Sixty-ninth Legislative Assembly of North Dakota

FIRST ENGROSSMENT with Conference Committee Amendments ENGROSSED SENATE BILL NO. 2003

Introduced by

Appropriations Committee

| 1 | A BILL for an Act to provide an appropriation for defraying the expenses of the North Dakota |
|----|---|
| 2 | university system; to create and enact two new sections to chapter 15-10 of the North Dakota |
| 3 | Century Code, relating to presidential searches and the state commissioner of higher education; |
| 4 | to amend and reenact subsection 2 of section 6-09-53, subdivision a of subsection 1 of section |
| 5 | 15-10-17, subdivision c of subsection 1 of section 15-10-48, subdivisions a and c of |
| 6 | subsection 1 of section 15-10-48.2, subdivision c of subsection 1 of section 15-10-49, |
| 7 | subsection 1 of section 15-10-75, subsection 1 of the new section to chapter 15-10, as created |
| 8 | by section 1 of House Bill No. 1437, as approved by the sixty-ninth legislative assembly, |
| 9 | paragraph 3 of subdivision h of subsection 1 of section 15-18.2-02, subsection 2 of section |
| 10 | 15-18.2-03, subsection 1 of section 15-18.2-05, section 15-54.1-04, subsection 2 of section |
| 11 | 15-62.5-03, and section 54-44.1-11 of the North Dakota Century Code, sections 6 and 7 of |
| 12 | chapter 126 of the 2021 Session Laws, sections 7, 8, and 9 of chapter 3 of the 2023 Session |
| 13 | Laws, and subsection 17 of section 1 of chapter 550 of the 2021 Special Session Session |
| 14 | Laws, relating to the powers and duties of the state board of higher education, the economic |
| 15 | diversification research fund, matching grants for the advancement of academics, the workforce |
| 16 | education innovation program, academic tenure policy at institutions of higher education, state |
| 17 | aid for institutions of higher education, university system capital building funds, the scholars |
| 18 | program, the cancellation of unexpended appropriations, transfers from the Bank of North |
| 19 | Dakota to the skilled workforce loan repayment program fund and the skilled workforce |
| 20 | scholarship fund, transfers from the Bank of North Dakota to the skilled workforce loan |
| 21 | repayment program fund, the skilled workforce scholarship fund, and to the state board of |
| 22 | higher education for dual-credit tuition scholarships, and funding for hyperbaric oxygen therapy; |
| 23 | to repeal section 15-10-74 of the North Dakota Century Code, relating to the naming of the |

- 1 Bismarck state college polytechnic center; to authorize the state board of higher education to
- 2 issue and sell bonds for capital projects; to provide for a transfer; to provide for the conveyance
- 3 of real property; to provide for a legislative management higher education funding review
- 4 committee; to provide for a legislative management study; to provide for a report; to provide
- 5 legislative intent; to provide an exemption; 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 other funds derived from special funds and federal funds, 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 higher education and the entities and institutions under the supervision of the board, for the period beginning with the effective date of this Act, and ending June 30, 2027, as follows:

Subdivision 1.

6

7

8

9

10

11

12

13

14

15

16

NORTH DAKOTA UNIVERSITY SYSTEM

Adjustments or

| 10 | | | / tajaotimonto oi | |
|----|---------------------------------------|--------------|---------------------|----------------------|
| 17 | | Base Level | <u>Enhancements</u> | <u>Appropriation</u> |
| 18 | Capital assets - bond payments | \$11,197,896 | (\$936,521) | \$10,261,375 |
| 19 | Competitive research programs | 5,685,750 | 0 | 5,685,750 |
| 20 | System governance | 10,569,162 | 1,181,064 | 11,750,226 |
| 21 | State employee child care benefits | 0 | 910,000 | 910,000 |
| 22 | Core technology services | 71,988,917 | 6,518,417 | 78,507,334 |
| 23 | Student financial assistance grants | 29,917,306 | 1,000,000 | 30,917,306 |
| 24 | Supplemental student financial | 0 | 5,000,000 | 5,000,000 |
| 25 | assistance grants | | | |
| 26 | Professional student exchange program | 3,699,342 | 1,500,000 | 5,199,342 |
| 27 | Academic and CTE scholarships | 17,216,749 | 0 | 17,216,749 |
| 28 | Scholars program | 1,807,115 | 0 | 1,807,115 |
| 29 | Native American scholarship | 1,000,000 | 0 | 1,000,000 |
| 30 | Tribally controlled community | 1,400,000 | 200,000 | 1,600,000 |
| | | | | |

| 1 | college grants | | | |
|----|---------------------------------------|------------------|---------------------|----------------------|
| 2 | Education incentive programs | 260,000 | 0 | 260,000 |
| 3 | Student mental health | 284,400 | 0 | 284,400 |
| 4 | Veterans' assistance grants | 454,875 | 0 | 454,875 |
| 5 | Shared campus services | 800,000 | 0 | 800,000 |
| 6 | Nursing education consortium | 1,356,000 | 1,100,000 | 2,456,000 |
| 7 | NASA EPSCoR | 342,000 | 0 | 342,000 |
| 8 | Education challenge fund | 0 | 24,760,000 | 24,760,000 |
| 9 | Workforce education innovation grants | 0 | 10,000,000 | 10,000,000 |
| 10 | Dual-credit tuition scholarship | <u>1,500,000</u> | <u>0</u> | <u>1,500,000</u> |
| 11 | Total all funds | \$159,479,512 | \$51,232,960 | \$210,712,472 |
| 12 | Less other funds | 26,260,897 | <u>36,885,852</u> | 63,146,749 |
| 13 | Total general fund | \$133,218,615 | \$14,347,108 | \$147,565,723 |
| 14 | Full-time equivalent positions | 162.83 | 6.00 | 168.83 |
| 15 | Subdivision 2. | | | |
| 16 | BISMA | RCK STATE COL | LEGE | |
| 17 | | | Adjustments or | |
| 18 | | Base Level | Enhancements | <u>Appropriation</u> |
| 19 | Operations | \$110,026,302 | \$5,165,031 | \$115,191,333 |
| 20 | Capital assets | <u>1,922,561</u> | 2,200,000 | <u>4,122,561</u> |
| 21 | Total all funds | \$111,948,863 | \$7,365,031 | \$119,313,894 |
| 22 | Less other funds | 74,566,953 | <u>5,251,570</u> | <u>79,818,523</u> |
| 23 | Total general fund | \$37,381,910 | \$2,113,461 | \$39,495,371 |
| 24 | Full-time equivalent positions | 335.33 | 2.92 | 338.25 |
| 25 | Subdivision 3. | | | |
| 26 | LAKE RI | EGION STATE CO | DLLEGE | |
| 27 | | | Adjustments or | |
| 28 | | Base Level | Enhancements | <u>Appropriation</u> |
| 29 | Operations | \$41,913,733 | \$2,418,065 | \$44,331,798 |
| 30 | Capital assets | <u>362,667</u> | <u>2,500,000</u> | <u>2,862,667</u> |
| 31 | | | | |

