

PROPOSED AMENDMENTS TO REENGROSSED SENATE BILL NO. 2003

That the House recede from its amendments as printed on pages 1723-1742 of the Senate Journal and pages 1598-1617 of the House Journal and that Reengrossed Senate Bill No. 2003 be amended as follows:

Page 1, line 2, remove "to provide an appropriation to the state board of higher education for a"

Page 1, line 3, replace "settlement payment for the termination of the contract of the commissioner of higher education" with "to provide contingent appropriations; to create and enact six new sections to chapter 15-10 of the North Dakota Century Code, relating to provisions of matching grants for the advancement of postsecondary academics"

Page 1, line 4, after "15-10-47" insert ", 15-52-01, 15-52-03, 15-52-04, 15-52-05, 15-52-09, 15-52-31,"

Page 1, line 6, after the first comma insert "the state medical center,"

Page 1, line 7, after "appropriations" insert "; to repeal section section 5 of Senate Bill No. 2018, as approved by the sixty-third legislative assembly, relating to a contingent appropriation"

Page 1, line 9, after "reports" insert "; to provide loan authorization for the university of North Dakota school of medicine and health sciences facility project; to provide for legislative management reports; to provide for a legislative management study; to provide an expiration date"

Page 1, remove lines 19 through 24

Page 2, remove lines 1 through 31

Page 3, remove lines 1 through 30

Page 4, remove lines 1 through 30

Page 5, remove lines 1 through 30

Page 6, remove lines 1 through 31

Page 7, replace lines 1 through 3 with:

"NORTH DAKOTA UNIVERSITY SYSTEM OFFICE

	<u>Base Level</u>	<u>Adjustments or Enhancements</u>	<u>Appropriation</u>
Capital assets - bond payments	\$12,204,769	(\$1,768,724)	\$10,436,045
Competitive research program	7,050,000	0	7,050,000
System governance	7,349,806	5,316,696	12,666,502
Title II	1,006,472	0	1,006,472
System information technology services	36,006,667	2,655,884	38,662,551
Professional liability insurance	800,000	(800,000)	0
Student financial assistance grants	19,025,594	2,220,085	21,245,679
Professional student exchange program	3,321,438	953,577	4,275,015

Academic and technical education scholarships	10,000,000	0	10,000,000
Two-year campus marketing	800,000	0	800,000
Scholars program	2,113,584	0	2,113,584
Native American scholarships	574,267	75,000	649,267
Tribally controlled community college grants	1,000,000	0	1,000,000
Education incentive programs	3,176,344	172,656	3,349,000
Deferred maintenance pool	0	10,000,000	10,000,000
Master plan and space utilization study	0	1,000,000	1,000,000
Student mental health	0	282,520	282,520
Education challenge fund	0	29,000,000	29,000,000
Performance funding pool	0	5,000,000	5,000,000
Capital projects contingency pool	0	5,483,413	5,483,413
Total all funds	\$104,428,941	\$59,591,107	\$164,020,048
Less estimated income	3,056,229	(756,317)	2,299,912
Total general fund	\$101,372,712	\$60,347,424	\$161,720,136
Full-time equivalent positions	100.31	12.60	112.91

Subdivision 2.

BISMARCK STATE COLLEGE

	<u>Base Level</u>	<u>Adjustments or Enhancements</u>	<u>Appropriation</u>
Operations	\$27,628,314	\$5,025,340	\$32,653,654
Capital assets	417,673	19,300,000	19,717,673
Total all funds	\$28,045,987	\$24,325,340	\$52,371,327
Less estimated income	0	6,665,000	6,665,000
Total general fund	\$28,045,987	\$17,660,340	\$45,706,327
Full-time equivalent positions	126.96	0.00	126.96

Subdivision 3.

LAKE REGION STATE COLLEGE

	<u>Base Level</u>	<u>Adjustments or Enhancements</u>	<u>Appropriation</u>
Operations	\$9,003,614	\$3,425,483	\$12,429,097
Capital assets	155,367	5,650,184	5,805,551
Total all funds	\$9,158,981	\$9,075,667	\$18,234,648
Less estimated income	0	0	0
Total general fund	\$9,158,981	\$9,075,667	\$18,234,648
Full-time equivalent positions	40.22	0.00	40.22

Subdivision 4.

WILLISTON STATE COLLEGE

	<u>Base Level</u>	<u>Adjustments or Enhancements</u>	<u>Appropriation</u>
Operations	\$8,849,685	\$3,933,821	\$12,783,506
Capital assets	197,801	13,340,354	13,538,155
Total all funds	\$9,047,486	\$17,274,175	\$26,321,661
Less estimated income	0	0	0

Total general fund	\$9,047,486	\$17,274,175	\$26,321,661
Full-time equivalent positions	44.15	0.00	44.15

Subdivision 5.

UNIVERSITY OF NORTH DAKOTA

	<u>Base Level</u>	<u>Adjustments or Enhancements</u>	<u>Appropriation</u>
Operations	\$140,457,484	\$12,897,283	\$153,354,767
Capital assets	<u>4,411,566</u>	<u>169,277,262</u>	<u>173,688,828</u>
Total all funds	\$144,869,050	\$182,174,545	\$327,043,595
Less estimated income	<u>0</u>	<u>96,487,262</u>	<u>96,487,262</u>
Total general fund	\$144,869,050	\$85,687,283	\$230,556,333
Full-time equivalent positions	642.20	(8.60)	633.60

Subdivision 6.

