082,774
Total all funds	\$686,037,275	\$1,939,154,966	\$2,625,192,241
FTE	2430.35	4335.41	6765.76

Detail of Senate changes to All Funds

	Adjusts Funding for University System Office¹	Provides Funding Formula Adjustments²	Adjusts Special Funds and FTE Positions³	Adds Funding for Residency Positions⁴	Adds Funding for Capital Projects⁵	Adjusts Forest Service Funding⁶
University System Office	\$15,309,526					
Bismarck State College		(3,652,013)	73,042,557			
Lake Region State College		(1,430,642)	24,128,597			
Williston State College		(1,020,492)	19,866,337			
University of North Dakota		(16,712,241)	729,277,023		91,000,000	
UND Medical Center		3,751,890	139,771,764	15,200,000		
North Dakota State University		(17,270,263)	612,182,739		49,505,000	

State College of Science	(5,793,465)	57,642,469				
Dickinson State University	(4,393,398)	29,750,982				
Mayville State University	(1,379,229)	30,339,206				
Minot State University	(5,747,140)	62,113,151				
Valley City State University	(2,768,700)	28,493,914				
Dakota College at Bottineau	(444,228)	9,638,678				
Forest Service						8,752,944
Total all funds	\$15,309,526	(\$56,859,921)	\$1,816,247,417	\$15,200,000	\$140,505,000	\$8,752,944
FTE	43.01	0.00	4294.36	0.00	0.00	(1.96)

Total All Funds Changes	
University System Office	\$15,309,526
Bismarck State College	69,390,544
Lake Region State College	22,697,955
Williston State College	18,845,845
University of North Dakota	803,564,782
UND Medical Center	158,723,654
North Dakota State University	644,417,476
State College of Science	51,849,004
Dickinson State University	25,357,584
Mayville State University	28,959,977
Minot State University	56,366,011
Valley City State University	25,725,214
Dakota College at Bottineau	9,194,450
Forest Service	8,752,944
Total all funds	\$1,939,154,966
FTE	4335.41

¹ Funding for the University System office is adjusted as detailed in the schedules below. The following schedule details funding adjustments for system governance:

System Governance

	FTE Positions	General Fund	Other Funds	Total
Health insurance increase		\$63,223	\$1,173	\$64,396
Underfunds salaries and wages		(149,509)		(149,509)
Operating adjustments		(256,270)		(256,270)
Special funds reporting change			676,007	676,007
FTE position adjustment	(3.50)			0
Total	(3.50)	(\$342,556)	\$677,180	\$334,624

The following schedule details funding adjustments for Core Technology Services:

Core Technology Services

	FTE Positions	General Fund	Other Funds	Total
Health insurance increase		\$227,308	\$123,289	\$350,597
Underfunds salaries and wages		(428,588)		(428,588)
Position adjustments	(1.00)	(199,220)	95,770	(103,450)
Operating adjustments		(2,405,072)		(2,405,072)
Special funds reporting change			22,813,669	22,813,669
FTE position adjustment	47.51			0
Total	46.51	(\$2,805,572)	\$23,032,728	\$20,227,156

The following schedule details funding adjustments in other line items in the University System office budget:

	Funding Adjustments to Other Line Items		
	Adjusted Base Level	General Fund Reduction	Senate Version
Capital bond payments	\$6,901,461	(\$296,135)	\$6,605,326

Competitive research grants	6,588,225	(560,475)	6,027,750
Student financial assistance grants	23,886,160	(1,968,854)	21,917,306
Professional student exchange program	3,941,754	(242,412)	3,699,342
Academic and CTE scholarships	13,134,096	(1,117,347)	12,016,749
Two-year campus marketing	747,600	(290,100)	457,500
Scholars program	2,113,584	(306,469)	1,807,115
Native American scholarships	649,267	(93,944)	555,323
Tribal college assistance grants	967,250	(64,750)	902,500
Education incentive programs	3,349,000	(485,607)	2,863,393
Student mental health programs	308,100	(23,700)	284,400
Veterans' assistance programs	325,000	(47,125)	277,875
Faculty commendation grants	4,486	(4,486)	0
Internal audit funding pool	280,350	(50,850)	229,500
Open educational resources	0	100,000	100,000
Shared campus services	0	200,000	200,000
Total	\$63,196,333	(\$5,252,254)	\$57,944,079

