19.0191.02010

Sixty-sixth Legislative Assembly of North Dakota

FIRST ENGROSSMENT

ENGROSSED HOUSE BILL NO. 1003

Introduced by

1

2

3

4

5

6

7

8

9

10

11

12

13

14

15

16

17

18

19

20

21

22

23

24

Appropriations Committee

A BILL for an Act to provide an appropriation for defraying the expenses of the North Dakota university system; to create and enact a new chapter to title 15 and three new subsections to section 15-10-63, two new sections to chapter 15-10, section 15-10-48.1, and a new section to chapter 15-18 of the North Dakota Century Code, relating to the midwestern higher education compact and capital project authorization, the university of North Dakota men's golf program, the professional student exchange program, matching grants for the university of North Dakota school of law, and the Curtis and Annette Hofstad agricultural center; to amend and reenact sections 15-10-12.1, 15-10-48, 15-10-49, 15-10-50, 15-18.2-02, 15-18.2-05, 15-62.4-03, and 54-44.1-11 of the North Dakota Century Code, relating to acceptance of buildings and campus improvements, matching grants for institutions under the control of the state board of higher education, state aid to institutions, the student financial assistance grant program, and the cancellation of unexpended appropriations; to repeal sections 15-10-37 and 15-10-61 of the North Dakota Century Code, relating to the technology occupations student loan program and the dual-credit instructor assistance program; to authorize the industrial commission to issue and sell evidences of indebtedness for capital projects; to authorize the state board of higher education to issue and sell bonds for capital projects; to provide for a transfer; to provide for the conveyance of real property; to provide for a legislative management study; to provide for reports; to provide for application; and to declare an emergency.

BE IT ENACTED BY THE LEGISLATIVE ASSEMBLY OF NORTH DAKOTA:

SECTION 1. APPROPRIATION. The funds provided in this section, or so much of the funds as may be necessary, are appropriated out of any moneys in the general fund in the state treasury, not otherwise appropriated, and from special funds derived from federal funds and other income, to the state board of higher education and to the entities and institutions under the supervision of the board, for the purpose of defraying the expenses of the state board of

- 1 higher education and the entities and institutions under the control of the board, for the
- 2 biennium beginning July 1, 2019, and ending June 30, 2021, as follows:
- 3 Subdivision 1.

4 NORTH DAKOTA UNIVERSITY SYSTEM OFFICE

5			Adjustments or	
6		Base Level	Enhancements	<u>Appropriation</u>
7	Capital assets - bond payments	\$6,605,326	(\$1,645,878)	\$4,959,448
8	Competitive research programs	6,027,750	0	6,027,750
9	System governance	8,163,238	280,095	8,443,333
10	Title II	1,006,472	(1,006,472)	0
11	Core technology services	61,527,347	663,122	62,190,469
12	Student financial assistance grants	21,917,306	2,000,000	23,917,306
13	Professional student exchange program	3,699,342	0	3,699,342
14	Academic and technical education	12,016,749	0	12,016,749
15	—scholarships			
16	Scholars program	1,807,115	0	1,807,115
17	Native American scholarship	555,323	0	555,323
18	Tribally controlled community college gra	ants 600,000	(100,000)	500,000
19	Education incentive programs	2,863,393	(2,103,393)	760,000
20	Student mental health	284,400	0	284,400
21	Veterans' assistance grants	277,875	0	277,875
22	Shared campus services	500,000	0	500,000
23	Dual-credit instructor assistance	200,000	(200,000)	0
24	Education challenge fund	0	2,200,000	2,200,000
25	Tier III capital building fund pool	<u>0</u>	9,000,000	9,000,000
26	Total all funds	\$128,051,636	\$9,087,474	\$137,139,110
27	Less estimated income	<u>26,412,106</u>	<u>2,550,610</u>	28,962,716
28	Total general fund	\$101,639,530	\$6,536,864	\$108,176,394
29	Full-time equivalent positions	149.40	(0.50)	148.90
30	Capital assets - bond payments	\$6,605,326	(\$1,645,878)	\$4,959,448
31	Competitive research programs	6,027,750	(342,000)	5,685,750

1	NASA EPSCoR	0	342,000	342,000
2	System governance	8,163,238	574,629	8,737,867
3	Title II	1,006,472	(1,006,472)	0
4	Core technology services	61,527,347	758,781	62,286,128
5	Student financial assistance grants	21,917,306	2,000,000	23,917,306
6	Professional student exchange program	3,699,342	0	3,699,342
7	Academic and technical education	12,016,749	0	12,016,749
8	<u>scholarships</u>			
9	Scholars program	1,807,115	0	1,807,115
10	Native American scholarship	555,323	0	555,323
11	Tribally controlled community college	600,000	400,000	1,000,000
12	grants			
13	Education incentive programs	2,863,393	(2,353,393)	510,000
14	Student mental health	284,400	0	284,400
15	Veterans' assistance grants	277,875	0	277,875
16	Shared campus services	500,000	0	500,000
17	Dual-credit instructor assistance	200,000	(200,000)	0
18	Education challenge fund	0	9,400,000	9,400,000
19	Tier III capital building fund pool	0	9,000,000	9,000,000
20	Total all funds	\$128,051,636	\$16,927,667	\$144,979,303
21	Less estimated income	26,412,106	4,590,100	31,002,206
22	Total general fund	\$101,639,530	\$12,337,567	\$113,977,097
23	Full-time equivalent positions	149.40	(0.50)	148.90
24	Subdivision 2.			
25	BISMA	RCK STATE COL	LEGE	
26			Adjustments or	
27		Base Level	Enhancements	<u>Appropriation</u>
28	Operations	\$101,670,034	(\$4,447,175)	\$97,222,859
29	Capital assets	1,922,561	0	1,922,561
30	Capital building fund	<u>0</u>	1,679,082	1,679,082
31	Total all funds	\$103,592,595	(\$2,768,093)	\$100,824,502

Sixty-sixth Legislative Assembly

1	Less estimated income	72,991,998	(3,062,872)	<u>69,929,126</u>
2	Total general fund	\$30,600,597	\$294,779	\$30,895,376
3	Full-time equivalent positions	358.35	(34.42)	323.93
4	Operations	\$101,670,034	(\$2,926,352)	\$98,743,682
5	Capital assets	1,922,561	0	1,922,561
6	Capital building fund	0	851,386	851,386
7	Total all funds	\$103,592,595	(\$2,074,966)	\$101,517,629
8	Less estimated income	72,991,998	(2,542,596)	70,449,402
9	Total general fund	\$30,600,597	\$467,630	\$31,068,227
10	Full-time equivalent positions	358.35	(34.42)	323.93
11	Subdivision 3.			
12	I	LAKE REGION STATE CO	LLEGE	
13			Adjustments or	
14		Base Level	<u>Enhancements</u>	<u>Appropriation</u>
15	Operations	\$36,449,048	\$950,031	\$37,399,079
16	Capital assets	362,667	3,000,000	3,362,667
17	Capital building fund	<u>0</u>	628,276	<u>628,276</u>
18	Total all funds	\$36,811,715	\$4,578,307	\$41,390,022
19	Less estimated income	24,111,092	4,405,672	28,516,764
20	Total general fund	\$12,700,623	\$172,635	\$12,873,258
21	Full-time equivalent positions	129.61	(11.51)	118.10
22	Operations	\$36,449,048	\$1,110,079	\$37,559,127
23	Capital assets	362,667	3,000,000	3,362,667
24	Capital building fund	0	354,750	354,750
25	Total all funds	\$36,811,715	\$4,464,829	\$41,276,544
26	Less estimated income	24,111,092	4,220,172	28,331,264
27	Total general fund	\$12,700,623	\$244,657	\$12,945,280
28	Full-time equivalent positions	129.61	(11.51)	118.10
29	Subdivision 4.			
30		WILLISTON STATE COL	LEGE	