Sixty-ninth Legislative Assembly

| 4 | l and other fronts | 00 004 507 | 2 424 474 | 20 020 700 |
|----|---------------------------------|---------------------|---------------------|----------------------|
| 1 | Less other funds | <u>26,601,597</u> | 3,431,171 | 30,032,768 |
| 2 | Total general fund | \$15,674,803 | \$1,486,894 | \$17,161,697 |
| 3 | Full-time equivalent positions | 120.59 | (5.44) | 115.15 |
| 4 | Subdivision 4. | | | |
| 5 | | WILLISTON STATE CO | DLLEGE | |
| 6 | | | Adjustments or | |
| 7 | | Base Level | Enhancements | <u>Appropriation</u> |
| 8 | Operations | \$37,378,349 | \$2,423,802 | \$39,802,151 |
| 9 | Capital assets | <u>1,261,968</u> | <u>0</u> | <u>1,261,968</u> |
| 10 | Total all funds | \$38,640,317 | \$2,423,802 | \$41,064,119 |
| 11 | Less other funds | 25,154,992 | <u>796,812</u> | <u>25,951,804</u> |
| 12 | Total general fund | \$13,485,325 | \$1,626,990 | \$15,112,315 |
| 13 | Full-time equivalent positions | 102.83 | (3.09) | 99.74 |
| 14 | Subdivision 5. | | | |
| 15 | | UNIVERSITY OF NORTH | I DAKOTA | |
| 16 | | | Adjustments or | |
| 17 | | Base Level | <u>Enhancements</u> | <u>Appropriation</u> |
| 18 | Operations | \$967,725,670 | \$56,041,426 | \$1,023,767,096 |
| 19 | Capital assets | 4,411,566 | 124,500,000 | 128,911,566 |
| 20 | Research network | 2,500,000 | <u>0</u> | 2,500,000 |
| 21 | Total all funds | \$974,637,236 | \$180,541,426 | \$1,155,178,662 |
| 22 | Less other funds | 790,481,856 | 169,626,346 | 960,108,202 |
| 23 | Total general fund | \$184,155,380 | \$10,915,080 | \$195,070,460 |
| 24 | Full-time equivalent positions | 2,060.56 | 131.39 | 2,191.95 |
| 25 | Subdivision 6. | | | |
| 26 | UNIVERSITY OF NORTH | DAKOTA SCHOOL OF M | IEDICINE AND HEAL | TH SCIENCES |
| 27 | | | Adjustments or | |
| 28 | | Base Level | <u>Enhancements</u> | <u>Appropriation</u> |
| 29 | Operations | \$240,396,968 | \$18,815,356 | \$259,212,324 |
| 30 | Healthcare workforce initiative | 10,676,150 | <u>0</u> | 10,676,150 |
| 31 | Total all funds | \$251,073,118 | \$18,815,356 | \$269,888,474 |
| | | | | |

Sixty-ninth Legislative Assembly

| 1 | Less other funds | <u>168,241,842</u> | <u>5,776,474</u> | <u>174,018,316</u> |
|----|--------------------------------|----------------------|---------------------|----------------------|
| 2 | Total general fund | \$82,831,276 | \$13,038,882 | \$95,870,158 |
| 3 | Full-time equivalent positions | 488.83 | 40.23 | 529.06 |
| 4 | Subdivision 7. | | | |
| 5 | N | ORTH DAKOTA STATE U | NIVERSITY | |
| 6 | | | Adjustments or | |
| 7 | | Base Level | <u>Enhancements</u> | <u>Appropriation</u> |
| 8 | Operations | \$807,365,091 | \$45,414,240 | \$852,779,331 |
| 9 | Capital assets | 7,799,104 | 125,000,000 | 132,799,104 |
| 10 | Research network | <u>2,500,000</u> | <u>0</u> | 2,500,000 |
| 11 | Total all funds | \$817,664,195 | \$170,414,240 | \$988,078,435 |
| 12 | Less other funds | 653,917,430 | <u>163,772,791</u> | 817,690,221 |
| 13 | Total general fund | \$163,746,765 | \$6,641,449 | \$170,388,214 |
| 14 | Full-time equivalent positions | 1,867.50 | (61.54) | 1,805.96 |
| 15 | Subdivision 8. | | | |
| 16 | NORTH | I DAKOTA STATE COLLE | GE OF SCIENCE | |
| 17 | | | Adjustments or | |
| 18 | | Base Level | <u>Enhancements</u> | <u>Appropriation</u> |
| 19 | Operations | \$102,490,255 | \$8,221,477 | \$110,711,732 |
| 20 | Capital assets | <u>1,012,379</u> | <u>65,000</u> | <u>1,077,379</u> |
| 21 | Total all funds | \$103,502,634 | \$8,286,477 | \$111,789,111 |
| 22 | Less other funds | 63,645,097 | <u>2,338,578</u> | <u>65,983,675</u> |
| 23 | Total general fund | \$39,857,537 | \$5,947,899 | \$45,805,436 |
| 24 | Full-time equivalent positions | 313.95 | 12.59 | 326.54 |
| 25 | Subdivision 9. | | | |
| 26 | | DICKINSON STATE UNIV | VERSITY | |
| 27 | | | Adjustments or | |
| 28 | | Base Level | <u>Enhancements</u> | <u>Appropriation</u> |
| 29 | Operations | \$56,728,746 | \$3,370,815 | \$60,099,561 |
| 30 | Capital assets | 409,078 | 12,500,000 | 12,909,078 |
| 31 | Total all funds | \$57,137,824 | \$15,870,815 | \$73,008,639 |
| | | | | |

Sixty-ninth Legislative Assembly

| 4 | Lancardo en Essada | 20,007,000 | 40.750.740 | 40 450 545 |
|----|--------------------------------|----------------------|---------------------|----------------------|
| 1 | Less other funds | 32,697,829 | <u>13,758,716</u> | <u>46,456,545</u> |
| 2 | Total general fund | \$24,439,995 | \$2,112,099 | \$26,552,094 |
| 3 | Full-time equivalent positions | 178.00 | (7.20) | 170.80 |
| 4 | Subdivision 10. | | | |
| 5 | | MAYVILLE STATE UNIV | ERSITY | |
| 6 | | | Adjustments or | |
| 7 | | Base Level | Enhancements | <u>Appropriation</u> |
| 8 | Operations | \$56,295,375 | \$2,799,716 | \$59,095,091 |
| 9 | Capital assets | <u>358,992</u> | <u>34,924,814</u> | <u>35,283,806</u> |
| 10 | Total all funds | \$56,654,367 | \$37,724,530 | \$94,378,897 |
| 11 | Less other funds | <u>34,375,971</u> | <u>36,760,335</u> | 71,136,306 |
| 12 | Total general fund | \$22,278,396 | \$964,195 | \$23,242,591 |
| 13 | Full-time equivalent positions | 226.92 | 0.00 | 226.92 |
| 14 | Subdivision 11. | | | |
| 15 | | MINOT STATE UNIVE | RSITY | |
| 16 | | | Adjustments or | |
| 17 | | Base Level | <u>Enhancements</u> | <u>Appropriation</u> |
| 18 | Operations | \$116,510,048 | \$4,701,181 | \$121,211,229 |
| 19 | Capital assets | 1,099,620 | <u>27,867,000</u> | 28,966,620 |
| 20 | Total all funds | \$117,609,668 | \$32,568,181 | \$150,177,849 |
| 21 | Less other funds | 68,644,425 | 22,339,213 | 90,983,638 |
| 22 | Total general fund | \$48,965,243 | \$10,228,968 | \$59,194,211 |
| 23 | Full-time equivalent positions | 423.63 | (2.47) | 421.16 |
| 24 | Subdivision 12. | | | |
| 25 | | VALLEY CITY STATE UN | IVERSITY | |
| 26 | | | Adjustments or | |
| 27 | | Base Level | <u>Enhancements</u> | <u>Appropriation</u> |
| 28 | Operations | \$56,008,906 | \$1,499,518 | \$57,508,424 |
| 29 | Capital assets | <u>455,823</u> | <u>0</u> | <u>455,823</u> |
| 30 | Total all funds | \$56,464,729 | \$1,499,518 | \$57,964,247 |
| 31 | Less other funds | <u> 28,111,916</u> | <u>1,421,115</u> | 29,533,031 |
| | | | | |

