

April 28, 2023

PROPOSED AMENDMENTS TO ENGROSSED SENATE BILL NO. 2015

That the House recede from its amendments as printed on pages 1851-1861 of the Senate Journal and pages 2163-2173 of the House Journal and that Engrossed Senate Bill No. 2015 be amended as follows:

Page 1, line 2, after the semicolon insert "to provide an appropriation for capital projects of various institutions under the control of the state board of higher education; to authorize the industrial commission to issue and sell evidences of indebtedness for capital projects;"

Page 1, line 7, after the first semicolon insert "to amend and reenact section 2 of House Bill No. 1003, as approved by the sixty-eighth legislative assembly; to repeal section 5 and subsections 1 and 2 of section 14 of House Bill No. 1003, as approved by the sixty-eighth legislative assembly;"

Page 3, after line 21, insert:

"SECTION 4. PROJECT AUTHORIZATIONS - APPROPRIATION. Subject to the provisions of this section, 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, 2025. The authority of the industrial commission to issue evidences of indebtedness under this section ends June 30, 2025, 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 and other available funds are appropriated to the institutions listed in this section, beginning with the effective date of this Act and ending June 30, 2025, for the following projects:

Williston state college medical health care building	\$27,962,053
University of North Dakota science, engineering, and national security corridor	57,400,000
North Dakota state university center for engineering and computational sciences	59,000,000
North Dakota state college of science agriculture, automation, and autonomous systems	18,975,000
Dickinson state university agriculture and technical education building	17,100,000
Mayville state university old main renovation	15,000,000
Minot state university Dakota hall demolition	765,000
Valley City state university McCarthy hall renovation	10,474,918
Dakota college at Bottineau old main renovation	<u>3,300,000</u>
Total bond proceeds	\$209,976,971

1. An institution must have pledged local matching funds allocated to a project prior to expending any funding from bond proceeds for the project.
2. If an institution is unable to provide the appropriated amount of matching funds for a capital project provided for in this Act and House Bill No. 1003, as approved by the sixty-eighth legislative assembly, the institution may

only spend a proportional amount of funding from bond proceeds for the project. If an institution is unable to provide necessary matching funds by June 30, 2027, to complete the project in whole or in part, the appropriation from bond proceeds must be canceled."

Page 5, line 9, replace "10" with "11"

Page 7, after line 30, insert:

"SECTION 16. AMENDMENT. Section 2 of House Bill No. 1003, as approved by the sixty-eighth legislative assembly, is amended and reenacted as follows:

SECTION 2. ONE-TIME FUNDING - EFFECT ON BASE BUDGET - REPORT TO SIXTY-NINTH LEGISLATIVE ASSEMBLY. The following amounts reflect one-time funding items approved by the sixty-seventh legislative assembly for the 2021-23 biennium and the 2023-25 biennium one-time funding items included in the appropriation in section 1 of this Act:

<u>One-Time Funding Description</u>	<u>2021-23</u>	<u>2023-25</u>
Capital projects—strategic investment and improvements—fund	\$0	\$209,976,971
<u>Capital projects - bond proceeds</u>	<u>\$0</u>	<u>\$209,976,971</u>
Capital project inflation - general fund	0	18,160,000
Capital projects - other funds	4,363,000	201,747,055
University of North Dakota national security initiative	0	9,000,000
North Dakota state university additional minimum amount payable adjustment	0	4,800,000
North Dakota state college of science additional minimum amount payable adjustment	0	1,005,347
Mayville state university discretionary funding	0	1,750,000
Bismarck state college polytechnic building and transition	38,000,000	0
University of North Dakota space command initiative	4,000,000	0
University of North Dakota airport apron	5,000,000	0
University of North Dakota Merrifield hall	50,000,000	0
University of North Dakota space education and research	10,000,000	0
North Dakota state university settlement agreement	125,000	0
North Dakota state university high-performance computing	1,600,000	0
North Dakota state university agricultural products development center	50,000,000	0
Dickinson state university Pulver hall and other projects	4,000,000	0
Mayville state university natural gas boiler project	1,600,000	0
Minot state university Hartnett hall	25,000,000	0
Valley City state university land purchase	309,000	0
Hyperbaric oxygen therapy	2,104,121	0
Math pathways	150,000	0
Higher education challenge grants	11,150,000	20,000,000
Dakota digital academy	475,000	450,000
Financial aid software	0	1,669,354
Total all funds	\$207,876,121	\$468,558,727
Total other funds	<u>190,851,121</u>	<u>411,724,026</u>
Total general fund	\$17,025,000	\$56,834,701

The 2023-25 one-time funding amounts are not a part of the entity's base budget for the 2025-27 biennium. The state board of higher education shall report to the appropriations committees of the sixty-ninth

legislative assembly on the use of this one-time funding for the biennium beginning July 1, 2023, and ending June 30, 2025.

SECTION 17. REPEAL. Section 5 of House Bill No. 1003 and subsections 1 and 2 of section 14 of House Bill No. 1003, as approved by the sixty-eighth legislative assembly, are repealed."

Page 8, line 17, replace "14" with "15"

Renumber accordingly

STATEMENT OF PURPOSE OF AMENDMENT:

This amendment changes the source of funding for \$209,976,971 of higher education capital projects from the strategic investment and improvements fund to bond proceeds.