1			Adjustments or	
2		Base Level	Enhancements	<u>Appropriation</u>
3	Operations	\$26,954,133	\$1,077,752	\$28,031,885
4	Capital assets	1,261,968	0	1,261,968
5	Capital building fund	<u>0</u>	435,812	435,812
6	Total all funds	\$28,216,101	\$1,513,564	\$29,729,665
7	Less estimated income	<u>19,855,598</u>	(137,663)	<u> 19,717,935</u>
8	Total general fund	\$8,360,503	\$1,651,227	\$10,011,730
9	Full-time equivalent positions	100.75	(0.27)	100.48
10	Operations	\$26,954,133	\$5,641,927	\$32,596,060
11	Capital assets	1,261,968	0	1,261,968
12	Capital building fund	0	275,894	275,894
13	Total all funds	\$28,216,101	\$5,917,821	\$34,133,922
14	Less estimated income	19,855,598	4,210,581	24,066,179
15	Total general fund	\$8,360,503	\$1,707,240	\$10,067,743
16	Full-time equivalent positions	100.75	(0.27)	100.48
17	Subdivision 5.			
18	l	UNIVERSITY OF NORTH	DAKOTA	
19			Adjustments or	
20		Base Level	Enhancements	<u>Appropriation</u>
21	Operations	\$864,554,974	\$20,252,443	\$884,807,417
22	Capital assets	4,411,566	115,000,000	119,411,566
23	Capital building fund	0	<u>15,393,458</u>	<u>15,393,458</u>
24	Total all funds	\$868,966,540	\$150,645,901	\$1,019,612,441
25	Less estimated income	728,870,450	143,918,802	872,789,252
26	Total general fund	\$140,096,090	\$6,727,099	\$146,823,189
27	Full-time equivalent positions	2,218.07	(85.90)	2,132.17
28	Operations	\$864,554,974	\$26,999,006	\$891,553,980
29	Capital assets	4,411,566	145,000,000	149,411,566
30	Capital building fund	0	8,723,602	8,723,602
31	Total all funds	\$868,966,540	\$180,722,608	\$1,049,689,148

1	Less estimated income	728,870,450	170,538,829	899,409,279
2	Total general fund	\$140,096,090	\$10,183,779	\$150,279,869
3	Full-time equivalent positions	2,218.07	(85.90)	2,132.17
4	Subdivision 6.		, ,	
5	NOR ⁻	TH DAKOTA STATE UNI	IVERSITY	
6			Adjustments or	
7		Base Level	<u>Enhancements</u>	<u>Appropriation</u>
8	Operations	\$732,673,267	\$9,213,433	\$741,886,700
9	Capital assets	7,799,104	79,800,000	87,599,104
10	Capital building fund	<u>0</u>	<u>12,401,812</u>	<u>12,401,812</u>
11	Total all funds	\$740,472,371	\$101,415,245	\$841,887,616
12	Less estimated income	611,881,329	<u>97,661,956</u>	709,543,285
13	Total general fund	\$128,591,042	\$3,753,289	\$132,344,331
14	Full-time equivalent positions	1,895.66	(25.50)	1,870.16
15	Operations	\$732,673,267	\$12,602,304	\$745,275,571
16	Capital assets	7,799,104	79,800,000	87,599,104
17	Capital building fund	0	5,799,192	5,799,192
18	Total all funds	\$740,472,371	\$98,201,496	\$838,673,867
19	Less estimated income	611,881,329	94,077,555	705,958,884
20	Total general fund	\$128,591,042	\$4,123,941	\$132,714,983
21	Full-time equivalent positions	1,895.66	(25.50)	1,870.16
22	Subdivision 7.			
23	NORTH DA	AKOTA STATE COLLEG	E OF SCIENCE	
24			Adjustments or	
25		Base Level	<u>Enhancements</u>	<u>Appropriation</u>
26	Operations	\$91,682,610	\$3,610,065	\$95,292,675
27	Capital assets	1,012,379	0	1,012,379
28	Capital building fund	<u>0</u>	<u>1,537,982</u>	<u>1,537,982</u>
29	Total all funds	\$92,694,989	\$5,148,047	\$97,843,036
30	Less estimated income	<u>57,605,613</u>	<u>3,898,705</u>	61,504,318

Sixty-sixth Legislative Assembly

1	Total general fund	\$35,089,376	\$1,249,342	\$36,338,718
2	Full-time equivalent positions		(34.31)	310.73
3	Operations		\$4,042,801	\$95,725,411
4	Capital assets		0	1,012,379
5	Capital building fund		1,001,390	1,001,390
6	Total all funds		\$5,044,191	\$97,739,180
7	Less estimated income		3,591,545	61,197,158
8		\$35,089,376	\$1,452,646	
9	Full-time equivalent positions		(34.31)	
10	Subdivision 8.		,	
11	DICK	INSON STATE UNIVE	ERSITY	
12			Adjustments or	
13		Base Level	<u>Enhancements</u>	<u>Appropriation</u>
14	Operations	\$47,135,592	\$1, 203,267	\$48,338,859
15	Capital assets	409,078	0	409,078
16	Capital building fund	0	957,642	957,642
17	Theodore Roosevelt digitization	<u>0</u>	<u>250,000</u>	<u>250,000</u>
18	Total all funds	\$47,544,670	\$2,410,909	\$49,955,579
19	Less estimated income	<u>29,737,827</u>	<u>1,675,772</u>	<u>31,413,599</u>
20	Total general fund	\$1 7,806,843	\$735,137	\$18,541,980
21	Full-time equivalent positions	168.90	44.36	213.26
22	Operations	\$47,135,592	\$1,425,402	\$48,560,994
23	Capital assets	409,078	0	409,078
24	Capital building fund	0	537,724	537,724
25	Theodore Roosevelt digitization	0	200,000	200,000
26	Total all funds	\$47,544,670	\$2,163,126	\$49,707,796
27	Less estimated income	29,737,827	1,376,906	31,114,733
28	Total general fund	\$17,806,843	\$786,220	\$18,593,063
29	Full-time equivalent positions	168.90	44.36	213.26
30	Subdivision 9.			
31	MAY	VILLE STATE UNIVE	RSITY	

1			Adjustments or	
2		Base Level	<u>Enhancements</u>	Appropriation
3	Operations	\$44,197,761	\$3,153,768	\$47,351,529
4	Capital assets	358,992	0	358,992
5	Capital building fund	<u>0</u>	<u>833,832</u>	<u>833,832</u>
6	Total all funds	\$44,556,753	\$3,987,600	\$48,544,353
7	Less estimated income	<u>30,307,148</u>	<u>1,906,832</u>	<u>32,213,980</u>
8	Total general fund	\$14,249,605	\$2,080,768	\$16,330,373
9	Full-time equivalent positions	210.53	(1.26)	209.27
10	Operations	\$44,197,761	\$3,521,794	\$47,719,55 <u>5</u>
11	Capital assets	358,992	0	358,992
12	Capital building fund	0	480,058	480,058
13	Total all funds	\$44,556,753	\$4,001,852	\$48,558,60 <u>5</u>
14	Less estimated income	30,307,148	1,830,841	32,137,989
15	Total general fund	\$14,249,605	\$2,171,011	\$16,420,616
16	Full-time equivalent positions	210.53	(1.26)	209.27
17	Subdivision 10.			
18		MINOT STATE UNIVER	RSITY	
19			Adjustments or	
20		Base Level	Enhancements	<u>Appropriation</u>
21	Operations	\$100,710,275	\$1,095,224	\$101,805,499
22	Capital assets	1,099,620	0	1,099,620
23	Capital building fund	<u>0</u>	2,042,828	2,042,828
24	Total all funds	\$101,809,895	\$3,138,052	\$104,947,947
25	Less estimated income	<u>62,058,916</u>	3,207,692	65,266,608
26	Total general fund	\$39,750,979	(\$69,640)	\$39,681,339
27	Full-time equivalent positions	441.65	(34.07)	407.58
28	Operations	\$100,710,275	\$1,614,798	\$102,325,073
29	Capital assets	1,099,620	0	1,099,620
30	Capital building fund	0	1,145,602	1,145,602
31	Total all funds	\$101,809,895	\$2,760,400	\$104,570,295

