

PROPOSED AMENDMENTS TO ENGROSSED HOUSE BILL NO. 1003

That the Senate recede from its amendments as printed on pages 1453-1461 of the House Journal and pages 1251-1259 of the Senate Journal and that Engrossed House Bill No. 1003 be amended as follows:

Page 1, line 4, after the third semicolon insert "to provide for a legislative council study; to provide an exemption; to create and enact section 4 to House Bill No. 1023, as approved by the fifty-eighth legislative assembly, relating to capital projects of various state departments and to declare that Act an emergency;"

Page 1, line 19, replace "14,100,689" with "12,790,689"

Page 1, line 20, remove "and centers for excellence" and replace "7,000,000" with "4,750,000"

Page 1, after line 20, insert:

"Centers for excellence 1,550,000"

Page 1, line 21, replace "435,306" with "485,306"

Page 1, line 22, replace "4,479,337" with "4,472,850"

Page 1, line 24, replace "26,135,148" with "25,089,639"

Page 1, after line 24, insert:

"Operations pool 578,417"

Page 2, line 3, replace "4,430,215" with "2,930,215"

Page 2, line 8, replace "64,407,816" with "60,474,237"

Page 2, line 9, replace "5,355,507" with "3,855,507"

Page 2, line 10, replace "59,052,309" with "56,618,730"

Page 2, line 14, replace "15,493,038" with "16,112,327"

Page 2, line 15, replace "15,743,038" with "16,362,327"

Page 2, line 19, replace "4,963,824" with "5,032,682"

Page 2, line 20, replace "5,008,655" with "5,077,513"

Page 2, line 24, replace "5,319,181" with "5,387,371"

Page 2, line 25, replace "5,407,971" with "5,476,161"

Page 2, line 29, replace "84,584,943" with "84,558,126"

Page 2, remove lines 30 and 31

Page 3, line 1, replace "117,347,079" with "117,220,262"

Page 3, line 3, replace "87,047,079" with "86,920,262"

Page 3, line 7, replace "66,875,983" with "67,576,959"

Page 3, line 8, replace "83,613,514" with "84,314,490"

Page 3, line 10, replace "68,613,514" with "69,314,490"

Page 3, line 14, replace "23,774,891" with "23,936,824"

Page 3, line 15, replace "28,217,311" with "28,379,244"

Page 3, line 17, replace "24,548,391" with "24,710,324"

Page 3, line 21, replace "13,590,878" with "13,598,831"

Page 3, line 22, replace "18,984,840" with "18,992,793"

Page 3, line 24, replace "13,984,840" with "13,992,793"

Page 3, line 27, replace "364,589" with "414,589"

Page 3, line 28, replace "8,349,835" with "8,602,335"

Page 3, remove line 29

Page 3, line 30, replace "8,764,424" with "9,016,924"

Page 4, line 2, replace "8,614,424" with "8,866,924"

Page 4, line 6, replace "25,554,142" with "25,769,578"

Page 4, line 7, replace "26,166,992" with "26,382,428"

Page 4, line 11, replace "11,144,078" with "11,304,672"

Page 4, line 12, replace "11,409,412" with "11,570,006"

Page 4, line 15, replace "112,663" with "209,663"

Page 4, line 16, replace "4,057,001" with "4,102,856"

Page 4, line 17, replace "4,169,664" with "4,312,519"

Page 4, line 21, replace "30,268,879" with "30,165,865"

Page 4, line 22, replace "30,268,879" with "30,165,865"

Page 4, line 26, replace "2,717,215" with "2,715,016"

Page 4, line 27, replace "2,863,276" with "2,861,077"

Page 4, line 29, replace "1,773,275" with "1,771,076"

Page 4, line 30, replace "361,808,443" with "361,541,418"

Page 5, line 1, replace "112,046,775" with "110,546,775"

Page 5, line 2, replace "473,855,218" with "472,088,193"

Page 5, line 3, replace "\$435,306" with "\$485,306"

Page 5, line 8, replace "\$14,100,689" with "\$12,790,689"

Page 5, line 11, replace "and by the industrial commission to establish an escrow account as authorized in" with a period

Page 5, remove line 12

Page 5, line 13, replace "\$26,135,148" with "\$25,089,639"

Page 5, after line 20, insert:

**"SECTION 5. OPERATIONS POOL.** The sum of \$578,417, or so much of the sum as may be necessary, included in the operations pool in item in subdivision 1 of section 1 of this Act, is to be allocated by the state board of higher education to the entities included in section 1."

Page 5, line 30, after the period insert "All additional funds received under the North Dakota-Minnesota reciprocity agreement during the biennium beginning July 1, 2003, and ending June 30, 2005, are appropriated to the state board of higher education for reimbursement to institutions under the control of the board and for student financial assistance grants. Twenty-two percent of the additional funds must be used for student financial assistance grants for students at private baccalaureate degree-granting institutions."