| 1 | Total general fund | \$28,352,813 | \$78,403 | \$28,431,216 |
|----|--------------------------------|-------------------------|-----------------------|----------------------|
| 2 | Full-time equivalent positions | 211.94 | 5.50 | 217.44 |
| 3 | Subdivision 13. | | | |
| 4 | DAK | OTA COLLEGE AT BOT | TINEAU | |
| 5 | | | Adjustments or | |
| 6 | | Base Level | <u>Enhancements</u> | <u>Appropriation</u> |
| 7 | Operations | \$26,229,141 | \$1,249,697 | \$27,478,838 |
| 8 | Capital assets | <u>114,007</u> | 500,000 | 614,007 |
| 9 | Total all funds | \$26,343,148 | \$1,749,697 | \$28,092,845 |
| 10 | Less other funds | 14,900,270 | <u>555,764</u> | <u>15,456,034</u> |
| 11 | Total general fund | \$11,442,878 | \$1,193,933 | \$12,636,811 |
| 12 | Full-time equivalent positions | 84.00 | 3.85 | 87.85 |
| 13 | Subdivision 14. | | | |
| 14 | NOR | TH DAKOTA FOREST S | SERVICE | |
| 15 | | | Adjustments or | |
| 16 | | Base Level | <u>Enhancements</u> | <u>Appropriation</u> |
| 17 | Operations | \$24,874,803 | \$1,942,413 | \$26,817,216 |
| 18 | Capital assets | <u>118,728</u> | <u>0</u> | <u>118,728</u> |
| 19 | Total all funds | \$24,993,531 | \$1,942,413 | \$26,935,944 |
| 20 | Less other funds | <u>19,141,941</u> | <u>1,399,079</u> | 20,541,020 |
| 21 | Total general fund | \$5,851,590 | \$543,334 | \$6,394,924 |
| 22 | Full-time equivalent positions | 29.00 | 7.00 | 36.00 |
| 23 | Subdivision 15. | | | |
| 24 | | TOTAL - SECTION 1 | 1 | |
| 25 | | | Adjustments or | |
| 26 | | Base Level | Enhancements | <u>Appropriation</u> |
| 27 | Grand total all funds | \$2,838,425,542 | \$535,352,511 | \$3,373,778,053 |
| 28 | Grand total other funds | <u>2,026,743,016</u> | <u>464,113,816</u> | 2,490,856,832 |
| 29 | Grand total general fund | \$811,682,526 | \$71,238,695 | \$882,921,221 |
| 30 | SECTION 2. ONE-TIME FUN | DING - EFFECT ON BA | SE BUDGET - REP | ORT TO THE |
| 31 | SEVENTIETH LEGISLATIVE ASS | SEMBLY. The following a | amounts reflect the c | one-time funding |

29

30

31

- 1 items included in the appropriation in section 1 of this Act which are not included in the entity's
- 2 base budget for the 2027-29 biennium and which the entity shall report to the appropriations
- 3 committees of the seventieth legislative assembly regarding the use of this funding:

| 4 | One-Time Funding Description | General Fund | Other Funds | <u>Total Funds</u> |
|----|--|--------------|----------------|--------------------|
| 5 | Capital projects - general fund | \$9,635,000 | \$0 | \$9,635,000 |
| 6 | Capital projects - strategic investment | 0 | 101,196,814 | 101,196,814 |
| 7 | and improvements fund | | | |
| 8 | Capital projects - other funds | 0 | 219,225,000 | 219,225,000 |
| 9 | Williston state college health care | 1,490,000 | 0 | 1,490,000 |
| 10 | program startup costs | | | |
| 11 | University of North Dakota national | 0 | 16,000,000 | 16,000,000 |
| 12 | security crossroads | | | |
| 13 | North Dakota state university new | 0 | 16,000,000 | 16,000,000 |
| 14 | horizon programming | | | |
| 15 | State college of science lease payments | 1,300,000 | 0 | 1,300,000 |
| 16 | and aviation maintenance program | | | |
| 17 | Mayville state university nursing simulation | on 500,000 | 0 | 500,000 |
| 18 | laboratory | | | |
| 19 | Minot state university advancing students | 500,000 | 0 | 500,000 |
| 20 | toward education and employment | | | |
| 21 | Dual-credit scholarships | 0 | 1,500,000 | 1,500,000 |
| 22 | Challenge grants | 0 | 24,760,000 | 24,760,000 |
| 23 | Nursing education consortium | 0 | 1,100,000 | 1,100,000 |
| 24 | Financial aid system enhancements | 25,000 | 0 | 25,000 |
| 25 | Workforce education innovation grants | 0 | 10,000,000 | 10,000,000 |
| 26 | Forest service emerald ash borer mitigation | on <u>0</u> | <u>950,000</u> | 950,000 |
| 27 | Total | \$13,450,000 | \$390,731,814 | \$404,181,814 |

SECTION 3. 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

- 1 board of higher education and the institutions and entities under the control of the state board of
- 2 higher education, are appropriated to the board and those institutions and entities, for the
- 3 biennium beginning July 1, 2025, and ending June 30, 2027. All additional funds received under
- 4 the North Dakota-Minnesota reciprocity agreement during the biennium beginning July 1, 2025,
- 5 and ending June 30, 2027, are appropriated to the state board of higher education for
- 6 reimbursement to institutions under the control of the board.

7 SECTION 4. USE OF EXTRAORDINARY REPAIRS FUNDING - MATCHING FUNDS. The

- 8 capital assets line items in subdivisions 2 through 12 of section 1 of this Act include funding
- 9 from the general fund for institution extraordinary repairs. An institution, excluding the university
- of North Dakota and North Dakota state university, shall provide one dollar of matching funds
- 11 from operations or other sources for each one dollar of extraordinary repairs funding used for a
- 12 project. The university of North Dakota and North Dakota state university shall provide two
- 13 dollars of matching funds from operations or other sources for each one dollar of extraordinary
- 14 repairs funding used for a project.