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

	Credit Hour Completion Adjustment	Decrease Formula Rates	Health Insurance Increase	Hold Harmless Provision	Total Increase (Decrease)
Bismarck State College	\$1,084,275	(\$5,138,281)	\$401,993	\$0	(\$3,652,013)
Dakota College at Bottineau	671,607	(1,216,370)	100,535	0	(444,228)
Lake Region State College	625,641	(2,223,128)	166,845	0	(1,430,642)
State College of Science	(1,263,105)	(4,991,321)	460,961	0	(5,793,465)
Williston State College	67,745	(1,198,067)	109,830	0	(1,020,492)
Dickinson State University	(3,810,214)	(3,132,496)	239,686	2,309,626	(4,393,398)
Mayville State University	766,659	(2,337,692)	191,804	0	(1,379,229)
Minot State University	282,587	(6,564,788)	535,061	0	(5,747,140)
Valley City State University	(224,696)	(2,818,992)	274,988	0	(2,768,700)
North Dakota State University	2,886,790	(21,462,988)	1,305,935	0	(17,270,263)
University of North Dakota	6,254,992	(24,891,038)	1,923,805	0	(16,712,241)
UND School of Medicine	4,546,741	(794,851)	0	0	3,751,890
	\$11,889,022	(\$76,770,012)	\$5,711,443	\$2,309,626	(\$56,859,921)

³ Sections 21 and 22 of 2015 House Bill No. 1003 provided statutory changes to require the budget request of the North Dakota University System to include the same detail as other agency budget requests. As a result, the University System budget request includes special funds appropriations and FTE positions which were not previously appropriated or authorized. The following adjustments are made to recognize special fund appropriation authority for costs associated with employee health insurance premium increases and other special funds appropriations resulting from the reporting change. The schedule also reflects net FTE adjustments made as a result of the reporting change and other budget adjustments.

	FTE Positions Adjustment	Health Insurance Increase	Other Adjustments	Total
Bismarck State College	224.82	\$697,813	\$72,344,744	\$73,042,557
Lake Region State College	79.42	241,610	23,886,987	24,128,597
Williston State College	50.79	148,223	19,718,114	19,866,337
University of North Dakota	1,587.87	5,611,552	723,665,471	729,277,023
North Dakota State University	1,358.56	4,160,089	608,022,650	612,182,739
State College of Science	176.74	508,692	57,133,777	57,642,469
Dickinson State University	48.64	181,565	29,569,417	29,750,982

Mayville State University	144.30	442,465	29,896,741	30,339,206
Minot State University	237.55	748,556	61,364,595	62,113,151
Valley City State University	97.16	321,001	28,172,913	28,493,914
Dakota College at Bottineau	37.34	131,194	9,507,484	9,638,678
UND School of Medicine	251.17		139,771,764	139,771,764
Total	4,294.36	\$13,192,760	\$1,803,054,657	\$1,816,247,417

⁴ Funding from the student loan trust fund is added to continue residency positions at the University of North Dakota School of Medicine and Health Sciences. Intent language is also added that funding for the residency positions is to become part of the school's future base budget requests.

⁵ One-time funding from special funds is added for the following capital projects:

	<u>Other Funds</u>
University of North Dakota - Chester Fritz Library project	\$21,000,000
University of North Dakota - Gamble Hall renovation	70,000,000
North Dakota State University - New residence hall (revenue bonds)	39,505,000
North Dakota State University - University Village replacement (revenue bonds)	10,000,000
	<u>\$140,505,000</u>

⁶ The following funding adjustments are made for the Forest Service:

Forest Service

	<u>FTE Positions</u>	<u>General Fund</u>	<u>Other Funds</u>	<u>Total</u>
Base payroll changes		\$25,929	\$70,620	\$96,549
Health insurance increase		77,274		\$77,274
Salaries and wages adjustment		(258,332)		(\$258,332)
Operating adjustments		(110,193)	250,000	139,807
Extraordinary repairs adjustment		17,518		17,518
Special funds reporting change			8,680,128	8,680,128
FTE position adjustment	(1.96)			0
Total	(1.96)	(\$247,804)	\$9,000,748	\$8,752,944

Senate Bill No. 2003 - Other Changes - Senate Action

This amendment also:

- Amends North Dakota Century Code Section 15-18.2-05 to adjust the base funding rates in the higher education funding formula.
- Authorizes the State Board of Higher Education to transfer funds between an institution's operations and capital assets line items. Any transfer made must be reported to the Legislative Management.
- Adds a section to authorize transfers of higher education funding formula operations funding from the University of North Dakota to the UND School of Medicine and Health Sciences.
- Authorizes the State Board of Higher Education to issue revenue bonds for student residence projects at North Dakota State University.
- Provides exemptions to allow prior biennium appropriations for the Theodore Roosevelt Center and challenge grants to be continued into the 2017-19 biennium.
- Adds a section to limit resident tuition rate increases to 3 percent per year during the 2017-19 biennium with exemptions for certain professional programs at research institutions. The section allows institutions to increase resident tuition rates by an additional 1 percent each year of the biennium if the additional tuition revenue is matched \$2 to \$1 by the institution and used for campus deferred maintenance needs.
- Adds a section to require institutions to match state extraordinary repairs funding on a \$2 to \$1

basis.

- Adds a section to provide for the State Board of Higher Education to address certain data and reporting inconsistencies and to provide a report to the Legislative Management.
- Adds a section of legislative intent that any employee position reductions at institutions are to be applied to all classes of employees with an emphasis on senior administrators. The section also provides for a report to the Legislative Management regarding the reduction in positions.