Page 6, line 24, remove the second "the"

Page 6, line 25, remove "purpose of repaying principal and interest on" and replace "loans from the Bank of North" with "costs"

Page 6, line 26, remove "Dakota, pursuant to section 54-16-13"

Page 7, line 12, after "center" insert "and athletic complex" and replace "\$8,000,000" with "\$21,000,000"

Page 7, remove line 13

Page 8, line 7, replace "- **LIMITATION IN**" with ". Of the total amount of evidences of indebtedness issued under the provisions of section 14 of this Act, a total of \$250,000 must be available from non-general fund sources to assist in the retirement of the evidences of indebtedness issued for the project costs associated with the construction of the projects authorized by this Act:

Dickinson state university	\$250,000
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The Dickinson state university local responsibility must be paid during the 2005-07 biennium.

**SECTION 16. BOND ISSUANCE ASSISTANCE.** The North Dakota university system shall provide funding of \$830,000 from the capital bond payments line item in subdivision 1 of chapter 28 of the 2001 Session Laws to the industrial commission for bond issuance buydown for projects authorized in section 14 of this Act."

Page 8, remove lines 8 through 15

Page 8, line 18, replace "twenty" with "twenty-two"

Page 9, remove lines 11 and 12

Page 9, remove line 23

Page 9, line 24, replace "e." with "d."

Page 9, line 25, replace "f." with "e."

Page 9, line 26, replace "g." with "f."

Page 10, line 15, replace "\$13,258,969" with "\$14,258,969"

Page 10, line 21, remove "- **CENTERS FOR EXCELLENCE**"

Page 10, line 22, remove "and centers for excellence"

Page 10, line 23, replace "\$5,000,000 for the competitive research program and \$2,000,000" with "\$100,000"

Page 10, line 24, replace "research efforts that focus on research that will have a positive impact on the" with "for establishment of a design center at the university of North Dakota. Federal and private matching funds totaling \$300,000 must be leveraged by the North Dakota university system prior to June 30, 2004, or the funding is to be made available to other competitive research initiatives.

**SECTION 21. CENTERS FOR EXCELLENCE.** The centers for excellence line item in subdivision 1 of section 1 of this Act includes \$1,150,000 for the John D. Odegard center for aerospace science - center of excellence in multimedia technology and \$400,000 is for future centers for excellence. Of the \$1,150,000, \$206,000 is for the expanded air service enterprise - upper great plains air taxi service. Federal matching funding relating to the expanded air service enterprise - upper great plains air taxi service must be leveraged by the North Dakota university system before June 30, 2004, or the funding is to be made available for other centers for excellence. The funding for future centers for excellence is to be distributed by the state board of higher education. The funds provided in this section may not be used to supplant funding for current operations or academic instruction or to pay indirect costs.

**SECTION 22. EDUCATION INCENTIVE PROGRAMS.** The funding appropriated for education incentive programs may be allocated to education incentive programs as determined by the state board of higher education, including the reduction or elimination of specific programs, and the state board of higher education may determine the appropriate number of years of program eligibility for each education incentive program.

**SECTION 23. TRANSFER AUTHORITY.** If, during the biennium beginning July 1, 2003, and ending June 30, 2005, the state board of higher education determines that funds allocated to institution operations in section 1 of this Act are needed for

capital projects or extraordinary repairs, the board may transfer funds from operations to capital assets. The board shall report any transfer of funds under this section to the office of management and budget.

**SECTION 24. LEGISLATIVE COUNCIL STUDY - HIGHER EDUCATION.** The legislative council shall consider continuing the study of higher education during the 2003-04 interim. If conducted, the study may include the use of the higher education roundtable format. The study should further refine the expectations of the North Dakota university system in meeting the state's needs in the twenty-first century, the funding methodology needed to meet those expectations and needs, and the accountability system and reporting methodology for the university system. The legislative council shall report its findings and recommendations, together with any legislation required to implement the recommendations, to the fifty-ninth legislative assembly.

**SECTION 25. CONSTRUCTION OF BASKETBALL ARENA - APPROVAL.** The state board of higher education may approve amendments to terms of the agreement entered under chapter 159 of the 1999 Session Laws and may authorize the construction of a basketball arena on the site authorized under that legislation for the university of North Dakota to be financed with private funds.

**SECTION 26. PURCHASE OF HOTEL - APPROVAL.** The state board of higher education may authorize the university of North Dakota to purchase a hotel and land upon which the hotel is located within the city of Grand Forks for use as a student residence facility for a sum not to exceed \$1,200,000, under terms approved by the board. The university of North Dakota may utilize available housing reserve funds for the purchase.