15 SECTION 5. OTHER FUNDS - STRATEGIC INVESTMENT AND IMPROVEMENTS FUND.

- 16 The grand total other funds line item in subdivision 15 of section 1 of this Act includes
- 17 \$170,006,814 from the strategic investment and improvements fund as follows:

| 18 Challenge grants \$24,760 | 0,000 |
|------------------------------|-------|
|------------------------------|-------|

- 19 Nursing education consortium 1,100,000
- 20 Workforce education innovation grants 10,000,000
- 21 Forest service emerald ash borer mitigation 950,000
- 22 Lake Region state college roof project 2,500,000
- 23 University of North Dakota science, technology, engineering, and 55,640,000
- 24 mathematics building

31

- 25 University of North Dakota national security crossroads 16,000,000
- 26 North Dakota state university new horizon programming 16,000,000
- 27 Mayville state university old main renovation 34,924,814
- 28 Minot state university academic facilities projects 8,132,000
- 29 Total strategic investment and improvements fund \$170,006.814
- 30 SECTION 6. OTHER FUNDS COMMUNITY HEALTH TRUST FUND UNIVERSITY OF
 - NORTH DAKOTA SCHOOL OF MEDICINE AND HEALTH SCIENCES ALLIED HEALTH

1 FACILITY. The other funds line item in subdivision 5 of section 1 of this Act includes \$5,000,000 2 from the community health trust fund for the university of North Dakota school of medicine and 3 health sciences allied health facility project. 4 SECTION 7. TRANSFER - NORTH DAKOTA UNIVERSITY SYSTEM OFFICE -5 BISMARCK STATE COLLEGE. Of the funding appropriated in the system governance and 6 core technology services line items in subdivision 1 of section 1 of this Act, the state board of 7 higher education shall transfer \$500,000 to the operations line item in subdivision 2 of section 1 8 of this Act by August 1, 2025. The North Dakota university system office may not assess 9 institutions under the control of the state board of higher education to recover the cost of this 10 transfer. 11 SECTION 8. TRANSFER - NORTH DAKOTA UNIVERSITY SYSTEM OFFICE - LAKE 12 **REGION STATE COLLEGE.** Of the funding appropriated in the system governance and core 13 technology services line items in subdivision 1 of section 1 of this Act, the state board of higher 14 education shall transfer \$342,000 to the operations line item in subdivision 3 of section 1 of this 15 Act by August 1, 2025. The North Dakota university system office may not assess institutions 16 under the control of the state board of higher education to recover the cost of this transfer. 17 SECTION 9. TRANSFER - BANK OF NORTH DAKOTA PROFITS - STATE BOARD OF 18 HIGHER EDUCATION SCHOLARSHIPS. The industrial commission shall transfer to the North 19 Dakota university system office a total of \$1,500,000 from the current earnings and 20 accumulated undivided profits of the Bank of North Dakota during the biennium beginning 21 July 1, 2025, and ending June 30, 2027, as requested by the commissioner of higher education. 22 The other funds line item in subdivision 1 of section 1 includes \$1,500,000 for the North Dakota 23 university system office for dual-credit tuition scholarships. 24 SECTION 10. TRANSFER - STRATEGIC INVESTMENT AND IMPROVEMENTS FUND -25 UNIVERSITY SYSTEM CAPITAL BUILDING FUND. The office of management and budget 26 shall transfer \$26,500,000 from the strategic investment and improvements fund to the 27 university system capital building fund during the period beginning with the effective date of this 28 Act, and ending June 30, 2027, as requested by the commissioner of higher education. Funding 29 transferred pursuant to this section is to be allocated to each institution as follows: 30 Tier II Tier III **Total** 31 \$770,505 \$700,000 \$1,470,505 Bismarck state college

| 1 | Lake Region state college | 233,263 | 700,000 | 933,263 |
|----|---|------------------------|--------------------------|----------------------|
| 2 | Williston state college | 322,154 | 700,000 | 1,022,154 |
| 3 | University of North Dakota | 5,354,139 | 2,600,000 | 7,954,139 |
| 4 | North Dakota state university | 4,695,895 | 2,600,000 | 7,295,895 |
| 5 | North Dakota state college of science | 1,214,738 | 700,000 | 1,914,738 |
| 6 | Dickinson state university | 516,884 | 700,000 | 1,216,884 |
| 7 | Mayville state university | 332,070 | 700,000 | 1,032,070 |
| 8 | Minot state university | 906,412 | 700,000 | 1,606,412 |
| 9 | Valley City state university | 452,403 | 700,000 | 1,152,403 |
| 10 | Dakota college at Bottineau | <u>201,537</u> | 700,000 | 901,537 |
| 11 | Total | \$15,000,000 | \$11,500,000 | \$26,500,000 |
| 12 | SECTION 11. CAPITAL BUILDING | FUNDS - USES. Th | ne institutions listed i | may use funding |
| 13 | from the respective institution's universit | ty system capital bui | ilding fund allocation | for the |
| 14 | following projects authorized by the sixty | y-ninth legislative as | sembly: | |
| 15 | Bismarck state college - student housing | g | | \$2,200,000 |
| 16 | University of North Dakota - science, ted | chnology, engineerir | ng, and | 79,500,000 |
| 17 | mathematics building | | | |
| 18 | University of North Dakota - allied health facility 45,000,0 | | | 45,000,000 |
| 19 | Dickinson state university - Woods hall and agriculture and technical 12,500,00 | | | 12,500,000 |
| 20 | education building projects | | | |
| 21 | North Dakota state university - university | y village replacemer | nt phase II | 54,000,000 |
| 22 | North Dakota state university - Van Es b | oiosafety laboratory | | 8,000,000 |
| 23 | Minot state university - regional health s | ciences institute | | 13,000,000 |
| 24 | Total | | | \$214,200,000 |
| 25 | SECTION 12. CAMPUS CAPITAL F | PROJECTS - PROJ | ECT MANAGEMEN | T. During the |
| 26 | biennium beginning July 1, 2025, and er | nding June 30, 2027 | , each capital projec | ct authorized by |
| 27 | the state board of higher education mus | t have adequate pro | oject management o | versight by |
| 28 | either an institution official or a represen | tative of an externa | l entity. An institution | may seek |
| 29 | assistance from the university system of | ffice for project man | agement oversight o | of a capital |
| 30 | project. | | | |

