

Fifty-sixth
Legislative Assembly
of North Dakota

ENGROSSED HOUSE BILL NO. 1003

Introduced by

Appropriations Committee

(At the request of the Governor)

1 A BILL for an Act to provide an appropriation for defraying the expenses of the North Dakota
2 university system; and to declare an emergency.

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

4 **SECTION 1. APPROPRIATION.** The funds provided in this section, or so much of the
5 funds as may be necessary, are hereby appropriated out of any moneys in the general fund in
6 the state treasury, not otherwise appropriated, and from special funds derived from federal
7 funds or other income, to the North Dakota university system and to the various institutions of
8 higher learning under the supervision of the North Dakota university system for the purpose of
9 defraying their expenses, for the biennium beginning July 1, 1999, and ending June 30, 2001,
10 as follows:

11 Subdivision 1.

12 NORTH DAKOTA UNIVERSITY SYSTEM OFFICE

13 Salaries and wages	\$2,153,175
14 Operating expenses	706,382
15 Equipment	26,000
16 Student financial assistance grants	4,459,004
17 Information technology management	216,337
18 Professional student exchange program	1,317,303
19 Disabled student services	26,693
20 Technical administration	198,620
21 Contingency and capital improvements emergency fund	400,000
22 Scholars program	708,847
23 Native American scholarships	205,108
24 Title II	534,000

1	Competitive research program	1,780,000
2	Prairie public broadcasting	997,500
3	Board initiatives	2,300,000
4	Critical salary pool	<u>2,685,227</u>
5	Total all funds	\$18,714,196
6	Less estimated income	<u>4,933,900</u>
7	General fund appropriation	\$13,780,296

10	Salaries and wages	\$16,591,716
11	Operating expenses	4,920,913
12	Equipment	367,187
13	Capital improvements	<u>886,835</u>
14	Total operating funds	\$22,766,651
15	Less estimated income	<u>7,789,776</u>
16	General fund appropriation	\$14,976,875
17	Local funds appropriation	\$11,370,000
18	Total all fund appropriation	\$34,136,651

21	Salaries and wages	\$4,433,797
22	Operating expenses	1,340,483
23	Equipment	150,338
24	Capital improvements	<u>1,094,318</u>
25	Total operating funds	\$7,018,936
26	Less estimated income	<u>1,948,806</u>
27	General fund appropriation	\$5,070,130
28	Local funds appropriation	\$6,403,766
29	Total all funds appropriation	\$13,422,702

31 UNIVERSITY OF NORTH DAKOTA - WILLISTON

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1	Salaries and wages	\$5,340,833
2	Operating expenses	1,540,892
3	Equipment	249,596
4	Capital improvements	<u>88,790</u>
5	Total operating funds	\$7,220,111
6	Less estimated income	<u>2,300,265</u>
7	General fund appropriation	\$4,919,846
8	Local funds appropriation	\$1,653,000
9	Total all funds appropriation	\$8,873,111

10 Subdivision 5.

11 UNIVERSITY OF NORTH DAKOTA

12	Salaries and wages	\$104,142,630
13	Operating expenses	32,675,751
14	Equipment	2,247,960
15	Capital improvements	4,762,305
16	Interactive video network	2,108,224
17	Special initiatives pool	1,462,223
18	ODIN	<u>575,209</u>
19	Total operating funds	\$147,974,302
20	Less estimated income	<u>52,492,071</u>
21	General fund appropriation	\$95,482,231
22	Local funds appropriation	\$282,733,609
23	Total all funds appropriation	\$430,707,911

24 Subdivision 6.

25 NORTH DAKOTA STATE UNIVERSITY

26	Salaries and wages	\$91,656,749
27	Operating expenses	25,930,527
28	Equipment	1,998,800
29	Capital improvements	8,557,362
30	Skills training center	<u>1,287,500</u>
31	Total operating funds	\$129,430,938

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1	Less estimated income	<u>55,698,140</u>
2	General fund appropriation	\$73,732,798
3	Local funds appropriation	\$111,620,179
4	Total all funds appropriation	\$241,051,117

5 Subdivision 7.

6 NORTH DAKOTA STATE COLLEGE OF SCIENCE

7	Salaries and wages	\$23,996,556
8	Operating expenses	6,607,727
9	Equipment	1,494,368
10	Capital improvements	<u>635,885</u>
11	Total operating funds	\$32,734,536
12	Less estimated income	<u>9,402,742</u>
13	General fund appropriation	\$23,331,794
14	Local funds appropriation	\$15,580,000
15	Total all funds appropriation	\$48,314,536

16 Subdivision 8.

17 DICKINSON STATE UNIVERSITY

18	Salaries and wages	\$14,236,142
19	Operating expenses	4,074,962
20	Equipment	390,000
21	Capital improvements	<u>693,962</u>
22	Total operating funds	\$19,395,066
23	Less estimated income	<u>6,140,726</u>
24	General fund appropriation	\$13,254,340
25	Local funds appropriation	\$8,221,397
26	Total all funds appropriation	\$27,616,463