**SECTION 27. MAYVILLE STATE UNIVERSITY - FIELDHOUSE RENOVATION AND ADDITION - REVENUE NOTE.** The state board of higher education may, as an alternative to issuing revenue bonds to finance the Mayville state university fieldhouse renovation and addition authorized in section 13 of this Act, enter an agreement or agreements and do all things necessary to finance this improvement with a tax-exempt revenue note, under terms and conditions acceptable to the board. The proceeds of the revenue note must be used to pay all or part of the cost of construction, equipment, and furnishing of the Mayville state university fieldhouse, costs of issuance, interest, and any reasonable required reserve. The note may be issued based on the pledge of revenues generated by the fieldhouse, student fees, local sales tax revenues dedicated to the improvement, and assignment of capital campaign collections or other private funds. A revenue note authorized by this section may not constitute a direct obligation of the state or any agency or political subdivision of the state within the meaning of any statutory or constitutional provision. The principal and interest on the note must be payable solely from revenues generated by the fieldhouse, student fees, local sales tax revenues dedicated to the improvement, and assignment of capital campaign collections or other private funds.

**SECTION 28. LEGISLATIVE INTENT - UNIVERSITY OF NORTH DAKOTA SCHOOL OF MEDICINE AND HEALTH SCIENCES.** It is the intent of the fifty-eighth legislative assembly that funding of \$395,000 included in the operations line item in subdivision 13 of section 1 of this Act is considered one-time funding and the funding is not to be included in the university of North Dakota school of medicine and health sciences base funding for determination of funding requests for the 2005-07 biennium.

**SECTION 29. LEGISLATIVE INTENT - MAYVILLE STATE UNIVERSITY.** It is the intent of the fifty-eighth legislative assembly that funding of \$50,000 included in the capital assets line item in subdivision 9 of section 1 of this Act is for improvement of the sound system in old main.

**SECTION 30. LEGISLATIVE INTENT - MINOT STATE UNIVERSITY - BOTTINEAU.** It is the intent of the fifty-eighth legislative assembly that funding of

\$97,000 included in the capital assets line item in subdivision 12 of section 1 of this Act is for air conditioning-related extraordinary repairs.

**SECTION 31. STUDENT INTERNSHIP PROGRAM - REPORT TO THE BUDGET SECTION.** The state board of higher education shall study, during the 2003-04 interim, the use of internships to attract students to high-growth occupations in the state and shall implement a student internship program by July 1, 2004. The board is encouraged to seek input from the department of commerce, job service North Dakota, the higher education roundtable, and the North Dakota student association, and the board may accept any public or private moneys to implement the program. The board shall provide a report on the program implemented to the first meeting of the budget section after July 1, 2004, and shall present a report to the fifty-ninth legislative assembly.

**SECTION 32. EXEMPTION.** The facility authorized in chapter 159 of the 1999 Session Laws is exempt from North Dakota Century Code section 5-02-05 for December 25, 2004."

Page 10, remove lines 25 and 26

Page 20, after line 21, insert:

"**SECTION 38.** Section 4 to House Bill No. 1023, as approved by the fifty-eighth legislative assembly, is created and enacted as follows:

**SECTION 4. EMERGENCY.** This Act is declared to be an emergency measure."

Page 20, line 23, remove the second "and" and after "14" insert ", 15, 16, and 38"

Renumber accordingly

**STATEMENT OF PURPOSE OF AMENDMENT:**

**House Bill No. 1003 - Summary of Conference Committee Action**

	EXECUTIVE BUDGET	HOUSE VERSION	CONFERENCE COMMITTEE CHANGES	CONFERENCE COMMITTEE VERSION	SENATE VERSION	COMPARISON TO SENATE
University System office						
Total all funds	\$467,577,358	\$64,407,816	(\$3,933,579)	\$60,474,237	\$61,845,820	(\$1,371,583)
Less estimated income	115,498,722	5,355,507	(1,500,000)	3,855,507	3,855,507	
General fund	\$352,078,636	\$59,052,309	(\$2,433,579)	\$56,618,730	\$57,990,313	(\$1,371,583)
Bismarck State College						
Total all funds	\$0	\$17,528,038	\$619,289	\$18,147,327	\$17,497,327	\$650,000
Less estimated income		1,785,000		1,785,000	1,785,000	
General fund	\$0	\$15,743,038	\$619,289	\$16,362,327	\$15,712,327	\$650,000
Lake Region State College						
Total all funds	\$0	\$5,383,655	\$68,858	\$5,452,513	\$5,377,513	\$75,000
Less estimated income		375,000		375,000	375,000	
General fund	\$0	\$5,008,655	\$68,858	\$5,077,513	\$5,002,513	\$75,000
Williston State College						
Total all funds	\$0	\$5,407,971	\$68,190	\$5,476,161	\$5,401,161	\$75,000
Less estimated income						
General fund	\$0	\$5,407,971	\$68,190	\$5,476,161	\$5,401,161	\$75,000
University of North Dakota						
Total all funds	\$0	\$140,347,079	(\$126,817)	\$140,220,262	\$140,395,262	(\$175,000)
Less estimated income		53,300,000		53,300,000	53,300,000	
General fund	\$0	\$87,047,079	(\$126,817)	\$86,920,262	\$87,095,262	(\$175,000)
UND Medical Center						
Total all funds	\$0	\$30,268,879	(\$103,014)	\$30,165,865	\$29,990,865	\$175,000
Less estimated income						
General fund	\$0	\$30,268,879	(\$103,014)	\$30,165,865	\$29,990,865	\$175,000

