

North Dakota University System Office - Budget No. 215
House Bill No. 1003
Base Level Funding Changes

	Executive Budget Recommendation				House Version				House Changes to Executive Budget Increase (Decrease) - Executive Budget			
	FTE Positions	General Fund	Other Funds	Total	FTE Positions	General Fund	Other Funds	Total	FTE Positions	General Fund	Other Funds	Total
2023-25 Biennium Base Level	158.83	\$116,898,476	\$25,757,035	\$142,655,511	158.83	\$116,898,476	\$25,757,035	\$142,655,511	0.00	\$0	\$0	\$0
2023-25 Ongoing Funding Changes												
Base payroll changes	4.00	\$211,768	\$82,198	\$293,966	4.00	\$211,768	\$82,198	\$293,966				\$0
Salary increase		1,940,770	723,804	2,664,574		1,462,330	542,026	2,004,356		(478,440)	(181,778)	(660,218)
Health insurance increase		507,907	47,974	555,881		496,486	242,398	738,884		(11,421)	194,424	183,003
Increases funding for the academic and CTE scholarship programs to provide a total of \$17,216,749		1,000,000		1,000,000				0		(1,000,000)		(1,000,000)
Increases funding for the Native American scholarship program to provide a total of \$1 million		444,677		444,677				0		(444,677)		(444,677)
Removes funding for the dual-credit tuition scholarship			(1,500,000)	(1,500,000)				0			1,500,000	1,500,000
Increases funding for the veterans assistance program to provide a total of \$454,875		177,000		177,000				0		(177,000)		(177,000)
Adds funding for maintenance of a new financial aid system		273,180		273,180				0		(273,180)		(273,180)
Adds funding for software costs and a security operations center		2,500,000		2,500,000				0		(2,500,000)		(2,500,000)
Adds funding for the general fund Capitol rent model		143,625		143,625				0		(143,625)		(143,625)
Reduces funding for capital bond payments		(2,187,368)		(2,187,368)				0		2,187,368		2,187,368
Total ongoing funding changes	4.00	\$5,011,559	(\$646,024)	\$4,365,535	4.00	\$2,170,584	\$866,622	\$3,037,206	0.00	(\$2,840,975)	\$1,512,646	(\$1,328,329)
One-Time Funding Items												
Adds funding from the legacy earnings fund for the higher education challenge grant program			\$50,000,000	\$50,000,000				\$0			(\$50,000,000)	(\$50,000,000)
Adds funding for the behavioral health initiative		\$3,640,624		3,640,624				0		(3,640,624)		(3,640,624)
Adds funding for a new financial aid software system		1,554,354		1,554,354				0		(1,554,354)		(1,554,354)
Adds funding to continue the Dakota Digital Academy		450,000		450,000				0		(450,000)		(450,000)
Adds funding from the legacy earnings fund for energy workforce education scholarships			10,000,000	10,000,000				0			(10,000,000)	(10,000,000)
Adds funding for workforce education innovation grants		10,000,000		10,000,000				0		(10,000,000)		(10,000,000)
Total one-time funding changes	0.00	\$15,644,978	\$60,000,000	\$75,644,978	0.00	\$0	\$0	\$0	0.00	(\$15,644,978)	(\$60,000,000)	(\$75,644,978)
Total Changes to Base Level Funding	4.00	\$20,656,537	\$59,353,976	\$80,010,513	4.00	\$2,170,584	\$866,622	\$3,037,206	0.00	(\$18,485,953)	(\$58,487,354)	(\$76,973,307)
2023-25 Total Funding	162.83	\$137,555,013	\$85,111,011	\$222,666,024	162.83	\$119,069,060	\$26,623,657	\$145,692,717	0.00	(\$18,485,953)	(\$58,487,354)	(\$76,973,307)
<i>Federal funds included in other funds</i>			\$0				\$0				\$0	
<i>Total ongoing changes as a percentage of base level</i>	2.5%	4.3%	(2.5%)	3.1%	2.5%	1.9%	3.4%	2.1%				
<i>Total changes as a percentage of base level</i>	2.5%	17.7%	230.4%	56.1%	2.5%	1.9%	3.4%	2.1%				

Other Sections in North Dakota University System Office - Budget No. 215

	<u>Executive Budget Recommendation</u>	<u>House Version</u>
Higher education challenge grants	Sections 3 and 5 would adjust the higher education challenge grant statutory language and provide for the distribution of up to \$50 million of grant funds to eligible institutions. Section 4 would eliminate the allocation of higher education challenge grant funds for the UND School of Law.	
Higher education funding formula	Section 6 would adjust the base credit-hour funding rates of the higher education funding formula. Section 7 would restore the 96 percent minimum amount payable provision in the higher education funding formula.	
Carryover authority	Section 8 would continue the authorization through July 31, 2025, for institutions under the control of the State Board of Higher Education to continue unexpended appropriations at the end of a biennium.	
Additional funds appropriation authority	Section 9 would appropriate any additional other funds received by entities under the control of the State Board of Higher Education to the respective entities.	Section 3 would appropriate any additional other funds received by entities under the control of the State Board of Higher Education to the respective entities.
Project management oversight	Section 10 would require capital projects authorized by the State Board of Higher Education to have adequate project oversight by an institution official or representative of an external entity.	
UND School of Medicine and Health Sciences funding	Section 11 would authorize the transfer of funds between UND and the UND School of Medicine and Health Sciences based on the recommendation of the Commissioner of Higher Education.	
Transfer authority	Section 12 would provide that the State Board of Higher Education may transfer funds from an institution's operations line item to the institution's capital assets line item if the board determines that additional funds are needed for capital assets.	Section 5 would provide that the State Board of Higher Education may transfer funds from an institution's operations line item to the institution's capital assets line item if the board determines that additional funds are needed for capital assets.
FTE positions	Section 13 would authorize the State Board of Higher Education to adjust FTE positions as needed, subject to the availability of funds, for institutions and entities under its control.	Section 6 would authorize the State Board of Higher Education to adjust FTE positions as needed, subject to the availability of funds, for institutions and entities under its control.
Extraordinary repairs matching funds	Section 14 would require institutions to match state extraordinary repairs funding on a \$2 to \$1 basis using operations or other funding.	Section 4 would require institutions to match state extraordinary repairs funding on a \$2 to \$1 basis using operations or other funding.
Capital building fund program	Sections 15 and 16 would provide for the continuation of the capital building fund program, including a transfer of \$19 million from SIIF to the University System capital building fund and the authorization to use money in the fund for new capital projects.	
Capital projects carryover	Sections 17 and 21 through 28 would provide exemptions for institutions to continue appropriation authority for various capital projects.	
Legacy earnings fund	Sections 18 and 19 would identify \$60 million, including \$50 million for higher education challenge grants and \$10 million for energy workforce education scholarships, is from the legacy earnings fund.	
Strategic investment and improvements fund	Section 20 would identify \$9,624,100 for capital projects, including \$480,000 for the LRSC wind turbine replacement, \$900,000 for the DSU agriculture and technical education building, \$3,779,100 for the MaSU Old Main renovation, \$765,000 for the MiSU Dakota Hall demolition, and \$3.7 million for the DCB Old Main renovation, is from SIIF.	