

North Dakota University System			
Engrossed House Bill 1003			
Section	Description	Comments	Change Requested
1	Appropriation		See separate document
2	One-time funding appropriation		See separate document
3	Allows NDUS entities to accept & federal, private, grants and other funds Allows federal, private & other funds to be used for authorized capital projects, in addition to the appropriations in sections 1 & 4	Included each biennium New	
4	Provides \$49,970,100 from SIIF to MaSU for renovation of Old Main		None
5	Extraordinary repair match 2:1 UND & NDSU; 1:1 all others		
6	Details the capital projects appropriated in section 1 from SIIF - \$293,290,000		
7	Provides \$4.8 million one-time to NDSU to create or expand programs & enrollment initiatives to address the state's workforce needs. Cannot be used to offset programs closed or reduced since 7/1/2021. Requires interim report to Legislative Management		
8	Provides \$4.5 million one-time for support single mothers at public & tribal colleges, U Mary, & Jamestown. Up to \$250,000 per entity. Used toward costs of on-campus room & board and on-campus day care for children of eligible students. Eligible students include 1. unmarried pregnant students having an unplanned pregnancy 2. Unmarried mothers who experienced	Violates Title IX. Court rulings have already held that schools are not permitted to enact rules related to parental status differently between men and women (mothers and fathers). It likely would be found to violate the Equal Protection clause as well as the Pregnancy Discrimination Act	Consider transfer of program/fund to DHHS if desired.

	<p>an unintended birth while attending the institution 3. Unmarried mother with a child or children less than 4 years old</p> <p>Requires interim report to legislative management</p>	<p>because it treats people different based on their sex, ability to reproduce, and their intention to have a child.</p> <p>Not all campuses have on-campus housing or daycare. Those students would not be able to receive this benefit.</p>	
9	<p>Transfers \$367,000 from System Office operating line to NDSU</p>	<p>Eliminates any carryover that could be used for computer systems or other needs</p>	<p>SBHE opposes. Remove section.</p>
15	<p>Precludes SBHE from submitting state-funded capital project requests for 2025-27</p> <p>Requires institutions to “have possession” of local matching funds before spending any SIIF funds</p> <p>If required match is not fully collected, allows SIIF spending proportional to the amount of matching funds collected</p> <p>SIIF appropriations are cancelled if matching funds not collected by 6/30/2027.</p> <p>Any inflationary costs must be paid by the institution with local funds or the capital building fund</p>		<p>None</p>
16	<p>Requires adequate project management oversight by an institution official or external entity for all legislatively authorized capital projects</p>		<p>None</p>
17	<p>Enables transfer of funds between UND & the UND SOMHS as necessary to allocate funding formula dollars</p>		<p>None</p>

18	Requires a higher education trend report to the Budget Section to include: enrollment, institution reserves, tuition rates, & student financial assistance. Report must include the NDUS' response to these trends to include: new or expanded programs, closed programs and future budget requests.		Request change to reporting to Interim Higher Education Committee.
19	Requires presidential severance agreements be paid from the System Office budget, without providing an appropriation. Requires Emergency Commission & Budget Section approval for presidential severance agreements.	Conflicts with constitutional authority. Virtually eliminates SBHE ability to off-board a president. Could devastate the System Office budget	SBHE opposes. Remove section.
20	Requires SBHE approval/denial of new or expanded academic programs within 30 days of submission	Unnecessary. Most approved in same month submitted. Would prevent exploration of collaboration possibilities, program duplication and financial viability. Conflicts with constitutional authority / responsibility.	SBHE opposes. Remove section. (could provide report to Interim Higher Education Committee)
21	Requires SBHE to disclose institution's financial condition to presidential finalists, including reserves, audit findings, future funding model implications, and CFI. Allows for nondisclosure agreement from finalists		
22	Allows presidents to adopt policies, procedures & directives with input but no authoritative control from faculty or others through shared governance. The Chancellor and SBHE may overturn or amend such decisions.		None
23	Updates Career Builders loan repayment program	NDUS requested. Interim Higher	None

		Education Committee recommended.	
24	Updates Career Builders scholarship program	NDUS requested. Interim Higher Education Committee recommended.	None
25	Updates Career Builders administrative costs	NDUS requested. Interim Higher Education Committee recommended.	None
26	Updates Challenge Grant amounts: \$5 million each to UND & NDSU; \$4 million each to UND SoMHS and NDSU Main Research Center		None
27	Updates Challenge Grant amounts: \$3 million each to BSC, MiSU & NDSCS; \$2 million each to DSU, MaSU & VCSU; and \$1 million each to DCB, LRSC & WSC		None
28	Updates Challenge Grant: If non-research institutions do not use allocations by 1/1/2024, unused funds are reallocated within their "tier".		None
29	Updates workforce development council from workforce education advisory council for education programs to address workforce needs		
30	Requires institutions to provide match dollars from gifts, grants or donations for future capital projects. UND & NDSU match = 30%. All other institutions = 5%.	Interim Higher Education Committee recommendation	
31	Updates funding formula: All CTE credits at 5.0 rather than 3.0/5.0		None
32	Updates funding formula: base rates updated for HB1003 appropriation. NDSU & UND \$72.39; DSU, MaSU, MiSU & VCSU \$102.78; BSC, DCB, LRSC, NDSCS & WSC \$109.30		None
33	Updates funding formula: restores minimum amounts payable at 96%		Consider increase to 98%
34	Allows capital building fund Tier 1 to be used for academic & student housing facilities		None