| 1 | SECTION 13. BOND ISSUANCE AUTHORIZATION - PURPOSES. The sta | ate board of | |
|----|--|-------------------|--|
| 2 | higher education, in accordance with chapter 15-55, may arrange for the fundin | g of projects | |
| 3 | authorized in this section, declared to be in the public interest, through the issuance of | | |
| 4 | self-liquidating, tax-exempt evidences of indebtedness under chapter 15-55, du | ring the period | |
| 5 | beginning with the effective date of this Act, and ending June 30, 2027. Evidence | es of | |
| 6 | indebtedness issued pursuant to this section are not a general obligation of the | state of North | |
| 7 | Dakota. Any unexpended balance resulting from the proceeds of the evidences | of indebtedness | |
| 8 | must be placed in a sinking fund to be used for the retirement of indebtedness. | The evidences | |
| 9 | of indebtedness may be issued and the proceeds are appropriated in section 1 | of this Act for | |
| 10 | the following capital projects: | | |
| 11 | North Dakota state university - university village replacement phase II | \$54,000,000 | |
| 12 | North Dakota state university - memorial union renovation and addition and | 50,000,000 | |
| 13 | related demolition of other facilities | | |
| 14 | Dickinson state university - Woods hall, agriculture and technical education | 12,500,000 | |
| 15 | building, and rodeo arena projects | | |
| 16 | Minot state university - student center | 3,100,000 | |
| 17 | Total special funds | \$119,600,000 | |
| 18 | SECTION 14. NORTH DAKOTA STATE COLLEGE OF SCIENCE - ENHA | NCED LEASE | |
| 19 | PAYMENTS. The appropriation in subdivision 8 of section 1 of this Act includes | \$800,000 for | |
| 20 | enhanced lease payments for deferred maintenance and extraordinary repairs t | or a facility in | |
| 21 | Fargo. The enhanced lease payments must be made pursuant to an agreement | t with the lessor | |
| 22 | that includes the repayment of the enhanced lease payments if the property is I | eased to another | |
| 23 | party or conveyed prior to June 30, 2035. | | |
| 24 | SECTION 15. AMENDMENT. Subsection 2 of section 6-09-53 of the North | Dakota Century | |
| 25 | Code is amended and reenacted as follows: | | |
| 26 | 2. In consultation with representatives of North Dakota state university at | nd the university | |
| 27 | of North Dakota, the Bank, in consultation with the state board of high | er education, | |
| 28 | shall award grants to institutions under the control of the state board of | f higher | |
| 29 | education. The sum of five million dollars must be awarded The bank r | nust award_ | |
| 30 | ninety percent of the funds available each biennium to North Dakota s | tate university | |
| 31 | and the university of North Dakota with equal amounts awarded to each | ch institution. | |

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

The remaining funding must be awarded to the other institutions under the control of the state board of higher education, as determined by the board. The state board of higher education may not award more than fifty percent of the available funding during the first year of the biennium. The Bank of North Dakota shall distribute the grant funding as awarded by the state board of higher education.

SECTION 16. AMENDMENT. Subdivision a of subsection 1 of section 15-10-17 of the North Dakota Century Code is amended and reenacted as follows:

a. AppointSubject to section 24 of this Act, appoint and remove the president or other faculty head, and the professors, instructors, teachers, officers, and other employees of the several institutions under the board's control, fix the salaries for those positions within the limits of legislative appropriations; and fix the terms of office and prescribe the duties of the positions.

SECTION 17. AMENDMENT. Subdivision c of subsection 1 of section 15-10-48 of the North Dakota Century Code is amended and reenacted as follows:

c. The board may award up to two million seven hundred thousand three million two hundred forty-five thousand dollars in matching grants each to the university of North Dakota and North Dakota state university; and up to two million two hundred thousand million six hundred forty-five thousand dollars in matching grants to the university of North Dakota school of medicine and health sciences. Of the amount available to the university of North Dakota, two hundred fifty thousand dollars must be awarded for projects dedicated to projects at the school of law.

SECTION 18. AMENDMENT. Subdivision a of subsection 1 of section 15-10-48.2 of the North Dakota Century Code is amended and reenacted as follows:

a. Subject to legislative appropriations, each biennium the state board of higher education shall award one dollar in matching grants for every two dollars raised by the institutional foundation of North Dakota state university for projects dedicated exclusively to agricultural research and extension at the agricultural experiment station. Notwithstanding section 15-10-53, awards under this section may be used for endowments, <u>academic scholarships</u>, operations, facility repair projects, and new capital construction projects.

1 SECTION 19. AMENDMENT. Subdivision c of subsection 1 of section 15-10-48.2 of the 2 North Dakota Century Code is amended and reenacted as follows: 3 The board may award up to two million two hundred thousand two million six 4 hundred forty-five thousand dollars in matching grants under this section. 5 SECTION 20. AMENDMENT. Subdivision c of subsection 1 of section 15-10-49 of the North 6 Dakota Century Code is amended and reenacted as follows: 7 The board may award up to: 8 One million seven hundred thousand Two million forty-five thousand dollars 9 each to Bismarck state college, <u>Dickinson state university</u>, Minot state 10 university, and the North Dakota state college of science; 11 One million one hundred thousand One million three hundred twenty 12 thousand dollars each to Dickinson state university, Mayville state university, 13 and Valley City state university; and 14 Six hundred thousand Seven hundred twenty thousand dollars each to 15 Dakota college at Bottineau, Lake Region state college, and Williston state 16 college. 17 SECTION 21. AMENDMENT. Subsection 1 of section 15-10-75 of the North Dakota Century 18 Code is amended and reenacted as follows: 19 The state board of higher education may provide award funds to institutions under its 20 control, excluding the university of North Dakota and North Dakota state university, to 21 create or enhance educational programs that address the workforce needs of North 22 Dakota business and industry. An award made under this section may be used for 23 curriculum development, equipment and technology purchases, facility modifications 24 and equipment installation, hiring and training new and existing instructors, 25 educational program promotion, and enhancement of postsecondary partnerships with 26 primary and secondary schools. An institution may not be awarded more than 27 one million five hundred thousand dollars pursuant to this section during a biennium. 28 The state board of higher education shall establish a committee, guidelines, and 29 application process for administration of the grant program established under this 30 section.

| 1 | SECTION 22. A new section to chapter 15-10 of the North Dakota Century Code is created |
|----|---|
| 2 | and enacted as follows: |
| 3 | Presidential searches. |
| 4 | The state board of higher education is responsible for appointment of presidents at |
| 5 | institutions under the control of the board. Upon notification that the position of an institution |
| 6 | president will become vacant, the state board of higher education may authorize a search |
| 7 | committee to conduct a search for a new president. The state board of higher education may |
| 8 | retain the services of a consultant, determined and selected by the search committee, to assist |
| 9 | the search committee. |
| 10 | SECTION 23. A new section to chapter 15-10 of the North Dakota Century Code is created |
| 11 | and enacted as follows: |
| 12 | State commissioner of higher education - Contract terms - Institution position. |
| 13 | The state board of higher education may enter into a personnel contract with the state |
| 14 | commissioner of higher education. The personnel contract may provide for the commissioner to |
| 15 | become a faculty or staff member at an institution under the control of the state board of higher |
| 16 | education when the contract term is complete. The salaries and wages of a person who |
| 17 | becomes a faculty or staff member pursuant to this section must be paid from the appropriation |
| 18 | to the North Dakota university system office. The North Dakota university system office may not |
| 19 | assess institutions under the control of the state board of higher education to recover the cost of |
| 20 | the salaries and wages paid pursuant to this section. |
| 21 | SECTION 24. AMENDMENT. Subsection 1 of the new section to chapter 15-10 of the North |
| 22 | Dakota Century Code, as created by section 1 of House Bill No. 1437, as approved by the |
| 23 | sixty-ninth legislative assembly, is amended and reenacted as follows: |
| 24 | 1. By July 1, 2026, institutions of higher education under the control of the state board of |
| 25 | higher education offering faculty academic tenure shall develop and adopt a policy for |
| 26 | tenured and tenure-track faculty employed by the institution, which: |
| 27 | a. Defines progression and advancement criteria at each stage of tenure |
| 28 | progression, including criteria for continued post-tenure review. |
| 29 | b. Establishes a procedure for annual evaluation of all nontenure, tenure-track, and |
| 30 | tenured faculty by the president of the institution or the designee of the president |