1	Less estimated income	62,058,916	2,614,686	64,673,602
2	Total general fund	\$39,750,979	\$145,714	\$39,896,693
3	Full-time equivalent positions	441.65	(34.07)	407.58
4	Subdivision 11.			
5	VAL	LEY CITY STATE UNI\	/ERSITY	
6			Adjustments or	
7		Base Level	<u>Enhancements</u>	<u>Appropriation</u>
8	Operations	\$48,444,336	(\$2,009,370)	\$46,434,966
9	Capital assets	455,823	0	455,823
10	Capital building fund	<u>0</u>	<u>1,028,686</u>	1,028,686
11	Total all funds	\$48,900,159	(\$980,684)	\$47,919,475
12	Less estimated income	<u>28,470,657</u>	(1,583,258)	<u>26,887,399</u>
13	Total general fund	\$20,429,502	\$602,574	\$21,032,076
14	Full-time equivalent positions	202.75	(22.07)	180.68
15	Operations	\$48,444,336	(\$267,408)	\$48,176,928
16	Capital assets	455,823	0	455,823
17	Capital building fund	0	618,274	618,274
18	Total all funds	\$48,900,159	\$350,866	\$49,251,025
19	Less estimated income	28,470,657	(1,878,565)	26,592,092
20	Total general fund	\$20,429,502	\$2,229,431	\$22,658,933
21	Full-time equivalent positions	202.75	(22.07)	180.68
22	Subdivision 12.			
23	DAK	OTA COLLEGE AT BO	TTINEAU	
24			Adjustments or	
25		Base Level	Enhancements	<u>Appropriation</u>
26	Operations	\$17,168,111	\$811,683	\$17,979,794
27	Capital assets	114,007	0	114,007
28	Capital building fund	<u>0</u>	<u>357,700</u>	<u>357,700</u>
29	Total all funds	\$17,282,118	\$1,169,383	\$18,451,501
30	Less estimated income	<u>9,629,173</u>	<u>1,124,568</u>	10,753,741

1	Total general fund	\$7,652,945	\$44,815	\$7,697,760
2	Full-time equivalent positions	84.30	(2.01)	82.29
3	Operations	\$17,168,111	\$4,272,495	\$21,440,606
4	Capital assets	114,007	2,500,000	2,614,007
5	Capital building fund	0	212,128	212,128
6	Total all funds	\$17,282,118	\$6,984,623	\$24,266,741
7	Less estimated income	9,629,173	6,896,742	16,525,915
8	Total general fund	\$7,652,945	\$87,881	\$7,740,826
9	Full-time equivalent positions	84.30	(2.01)	82.29
10	Subdivision 13.			
11	UNIVERSITY OF NORTH DAK	OTA SCHOOL OF MEI	DICINE AND HEALTH	SCIENCES
12			Adjustments or	
13		Base Level	<u>Enhancements</u>	<u>Appropriation</u>
14	Operations	\$205,926,712	\$5,179,871	\$211,106,583
15	Health care workforce initiative	<u>0</u>	<u>10,676,150</u>	<u>10,676,150</u>
16	Total all funds	\$205,926,712	\$15,856,021	\$221,782,733
17	Less estimated income	<u>154,078,620</u>	4,768,324	158,846,944
18	Total general fund	\$51,848,092	\$11,087,697	\$62,935,789
19	Full-time equivalent positions	435.75	49.57	485.32
20	Operations	\$205,926,712	\$5,369,938	\$211,296,650
21	Health care workforce initiative	0	10,676,150	10,676,150
22	Total all funds	\$205,926,712	\$16,046,088	\$221,972,800
23	Less estimated income	154,078,620	4,958,391	159,037,011
24	Total general fund	\$51,848,092	\$11,087,697	\$62,935,789
25	Full-time equivalent positions	435.75	49.57	485.32
26	Subdivision 14.			
27	NORT	H DAKOTA FOREST S	SERVICE	
28			Adjustments or	
29		Base Level	<u>Enhancements</u>	<u>Appropriation</u>
30	Operations	\$14,958,447	\$230,049	\$15,188,496
31	Capital assets	118,728	<u>0</u>	<u>118,728</u>

	,			
1	Total all funds	\$15,077,175	\$230,049	\$15,307,224
2	Less estimated income	<u>10,650,748</u>	<u>14,652</u>	<u>10,665,400</u>
3	Total general fund	\$4,426,427	\$215,397	\$4,641,824
4	Full-time equivalent positions	27.00	0.00	27.00
5	Operations	\$14,958,447	\$264,889	\$15,223,336
6	Capital assets	118,728	0	118,728
7	Total all funds	\$15,077,175	\$264,889	\$15,342,064
8	Less estimated income	10,650,748	14,652	10,665,400
9	Total general fund	\$4,426,427	\$250,237	\$4,676,664
10	Full-time equivalent positions	27.00	0.00	27.00
11	Subdivision 15.			
12		BILL TOTAL		
13			Adjustments or	
14		Base Level	<u>Enhancements</u>	<u>Appropriation</u>
15	Grand total general fund	\$613,242,154	\$35,081,983	\$648,324,137
16	Grand total special funds	1,866,661,275	260,349,792	2,127,011,067
17	Grand total all funds	\$2,479,903,429	\$295,431,775	\$2,775,335,204
18	Grand total general fund	\$613,242,154	\$47,275,651	\$660,517,805
19	Grand total special funds	1,866,661,275	294,499,839	2,161,161,114
20	Grand total all funds	\$2,479,903,429	\$341,775,490	\$2,821,678,919
21	SECTION 2. ONE-TIME FUN	DING - EFFECT ON B	ASE BUDGET - REF	PORT TO SIXTY-
22	SEVENTH LEGISLATIVE ASSE	WBLY. The following an	nounts reflect one-tir	me funding items
23	approved by the sixty-fifth legisla	ative assembly for the	2017-19 biennium	and the 2019-21
24	biennium one-time funding items i	ncluded in the appropria	ation in section 1 of th	nis Act:
25	One-Time Funding Descr	<u>iption</u>	<u>2017-19</u>	<u>2019-21</u>
26	Capital projects - other funds		\$168,505,000	\$197,800,000
27	Education challenge grants		2,000,000	2,200,000
28	Tier II and tier III capital building fu	unds	0	46,297,110
29	Theodore Roosevelt digitization		0	250,000
30	Institution operations distributions		2,000,000	0
31	Dickinson state university operation	ons and debt repayment	8,284,626	0

25

26

27

28

29

30

31

1	Two-year campus study	40,000	0
2	Valley City state university integrated carbon project	22,500,000	0
3	Minot state university projects	2,284,000	0
4	Midwestern higher education compact dues	230,000	<u>0</u>
5	Total all funds	\$205,843,626	\$246,547,110
6	Total other funds	<u>193,289,000</u>	240,097,110
7	Total general fund	\$12,554,626	\$6,450,000
8	Capital projects - other funds	\$168,505,000	\$230,300,000
9	Education challenge grants	2,000,000	9,400,000
10	School of law matching grants	0	250,000
11	Tier II and tier III capital building funds	0	29,000,000
12	Theodore Roosevelt digitization	0	200,000
13	University of North Dakota campus network upgrades	0	1,500,000
14	North Dakota state university campus network upgrades	0	1,500,000
15	Institution operations distributions	2,000,000	0
16	Dickinson state university operations and debt repayment	8,284,626	0
17	Two-year campus study	40,000	0
18	Valley City state university integrated carbon project	22,500,000	0
19	Minot state university projects	2,284,000	0
20	Midwestern higher education compact dues	230,000	0
21	Total all funds	\$205,843,626	\$272,150,000
22	Total other funds	193,289,000	260,300,000
23	Total general fund	\$12,554,626	\$11,850,000

The 2019-21 biennium one-time funding amounts are not a part of the entity's base budget for the 2021-23 biennium. The institutions and entities under the control of the state board of higher education shall report to the appropriations committees of the sixty-seventh legislative assembly on the use of this one-time funding for the biennium beginning July 1, 2019, and ending June 30, 2021.

SECTION 3. APPROPRIATION - 2017-19 BIENNIUM - WILLISTON STATE COLLEGE.

