

Date: March 10, 2025

Re: UND SMHS Summary of Budget Requests & other priorities in 2025-27 biennium

Below is the summary of UND SMHS budget requests based on SBHE budget guidelines:

/1	General Fund, funding formula	\$83,024,344	
/1	General Fund, HWI	\$10,676,150	
	<b>General Fund Total</b>		<b>\$93,700,494</b>
/1, 3	Special Fund, One Mill Levy		\$12,125,026
/1, 4	Additional GF Request, SIM-ND	\$2,000,000	
/2, 5	Additional GF Request, MMRC	\$254,976	
	Additional GF Request Total		\$2,254,976
	State Fund Total + Additional Requests		<u>\$108,080,496</u>

- SB2003 Senate Engrossment does not include separate budgets for SIM-ND or MMRC.
- SB2003 Senate Engrossment authorizes UND SMHS to transfer the ownership of HBOT chambers to participating hospitals to mitigate future maintenance and risk.

UND SMHS supports the following budget priorities:

- SB2286 commissions a space study for the Health Profession Collaborative Facility at UND

UND SMHS supports the following SBHE budget priorities:

- Full needs-based budget based on the Higher Ed funding formula
- Commitment to equity pay and retirement benefits
- Adding an inflation factor to the Higher Ed funding formula
- Funding State and Federal mandates, including ADA digital accessibility compliance
- Increase of Challenge Grant Fund
- Increase of Economic Diversification Research Fund (EDRF)
- Nursing Education Consortium
- National Security Crossroads (NDUS-wide)
- High-Performance Computing & Northern Tier Network
- EERC's designation as State Energy Research Center
- State-wide AI initiative
- Native American Repatriation Fund
- Emergency Notification System modernization

#### Footnotes

/1 Presented to OMB (Oct 2024) and Senate Appropriations E&E Division (Jan 2025).

/2 Presented to OMB (Oct 2024).

/3 One mill levy assumes a 6% annual increase.

/4 Operating support for the SIM-ND mobile simulation program, alongside a \$1.3 million grant awarded by the Economic Development Administration (EDA). The goals of SIM-ND include: (1) training the healthcare workforce, (2) strengthening resilience, and (3) supporting economic development, by delivering emergency medical simulation education throughout the state, with a particular focus on the western counties and all Critical Access Hospitals (CAH) in rural areas.

/5 Operating support for the Maternal Mortality Review Committee (MMRC, established based on NDCC 23-51).

Appendix. SBHE Budget Request vs. Executive Recommendation vs Senate Engrossed SB2003