27 Subdivision 9.

28 MAYVILLE STATE UNIVERSITY

29	Salaries and wages	\$8,249,062
30	Operating expenses	2,212,188
31	Equipment	170,500

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1	Capital improvements	<u>931,671</u>
2	Total operating funds	\$11,563,421
3	Less estimated income	<u>2,878,227</u>
4	General fund appropriation	\$8,685,194
5	Local funds appropriation	\$7,400,000
6	Total all funds appropriation	\$18,963,421

7 Subdivision 10.

8 MINOT STATE UNIVERSITY

9	Salaries and wages	\$29,085,334
10	Operating expenses	6,043,525
11	Equipment	917,929
12	Capital improvements	<u>1,050,466</u>
13	Total operating funds	\$37,097,254
14	Less estimated income	<u>11,496,001</u>
15	General fund appropriation	\$25,601,253
16	Local funds appropriation	\$19,003,936
17	Total all funds appropriation	\$56,101,190

18 Subdivision 11.

19 VALLEY CITY STATE UNIVERSITY

20	Salaries and wages	\$11,151,577
21	Operating expenses	2,840,317
22	Equipment	323,100
23	Capital improvements	812,334
24	Center for innovation in instruction	303,403
25	Special initiatives	<u>69,795</u>
26	Total operating funds	\$15,500,526
27	Less estimated income	<u>3,866,587</u>
28	General fund appropriation	\$11,633,939
29	Local funds appropriation	\$8,820,000
30	Total all funds appropriation	\$24,320,526

31 Subdivision 12.

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1	MINOT STATE UNIVERSITY - BOTTINEAU	
2	Salaries and wages	\$4,089,733
3	Operating expenses	1,117,998
4	Equipment	178,350
5	Capital improvements	<u>253,130</u>
6	Total operating funds	\$5,639,211
7	Less estimated income	<u>1,447,102</u>
8	General fund appropriation	\$4,192,109
9	Local funds appropriation	\$2,124,426
10	Total all funds appropriation	\$7,763,637
11	Subdivision 13.	
12	NORTH DAKOTA FOREST SERVICE	
13	Salaries and wages	\$1,770,118
14	Operating expenses	423,601
15	Equipment	65,011
16	Capital improvements	79,541
17	Grants to centennial trees	<u>147,486</u>
18	Total operating funds	\$2,485,757
19	Less estimated income	<u>859,006</u>
20	General fund appropriation	\$1,626,751
21	Local funds appropriation	\$1,336,082
22	Total all funds appropriation	\$3,821,839
23	Subdivision 14.	
24	UNIVERSITY OF NORTH DAKOTA MEDICAL CENTER	
25	Salaries and wages	\$67,126,248
26	Operating expenses	17,984,278
27	Equipment	<u>2,932,115</u>
28	Total all funds	\$88,042,641
29	Less estimated income	<u>58,926,430</u>
30	General fund appropriation	\$29,116,211
31	Grand total general fund appropriation H.B. 1003	\$325,403,767

1	Grand total estimated income appropriation H.B. 1003	\$220,179,779
2	Grand total local funds appropriation	\$476,266,395
3	Grand total all funds appropriation	\$1,021,849,941

4 **SECTION 2. APPROPRIATION TRANSFER.** The higher education contingency and
5 capital improvements emergency fund, critical salary pool, and disabled student services in
6 subdivision 1 of section 1 must be used for the benefit of the institutions and entities in
7 subdivisions 1 through 14 of section 1 as determined by the state board of higher education.
8 The board shall notify the office of management and budget of the allocation of general fund
9 authority from the higher education contingency and capital improvements emergency fund,
10 critical salary pool, and disabled student services to the various entities and institutions and
11 which line items in the various institutions and entities must be adjusted.

12 **SECTION 3. ADDITIONAL INCOME - APPROPRIATION.** Operating fund income
13 received in excess of the estimated income line item appropriated to the entities in section 1 of
14 this Act which is deposited in their respective operating funds in the state treasury up to the
15 following amounts is hereby appropriated and may be spent subject to state board of higher
16 education approval:

17	INSTITUTION	AMOUNT
18	North Dakota university system office	\$425,990
19	Bismarck state college	706,289
20	University of North Dakota - Lake Region	143,970
21	University of North Dakota - Williston	224,310
22	University of North Dakota	5,019,907
23	North Dakota state university	4,732,776
24	North Dakota state college of science	846,333
25	Dickinson state university	602,255
26	Mayville state university	267,347
27	Minot state university	1,157,210
28	Valley City state university	355,978
29	Minot state university - Bottineau	131,711
30	North Dakota forest service	85,900

1	University of North Dakota medical center	<u>5,947,201</u>
2	Total	\$20,647,177

3 Any additional excess estimated income is hereby appropriated and may be spent only upon
4 authorization of the emergency commission. Any funds received by the board of higher
5 education and the entities of the North Dakota university system pursuant to federal acts,
6 private grants, and other sources not deposited in the operating funds in the state treasury are
7 hereby appropriated for the period beginning July 1, 1999, and ending June 30, 2001.