35	Increases state need's based grant from \$1,100 to \$1,650 per semester or \$733 to \$1,110 per quarter. Total \$3,330 per academic year. 50% increase.	Interim Higher Education Committee recommendation	None
36	Designates the required \$10 million Theodore Roosevelt donation be directed to digitization of TR documents (\$2 million) and the TR Conservation Scholarship endowment (\$8 million)		
37	Allows for carryover of unexpended appropriations through 2025	Included each biennium	None
38	Eliminates UND School of Law Challenge Grant allocation (NDCC 15-10-48.1)	Law will be part of the larger UND allocation	
38	Eliminates restrictions on eligible Challenge Grant projects/programs (NDCC 15-10-53)		
38	Eliminates workforce education advisory council that no longer functions	NDUS request. NDUS works closely with Workforce Development Council. See section 29.	None
39	Allows appropriation transfers from operations to capital assets with SBHE approval	Included each biennium	None
40	Allows SBHE to adjust FTE subject to funds availability and report to OMB	Included each biennium	None
41	Exempts \$600,000 LRSC wind turbine project from match requirements in Section 15		None
42	Allows carryover of unexpended general fund dollars for multiple capital projects approved by the 2019 Legislative Assembly	Projects are in various stages of completion	None
43	Allows for carryover of unexpended federal fiscal recovery fund dollars for projects at UND, DSU, NDSU Research, NDSU, MISU, UND SoMHS, Dakota Digital Academy	Projects are in various stages of completion	Request to add "Twamley Hall" as authorized project for UND's ARPA funds.
44	Freezes tuition rates for ND residents for AY2023-24 & AY2024-25. Provided \$45.6 million general		Remove "and fees" from (1) & (2)

	<p>fund to cover lost tuition needed for the compensation package.</p> <p>Allows 1% annual tuition increases for graduate programs and high-cost undergraduate programs with differentiated tuitions.</p> <p>Tuition frees does not apply to non-resident tuition rates.</p> <p>Rates through tuition reciprocity agreements or state education compacts are not impacted.</p>		
45	Legislative intent that dental hygienist credits moved to the CTE cluster in the funding formula	Increases weighting factor from 3.0 to 5.0	None
46	Emergency clause for increase in state needs-based grant awards (Sect. 35)		Add Sections: 2, 4, 6, 13, 14, 16, 35, 41, 42, 43.

North Dakota University System

Base Budget - Needs-Based	Engrossed HB1003	Adjustments to SBHE Approved Budget Request	Total Funding as adjusted
	General Fund	General Fund	General Fund
2021-23 Needs-Based Budget	\$ 686,328,526	\$0	\$686,328,526
Cost to Continue Salaries	3,033,698	0	3,033,698
State Bond Payments	(2,187,368)	0	(2,187,368)
Funding Formula - SCH Production Changes	(9,275,245)	0	(9,275,245)
Funding Formula -98% Minimum Amount Payable	2,229,749	3,575,806	5,805,555
Legislative Funding Formula Change (CTE/Dental	4,807,380	0	4,807,380
2023-25 Needs-Based Budget	\$ 684,936,740	\$3,575,806	\$ 688,512,546
Investments (Optional Adjustment Requests)	Engrossed HB1003	Adjustments to SBHE Approved Budget	Total Funding as adjusted
Systemwide Projects / Initiatives			
Behavioral Health Initiative (12 FTE's, 1 PTE, 4 interns) - One-time	\$ 3,640,624	\$0	\$ 3,640,624
7.5% inflationary increase on Funding Formula -	0	40,859,847	40,859,847
Systemwide Marketing Program - one-time	0	900,000	900,000
NDUSO - Student Grants			
Maintenance(\$1,784,354 implementation, adds 2 additional programs - One-time; \$273,180 annual cost - Base)	1,827,534	230,000	2,057,534
NDUSO - System Security & Research			
CTS -\$3M Software contract increases; Security Operations Center(\$1M-NDIT charges; \$0.8M - 2-FTE;s & security software licenses in security	4,500,000	300,000	4,800,000
Assistant Vice Chancellor - Research and	0	425,000	425,000
Investments (Optional Adjustment Requests)	\$ 9,968,158	\$ 42,714,847	\$ 52,683,005

