

Legislative Council Department of Public Instruction - Budget No. 201
 Agency Worksheet - House Bill No. 1013

	Armstrong Executive Budget				House Version				House Compared to Executive Budget			
	FTE Positions	General Fund	Other Funds	Total	FTE Positions	General Fund	Other Funds	Total	Increase (Decrease)			Total
									FTE Positions	General Fund	Other Funds	
2025-27 Biennium Base Level	86.25	\$1,728,750,445	\$1,115,246,674	\$2,843,997,119	86.25	\$1,728,750,445	\$1,115,246,674	\$2,843,997,119	0.00	\$0	\$0	\$0
2025-27 Ongoing Funding Changes												
Base payroll changes		\$21	\$25	\$46		\$21	\$25	\$46				\$0
Salary increase		299,641	479,159	778,800		299,641	479,159	778,800				0
Health insurance increase		192,665	353,841	546,506		192,665	353,841	546,506				0
Adds funding to replace the 2023-25 biennium vacant FTE pool		295,820	493,995	789,815		295,820	493,995	789,815				0
Transfers funding for 2025-27 biennium vacant FTE pool				0		(112,870)	(185,199)	(298,069)		(\$112,870)	(\$185,199)	(298,069)
Base budget operating expense reductions, including federal funds (\$66) and special funds related to school food processing (\$452,060)			(452,126)	(452,126)			(452,126)	(452,126)				0
Base budget funding source change from federal to special funds for other grants				0				0				0
Increases funding for information technology rate increases		7,945		7,945		7,945		7,945				0
Increases funding for operating expenses due to an increase in the cost of the school approval and improvement contract		700,000		700,000		4,712,385		4,712,385		4,012,385		4,012,385
Adds funding for operating expenses related to ND FIRST interventions for chronically low-performing schools		1,000,000		1,000,000		1,000,000		1,000,000				0
Increases funding from special funds derived from food processing reimbursements for operating expenses related to increases in the food processing program			2,000,000	2,000,000			2,000,000	2,000,000				0
Adds funding for operating expenses to administer a summer food program		150,000		150,000		150,000		150,000				0
Adds funding from federal funds for operating expenses and other grants related to a federal comprehensive literacy state development grant			28,350,000	28,350,000			28,350,000	28,350,000				0
Adds funding for USDA program				0			2,705,709	2,705,709			2,705,709	2,705,709
Decreases funding for integrated formula payments for savings related to a reduction in the cost to continue		(20,000,000)		(20,000,000)		(20,000,000)		(20,000,000)				0
Adjusts the funding source for integrated formula payments in the base budget from the strategic investment and improvements fund to the general fund		13,993,086	(13,993,086)	0		13,993,086	(13,993,086)	0				0
Adjusts the funding source for integrated formula payments to provide for an increase in funds available from the state tuition fund to provide a total of \$595,677,350 from the fund		(84,817,350)	84,817,350	0		(84,817,350)	84,817,350	0				0
Adjusts the funding source for integrated formula payments from the general fund to the foundation aid stabilization fund to provide a total of \$214 million from the fund		(57,000,000)	57,000,000	0		(57,000,000)	57,000,000	0				0
Increases funding for integrated formula payments to provide increases in the per student payment rate of 2 percent each year of the 2025-27 biennium		91,000,000		91,000,000		91,000,000		91,000,000				0