- Sixty-ninth Legislative Assembly 1 Establishes a procedure for post-tenure evaluations, which must be informed by 2 the annual evaluations under subdivision b and conducted by a committee 3 appointed by the president of the institution or the designee of the president. The 4 first post-tenure evaluation must be completed within three years. Subsequent 5 post-tenure evaluations must be completed at least every five years or more 6 frequently. 7 Provides the composition of a culminating post-tenure evaluation committee must d. 8 include the administrative supervisor of the faculty member being evaluated, at 9 least one ranking administrator, and tenured faculty comprising no less than 10 one-third and no more than one-half of the committee. 11 Defines the outcome of an unsatisfactory review of post-tenured faculty, which e. 12 may be removal from the position. The decision to remove faculty from a position 13 must be made by the employing institution and the state board of higher 14 education. 15 Is approved by the state board of higher education. 16 Provides for a hearing and appeal process for a faculty member aggrieved by the g. 17 policy adopted under this subsection or decision made by the committee under 18 subdivision c.
 - **SECTION 25. AMENDMENT.** Paragraph 3 of subdivision h of subsection 1 of section 15-18.2-02 of the North Dakota Century Code is amended and reenacted as follows:
 - (3) 9.014.0 for professional level credits;

20

21

22

23

24

25

26

27

28

29

30

31

- **SECTION 26. AMENDMENT.** Subsection 2 of section 15-18.2-03 of the North Dakota Century Code is amended and reenacted as follows:
 - 2. If the number of credit-hours completed by an institution would cause a decrease in the credit completion factor for that institution compared to the credit completion factor the institution was entitled to receive during the 2017-19received during the prior biennium, the state board of higher education shall multiply the product determined under section 15-18.2-02 by a credit growth factor of 1.0 for credits in excess of the factor the institution was entitled to receive during the 2017-19received during the prior biennium. Any weighted credit-hours multiplied by a credit growth factor under this section must have a weight of 1.0 under section 15-18.2-02. The state board of higher

| 1 | education shall multiply the remaining weighted credits by the credit completion factor | | | | |
|----|--|--|--|--|--|
| 2 | the institution was entitled to receive during the 2017-19 received during the prior | | | | |
| 3 | biennium. | | | | |
| 4 | SECTION 27. AMENDMENT. Subsection 1 of section 15-18.2-05 of the North Dakota | | | | |
| 5 | Century Code is amended and reenacted as follows: | | | | |
| 6 | 1. Except as provided under subsections 2 and 3, to determine the state aid payment to | | | | |
| 7 | which each institution under its control is entitled, the state board of higher education | | | | |
| 8 | shall multiply the product determined under section 15-18.2-03 by a base amount of: | | | | |
| 9 | a. \$73.15\\$79.57 in the case of North Dakota state university and the university of | | | | |
| 10 | North Dakota; | | | | |
| 11 | b. \$103.76\\$111.55 in the case of Dickinson state university, Mayville state | | | | |
| 12 | university, Minot state university, and Valley City state university; and | | | | |
| 13 | c. \$110.38\$119.91 in the case of Bismarck state college, Dakota college at | | | | |
| 14 | Bottineau, Lake Region state college, North Dakota state college of science, and | | | | |
| 15 | Williston state college. | | | | |
| 16 | SECTION 28. AMENDMENT. Section 15-54.1-04 of the North Dakota Century Code is | | | | |
| 17 | amended and reenacted as follows: | | | | |
| 18 | 15-54.1-04. Tier III capital building funds - Matching requirements. | | | | |
| 19 | The state board of higher education may allocate tier III capital building fund moneys to an | | | | |
| 20 | institution only after the institution, excluding the university of North Dakota and North Dakota | | | | |
| 21 | state university, provides two dollarsone dollar of matching funds from operations or other | | | | |
| 22 | sources for each one dollar from the university system capital building fund for the project. The | | | | |
| 23 | state board of higher education may allocate tier III capital building fund moneys to the | | | | |
| 24 | university of North Dakota and North Dakota state university only after the institution provides | | | | |
| 25 | two dollars of matching funds from operations or other sources for each one dollar from the | | | | |
| 26 | university system capital building fund for the project. An institution may not use tier I | | | | |
| 27 | extraordinary repairs funding, tier II capital building fund moneys, or state funding appropriated | | | | |
| 28 | for a specific capital project as matching funds under this section. | | | | |
| 29 | SECTION 29. AMENDMENT. Subsection 2 of section 15-62.5-03 of the North Dakota | | | | |
| 30 | Century Code is amended and reenacted as follows: | | | | |

- If two or more applicants have the same scores as determined in subsection 1, they
 must be ranked by the numeric sum of their four scale scores on the ACT or
 equivalent scores. If a nationally recognized standardized test approved by the state
 board of higher education does not calculate scale scores, the equivalent will be zero.
- **SECTION 30. AMENDMENT.** Section 54-44.1-11 of the North Dakota Century Code is amended and reenacted as follows:

54-44.1-11. Office of management and budget to cancel unexpended appropriations - When they may continue. (Effective through July 31, 20252027)

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:

- 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.

- 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, 20252027) 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. 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:

- 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 31. AMENDMENT.** Section 6 of chapter 126 of the 2021 Session Laws is 29 amended and reenacted as follows:

30 SECTION 6. TRANSFER - BANK OF NORTH DAKOTA - SKILLED
31 WORKFORCE STUDENT LOAN REPAYMENT PROGRAM FUND. The Bank of

| 1 | North Dakota shall transfer the sum of \$2,250,000, or so much of the sum as may be |
|----|---|
| 2 | necessary, from the Bank's current earnings and undivided profits to the skilled |
| 3 | workforce student loan repayment fund during the biennium period beginning July 1, |
| 4 | 2021, and ending June 30, 2023 <u>2027</u> . |
| 5 | SECTION 32. AMENDMENT. Section 7 of chapter 126 of the 2021 Session Laws is |
| 6 | amended and reenacted as follows: |
| 7 | SECTION 7. TRANSFER - BANK OF NORTH DAKOTA - SKILLED |
| 8 | WORKFORCE SCHOLARSHIP FUND. The Bank of North Dakota shall transfer the |
| 9 | sum of \$2,250,000, or so much of the sum as may be necessary, from the Bank's |
| 10 | current earnings and undivided profits to the skilled workforce scholarship fund during |
| 11 | the bienniumperiod beginning July 1, 2021, and ending June 30, 2023 2027. |
| 12 | SECTION 33. AMENDMENT. Section 7 of chapter 3 of the 2023 Session Laws is amended |
| 13 | and reenacted as follows: |
| 14 | SECTION 7. TRANSFER - BANK OF NORTH DAKOTA PROFITS - STATE |
| 15 | BOARD OF HIGHER EDUCATION SCHOLARSHIPS. The industrial commission |
| 16 | shall transfer to the North Dakota university system a total of \$1,500,000 from the |
| 17 | current earnings and accumulated undivided profits of the Bank of North Dakota |
| 18 | during the bienniumperiod beginning July 1, 2023, and ending June 30, 2025 2027, as |
| 19 | requested by the commissioner of higher education. The estimated income line item in |
| 20 | subdivision 1 of section 1 includes \$1,500,000 for the North Dakota university system |
| 21 | office for dual-credit tuition scholarships. |
| 22 | SECTION 34. AMENDMENT. Section 8 of chapter 3 of the 2023 Session Laws is amended |
| 23 | and reenacted as follows: |
| 24 | SECTION 8. TRANSFER - BANK OF NORTH DAKOTA PROFITS - SKILLED |
| 25 | WORKFORCE STUDENT LOAN REPAYMENT PROGRAM FUND. The industrial |
| 26 | commission shall transfer the sum of \$3,400,000 from the current earnings and |
| 27 | accumulated undivided profits of the Bank of North Dakota to the skilled workforce |
| 28 | student loan repayment program fund during the bienniumperiod beginning July 1, |
| 29 | 2023, and ending June 30, 2025 2027. |
| 30 | SECTION 35. AMENDMENT. Section 9 of chapter 3 of the 2023 Session Laws is amended |
| 31 | and reenacted as follows: |