There is appropriated out of any moneys in the general fund in the state treasury, not otherwise appropriated, the sum of \$491,850, or so much of the sum as may be necessary, to Williston

state college for institution operations, for the period beginning with the effective date of this	s Act
and ending June 30, 2019. In accordance with section 54-44.1-11, any unexpended funds to	from
this appropriation may be continued into the biennium beginning July 1, 2019, and ending	
June 30, 2021.	
SECTION 4. APPROPRIATION - 2017-19 BIENNIUM - DICKINSON STATE UNIVERS	ity.
There is appropriated out of any moneys in the general fund in the state treasury, not other	wise
appropriated, the sum of \$550,000, or so much of the sum as may be necessary, to Dickins	son
state university for the digitization of documents at the Theodore Roosevelt center, for the	
period beginning with the effective date of this Act, and ending June 30, 2019. In accordance	ce
with section 54-44.1-11, any unexpended funds from this appropriation may be continued in	nto
the biennium beginning July 1, 2019, and ending June 30, 2021.	
SECTION 5. APPROPRIATION - 2017-19 BIENNIUM - STATE BOARD OF HIGHER	
EDUCATION. There is appropriated out of any moneys in the general fund in the state trea	sury
not otherwise appropriated, the sum of \$2,700,000, or so much of the sum as may be	
necessary, to the state board of higher education for campus workforce initiative projects,	
including \$1,000,000 for the Bismarck state college polytechnic transition, \$1,000,000 for the	ne
Dickinson state university dual-mission transition, and \$700,000 for Williston state college,	for
the period beginning with the effective date of this Act, and ending June 30, 2019. In	
accordance with section 54-44.1-11, any unexpended funds from this appropriation may be	;
continued into the biennium beginning July 1, 2019, and ending June 30, 2021.	
SECTION 6. A new chapter to title 15 of the North Dakota Century Code is created and	i
enacted as follows:	
Midwestern regional higher education compact.	
The midwestern regional higher education compact is adopted as follows:	
ARTICLE I - PURPOSE	
The purpose of the midwestern higher education compact is to provide greater higher	
education opportunities and services in the midwestern region, with the aim of furthering	
regional access to, research in, and choice of higher education for the citizens residing in the	<u>ne</u>
states that are parties to this compact.	
ARTICLE II - THE COMMISSION	

- 1. The compacting states create the midwestern higher education commission,
 2 hereinafter called the commission. The commission is a body corporate of each
 3 compacting state. The commission has all the responsibilities, powers, and duties set
 4 forth in this chapter, including the power to sue and be sued, and any additional
 5 powers conferred upon it by subsequent action of the respective legislative assemblies
 6 of the compacting states in accordance with the terms of this compact.
 - 2. The commission consists of the following five resident members from each state: the governor or the governor's designee who serves during the tenure of office of the governor; two legislators, one from each house, except for Nebraska, which may appoint two legislators from its legislative assembly, who serve two-year terms and are appointed by the appropriate appointing authority in each house of the legislative assembly; and two other at large members, at least one of whom is to be selected from the field of higher education. The at large members are to be appointed as provided by the laws of the appointing state. One of the two at large members initially appointed in each state serves a two-year term. The other, and any regularly appointed successor to either at large member, serves a four-year term. All vacancies are to be filled in accordance with the laws of the appointing states. Any commissioner appointed to fill a vacancy serves until the end of the incomplete term.
 - 3. The commission shall select annually, from among its members, a chairman, a vice chairman, and a treasurer.
 - 4. The commission shall appoint an executive director who serves at its pleasure and who is secretary to the commission. The treasurer, the executive director, and other personnel as the commission determines must be bonded in the amounts required by the commission.
 - 5. The commission shall meet at least once each calendar year. The chairman may call additional meetings and upon the request of a majority of the commission members of three or more compacting states, shall call additional meetings. The commission shall give public notice of all meetings. All meetings must be open to the public.
 - 6. Each compacting state represented at any meeting of the commission is entitled to one vote. A majority of the compacting states constitute a quorum for the transaction of business, unless a larger quorum is required by the bylaws of the commission.

states.

1 **ARTICLE III - POWERS AND DUTIES OF THE COMMISSION** 2 <u>1.</u> The commission shall adopt bylaws governing its management and operations. 3 <u>2.</u> Notwithstanding the laws of any compacting state, the commission shall provide for 4 the personnel policies and programs of the compact in its bylaws. 5 <u>3.</u> The commission shall submit a budget to the governor and legislative assembly of 6 each compacting state at the time and for the period required by each state. The 7 budget must contain recommendations regarding the amount to be appropriated by 8 each compacting state. 9 The commission shall report annually to the legislative assemblies and governors of <u>4.</u> 10 the compacting states, to the midwestern governors' conference, and to the 11 midwestern legislative conference of the council of state governments regarding the 12 activities of the commission during the preceding year. The reports must include any 13 recommendations that have been adopted by the commission. 14 <u>5.</u> The commission may borrow, accept, or contract for the services of personnel from 15 any state or from the United States, or from any subdivision or agency thereof, from 16 any interstate agency, or from any person. 17 <u>6.</u> The commission may accept for any of its purposes and functions under the compact 18 donations and grants of money, equipment, supplies, materials, and services, 19 conditional or otherwise, from any state or the United States or from any subdivision or 20 agency thereof, from an interstate agency, or from any person, and may receive, use, 21 and dispose of the same. 22 The commission may enter agreements with any other interstate education 7. 23 organization or agency, with institutions of higher education located in nonmember 24 states, and with any of the various states to provide adequate programs and services 25 in higher education for the citizens of the respective compacting states. After 26 negotiations with interested institutions and interstate organizations or agencies, the 27 commission shall determine the cost of providing the programs and services in higher 28 education for use in these agreements. 29 The commission may establish and maintain offices in one or more of the compacting

- <u>9.</u> The commission may establish committees and hire staff as necessary to carry out its
 functions.
- The commission may provide for actual and necessary expenses for the attendance of
 its members at official meetings of the commission or of its designated committees.

ARTICLE IV - ACTIVITIES OF THE COMMISSION

- 1. The commission shall collect data on the long-range effects of the compact on higher education. By the end of the fourth year from the effective date of the compact and every two years thereafter, the commission shall review its accomplishments and make recommendations to the governors and legislative assemblies of the compacting states regarding continuance of the compact.
- 2. The commission shall study higher education issues that are of particular concern to the midwestern region. The commission also shall study the need for higher education programs and services in the compacting states and the resources for meeting those needs. The commission shall prepare reports, on its research, for presentation to the governors and legislative assemblies of the compacting states, as well as to other interested parties. In conducting the studies, the commission may confer with any national or regional planning body. The commission may draft and recommend to the governors and legislative assemblies of the various compacting states suggested legislation addressing issues in higher education.
- 3. The commission shall study the need for the provision of adequate programs and services in higher education, such as undergraduate, graduate, or professional student exchanges in the region. If a need for exchange in a field is apparent, the commission may enter agreements with any institution of higher education and with any compacting state to provide programs and services in higher education for the citizens of the respective compacting states. After negotiating with interested institutions and the compacting states, the commission shall determine the cost of providing the programs and services in higher education for use in its agreements. The contracting states shall contribute funds not otherwise provided, as determined by the commission, to carry out the agreements. The commission may also serve as the administrative and fiscal agent in carrying out agreements for higher education programs and services.