Decreases funding for integrated formula payments for savings related to removing transition minimum adjustments from the formula		(6,700,000)		(6,700,000)		(6,700,000)		(6,700,000)				0
Decreases funding for integrated formula payments for savings related to adjusting multiplant school district funding provisions		(4,300,000)		(4,300,000)		(4,300,000)		(4,300,000)				0
Decreases funding for free meal program grants		(1,500,000)		(1,500,000)		(1,500,000)		(1,500,000)				0
Adds funding for program grants for adult education integrated education and training grants				0				0				0
Removes funding from special funds, made available from general fund carryover, for the program grant pool and provides funding from carryover and the general fund for certain program grants		536,027		536,027		536,027		536,027				0
Adjusts funding for various base budget program grants				0		(125,000)		(125,000)		(125,000)		(125,000)
Adds funding for various new program grants				0		3,300,000		3,300,000		3,300,000		3,300,000
Increases funding for passthrough grants for teacher mentoring to provide a total of \$3.5 million, of which \$1 million is from the general fund and \$2.5 million is from special funds made available from general fund carryover		2,000,000		2,000,000		1,000,000		1,000,000		(1,000,000)		(1,000,000)
Adjusts funding for various base budget passthrough grants				0		(4,000)		(4,000)			(4,000)	(4,000)
Adds funding for passthrough grants for an educational savings account program		44,250,000		44,250,000				0		(44,250,000)		(44,250,000)
Total ongoing funding changes	0.00	(\$19,892,145)	\$159,049,158	\$139,157,013	0.00	(\$58,067,630)	\$161,565,668	\$103,498,038	0.00	(\$38,175,485)	\$2,516,510	(\$35,658,975)
One-Time Funding Items												
Adds one-time funding from the foundation aid stabilization fund for operating expenses related to ND Native American Essential Understandings contracts and work group costs			\$300,000	\$300,000			\$300,000	\$300,000				\$0
Adds one-time funding from the foundation aid stabilization fund for operating expenses related to the production of a book series regarding the history and culture of indigenous people			650,000	650,000			650,000	650,000				0
Adds one-time funding from the foundation aid stabilization fund for program grants for school board training			1,500,000	1,500,000			1,500,000	1,500,000				0
Adds one-time funding for program grants for Indians into STEM				0				0				0
Adds one-time funding from the foundation aid stabilization fund for program grants related to dyslexia identification training			300,000	300,000			300,000	300,000				0
Adds one-time funding from the foundation aid stabilization fund for program grants for a teacher retention program			2,000,000	2,000,000			2,500,000	2,500,000			\$500,000	500,000
Adds one-time funding from the foundation aid stabilization fund for a passthrough grant for 2 Revolutions teacher training				0				0				0
Adds one-time funding from the foundation aid stabilization fund for a passthrough grant for an Innovation Intermediary program			1,500,000	1,500,000				0			(1,500,000)	(1,500,000)
Adds one-time funding for an Amira reading program grant				0		\$500,000		500,000		\$500,000		500,000
Adds funding for a RoboKind pilot project				0		250,000		250,000		250,000		250,000

Adds one-time funding from the strategic investment and improvements fund for science center grants				0			5,000,000	5,000,000			5,000,000	5,000,000
Adds one-time funding from the strategic investment and improvements fund for passthrough grants for an educational savings account pilot program				0				0				0
Total one-time funding changes	0.00	\$0	\$6,250,000	\$6,250,000	0.00	\$750,000	\$10,250,000	\$11,000,000	0.00	\$750,000	\$4,000,000	\$4,750,000
Total Changes to Base Level Funding	0.00	(\$19,892,145)	\$165,299,158	\$145,407,013	0.00	(\$57,317,630)	\$171,815,668	\$114,498,038	0.00	(\$37,425,485)	\$6,516,510	(\$30,908,975)
2025-27 Total Funding	86.25	\$1,708,858,300	\$1,280,545,832	\$2,989,404,132	86.25	\$1,671,432,815	\$1,287,062,342	\$2,958,495,157	0.00	(\$37,425,485)	\$6,516,510	(\$30,908,975)
<i>Federal funds included in other funds</i>			<i>\$447,999,434</i>				<i>\$450,520,469</i>				<i>\$2,521,035</i>	
<i>Total ongoing changes - Percentage of base level</i>	<i>0.0%</i>	<i>(1.2%)</i>	<i>14.3%</i>	<i>4.9%</i>	<i>0.0%</i>	<i>(3.4%)</i>	<i>14.5%</i>	<i>3.6%</i>	<i>N/A</i>	<i>N/A</i>	<i>N/A</i>	<i>N/A</i>
<i>Total changes - Percentage of base level</i>	<i>0.0%</i>	<i>(1.2%)</i>	<i>14.8%</i>	<i>5.1%</i>	<i>0.0%</i>	<i>(3.3%)</i>	<i>15.4%</i>	<i>4.0%</i>	<i>N/A</i>	<i>N/A</i>	<i>N/A</i>	<i>N/A</i>