| 1 | SECTION 9. TRANSFER - BANK OF NORTH DAKOTA PROFITS - SKILLED | | | | |
|----|--|--|--|--|--|
| 2 | WORKFORCE SCHOLARSHIP FUND. The industrial commission shall transfer the | | | | |
| 3 | sum of \$3,400,000 from the current earnings and accumulated undivided profits of the | | | | |
| 4 | Bank of North Dakota to the skilled workforce scholarship fund during the | | | | |
| 5 | bienniumperiod beginning July 1, 2023, and ending June 30, 2025 2027. | | | | |
| 6 | SECTION 36. AMENDMENT. Subsection 17 of section 1 of chapter 550 of the 2021 Specia | | | | |
| 7 | Session Session Laws is amended and reenacted as follows: | | | | |
| 8 | 17. There is appropriated from federal funds derived from the state fiscal recovery | | | | |
| 9 | fund, not otherwise appropriated, the sum of \$2,104,121, or so much of the sum | | | | |
| 10 | as may be necessary, to the university of North Dakota school of medicine and | | | | |
| 11 | health sciences for the purpose of purchasing equipment and hiring personnelto | | | | |
| 12 | be granted to health care providers in the state to provide hyperbaric oxygen | | | | |
| 13 | therapy for the period beginning with the effective date of this Act, and ending | | | | |
| 14 | June 30, 2023 <u>2027</u> . | | | | |
| 15 | SECTION 37. REPEAL. Section 15-10-74 of the North Dakota Century Code is repealed. | | | | |
| 16 | SECTION 38. EXEMPTION - TRANSFER AUTHORITY - LEGISLATIVE MANAGEMENT | | | | |
| 17 | REPORT. Notwithstanding section 54-16-04, the office of management and budget shall | | | | |
| 18 | transfer appropriation authority from the operations to the capital assets line items within | | | | |
| 19 | subdivisions 2 through 14 of section 1 of this Act as requested by the state board of higher | | | | |
| 20 | education, for the period beginning with the effective date of this Act, and ending June 30, 2027. | | | | |
| 21 | The board shall report any transfer of funds under this section to the legislative management. | | | | |
| 22 | SECTION 39. EXEMPTION - FULL-TIME EQUIVALENT POSITION ADJUSTMENTS. | | | | |
| 23 | Notwithstanding any other provisions of law, the state board of higher education may adjust | | | | |
| 24 | full-time equivalent positions as needed, subject to the availability of funds, for institutions and | | | | |
| 25 | entities under its control during the biennium beginning July 1, 2025, and ending June 30, 2027 | | | | |
| 26 | The North Dakota university system shall report any adjustments to the office of management | | | | |
| 27 | and budget as part of the submission of the 2027-29 biennium budget request. | | | | |
| 28 | SECTION 40. EXEMPTION - UNEXPENDED APPROPRIATIONS. The following | | | | |
| 29 | appropriations are not subject to the provisions of section 54-44.1-11 and may be continued into | | | | |
| 30 | the biennium beginning July 1, 2025, and ending June 30, 2027: | | | | |

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

- 1. Any amounts remaining from the \$18,160,000 appropriated from the general fund for capital projects inflation and \$411,724,026 appropriated from other funds, including \$209,976,971 appropriated from the strategic investment and improvements fund, for capital projects at institutions under the control of the state board of higher education in section 1 of chapter 3 of the 2023 Session Laws;
 - Any amounts remaining from the \$8,500,000 appropriated from other funds to
 Bismarck state college for the multipurpose academic and athletic center in section 2
 of chapter 638 of the 2023 Special Session Session Laws;
 - 3. Any amounts remaining from the \$1,500,000 appropriated from Bank of North Dakota profits for dual-credit scholarships in section 1 of chapter 3 of the 2023 Session Laws;
 - 4. Any amounts remaining from the funding appropriated from federal funds derived from the state fiscal recovery fund to the state board of higher education and institutions under the control of the state board of higher education in section 1 of chapter 548 and section 1 of chapter 550 of the 2021 Special Session Session Laws and continued into the biennium beginning July 1, 2023, and ending June 30, 2025, in section 42 of chapter 3 of the 2023 Session Laws.

SECTION 41. EXEMPTION - UNEXPENDED APPROPRIATIONS. The following appropriations are not subject to the provisions of section 54-44.1-11 and may be continued into the biennium beginning July 1, 2025, and ending June 30, 2027:

- Any amounts remaining from the funding appropriated for the branch research centers capital projects inflation in subdivision 4 of section 1 of chapter 20 of the 2023 Session Laws, including related revenues.
- Any amounts remaining from the funding appropriated for the northern crops institute feed production center facility upgrade and pellet mill in subdivision 2 of section 1 of chapter 20 of the 2023 Session Laws, including related revenues.
- Any amounts remaining from the funding appropriated for the main research center Waldron hall replacement project in subdivision 4 of section 1 of chapter 20 of the 2023 Session Laws, including related revenues.

SECTION 42. EXEMPTION - SALE OF PROPERTY AUTHORIZED - USE OF PROCEEDS. The state of North Dakota, by and through the state board of higher education, may sell and convey certain real property located at the intersection of sixth avenue north and