North Dakota State University						
Total all funds	\$0	\$94,613,514	\$700,976	\$95,314,490	\$94,564,490	\$750,000
Less estimated income		<u>26,000,000</u>		<u>26,000,000</u>	<u>26,000,000</u>	
General fund	\$0	\$68,613,514	\$700,976	\$69,314,490	\$68,564,490	\$750,000
State College of Science						
Total all funds	\$0	\$28,217,311	\$161,933	\$28,379,244	\$28,179,244	\$200,000
Less estimated income		<u>3,668,920</u>		<u>3,668,920</u>	<u>3,668,920</u>	
General fund	\$0	\$24,548,391	\$161,933	\$24,710,324	\$24,510,324	\$200,000
Dickinson State University						
Total all funds	\$0	\$24,866,887	\$7,953	\$24,874,840	\$18,967,793	\$5,907,047
Less estimated income		<u>10,882,047</u>		<u>10,882,047</u>	<u>5,000,000</u>	<u>5,882,047</u>
General fund	\$0	\$13,984,840	\$7,953	\$13,992,793	\$13,967,793	\$25,000
Mayville State University						
Total all funds	\$0	\$14,119,424	\$252,500	\$14,371,924	\$12,841,924	\$1,530,000
Less estimated income		<u>5,505,000</u>		<u>5,505,000</u>	<u>4,150,000</u>	<u>1,355,000</u>
General fund	\$0	\$8,614,424	\$252,500	\$8,866,924	\$8,691,924	\$175,000
Minot State University						
Total all funds	\$0	\$26,166,992	\$215,436	\$26,382,428	\$26,132,428	\$250,000
Less estimated income						
General fund	\$0	\$26,166,992	\$215,436	\$26,382,428	\$26,132,428	\$250,000
Valley City State University						
Total all funds	\$0	\$15,494,712	\$160,594	\$15,655,306	\$14,870,006	\$785,300
Less estimated income		<u>4,085,300</u>		<u>4,085,300</u>	<u>3,300,000</u>	<u>785,300</u>
General fund	\$0	\$11,409,412	\$160,594	\$11,570,006	\$11,570,006	\$0
Minot State University - Bottineau						
Total all funds	\$0	\$4,169,664	\$142,855	\$4,312,519	\$4,262,519	\$50,000
Less estimated income						
General fund	\$0	\$4,169,664	\$142,855	\$4,312,519	\$4,262,519	\$50,000
Forest Service						
Total all funds	\$2,915,258	\$2,863,276	(\$2,199)	\$2,861,077	\$2,861,077	\$0
Less estimated income	<u>1,090,001</u>	<u>1,090,001</u>		<u>1,090,001</u>	<u>1,090,001</u>	
General fund	\$1,825,257	\$1,773,275	(\$2,199)	\$1,771,076	\$1,771,076	\$0
Bill Total						
Total all funds	\$470,492,616	\$473,855,218	(\$1,767,025)	\$472,088,193	\$463,187,429	\$8,900,764
Less estimated income	<u>116,588,723</u>	<u>112,046,775</u>	<u>(1,500,000)</u>	<u>110,546,775</u>	<u>102,524,428</u>	<u>8,022,347</u>
General fund	\$353,903,893	\$361,808,443	(\$267,025)	\$361,541,418	\$360,663,001	\$878,417