- Legislative Assembly 1 The commission shall serve as a clearinghouse for information regarding higher 2 education activities among institutions and agencies. 3 <u>5.</u> The commission may provide services and research in any other area of regional 4 concern. 5 **ARTICLE V - FINANCE** 6 <u>1.</u> The compacting states will appropriate the amount necessary to finance the general 7 operations of the commission, not otherwise provided for, when authorized by their 8 respective legislative assemblies. The amount must be apportioned equally among the 9 compacting states. 10 The commission may not incur any obligations prior to the passage of appropriations 2. 11 adequate to meet the same; nor may the commission pledge the credit of any of the 12 compacting states, except by and with the authority of the compacting state. 13 The commission shall keep accurate accounts of its receipts and disbursements. The 3. 14 receipts and disbursements of the commission are subject to the audit and accounting 15 procedures established under its bylaws. All receipts and disbursements handled by 16 the commission must be audited yearly by a certified or licensed public accountant 17 and the report of the audit must be included in and become part of the annual report of 18 the commission. 19 The accounts of the commission must be open at any reasonable time for inspection <u>4.</u> 20 by duly authorized representatives of the compacting states and by persons 21 authorized by the commission. 22 ARTICLE VI - ELIGIBLE PARTIES AND ENTRY INTO FORCE 23 <u>1.</u> The states of Illinois, Indiana, Iowa, Kansas, Michigan, Minnesota, Missouri, 24 Nebraska, North Dakota, Ohio, South Dakota, and Wisconsin are eligible to become 25 parties to this compact. Additional states may be eligible if approved by a majority of 26 the compacting states. 27 <u>2.</u> This compact becomes effective, as to any eligible party state, when its legislative
- 29 An amendment to the compact becomes effective upon its enactment by the 3. legislative assemblies of all compacting states.
- 30

assembly enacts the compact into law.

28

31

ARTICLE VII - WITHDRAWAL, DEFAULT, AND TERMINATION

- 1 1. A compacting state may withdraw from the compact by enacting a statute repealing
 the compact, but the withdrawal may not become effective until two years after the
 enactment of such statute. A withdrawing state is liable for any obligation that it
 incurred on account of its party status, up to the effective date of withdrawal, except
 that if the withdrawing state has specifically undertaken or committed itself to any
 performance of an obligation extending beyond the effective date of withdrawal, it
 remains liable to the extent of the obligation.
 - 2. If a compacting state at any time defaults in the performance of its obligations, assumed or imposed, in accordance with this compact, all rights, privileges, and benefits conferred by this compact or by agreements made under the compact are suspended from the effective date of the default, as fixed by the commission. The commission shall stipulate the conditions and maximum time for compliance under which the defaulting state may resume its regular status. Unless the default is remedied under the stipulations and within the time period set by the commission, the compact may be terminated with respect to the defaulting state by affirmative vote of a majority of the other member states. A defaulting state may be reinstated by performing all acts and obligations required by the commission.

ARTICLE VIII - SEVERABILITY AND CONSTRUCTION

The provisions of this compact are severable, and if any phrase, clause, sentence, or provision of this compact is declared to be contrary to the constitution of any compacting state or of the United States or its applicability to any person or circumstance is held invalid, the validity of the remainder of the compact and its applicability to any person or circumstance may not be affected. If the compact is found to be contrary to the constitution of any compacting state, the compact remains in full force and effect as to the remaining states and in full force and effect as to the state affected as to all severable matters. The provisions of the compact must be liberally construed to effectuate the purpose of the compact.

Midwestern higher education commission - Terms - Vacancies.

- 1. The members of the midwestern higher education commission representing this state are:
 - a. The governor or the governor's designee.

4

5

6

7

8

9

10

11

12

13

14

15

16

17

18

19

20

21

22

23

24

25

26

27

28

29

30

31

- b. One member of the senate and one member of the house of representatives,
 appointed by the chairman of the legislative management.
 - c. Two at-large members, one of whom must be knowledgeable about the field of higher education, appointed by the governor.
 - 2. The term of each legislative appointee is two years. One initial at-large member must be appointed for a term of two years and the other for a term of four years. Thereafter, the term of each at-large member is four years.
 - If a member vacates the position to which the member was appointed, the position
 must be filled for the remainder of the unexpired term in the same manner as that
 position was filled initially.

SECTION 7. AMENDMENT. Section 15-10-12.1 of the North Dakota Century Code is amended and reenacted as follows:

15-10-12.1. Acceptance of buildings and campus improvements - Legislative approval.

The state board of higher education may authorize campus improvements and building maintenance on land under the control of the board which are financed by donations, gifts, grants, and bequests if the cost of the improvement or building maintenance is not more than seven hundred thousand dollars. The consent of the legislative assembly is required for construction of any building or any addition to a building on land under the control of the board which is financed by donations, gifts, grants, and bequests. The consent of the legislative assembly is required for campus improvements or building maintenance financed by donations, gifts, grants, and bequests if the cost of the improvements or maintenance is more than seven hundred thousand dollars. During the time the legislative assembly is not in session, except for the six months preceding the convening of a regular session and the three months following the close of a regular session, and unless otherwise restricted by previous legislative action or other law, the state board of higher education, with the approval of the budget section of the legislative management, may authorize the use of land under the control of the board and construct buildings financed by donations, gifts, grants, and beguests and campus improvements and building maintenance financed by donations, gifts, grants, and bequests if the cost of the improvement or maintenance is more than seven hundred thousand dollars. Any project request submitted to the budget section for the construction of a building financed by

donations, gifts, grants, and bequests must include the removal of a building or buildings with an equivalent or greater total number of square feet compared to the proposed building. The budget section approval must include a specific dollar limit for each building, campus improvement project, or maintenance project. The state board of higher education may authorize the sale of any real property or buildings which an institution of higher learning has received by gift or bequest. The board shall prescribe such conditions for the sale of the property as it determines necessary. The conditions must include requiring an appraisal and public auction or advertisement for bids, unless the gift instrument requires a different process. If the state board of higher education submits a request for campus improvements or, building maintenance, or to construct buildings under this section to the budget section for approval, the legislative council shall notify each member of the legislative assembly of the date of the budget section meeting at which the request will be considered and provide a copy of the meeting agenda to each member of the legislative assembly. The chairman of the budget section shall allow any member of the legislative assembly an opportunity to present testimony to the budget section regarding any such request.

SECTION 8. AMENDMENT. Section 15-10-48 of the North Dakota Century Code is amended and reenacted as follows:

15-10-48. Advancement of academics - Matching grants - University of North Dakota and North Dakota state university.

- 1. a. Subject to legislative appropriations, each biennium during the period beginning July first of each odd-numbered year and ending December thirty-first of each even-numbered year, the state board of higher education shall award one dollar in matching grants for every two dollars raised by the institutional foundations of the university of North Dakota and North Dakota state university for projects dedicated exclusively to the advancement of academics.
 - b. To be eligible for a matching grant, an institution must demonstrate that:
 - (1) Its foundation has raised at least fifty thousand dollars in cash or monetary pledges for a qualifying project; and
 - (2) The project has been approved by the grant review committee established in section 15-10-51.

1	(2) Seven hundred thousand dollars each to Dickinson state university, Mayville			
2	state university, and Valley City state university; and			
3	(3) Three hundred fifty thousand dollars each to Dakota college at Bottineau,			
4		Lake Region state college, and Williston state college.		
5	2.	a.	If any	available dollars have not been awarded by the board before January first
6	of each odd-numbered year, in accordance with subsection 1, any institution			
7	listed in subsection 1 may apply for an additional matching grant.			
8		b. An application submitted under this subsection must meet the same criteria as an		
9	original application.			
10		C.	The b	oard shall consider each application submitted under this subsection in
11	chronological order.			
12	d. If the remaining dollars are insufficient to provide a matching grant in the amount			
13	of one dollar for every two dollars raised by the institutional foundation, the board			
14			shall a	award a lesser amount.
15	3.	The	state b	poard of higher education shall retain up to one-quarter of one percent of
16	ı	any	grant a	awarded under this section to assist with administrative expenses incurred
17	in the grant review process.			
18	SECTION 5. A new subsection to section 15-10-63 of the North Dakota Century Code is			
19	created and enacted as follows:			
20	Notwithstanding any existing agreements, an institution under the control of the state			
21	board of higher education shall obtain approval from the legislative assembly before			
22	the institution acquires any additional facility space to be used by the institution for any			
23	purpose, if the acquisition would result in additional operating costs to be paid from			
24	any source. This subsection does not apply to operating lease agreements that			
25	preclude the ownership of the leased facility.			
26	SECTION 6. A new subsection to section 15-10-63 of the North Dakota Century Code is			
27	created and enacted as follows:			
28	Notwithstanding any existing agreements, an institution under the control of the state			
29	board of higher education shall obtain approval from the legislative assembly before			
30	an institution purchases, rents, occupies, or otherwise utilizes a building or any portion			
31	of a building for a purpose that directly or indirectly supports or relates to the			

institution's educational or administrative functions if the building is located more than ten miles from the campus of the institution. This subsection does not apply to buildings utilized by an institution to offer dual-credit courses, buildings utilized by the agricultural experiment station and research extension centers, and buildings utilized by the North Dakota state university extension service. For purposes of this section, "campus" means the campus of the institution under the federal Clery Act [Pub. L. 105-244; 20 U.S.C. 1092(f)].