27

28

29

30

31

- 1 forty-second street north, in the southeast corner, unplatted parts including the north half of the 2 northwest quarter of the southwest quarter of section 5, township 151 north, range 50, 3 estimated to include 20 acres, in the records of the city of Grand Forks. If any real property 4 authorized to be conveyed under this section is conveyed, the terms of conveyance must be 5 determined jointly by the state board of higher education or a designee of the board and the 6 commissioner of university and school lands. Sections 54-01-05.2 and 54-01-05.5 do not apply 7 to the transfers authorized by this section. Any proceeds from the sale of land pursuant to this 8 section may be used only for deferred maintenance and extraordinary repairs. 9 SECTION 43. EXEMPTION - SALE OF PROPERTY AUTHORIZED - USE OF 10 **PROCEEDS.** The state of North Dakota, by and through the state board of higher education, 11 may sell and convey certain real property located at the intersection of Demers avenue and 12 forty-second street north, in the northwest corner, known as 4201 James Ray drive, the south 13 east corner of lot 1, block 1, estimated to be 2.74 acres, in the records of the city of Grand 14 Forks. If any real property authorized to be conveyed under this section is conveyed, the terms 15 of conveyance must be determined jointly by the state board of higher education or a designee 16 of the board and the commissioner of university and school lands. Sections 54-01-05.2 and 17 54-01-05.5 do not apply to the transfers authorized by this section. Any proceeds from the sale 18 of land pursuant to this section may be used only for deferred maintenance and extraordinary 19 repairs. 20 SECTION 44. UNIVERSITY OF NORTH DAKOTA SCHOOL OF MEDICINE AND HEALTH 21 SCIENCES - UNIVERSITY OF NORTH DAKOTA PHYSICIAN ASSISTANT PROGRAM -22 STUDENT RESIDENCY - REPORT. The university of North Dakota shall develop and 23 implement student recruitment and acceptance strategies to increase the number of resident 24 medical students enrolled in the school of medicine and health sciences and to increase the 25
 - number of resident students enrolled in the physician assistant program, with a goal for eighty-five percent of medical students enrolled at the school of medicine and health sciences and in the physician assistant program to be residents of the state by the fall 2030 semester. The university of North Dakota shall provide an annual report to the legislative management regarding strategies under consideration and implemented to increase resident medical student enrollment in the school of medicine and health sciences and in the physician assistant program, during the biennium beginning July 1, 2025, and ending June 30, 2027.

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

SECTION 45. HIGHER EDUCATION FUNDING REVIEW COMMITTEE - REPORT TO THE LEGISLATIVE MANAGEMENT.

- 1. During the 2025-26 interim, the higher education funding review committee is created and composed of thirteen members as follows:
 - a. Two members of the house of representatives appointed by the majority leader of the house of representatives and one member appointed by the minority leader of the house of representatives;
 - Two members of the senate appointed by the majority leader of the senate and one member appointed by the minority leader of the senate;
 - c. One member of the legislative assembly appointed by the legislative management to serve as the committee chairman;
 - d. Six nonvoting members, including:
 - (1) The university of North Dakota vice president for finance and operations, or a designee of the vice president for finance and operations;
 - (2) The North Dakota state university vice president for finance and administration, or a designee of the vice president for finance and administration;
 - (3) Two representatives from regional four-year universities, including dual-mission institutions, appointed by the state board of higher education; and
 - (4) Two representatives from two-year colleges, including polytechnic institutions, appointed by the state board of higher education.
- 2. The committee shall review funding methods for higher education in the state, including the higher education funding formula, the university system capital building fund, permanent funds distributions, property tax allocations, oil and gas gross production and oil extraction tax revenue allocations, other statutory funds for higher education and research, and other funding appropriated to institutions and entities under the control of the state board of higher education.
- 3. The committee must receive and consider input from representatives of all higher education institutions under the control of the state board of higher education.

| 1 | 4. | The | committee shall report its findings and recommendations to the legislative | | | | |
|----|---|-------|---|--|--|--|--|
| 2 | | mar | nagement by September 1, 2026. | | | | |
| 3 | SECTION 46. LEGISLATIVE MANAGEMENT STUDY - DUAL-CREDIT. During the | | | | | | |
| 4 | 2025-26 interim, the legislative management shall study dual-credit in the state, including which | | | | | | |
| 5 | institutions may offer dual-credit courses, where dual-credit courses may be provided by the | | | | | | |
| 6 | institutions, and state funding provided for dual-credit. The legislative management shall report | | | | | | |
| 7 | its findings and recommendations, together with any legislation required to implement the | | | | | | |
| 8 | recommendations, to the seventieth legislative assembly. | | | | | | |
| 9 | SECTION 47. PRAXIS CORE TESTING PERFORMANCE - LEGISLATIVE | | | | | | |
| 10 | MANAG | SEME | NT REPORT. The legislative management shall request a report during the | | | | |
| 11 | 2025-26 | inter | im from the association of colleges for teacher education regarding a study of the | | | | |
| 12 | praxis core testing performance of student teachers who used grades and exams to | | | | | | |
| 13 | demonstrate reading, writing, and mathematics competencies. | | | | | | |
| 14 | SEC | OITC | N 48. STATE BOARD OF HIGHER EDUCATION STUDY AND REPORT - | | | | |
| 15 | COMMISSIONER OF HIGHER EDUCATION - LEGISLATIVE INTENT - REPORT. | | | | | | |
| 16 | 1. | The | state board of higher education shall study the costs and benefits of a system of | | | | |
| 17 | | high | ner education led by a chancellor compared to a commissioner during the 2025-26 | | | | |
| 18 | | inte | rim. The state board of higher education shall report its findings and | | | | |
| 19 | | reco | ommendations, including any legislation required to implement the | | | | |
| 20 | | reco | ommendations, to the legislative management by May 31, 2026. | | | | |
| 21 | 2. | It is | the intent of the sixty-ninth legislative assembly that: | | | | |
| 22 | | a. | The state board of higher education appoint a state commissioner of higher | | | | |
| 23 | | | education in compliance with chapter 15-10 of the North Dakota Century Code | | | | |
| 24 | | | and subsection 7 of section 6 of article VIII of the Constitution of North Dakota. | | | | |
| 25 | | b. | The state commissioner of higher education be recognized as a position | | | | |
| 26 | | | important to the efficient and effective functioning of the North Dakota university | | | | |
| 27 | | | system. | | | | |
| 28 | | C. | The state board of higher education recognize the importance of hiring an | | | | |
| 29 | | | individual for the position of state commissioner of higher education in an efficient | | | | |
| 30 | | | and timely manner. | | | | |

1 The state board of higher education shall provide a report to the legislative 2 management by October 15, 2025, regarding the hiring process for the state 3 commissioner of higher education position, including detail regarding the cause or 4 reasoning behind any delays in the hiring process. 5 SECTION 49. LEGISLATIVE INTENT - WEIGHTED CREDIT-HOURS - INSTRUCTIONAL 6 PROGRAM CLASSIFICATION FACTORS. It is the intent of the sixty-ninth legislative assembly 7 that wind energy technology and law enforcement courses be transferred to the career and 8 technical education instructional program classification within the higher education funding 9 formula. 10 SECTION 50. LEGISLATIVE INTENT - UNIVERSITY OF NORTH DAKOTA SCHOOL OF 11 MEDICINE AND HEALTH SCIENCES - ALLIED HEALTH FACILITY. It is the intent of the 12 sixty-ninth legislative assembly that an allied health facility expansion be completed at the 13 university of North Dakota school of medicine and health sciences. 14 SECTION 51. LEGISLATIVE INTENT - SEPARATION AGREEMENTS. It is the intent of the 15 sixty-ninth legislative assembly that the state board of higher education not enter into any 16 separation or early retirement agreements, other than approved agreements consistent with the 17 individual's personnel contract and state law, with a cost to the state or the institutions under the 18 control of the state board of higher education during the biennium beginning July 1, 2025, and 19 ending June 30, 2027. 20 SECTION 52. EMERGENCY. The workforce education innovation grants and capital assets 21 line items in section 1 and sections 4, 5, 6, 10, 11, 13, 14, 21, 38, 42, and 43 of this Act are 22 declared to be an emergency measure.