### House Bill No. 1003 - University System - General Fund Summary

	EXECUTIVE BUDGET	HOUSE VERSION	CONFERENCE COMMITTEE CHANGES	CONFERENCE COMMITTEE VERSION	SENATE VERSION	COMPARISON TO SENATE
University System office	\$352,078,636	\$59,052,309	(\$2,433,579)	\$56,618,730	\$57,990,313	(\$1,371,583)
Bismarck State College		15,743,038	619,289	16,362,327	15,712,327	650,000
Lake Region State College		5,008,655	68,858	5,077,513	5,002,513	75,000
Williston State College		5,407,971	68,190	5,476,161	5,401,161	75,000
University of North Dakota		87,047,079	(126,817)	86,920,262	87,095,262	(175,000)
UND Medical Center		30,268,879	(103,014)	30,165,865	29,990,865	175,000
North Dakota State University		68,613,514	700,976	69,314,490	68,564,490	750,000
State College of Science		24,548,391	161,933	24,710,324	24,510,324	200,000
Dickinson State University		13,984,840	7,953	13,992,793	13,967,793	25,000
Mayville State University		8,614,424	252,500	8,866,924	8,691,924	175,000
Minot State University		26,166,992	215,436	26,382,428	26,132,428	250,000
Valley City State University		11,409,412	160,594	11,570,006	11,570,006	
Minot State University - Bottineau		4,169,664	142,855	4,312,519	4,262,519	50,000
Forest Service	<u>1,825,257</u>	<u>1,773,275</u>	<u>(2,199)</u>	<u>1,771,076</u>	<u>1,771,076</u>	
Total general fund	\$353,903,893	\$361,808,443	(\$267,025)	\$361,541,418	\$360,663,001	\$878,417

### Detail of Conference Committee Changes to the General Fund

	REDUCES RECOMMENDED FUNDING FOR HEALTH INSURANCE <sup>1</sup>	REDUCES FUNDING FOR INFORMATION TECHNOLOGY COSTS <sup>2</sup>	REMOVES FUNDING FOR CAPITAL ASSETS <sup>3</sup>	ADJUSTS FUNDING FOR COMPETITIVE RESEARCH PROGRAM AND CENTERS FOR EXCELLENCE <sup>4</sup>	RESTORES FUNDING FOR BOARD INITIATIVES <sup>5</sup>	ADJUSTS FUNDING FOR CAPITAL ASSETS <sup>6</sup>
University System office	(\$2,064)	(\$1,221,515)	(\$1,310,000)	(\$700,000)	\$50,000	
Bismarck State College		(30,711)				
Lake Region State College		(6,142)				
Williston State College		(6,810)				
University of North Dakota		(101,817)			(50,000)	
UND Medical Center		(28,014)				
North Dakota State University		(49,024)				
State College of Science		(38,067)				
Dickinson State University		(17,047)				
Mayville State University		(22,500)				
Minot State University		(34,564)				

Valley City State University		(39,406)				
Minot State University - Bottineau		(4,145)				\$97,000
Forest Service	(1,961)	(238)				
Total general fund	(\$4,025)	(\$1,600,000)	(\$1,310,000)	(\$700,000)	\$0	\$97,000
	PROVIDES FUNDING FOR OPERATIONS POOL 7	ALLOCATES FUNDING FROM OPERATIONS POOL 8	ADJUSTS FUNDING FOR STUDENT GRANT PROGRAMS 9	INCREASES FUNDING FOR CAMPUS OPERATIONS 10	RESTORES FUNDING FOR CAMPUS OPERATIONS 11	REMOVES FUNDING FOR MARKETING INITIATIVE 12
University System office	\$2,250,000	(\$1,500,000)				
Bismarck State College		650,000				
Lake Region State College		75,000				
Williston State College		75,000				
University of North Dakota					\$75,000	(\$50,000)
UND Medical Center					(75,000)	
North Dakota State University				\$750,000		
State College of Science		200,000				
Dickinson State University		25,000				
Mayville State University		175,000			100,000	
Minot State University		250,000				
Valley City State University					200,000	
Minot State University - Bottineau		50,000				
Forest Service						
Total general fund	\$2,250,000	\$	\$0	\$750,000	\$300,000	(\$50,000)
	TOTAL GENERAL FUND CHANGES					
University System office	(\$2,433,579)					
Bismarck State College	619,289					
Lake Region State College	68,858					
Williston State College	68,190					
University of North Dakota	(126,817)					
UND Medical Center	(103,014)					
North Dakota State University	700,976					
State College of Science	161,933					
Dickinson State University	7,953					
Mayville State University	252,500					
Minot State University	215,436					
Valley City State University	160,594					
Minot State University - Bottineau	142,855					
Forest Service	(2,199)					
Total general fund	(\$267,025)					