SECTION 7. A new subsection to section 15-10-63 of the North Dakota Century Code is created and enacted as follows:

An institution that obtains legislative approval to acquire any additional facility space to be used by the institution for any purpose shall establish a maintenance reserve fund of at least three percent of the total construction cost or replacement value, whichever is greater, of the acquired space. The institution's plans for funding the maintenance reserve fund must be included in the request for legislative approval. Maintenance reserve funds must be deposited in an account under the control of the state board of higher education before the acquired space may be occupied, and the funds may be used for maintenance repairs after the total deferred maintenance of the space exceeds thirty percent of its replacement value. The funds may not be used for any other purpose. This subsection does not apply to additional space acquired through the sale of revenue bonds that require by covenant the establishment of maintenance reserve funds.

SECTION 11. AMENDMENT. Section 15-10-50 of the North Dakota Century Code is amended and reenacted as follows:

15-10-50. Liability for pledged amount.

If in accordance with section 15-10-48, 15-10-48.1, or 15-10-49, the state board of higher education provides grant funds to an institution, on the basis of a monetary pledge, and if the amount forthcoming is less than the amount pledged, the institutional foundation is liable to the institution for any shortfall.

SECTION 12. A new section to chapter 15-10 of the North Dakota Century Code is created and enacted as follows:

29

30

31

amended and reenacted as follows:

15-18.2-02. Weighted credit-hours - Determination - Instructional program classification factors - Submission to legislative management.

In order to determine the weighted credit-hours for each institution under its control, the state board of higher education shall multiply each of an institution's completed

1	cred	dit-hours, as determined under section 15-18.2-01, by an instructional program	
2	clas	ssification factor, as set forth in this section.	
3	a.	The factors for credits completed in agriculture are:	
4		(1) 1.9 for lower division credits;	
5		(2) 3.8 for upper division credits;	
6		(3) 5.7 for professional level credits; and	
7		(4) 7.6 for graduate level credits.	
8	b.	The factors for credits completed in architecture are:	
9		(1) 1.8 for lower division credits;	
10		(2) 3.6 for upper division credits;	
11		(3) 5.4 for professional level credits; and	
12		(4) 7.2 for graduate level credits.	
13	C.	The factors for credits completed in transportation are:	
14		(1) 1.9 for lower division credits;	
15		(2) 3.8 for upper division credits;	
16		(3) 5.7 for professional level credits; and	
17		(4) 7.6 for graduate level credits.	
18	d.	The factors for credits completed in the biological and physical sciences are:	
19		(1) 1.9 for lower division credits;	
20		(2) 3.8 for upper division credits;	
21		(3) 5.7 for professional level credits; and	
22		(4) 7.6 for graduate level credits.	
23	e.	The factors for credits completed in business are:	
24		(1) 1.9 for lower division credits;	
25		(2) 3.8 for upper division credits;	
26		(3) 5.7 for professional level credits; and	
27		(4) 7.6 for graduate level credits.	
28	f.	The factors for credits completed in education are:	
29		(1) 1.9 for lower division credits;	
30		(2) 3.8 for upper division credits;	
31		(3) 5.7 for professional level credits; and	

1			(4) 7.6 for graduate level credits.	
2		g.	The factors for credits completed in engineering are:	
3			(1) 2.5 for lower division credits;	
4			(2) 5.0 for upper division credits;	
5			(3) 7.5 for professional level credits; and	
6			(4) 10.0 for graduate level credits.	
7		h.	The factors for credits completed in the health sciences are:	
8			3.0 for lower division credits;	
9			6.0 for upper division credits;	
10			(3) 9.0 for professional level credits;	
11			(4) 12.0 for graduate level credits; and	
12			(5) 38.034.5 for medical school credits.	
13		i.	The factors for credits completed in legal studies are:	
14			(1) 3.5 for lower division credits;	
15			(2) 7.0 for upper division credits;	
16			(3) 10.514.0 for professional level credits; and	
17			(4) 14.0 for graduate level credits.	
18		j.	The factors for credits completed in the core disciplines are:	
19			1) 1.0 for lower division credits;	
20			(2) 2.0 for upper division credits;	
21			(3) 3.0 for professional level credits; and	
22			(4) 4.0 for graduate level credits.	
23		k.	The factor for credits completed in career and technical education is 2.0.	
24		l.	The factor for completed basic skills credits is 2.3.	
25	2.	a.	The state board of higher education shall ensure that all delineations in this	
26			section reflect the requirements of a nationally recognized and standardized	
27			instructional program classification system.	
28		b.	Before adopting any changes to the delineations implemented in accordance with	
29			this section, the state board of higher education shall present the proposed	
30			changes to and receive the approval of the legislative management.	

1	SECTION 16. AMENDMENT. Section 15-18.2-05 of the North Dakota Century Code is		
2	amended and reenacted as follows:		
3	15-1	8.2-0	5. Base funding - Determination of state aid.
4	1.	Exc	ept as provided under subsection 2, in order to determine the state aid payment to
5		whic	h each institution under its control is entitled, the state board of higher education
6	I	shal	multiply the product determined under section 15-18.2-04 by a base amount of:
7		a.	\$58.65\$60.70\$60.87 in the case of North Dakota state university and the
8	ı		university of North Dakota;
9		b.	\$86.95\$90.48\$90.98 in the case of Dickinson state university, Mayville state
10			university, Minot state university, and Valley City state university; and
11		C.	\$93.03 <u>\$96.52</u> \$97.06 in the case of Bismarck state college, Dakota college at
12			Bottineau, Lake Region state college, North Dakota state college of science, and
13			Williston state college.
14	2.	An i	nstitution is entitled to an amount equal to seventy-five percent of the product
15		dete	rmined under subsection 1 for credits completed by students receiving a tuition
16		waiv	er pursuant to section 54-12-35.
17	SECTION 17. AMENDMENT. Section 15-62.4-03 of the North Dakota Century Code is		
18	amende	d and	reenacted as follows:
19	15-6	2.4-0	3. Student financial assistance program - Grants.
20	1.	The	state board of higher education shall provide to each eligible student a financial
21		assi	stance grant in an amount not exceeding:
22		a.	Nine hundred seventy-five One thousand one hundred dollars per semester; or
23		b.	Six hundred fiftySeven hundred thirty-three dollars per quarter.
24	2.	a.	A student is not entitled to receive grants under this chapter for more than the
25			equivalent of:
26			(1) Eight semesters of full-time enrollment; or
27			(2) Twelve quarters of full-time enrollment.
28		b.	Notwithstanding subdivision a, a student is not entitled to receive a grant under
29	this chapter after the student obtains a baccalaureate degree.		
30	3. The board shall forward grants payable under this chapter directly to the institution in		
31	which the student is enrolled.		

