

NDSU WALDRON HALL



Using the
North Dakota
Building Authority

2019 ND Building Authority Legislation

SENATE BILL NO. 2297
(Senators Wardner, Robinson, Sorvaag)
(Representatives Howe, Roers Jones)

AN ACT to provide an appropriation for capital projects of various state departments and institutions; to authorize the industrial commission to issue and sell evidences of indebtedness for capital projects; to provide an exemption; and to declare an emergency.

BE IT ENACTED BY THE LEGISLATIVE ASSEMBLY OF NORTH DAKOTA:

SECTION 1. 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, 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 and other available funds are appropriated to the agencies listed in this section, beginning with the effective date of this Act and ending June 30, 2021, for the following projects:

North Dakota state university Dunbar Hall	\$40,000,000
Valley City state university Communications and Fine Arts Building project	30,000,000
North Dakota state university agriculture products development center	20,000,000
University of North Dakota Gamble Hall project	6,000,000
Dickinson state university Pulver Hall	4,000,000
Total	\$100,000,000

2023 NDBA Bond Payments HB 1014

11 **BE IT ENACTED BY THE LEGISLATIVE ASSEMBLY OF NORTH DAKOTA:**

12 **SECTION 1. APPROPRIATION.** The funds provided in this section, or so much of the funds
 13 as may be necessary, are appropriated out of any moneys in the general fund in the state
 14 treasury, not otherwise appropriated, and from special funds derived from federal funds and
 15 other income, to the industrial commission and agencies under its control for the purpose of
 16 defraying the expenses of the industrial commission and the agencies under its control, for the
 17 biennium beginning July 1, 2023, and ending June 30, 2025, as follows:

18 Subdivision 1.

19 **INDUSTRIAL COMMISSION**

		Adjustments or	
	<u>Base Level</u>	<u>Enhancements</u>	<u>Appropriation</u>
22 Salaries and wages	\$23,698,119	(\$21,226,883)	\$2,471,236
23 Operating expenses	5,119,958	(1,412,940)	3,707,018
24 Capital assets	0	1,250,000	1,250,000

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Sixty-eighth
Legislative Assembly

1 Grants	0	33,623,893	33,623,893
2 Grants - bond payments	<u>22,040,721</u>	<u>97,839,192</u>	<u>119,879,913</u>

2023 Bond Payments HB 1014

1 **SECTION 3. BOND PAYMENTS.** The amount of \$119,879,913 included in subdivision 1 of
2 section 1 of this Act in the grants - bond payments line item **must be paid from the following**
3 **funding sources, during the biennium beginning July 1, 2023, and ending June 30, 2025:**

4	Infrastructure project and program bonds - legacy earnings fund	\$102,620,461
5	North Dakota university system	15,021,771
6	North Dakota university system - energy conservation projects	207,649
7	Department of corrections and rehabilitation	143,375
8	Office of management and budget	283,875
9	Attorney general's office	330,000
10	State historical society	592,375
11	Parks and recreation department	30,950
12	Agriculture research and extension service	242,205
13	Veterans' home	<u>407,252</u>
14	Total	\$119,879,913

POTENTIAL BOND TERMS

	December 2023	September 2024
Issue Date		
Bond Size	\$9,790,000	\$9,485,000
Capitalized Interest	\$734,250	\$355,688
Bond Term	20 years	20 years
Final Payment	12/1/2043	12/1/2044
Net Interest Cost	4.39%	4.43%
Average Debt Service:		
Annual	\$794,825	\$758,100
Biennial	\$1,589,650	\$1,516,200

BOND SIZING

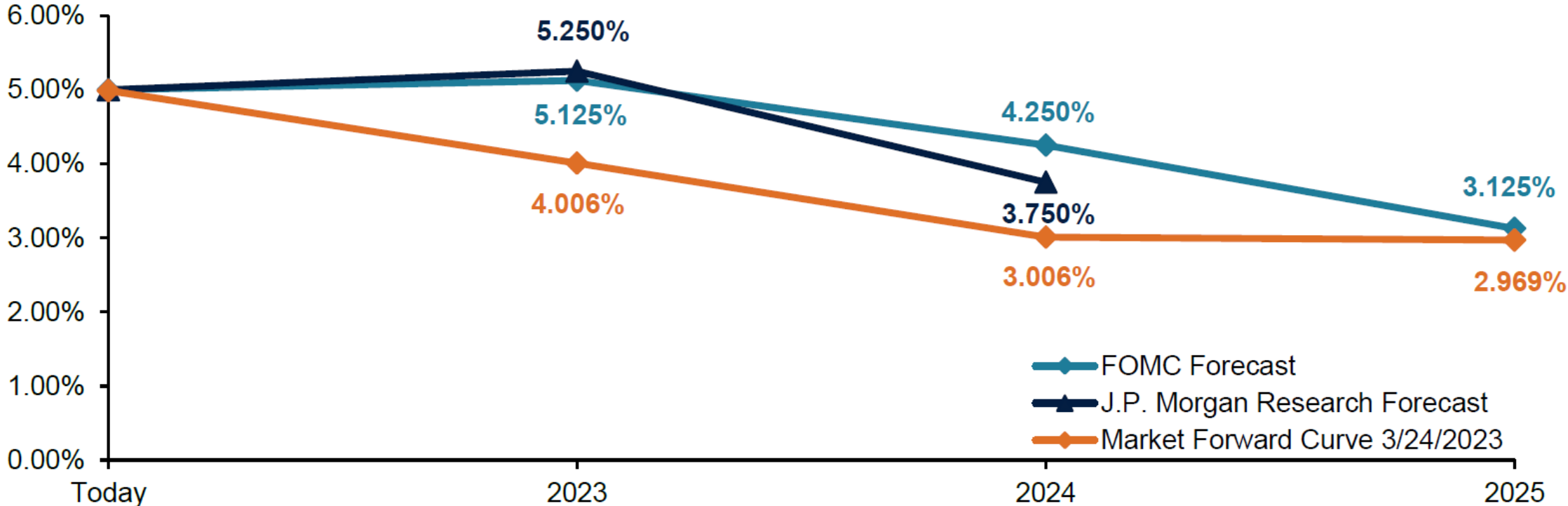
Sources:

Bond Proceeds:	
Par Amount	9,485,000.00
Premium	750,262.30
	<hr/>
	10,235,262.30
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Uses:

Project Fund Deposits:	
Project Fund	9,700,000.00
Other Fund Deposits:	
Capitalized Interest Fund	355,687.50
Delivery Date Expenses:	
Cost of Issuance	100,000.00
Underwriter's Discount	75,880.00
	<hr/>
	175,880.00
Other Uses of Funds:	
Additional Proceeds	3,694.80
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	10,235,262.30
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FOMC Year-End Fed Funds Projections



QUESTIONS?

NORTH
Dakota | Public Finance Authority
Be Legendary.™



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