8 **SECTION 4. TRANSFER AUTHORITY.** The state board of higher education is
9 authorized to approve transfer of funds between line items for each entity included in section 1
10 of this Act and shall notify the office of management and budget of each transfer.

11 **SECTION 5. EXEMPTION.** The scholars program, university system contingency fund,
12 student financial assistance grants, professional student exchange program appropriations,
13 native American scholarships, and operating expenses contained in subdivision 1 of section 1
14 of chapter 3 of the 1997 Session Laws are not subject to the provisions of section 54-44.1-11
15 and any unexpended funds from these appropriations are available during the biennium
16 beginning July 1, 1999, and ending June 30, 2001.

17 **SECTION 6. LEGISLATIVE INTENT - FULL-TIME EQUIVALENTS.** The state board
18 of higher education is authorized to adjust or increase full-time equivalent positions as needed,
19 subject to availability of funds. The university system shall report any adjustments to the office
20 of management and budget prior to the submission of the 2001-03 budget request.

21 **SECTION 7. UNEXPENDED GENERAL FUNDS - EXCESS INCOME.** Unexpended
22 general funds appropriated to and excess income received by entities listed in section 1 of
23 chapter 32 of the 1997 Session Laws are not subject to the provisions of section 54-44.1-11
24 and any unexpended funds from these appropriations or revenues are available during the
25 biennium beginning July 1, 1999, and ending June 30, 2001, and may be expended, as
26 directed by the state board of higher education, for capital repairs and improvements,
27 equipment, and other one-time expenditures.

28 **SECTION 8. SALARY POOL.** The salary pool in subdivision 1 of section 1 must be
29 used as determined by the state board of higher education for the benefit of the institutions and
30 entities under the jurisdiction of the board. The state board is authorized to approve the

transfer of funds to the entities in subdivisions 1 through 14 of section 1 of this Act and shall notify the office of management and budget within ten days.

SECTION 9. PROJECT AUTHORIZATIONS - LOCAL RESPONSIBILITY. The capital improvements at Bismarck state college and UND-Lake Region require a minimum local match as follows:

Bismarck state college - music addition	\$200,000
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UND-Lake Region - auditorium renovation	\$495,000
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Bismarck state college may, after receiving approval from the budget section, obtain and utilize any available funds received from federal, public, private, or other sources which are hereby appropriated to Bismarck state college to assist in the music addition and related renovations at Bismarck state college.

UND-Lake Region may, after receiving approval from the budget section, obtain and utilize any available funds received from federal, public, private, or other sources which are hereby appropriated to UND-Lake Region to assist in the auditorium renovation at UND-Lake Region.

SECTION 10. TRANSFER AUTHORITY. The North Dakota university system is authorized to approve the transfer of funds between the university of North Dakota and North Dakota state university that are included for the operation of the higher education computer network, the interactive video network, and the on-line Dakota information network based upon the technology priorities of the system.

SECTION 11. BOND ISSUANCE - PURPOSES. The state board of higher education, in accordance with chapter 15-55, may issue and sell self-liquidating, tax-exempt bonds in an amount not exceeding \$4,750,000 for the purpose of financing capital projects at institutions under the control of the board, including an amount not exceeding \$250,000 for student union improvements at Bismarck state college and \$4,500,000 for a health and wellness center at North Dakota state university. Bonds issued under the provisions of this Act may not become a general obligation of the state of North Dakota.

SECTION 12. USE OF PROCEEDS - APPROPRIATION. The proceeds resulting from the sale of bonds authorized under section 11, or so much of the sum as may be necessary, in the amount of \$250,000 for the student union improvements at Bismarck state college and \$4,500,000 for a health and wellness center at North Dakota state university and other

1 available funds from other sources are hereby appropriated for these projects. Any
2 unexpended balance from the sale of bonds must be placed in a sinking fund for the retirement
3 of the authorized bonds.

4 **SECTION 13. LOCAL FUNDS APPROPRIATED.** Any local funds beyond the local
5 funds appropriated in Section 1 of this Act are hereby appropriated for the biennium beginning
6 July 1, 1999, and ending June 30, 2001, and may be spent subject to approval of the state
7 board of higher education and reported to the budget section of the legislative council.

8 **SECTION 14. HALLWAY PROJECT - SCHAFER HALL.** Bismarck state college shall
9 complete the renovation of the hallway project in Schafer hall out of the funding provided to
10 Bismarck state college in subdivision 2 of section 1 of this Act."

11 **SECTION 15. SERVICE, ACCESS, GROWTH, AND EMPOWERMENT.** Prior to
12 purchasing goods or contracting for services for the service, access, growth, and empowerment
13 project, the state board of higher education must receive permission from either the legislative
14 assembly or the budget section of the legislative council. Information provided must include a
15 business plan project.

16 **SECTION 16. EMERGENCY.** The capital improvements line item contained in
17 subdivision 9 of section 1 includes \$760,000 for boiler repairs and fuel storage at Mayville state
18 university, that project and the health and wellness center at North Dakota state university in
19 the amount of \$4,500,000 which is authorized in sections 11 and 12 are declared to be
20 emergency measures, and those funds are available immediately upon filing of this Act with the
21 secretary of state.