NDUS Institutions Comparison of SBHE General and Special Funds Budget Request Engrossed HB1003	UND SMHS						
	SBHE 2025-27 GF Budget Request	Burgum		Armstrong		Senate Rec. (Engrossed SB2003)	Variance from NDUS Request
		Executive Rec.	Variance from NDUS Request	Executive Rec.	Variance from NDUS Request		
<b>2023-25 Adjusted General Fund Appropriation</b>	80,865,916	80,865,916	-	80,865,916	-	80,865,916	-
Base Adjustments - Funding Formula	8,130,500	8,130,500	-	8,130,500	-	8,130,500	-
IT Rate Adjustment	9,577	9,577	-	9,577	-	-	(9,577)
Employer Retirement Contribution	38,691	38,691	-	38,691	-	38,691	-
Target Market Equity	1,926,669	1,926,669	-	1,926,669	-	1,926,669	-
3% Budget Reduction	(2,408,856)	-	2,408,856	-	2,408,856	-	2,408,856
Restore 3% Budget Reduction	2,408,856	-	(2,408,856)	-	(2,408,856)	-	(2,408,856)
Inflation Factor Increase	2,729,141	-	(2,729,141)	-	(2,729,141)	-	(2,729,141)
<b>2023-25 Adjusted General Fund Appropriation, Net of Base Adjustments</b>	<b>93,700,494</b>	<b>90,971,353</b>	<b>(2,729,141)</b>	<b>90,971,353</b>	<b>(2,729,141)</b>	<b>90,961,776</b>	<b>(2,738,718)</b>
<b>Executive Recommendation Base Increases (Decreases):</b>							
<b>2025-27 Adjustments:</b>							
2023-25 Formula Rate Averaging 75% Adjustment (one-time)	-	4,622,011	4,622,011	3,829,708	3,829,708	-	-
2025-27 Governor Adjustment - Burgum 10% Netted/Armstrong 9% Netted (10%/9% gross adjustment includes IT Rate Adjustment, Employer Retirement Contribution, Target Market Equity, Health Insurance, Remove Minimum Amount Payable, Adjustment for 2-year credits at 4-year Institutions and 4-year credits at 2-year Institutions)	-	1,240,406	1,240,406	1,240,406	1,240,406	-	-
Rate Equalization	-	-	-	-	-	4,683,539	4,683,539
Health Insurance	-	-	-	-	-	-	-
High Performance Computing NTN (one-time)	-	-	-	-	-	-	-
<b>Total Adjustments</b>	<b>-</b>	<b>5,862,417</b>	<b>5,862,417</b>	<b>5,070,114</b>	<b>5,070,114</b>	<b>4,683,539</b>	<b>4,683,539</b>
<b>Total Base General Fund Request &amp; Recommendation</b>	<b>93,700,494</b>	<b>96,833,770</b>	<b>3,133,276</b>	<b>96,041,467</b>	<b>2,340,973</b>	<b>95,645,315</b>	<b>1,944,821</b>
<b>2023-25 Original Other Fund Appropriation</b>	<b>167,914,111</b>	<b>167,914,111</b>	<b>-</b>	<b>167,914,111</b>	<b>-</b>	<b>167,914,111</b>	<b>-</b>
Employer Retirement Contribution	68,304	68,304	-	68,304	-	68,304	-
Target Market Equity	259,427	259,427	-	259,427	-	259,427	-
IT Rate Adjustment	20,351	20,351	-	20,351	-	20,351	-
<b>Appropriation</b>	<b>168,262,193</b>	<b>168,262,193</b>	<b>-</b>	<b>168,262,193</b>	<b>-</b>	<b>168,262,193</b>	<b>-</b>
<b>Executive Recommendation Base Increases (Decreases):</b>							
2025-27 - Burgum 4%/3% Salary & Fringe Benefits	-	3,922,043	3,922,043	3,922,043	3,922,043	3,922,466	3,922,466
Health Insurance increases	-	1,834,080	1,834,080	1,834,080	1,834,080	1,833,657	1,833,657
<b>Total Adjustments</b>	<b>-</b>	<b>5,756,123</b>	<b>5,756,123</b>	<b>5,756,123</b>	<b>5,756,123</b>	<b>5,756,123</b>	<b>5,756,123</b>
<b>2025-27 Total Base Special Fund Request and Executive Recommendation - Other Funds</b>	<b>168,262,193</b>	<b>174,018,316</b>	<b>5,756,123</b>	<b>174,018,316</b>	<b>5,756,123</b>	<b>174,018,316</b>	<b>5,756,123</b>
<b>Total All funds</b>	<b>261,962,687</b>	<b>270,852,086</b>	<b>8,889,399</b>	<b>270,059,783</b>	<b>8,097,096</b>	<b>269,663,631</b>	<b>7,700,944</b>

Note: OMB Calculation for Burgum Executive Recommendation 10% funding formula increase was calculated as follows: 2023-25 per credit rate was increased by 10%. Recalculated adjusted weighted student credit hours (SCH) times the new per credit rate without adjustments for 4-year credits at 2-year institutions and 2-year credits at 4-year institutions and removed minimum amount payable.

Note: OMB Calculation for Armstrong Executive Recommendation 10% funding formula increase was calculated as follows: 2023-25 per credit rate was increased by 9%. Recalculated adjusted weighted student credit hours (SCH) times the new per credit rate without adjusting the rate changes for 4-year credits at 2-year institutions and 2-year credits at 4-year institutions and removed minimum amount payable.