6

7

8

9

10

11

12

13

14

15

16

17

18

20

24

25

26

27

28

29

30

- SECTION 18. AMENDMENT. Section 54-44.1-11 of the North Dakota Century Code is amended and reenacted as follows:
- 3 54-44.1-11. Office of management and budget to cancel unexpended appropriations -
- 4 When they may continue. (Effective through July 31, 20192021)
 - Except as otherwise provided by law, the office of management and budget, thirty days after the close of each biennial period, shall cancel all unexpended appropriations or balances of appropriations after the expiration of the biennial period during which they became available under the law. Unexpended appropriations for the state historical society are not subject to this section and the state historical society shall report on the amounts and uses of funds carried over from one biennium to the appropriations committees of the next subsequent legislative assembly. Unexpended appropriations for the North Dakota university system are not subject to this section and the North Dakota university system shall report on the amounts and uses of funds carried over from one biennium to the next to subsequent appropriations committees of the legislative assembly. The chairmen of the appropriations committees of the senate and house of representatives of the legislative assembly with the office of the budget may continue appropriations or balances in force for not more than two years after the expiration of the biennial period during which they became available upon recommendation of the director of the budget for:
- 19 1. New construction projects.
 - Major repair or improvement projects.
- Purchases of new equipment costing more than ten thousand dollars per unit if it was
 ordered during the first twelve months of the biennium in which the funds were
 appropriated.
 - 4. The purchase of land by the state on a "contract for deed" purchase if the total purchase price is within the authorized appropriation.
 - 5. Purchases by the department of transportation of roadway maintenance equipment costing more than ten thousand dollars per unit if the equipment was ordered during the first twenty-one months of the biennium in which the funds were appropriated.
 - 6. Authorized ongoing information technology projects.
 - Office of management and budget to cancel unexpended appropriations When they may continue. (Effective after July 31, 20192021) The office of management and budget,

- 1 thirty days after the close of each biennial period, shall cancel all unexpended appropriations or
- 2 balances of appropriations after the expiration of the biennial period during which they became
- 3 available under the law. Unexpended appropriations for the state historical society are not
- 4 subject to this section and the state historical society shall report on the amounts and uses of
- 5 funds carried over from one biennium to the appropriations committees of the next subsequent
- 6 legislative assembly. The chairmen of the appropriations committees of the senate and house of
- 7 representatives of the legislative assembly with the office of the budget may continue
- 8 appropriations or balances in force for not more than two years after the expiration of the
- 9 biennial period during which they became available upon recommendation of the director of the
- 10 budget for:

16

17

18

19

20

21

22

23

24

25

26

27

28

29

30

- 1. New construction projects.
 - Major repair or improvement projects.
- Purchases of new equipment costing more than ten thousand dollars per unit if it was
 ordered during the first twelve months of the biennium in which the funds were
 appropriated.
 - 4. The purchase of land by the state on a "contract for deed" purchase if the total purchase price is within the authorized appropriation.
 - 5. Purchases by the department of transportation of roadway maintenance equipment costing more than ten thousand dollars per unit if the equipment was ordered during the first twenty-one months of the biennium in which the funds were appropriated.
 - 6. Authorized ongoing information technology projects.
 - **SECTION 19. REPEAL.** SectionSections 15-10-37 and 15-10-61 of the North Dakota Century Code is are repealed.
 - SECTION 20. ADDITIONAL FEDERAL, PRIVATE, AND OTHER FUNDS -
 - **APPROPRIATION.** All funds, in addition to those appropriated in section 1 of this Act, from federal, private, and other sources for competitive grants or other funds that the legislative assembly has not indicated the intent to reject, including tuition revenue, received by the state board of higher education and the institutions and entities under the control of the state board of higher education, are appropriated to the board and those institutions and entities, for the biennium beginning July 1, 2019, and ending June 30, 2021. All additional funds received under the North Dakota-Minnesota reciprocity agreement during the biennium beginning July 1, 2019,

1 and ending June 30, 2021, are appropriated to the state board of higher education for 2 reimbursement to institutions under the control of the board. 3 SECTION 21. CAMPUS CAPITAL PROJECTS - PROJECT MANAGEMENT. During the 4 period beginning with the effective date of this Act, and ending June 30, 2021, each capital 5 project authorized by the state board of higher education must have adequate project 6 management oversight by either an institution official or a representative of an external entity. 7 An institution may seek assistance from the North Dakota university system office for project 8 management oversight of a capital project. 9 SECTION 22. UNIVERSITY OF NORTH DAKOTA SCHOOL OF MEDICINE AND HEALTH 10 SCIENCES OPERATIONS. The operations line item in subdivision 5 of section 1 of this Act 11 includes a funding allocation from the higher education per student credit-hour funding formula 12 attributable to inflation during the biennium beginning July 1, 2019, and ending June 30, 2021. 13 Based on the recommendation of the commissioner of higher education a portion of the 14 allocation may be transferred by the state board of higher education between the university of 15 North Dakota school of medicine and health sciences and the university of North Dakota. 16 SECTION 23. TRANSFER AUTHORITY - LEGISLATIVE MANAGEMENT REPORT. 17 Notwithstanding section 54-16-04, the state board of higher education may transfer 18 appropriation authority from the operations to the capital assets and capital building fund line 19 items within subdivisions 2 through 14 of section 1 of this Act for the biennium period beginning 20 July 1, 2019 with the effective date of this Act, and ending June 30, 2021. The board shall report 21 any transfer of funds under this section to the office of management and budget and the 22 legislative management. 23 SECTION 24. FULL-TIME EQUIVALENT POSITION ADJUSTMENTS. Notwithstanding 24 any other provisions of law, the state board of higher education may adjust full-time equivalent 25 positions as needed, subject to the availability of funds, for institutions and entities under its 26 control during the biennium beginning July 1, 2019, and ending June 30, 2021. The North 27 Dakota university system shall report any adjustments to the office of management and budget 28 as part of the submission of the 2021-23 biennium budget request. 29 SECTION 25. USE OF EXTRAORDINARY REPAIRS FUNDING - MATCHING FUNDS. 30 The capital assets line items in subdivisions 2 through 12 of section 1 of this Act include funding 31 from the general fund for institution extraordinary repairs. An institution shall provide two dollars

of matching funds from operations or other sources for each one dollar of extraordinary repairs funding used for a project. An institution may not use tier II or tier III capital building fund moneys as matching funds under this section.

SECTION 26. SALE OF PROPERTY AUTHORIZED. The state of North Dakota, by and through the state board of higher education, may sell and convey certain real property known as gallery apartments, lots 1, 2, and 3, block 13, university heights addition, and lots 1, 2, 3, 4, 5, and 6, block 1, university heights 2nd addition, in the records of the city of Grand Forks. The state of North Dakota, by and through the state board of higher education, may sell and convey certain real property located at 1225 stanford road, lots 1 and 2, block 5, university heights addition, in the records of the city of Grand Forks. If any of the real property authorized to be conveyed under this section is conveyed, the terms of the conveyance must be determined jointly by the state board of higher education or a designee of the board and the commissioner of university and school lands. Sections 54-01-05.2 and 54-01-05.5 do not apply to the transfers authorized by this section.

SECTION 27. PROJECT AUTHORIZATIONS. The industrial commission, acting as the North Dakota building authority, shall arrange for the funding of the projects authorized in this section, declared to be in the public interest, through the issuance of evidences of indebtedness under chapter 54-17.2, beginning with the effective date of this Act, and ending June 30, 2021. The industrial commission shall issue evidences of indebtedness under this section with the condition that lease rental payments need not begin until July 1, 2021. The authority of the industrial commission to issue evidences of indebtedness under this section ends June 30, 2021, but the industrial commission may continue to exercise all other powers granted to it under chapter 54-17.2 and this Act and comply with any covenants entered before that date. The proceeds of the evidences of indebtedness are included in the appropriation in subdivision 5 of section 1, beginning with the effective date of this Act, and ending June 30, 2021, for the following projects:

University of North Dakota - deferred maintenance and parking projects \$30,000,000

Total special funds \$30,000,000

The university of North Dakota is responsible for the repayment of any evidences of indebtedness issued under this section from institution operations funding or other local funds.