Other Sections in Department of Public Instruction - Budget No. 201

Section Description	Armstrong Executive Budget	House Version
New and vacant FTE pool line item		Adds a section to provide for the use of funding in the new and vacant FTE pool line item.
Tuition apportionment		Includes a section to provide that any money available in the state tuition fund in excess of the \$595,677,350 appropriated in Section 1 of the bill is appropriated to DPI for distribution to school districts.
Foundation aid stabilization fund		Includes a section to provide \$219,250,000, included in the other funds line item of Section 1, is provided from the foundation aid stabilization fund for integrated formula payments, various program grants, and a Native American program and textbook.
Strategic investment and improvements fund		Includes a section to provide \$5,000,000, included in the other funds line item of Section 1, is provided from the strategic investment and improvements fund for science center grants.
Payments for 2023-25 biennium special education services		Includes a section to provide that DPI may use money appropriated for integrated formula payments and special education contracts for the 2025-27 biennium to pay claims due during the 2023-25 biennium, but not filed with the department until the 2025-27 biennium. Claims related to the 2023-25 biennium must be filed by June 30, 2026.
Gifted and talented program funding		Includes a section to require DPI use \$800,000 of the 2025-27 legislative appropriation for integrated formula payments for reimbursing school districts or special education units for gifted and talented programs. The department is to encourage cooperative efforts for gifted and talented programs among school districts and special education units.
Medicaid matching funding		Includes a section to provide state school aid payments for special education must be reduced by the amount of matching funds required to be paid by school districts or special education units for students participating in the Medicaid program. Special education funds equal to the amount of the matching funds required to be paid by the school district or special education unit must be paid by DPI to the Department of Health and Human Services on behalf of the school district or unit.
Regional education association grants		Includes a section to provide that DPI use \$700,000 of the 2025-27 legislative appropriation for integrated formula payments to provide annual grants of \$50,000 to each regional education association.
Student meal grants - Distribution		Includes a section to provide the grants - program grants line item includes \$4.5 million for grants to school districts to provide free meals to students in public or nonpublic schools at or below 200 percent of poverty.
Paraprofessional to teacher program grants - Distribution		Includes a section to provide the grants - program grants line item includes \$3 million for grants to institutions of higher education to assist paraprofessionals to become teachers.

Other Sections in Department of Public Instruction - Budget No. 201

Section Description	Armstrong Executive Budget	House Version	
North Dakota Governor's school grants - Distribution		Includes a section to provide the grants - passthrough grants line item includes \$500,000 for North Dakota Governor's schools at NDSU and UND and provides for the distribution of the grants.	
Exemption - Deposits into the department's operating account		Includes a section to provide that, notwithstanding Section 54-44.1-15, DPI may deposit indirect cost recoveries, any money collected by DPI for general educational development fees, and displaced homemakers deposits in its operating account. Section 54-44.1-15 otherwise provides that these funds be deposited in the general fund.	
Exemption - 2023-25 biennium funding exemption and transfer to the Department of Public Instruction operating fund		Adds a section to provide that if, after the Superintendent of Public Instruction complies with all statutory payment obligations imposed for the 2023-25 biennium, any money remains in the integrated formula payments line item, the lesser of \$11,145,000 or the remaining amount must be continued into the 2025-27 biennium and OMB must transfer this amount into the public instruction fund for the purpose of providing program and passthrough grants.	
Exemptions - Unexpended ESSER fund and STARS/SLEDS upgrades appropriations		<p>Adds a section to provide:</p> <p>Funds appropriated to DPI from the ESSER fund during the 2021-23 biennium, and continued into the 2023-25 biennium, are not subject to Section 54-44.1-11 and any unexpended funds may be continued into the 2025-27 biennium.</p> <p>Funds appropriated to DPI for upgrades to the STARS and SLEDS systems during the 2021-23 biennium, and continued into the 2023-25 biennium, are not subject to Section 54-44.1-11 and any unexpended funds may be continued into the 2025-27 biennium. The Department of Public Instruction retained \$5 million for STARS upgrades and transferred \$4.8 million to the Information Technology Department for SLEDS upgrades during the 2023-25 biennium.</p>	
Salary of the Superintendent of Public Instruction		Adds a section to amend Section 15.1-02-02 to increase the Superintendent of Public Instruction's salary. The Superintendent's annual salary would increase from the current level of \$143,668 to \$147,978, effective July 1, 2025, and to \$152,417, effective July 1, 2026, to reflect salary increases of 3 percent each year of the biennium.	