### House Bill No. 1003 - University System - Other Funds Summary

	EXECUTIVE BUDGET	HOUSE VERSION	CONFERENCE COMMITTEE CHANGES	CONFERENCE COMMITTEE VERSION	SENATE VERSION	COMPARISON TO SENATE
University System office	\$115,498,722	\$5,355,507	(\$1,500,000)	\$3,855,507	\$3,855,507	
Bismarck State College		1,785,000		1,785,000	1,785,000	
Lake Region State College		375,000		375,000	375,000	
Williston State College						
University of North Dakota		53,300,000		53,300,000	53,300,000	
UND Medical Center						
North Dakota State University		26,000,000		26,000,000	26,000,000	
State College of Science		3,668,920		3,668,920	3,668,920	
Dickinson State University		10,882,047		10,882,047	5,000,000	\$5,882,047
Mayville State University		5,505,000		5,505,000	4,150,000	1,355,000
Minot State University						
Valley City State University		4,085,300		4,085,300	3,300,000	785,300
Minot State University - Bottineau						
Forest Service	1,090,001	1,090,001		1,090,001	1,090,001	
Total other funds	\$116,588,723	\$112,046,775	(\$1,500,000)	\$110,546,775	\$102,524,428	\$8,022,347

## Detail of Conference Committee Changes to Other Funds

	REDUCES RECOMMENDED FUNDING FOR HEALTH INSURANCE 1	REDUCES FUNDING FOR INFORMATION TECHNOLOGY COSTS 2	REMOVES FUNDING FOR CAPITAL ASSETS 3	ADJUSTS FUNDING FOR COMPETITIVE RESEARCH PROGRAM AND CENTERS FOR EXCELLENCE 4	RESTORES FUNDING FOR BOARD INITIATIVES 5	ADJUSTS FUNDING FOR CAPITAL ASSETS 6
University System office						
Bismarck State College						
Lake Region State College						
Williston State College						
University of North Dakota						
UND Medical Center						
North Dakota State University						
State College of Science						
Dickinson State University						
Mayville State University						
Minot State University						
Valley City State University						
Minot State University - Bottineau						
Forest Service						
Total other funds	\$0	\$0	\$0	\$0	\$0	\$0

	PROVIDES FUNDING FOR OPERATIONS POOL 7	ALLOCATES FUNDING FROM OPERATIONS POOL 8	ADJUSTS FUNDING FOR STUDENT GRANT PROGRAMS 9	INCREASES FUNDING FOR CAMPUS OPERATIONS 10	RESTORES FUNDING FOR CAMPUS OPERATIONS 11	REMOVES FUNDING FOR MARKETING INITIATIVE 12
University System office			(\$1,500,000)			
Bismarck State College						
Lake Region State College						
Williston State College						
University of North Dakota						
UND Medical Center						
North Dakota State University						
State College of Science						
Dickinson State University						
Mayville State University						
Minot State University						
Valley City State University						
Minot State University - Bottineau						
Forest Service						
Total other funds	\$0	\$0	(\$1,500,000)	\$0	\$0	\$0

	TOTAL OTHER FUNDS CHANGES
University System office	(\$1,500,000)
Bismarck State College	
Lake Region State College	
Williston State College	
University of North Dakota	
UND Medical Center	
North Dakota State University	
State College of Science	
Dickinson State University	
Mayville State University	
Minot State University	
Valley City State University	
Minot State University - Bottineau	
Forest Service	
Total other funds	(\$1,500,000)

## House Bill No. 1003 - University System - All Funds Summary

	EXECUTIVE BUDGET	HOUSE VERSION	CONFERENCE COMMITTEE CHANGES	CONFERENCE COMMITTEE VERSION	SENATE VERSION	COMPARISON TO SENATE
University System office	\$467,577,358	\$64,407,816	(\$3,933,579)	\$60,474,237	\$61,845,820	(\$1,371,583)
Bismarck State College		17,528,038	619,289	18,147,327	17,497,327	650,000
Lake Region State College		5,383,655	68,858	5,452,513	5,377,513	75,000
Williston State College		5,407,971	68,190	5,476,161	5,401,161	75,000
University of North Dakota		140,347,079	(126,817)	140,220,262	140,395,262	(175,000)
UND Medical Center		30,268,879	(103,014)	30,165,865	29,990,865	175,000
North Dakota State University		94,613,514	700,976	95,314,490	94,564,490	750,000
State College of Science		28,217,311	161,933	28,379,244	28,179,244	200,000
Dickinson State University		24,866,887	7,953	24,874,840	18,967,793	5,907,047
Mayville State University		14,119,424	252,500	14,371,924	12,841,924	1,530,000
Minot State University		26,166,992	215,436	26,382,428	26,132,428	250,000
Valley City State University		15,494,712	160,594	15,655,306	14,870,006	785,300

Minot State University - Bottineau		4,169,664	142,855	4,312,519	4,262,519	50,000
Forest Service	<u>2,915,258</u>	<u>2,863,276</u>	<u>(2,199)</u>	<u>2,861,077</u>	<u>2,861,077</u>	
Total all funds	\$470,492,616	\$473,855,218	(\$1,767,025)	\$472,088,193	\$463,187,429	\$8,900,764
FTE	2,400.38	2,400.38	0.00	2,400.38	2,400.38	0.00