SECTION 28. 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 Act and ending June 30, 2021. 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:

11	University of North Dakota - memorial union	\$80,000,000
12	North Dakota state university - university village phase II	37,600,000
13	Total special funds	\$117,600,000
14	University of North Dakota - memorial union	\$80,000,000
15	North Dakota state university - university village phase II	37,600,000
16	Dakota college at Bottineau - dining facility	2,500,000
17	Total special funds	\$120,100,000

SECTION 29. TRANSFER - BANK OF NORTH DAKOTA PROFITS - TIER II CAPITAL BUILDING FUNDS - MATCHING FUNDS. The industrial commission shall transfer to institutions under the control of the state board of higher education a total of \$10,000,000, or so much of the sum as may be necessary, from the current earnings and accumulated undivided profits of the Bank of North Dakota during the period beginning with the effective date of this Act, and ending June 30, 2021, as requested by the commissioner of higher education. The capital building fund and estimated income line items in subdivisions 2 through 12 of section 1 of this Act include \$10,000,000 from the current earnings and accumulated undivided profits of the Bank of North Dakota and \$8,648,555 from a one percent per year increase in tuition as follows:

Estimated — Bank of North Dakota Tuition Commitment Bismarck state college \$425,693 \$413,848

1	Lake Region state college 177,375 136,763		
2	Williston state college 137,947 79,959		
3	University of North Dakota 4,361,801 3,334,928		
4	North Dakota state university 2,899,596 3,301,310		
5	North Dakota state college of science 500,695 268,296		
6	Dickinson state university 268,862 209,959		
7	Mayville state university 240,029 176,887		
8	Minot state university 572,801 448,613		
9	Valley City state university 309,137 205,206		
10	Dakota college at Bottineau 106,064 72,786		
11	Total \$10,000,000 \$8,648,555		
12	Bank of North Dakota		
13	Bismarck state college \$425,693		
14	Lake Region state college 177,375		
15	Williston state college 137,947		
16	University of North Dakota 4,361,801		
17	North Dakota state university 2,899,596		
18	North Dakota state college of science 500,695		
19	Dickinson state university 268,862		
20	Mayville state university 240,029		
21	Minot state university 572,801		
22	Valley City state university 309,137		
23	Dakota college at Bottineau 106,064		
24	<u>Total</u> \$10,000,000		
25	An institution shall provide one dollar of matching funds from operations or other sources for		
26	each one dollar from Bank of North Dakota profits and for each one dollar generated from the		
27	one percent per year increase in tuition deposited in each institution's capital building fund. An		
28	institution may not use extraordinary repairs funding or tier III capital building fund moneys as		
29	matching funds under this section.		
30	SECTION 30. TRANSFER - BANK OF NORTH DAKOTA PROFITS - TIER III CAPITAL		
31	BUILDING FUND POOL - MATCHING FUNDS. The industrial commission shall transfer to the		

North Dakota university system office a total of \$5,000,000\$7,000,000, or so much of the sum as may be necessary, from the current earnings and accumulated undivided profits of the Bank of North Dakota during the period beginning with the effective date of this Act, and ending June 30, 2021, as requested by the commissioner of higher education. The tier III capital building fund pool and estimated income line items in subdivision 1 of section 1 of this Act include \$5,000,000\$7,000,000 from the current earnings and accumulated undivided profits of the Bank of North Dakota. The tier III capital building fund pool in subdivision 1 of section 1 of this Act also includes \$4,000,000\$2,000,000 from the general fund. Funding from the tier III capital building fund pool is to be allocated to each institution as follows:

10		Tier III Capital Building Fund
11	Bismarck state college	\$500,000
12	Lake Region state college	500,000
13	Williston state college	500,000
14	University of North Dakota	2,250,000
15	North Dakota state university	2,250,000
16	North Dakota state college of science	500,000
17	Dickinson state university	500,000
18	Mayville state university	500,000
19	Minot state university	500,000
20	Valley City state university	500,000
21	Dakota college at Bottineau	500,000
22	Total	\$9,000,000

An institution shall provide two dollars of matching funds from operations or other sources for each one dollar from the tier III capital building fund pool. An institution may not use extraordinary repairs funding or tier II capital building fund moneys as matching funds under this section. Any funds transferred to an institution pursuant to this section from the tier III capital building fund pool must be placed in that institution's capital building fund line item.

SECTION 31. CAPITAL BUILDING FUNDS - USES - REPORTS. Subject After the institution has matched seventy-five percent of the funding appropriated from the general fund for institution extraordinary repairs pursuant to section 25 of this Act and subject to state board of higher education approval, each institution in subdivisions 2 through 12 of section 1 of this

2

3

4

5

6

7

8

9

10

11

12

13

14

15

16

17

18

19

20

21

22

23

24

25

26

27

28

29

30

31

Act may use moneys from its capital building fund line item for extraordinary repairs and deferred maintenance projects which do not exceed \$700,000 and do not increase the square footage of a building. In addition, Lake Region state college is authorized to use up to-\$3,000,000 from its capital building fund line item for the precision agriculture center project the following projects are authorized to use funding from the corresponding institution's capital building fund line item: Lake Region state college - precision agriculture center \$3,000,000 North Dakota state college of science - Hektner Student Center 6,708,000 Minot state university - dome wellness emergency generators 1,130,335 Valley City state university - life safety projects 2,529,323 Dakota college at Bottineau - Nelson Science Center <u>1,177,758</u> Total \$14,545,416 The North Dakota university system shall report to the legislative management during the 2019-20 interim and to the appropriations committees of the sixty-seventh legislative assembly on the use of funding in each institutions' capital building fund line item, the source of matching

SECTION 32. TRANSFER - BANK OF NORTH DAKOTA PROFITS - CAMPUS NETWORK UPGRADES. The industrial commission shall transfer to the university of North Dakota a total of \$1,500,000, or so much of the sum as may be necessary, and to North Dakota state university a total of \$1,500,000, or so much of the sum as may be necessary, from the current earnings and accumulated undivided profits of the Bank of North Dakota during the biennium beginning July 1, 2019, and ending June 30, 2021, as requested by the commissioner of higher education. The estimated income line items in subdivisions 5 and 6 of section 1 include \$1,500,000 each for the university of North Dakota and North Dakota state university for campus network upgrades.

funds, and each institutions' five-year plan for capital construction spending.

SECTION 33. TUITION RATE INCREASE LIMITATION - 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 2019-20 academic year by more than threefour percent as compared to the tuition rate in effect during the 2019 spring semester unless the board receives prior budget section

- approval. Before approving or denying the request, the budget section shall consider
 the effect the tuition rate increase will have on current and prospective students, tuition
 rates at comparable institutions in neighboring states, and the institution's planned use
 of additional tuition revenue.
 - 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 2020-21 academic year by more than threefour percent as compared to the tuition rate in effect during the 2020 spring semester unless the board receives prior budget section approval. Before approving or denying the request, the budget section shall consider the effect the tuition rate increase will have on current and prospective students, tuition rates at comparable institutions in neighboring states, and the institution's planned use of additional tuition revenue.
 - This section does not apply to tuition rates charged for graduate level programs, including 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.
 - 4. 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.
 - 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.
 - 6. This section does not apply to differentiated tuition rates charged for higher cost programs.

- of existing fees into tuition rates or charging tuition based on a per-credit rate, from tuition rate calculations under this section.
- 7. The state board of higher education may increase tuition rates for all students attending institutions of higher education under its control during the 2019-20-academic year by an additional one percent as compared to the tuition rate in effect during the 2019 spring semester if the institution has provided matching funds from operations or other sources for each one dollar generated from the one percent increase in tuition, which must be deposited in each institution's capital building fund.
- 8. The state board of higher education may increase tuition rates for all students attending institutions of higher education under its control during the 2020-21-academic year by an additional one percent as compared to the tuition rate in effect during the 2020 spring semester if the institution has provided matching funds from operations or other sources for each one dollar generated from the one percent increase in tuition, which must be deposited in each institution's capital building fund.

SECTION 34. LEGISLATIVE MANAGEMENT STUDY. During the 2019-20 interim, the legislative management shall consider studying North Dakota university system competitive research programs, including the established program to stimulate competitive research. The legislative management shall report its findings and recommendations, together with any legislation required to implement the recommendations, to the sixty-seventh legislative assembly.

SECTION 35. APPLICATION. Section 12 of this Act applies to individuals initially entering a professional student exchange program in veterinary medicine, dentistry, or optometry after June 30, 2020.

SECTION 36. EMERGENCY. Sections 14, 16, 18, 19, 20, 21, and 223, 4, 5, 21, 23, 25, 26, 27, 28, 29, 30, and 31 of this Act and the tier III capital building fund pool, capital assets, and capital building fund line items in section 1 of this Act are declared to be an emergency measure.