### Detail of Conference Committee Changes to All Funds

	REDUCES RECOMMENDED FUNDING FOR HEALTH INSURANCE 1	REDUCES FUNDING FOR INFORMATION TECHNOLOGY COSTS 2	REMOVES FUNDING FOR CAPITAL ASSETS <sup>3</sup>	ADJUSTS FUNDING FOR COMPETITIVE RESEARCH PROGRAM AND CENTERS FOR EXCELLENCE 4	RESTORES FUNDING FOR BOARD INITIATIVES 5	ADJUSTS FUNDING FOR CAPITAL ASSETS 6
University System office	(\$2,064)	(\$1,221,515)	(\$1,310,000)	(\$700,000)	\$50,000	
Bismarck State College		(30,711)				
Lake Region State College		(6,142)				
Williston State College		(6,810)				
University of North Dakota		(101,817)			(50,000)	
UND Medical Center		(28,014)				
North Dakota State University		(49,024)				
State College of Science		(38,067)				
Dickinson State University		(17,047)				
Mayville State University		(22,500)				
Minot State University		(34,564)				
Valley City State University		(39,406)				
Minot State University - Bottineau		(4,145)				\$97,000
Forest Service	<u>(1,961)</u>	<u>(238)</u>				
Total all funds	(\$4,025)	(\$1,600,000)	(\$1,310,000)	(\$700,000)	\$0	\$97,000
FTE	0.00	0.00	0.00	0.00	0.00	0.00
	PROVIDES FUNDING FOR OPERATIONS POOL 7	ALLOCATES FUNDING FROM OPERATIONS POOL 8	ADJUSTS FUNDING FOR STUDENT GRANT PROGRAMS 9	INCREASES FUNDING FOR CAMPUS OPERATIONS 10	RESTORES FUNDING FOR CAMPUS OPERATIONS 11	REMOVES FUNDING FOR MARKETING INITIATIVE 12
University System office	\$2,250,000	(\$1,500,000)	(\$1,500,000)			
Bismarck State College		650,000				
Lake Region State College		75,000				
Williston State College		75,000				
University of North Dakota					\$75,000	(\$50,000)
UND Medical Center					(75,000)	
North Dakota State University				\$750,000		
State College of Science		200,000				
Dickinson State University		25,000				
Mayville State University		175,000			100,000	
Minot State University		250,000				
Valley City State University					200,000	
Minot State University - Bottineau		50,000				
Forest Service						
Total all funds	\$2,250,000	\$0	(\$1,500,000)	\$750,000	\$300,000	(\$50,000)
FTE	0.00	0.00	0.00	0.00	0.00	0.00
	TOTAL ALL FUNDS CHANGES					
University System office	(\$3,933,579)					
Bismarck State College	619,289					
Lake Region State College	68,858					
Williston State College	68,190					
University of North Dakota	(126,817)					
UND Medical Center	(103,014)					
North Dakota State University	700,976					
State College of Science	161,933					
Dickinson State University	7,953					
Mayville State University	252,500					
Minot State University	215,436					
Valley City State University	160,594					
Minot State University - Bottineau	142,855					
Forest Service	<u>(2,199)</u>					
Total all funds	(\$1,767,025)					
FTE	0.00					

<sup>1</sup> This amendment reduces funding for state employee health insurance premiums from \$493 to \$488.70 per month. This only affects the North Dakota University System office and the Forest Service. The executive budget recommendation included no funding for health insurance increases for higher education institutions.

- 2 This amendment reduces information technology funding from the general fund for the North Dakota University System office, higher education institutions, and the Forest Service by \$1.6 million; however, the reductions are not limited to information technology.
- 3 This amendment retains the authorization provided by the House for the Industrial Commission to issue bonds totaling \$8,022,347 for construction costs associated with the following projects:

Dickinson State University	Murphy Hall Phase I addition	\$5,882,047
Valley City State University	Graichen Gymnasium elevator and emergency exits	\$785,300
Mayville State University	Steamline replacement Phase II	\$1,355,000

However, this amendment removes the escrow account established for the purpose of making the first four annual lease rental payments for the retirement of the bonds. Instead, the amendment provides that the North Dakota University System must provide funding of \$830,000 from the system's 2001-03 appropriation for bond issuance buydown for the projects, and Dickinson State University must provide funding of \$250,000 in the 2005-07 biennium to assist with bond repayment.

- 4 This amendment provides funding of \$4,750,000 from the general fund for competitive research, a decrease in funding from the House version of \$250,000 and an increase in funding from the Senate version of \$650,000, and provides funding of \$1,550,000 from the general fund for centers for excellence, a decrease in funding from the House version of \$450,000 and a decrease in funding from the Senate version of \$350,000. The amendment provides \$100,000 of the funding for competitive research is for the establishment of a design center at the University of North Dakota. The amendment also provides \$1,150,000 of the funding for centers for excellence is for the John D. Odegard Center for Aerospace - Center of Excellence in Multimedia Technology and \$400,000 is to be allocated by the State Board of Higher Education for future centers for excellence. Of the funding for the John D. Odegard Center for Aerospace - Center of Excellence in Multimedia Technology, \$206,000 is for an Expanded Air Service Enterprise - Upper Great Plains Air Taxi Service Initiative.
- 5 This amendment restores funding of \$50,000 from the general fund to the North Dakota University System office board initiatives line item and removes funding of \$50,000 from the general fund allocated by the House to the University of North Dakota for the university's Nordic Initiative.
- 6 **Mayville State University** - This amendment transfers funding of \$50,000 from a special line item as provided by the House for improvements in Old Main to the university's capital assets line item. The funding is intended for improvement of the sound system in Old Main.
- Minot State University - Bottineau** - This amendment provides capital assets funding of \$97,000 from the general fund to Minot State University - Bottineau. The funding is intended for air conditioning-related extraordinary repairs.
- 7 This amendment establishes an operations pool to be allocated by the State Board of Higher Education to higher education institutions.
- 8 This amendment allocates funding from the operations pool to:

- Mayville State University (\$175,000) for funding the second year of the salaries and wages and operations expenses for the president for the 2003-05 biennium.
- State College of Science (\$200,000), Bismarck State College (\$150,000), Williston State College (\$75,000), Lake Region State College (\$75,000) for career and technical education programs offered through the North Dakota University System in high-demand occupations and growth industries in North Dakota.
- Minot State University - Bottineau (\$50,000) for operations-related expenses.
- Bismarck State College (\$500,000) for matching \$1 million of private and other funds for an energy and training technology center.
- Minot State University (\$250,000) for the Center for Persons with Disabilities.
- Dickinson State University (\$25,000) for the university's international student scholars program.

- 9 This amendment removes the special funds spending authority of \$1.5 million added by the House for the student financial assistance grants relating to potential payments that may be received under the North Dakota-Minnesota reciprocity agreement and modifies Section 6 of the bill to provide that the North Dakota University System office is appropriated all additional funds received under the North Dakota-Minnesota reciprocity agreement. Twenty-two percent of the additional funds received is to be student financial assistance grants for students at private baccalaureate degree-granting institutions.
- 10 This amendment provides funding of \$750,000 to North Dakota State University for the Center for Genetic Research. The funding is to be used for public private research efforts related to biotechnology's ability to have a positive impact on the state's economy and gross state product.
- 11 This amendment restores funding of \$75,000 from the general fund to the University of North Dakota from the University of North Dakota Medical School. This amendment also provides funding of \$100,000 from the general fund to Mayville State University and \$200,000 from the general fund to Valley City State University for costs associated with the institutions' high-tech laptop computer initiatives.
- This amendment provides funding of \$100,000 from the general fund to Mayville State University and \$200,000 from the general fund to Valley City State University for costs associated with the institutions' high-tech computer initiatives.
- 12 This amendment removes funding of \$50,000 from the general fund provided by the House to the University of North Dakota for a grant to the university's athletic department for a Canadian marketing initiative relating to the 2005 World Junior Hockey Tournament.

## House Bill No. 1003 - Other Changes - Conference Committee Action

This amendment also:

- Amends Section 11 of the bill to clarify language regarding funding included from the water development trust fund for disaster-related costs.

- Amends Section 12 of the bill to combine special funds authorization for the University of North Dakota wellness center and athletic complex projects.
- Amends Section 15 of the bill relating to student financial assistance grants.
- Amends Section 16 of the bill to remove two new accountability measures added by the House.
- Amends Section 17 of the bill to increase the transfer from the student loan trust fund to the state general fund by \$1 million, from \$13,258,969 to \$14,258,969.
- Adds a section to the bill relating to education incentive programs.
- Adds a section to the bill allowing the State Board of Higher Education to authorize the transfer of funds from a higher education institution's operations line item to the capital assets line item.
- Adds a section to the bill providing for a Legislative Council study relating to the continuation of the higher education study.
- Adds a section to the bill allowing the State Board of Higher Education to authorize the construction of a basketball arena for the University of North Dakota to be funded with private funds.
- Adds a section to the bill allowing the State Board of Higher Education to authorize the University of North Dakota to purchase for a sum of \$1.2 million a hotel and land upon which the hotel is located for use as a student residence facility.
- Adds a section to the bill relating to the Mayville State University fieldhouse renovation project.
- Adds a section to the bill relating to funding for the University of North Dakota Medical School.
- Adds a section to the bill providing that the State Board of Higher Education should study the concept of using student internships to attract students to high-growth occupations in the state.