NORTH DAKOTA STATE UNIVERSITY

	<u>Base Level</u>	<u>Adjustments or Enhancements</u>	<u>Appropriation</u>
Operations	\$125,015,305	\$15,326,235	\$140,341,540
Capital assets	<u>2,732,244</u>	<u>67,939,356</u>	<u>70,671,600</u>
Total all funds	\$127,747,549	\$83,265,591	\$211,013,140
Less estimated income	<u>0</u>	<u>39,819,356</u>	<u>39,819,356</u>
Total general fund	\$127,747,549	\$43,446,235	\$171,193,784
Full-time equivalent positions	495.21	(4.00)	491.21

Subdivision 7.

NORTH DAKOTA STATE COLLEGE OF SCIENCE

	<u>Base Level</u>	<u>Adjustments or Enhancements</u>	<u>Appropriation</u>
Operations	\$34,186,542	\$3,994,914	\$38,181,456
Capital assets	<u>1,012,379</u>	<u>9,435,879</u>	<u>10,448,258</u>
Total all funds	\$35,198,921	\$13,430,793	\$48,629,714
Less estimated income	<u>0</u>	<u>1,350,000</u>	<u>1,350,000</u>
Total general fund	\$35,198,921	\$12,080,793	\$47,279,714
Full-time equivalent positions	171.87	0.00	171.87

Subdivision 8.

DICKINSON STATE UNIVERSITY

	<u>Base Level</u>	<u>Adjustments or Enhancements</u>	<u>Appropriation</u>
Operations	\$22,383,539	\$4,715,688	\$27,099,227
Capital assets	<u>409,078</u>	<u>0</u>	<u>409,078</u>
Total all funds	\$22,792,617	\$4,715,688	\$27,508,305
Less estimated income	<u>0</u>	<u>0</u>	<u>0</u>
Total general fund	\$22,792,617	\$4,715,688	\$27,508,305
Full-time equivalent positions	100.32	0.00	100.32

Subdivision 9.

MAYVILLE STATE UNIVERSITY

	<u>Base Level</u>	<u>Adjustments or Enhancements</u>	<u>Appropriation</u>
Operations	\$12,775,788	\$1,588,636	\$14,364,424
Capital assets	<u>358,992</u>	<u>7,663,650</u>	<u>8,022,642</u>
Total all funds	\$13,134,780	\$9,252,286	\$22,387,066
Less estimated income	<u>0</u>	<u>0</u>	<u>0</u>
Total general fund	\$13,134,780	\$9,252,286	\$22,387,066
Full-time equivalent positions	62.78	0.00	62.78

Subdivision 10.

MINOT STATE UNIVERSITY

	<u>Base Level</u>	<u>Adjustments or Enhancements</u>	<u>Appropriation</u>
Operations	\$37,838,974	\$8,471,237	\$46,310,211
Capital assets	<u>899,620</u>	<u>13,532,595</u>	<u>14,432,215</u>
Total all funds	\$38,738,594	\$22,003,832	\$60,742,426
Less estimated income	<u>0</u>	<u>11,801,785</u>	<u>11,801,785</u>
Total general fund	\$38,738,594	\$10,202,047	\$48,940,641
Full-time equivalent positions	201.76	0.00	201.76

Subdivision 11.

VALLEY CITY STATE UNIVERSITY

	<u>Base Level</u>	<u>Adjustments or Enhancements</u>	<u>Appropriation</u>
Operations	\$17,694,741	\$2,996,394	\$20,691,135
Capital assets	<u>408,319</u>	<u>8,991,990</u>	<u>9,400,309</u>
Total all funds	\$18,103,060	\$11,988,384	\$30,091,444
Less estimated income	<u>0</u>	<u>4,806,837</u>	<u>4,806,837</u>
Total general fund	\$18,103,060	\$7,181,547	\$25,284,607
Full-time equivalent positions	97.29	0.00	97.29

Subdivision 12.

DAKOTA COLLEGE AT BOTTINEAU

	<u>Base Level</u>	<u>Adjustments or Enhancements</u>	<u>Appropriation</u>
Operations	\$6,489,750	\$1,430,793	\$7,920,543
Capital assets	<u>115,507</u>	<u>8,744,609</u>	<u>8,860,116</u>
Total all funds	\$6,605,257	\$10,175,402	\$16,780,659
Less estimated income	<u>0</u>	<u>7,600,789</u>	<u>7,600,789</u>
Total general fund	\$6,605,257	\$2,574,613	\$9,179,870
Full-time equivalent positions	36.12	0.00	36.12

Subdivision 13.

UNIVERSITY OF NORTH DAKOTA SCHOOL OF MEDICINE AND HEALTH SCIENCES

	<u>Base Level</u>	<u>Adjustments or Enhancements</u>	<u>Appropriation</u>
Operations	\$47,747,971	\$8,757,663	\$56,505,634
Total all funds	\$47,747,971	\$8,757,663	\$56,505,634
Less estimated income	0	0	0
Total general fund	\$47,747,971	\$8,757,663	\$56,505,634
Full-time equivalent positions	156.55	0.00	156.55

Subdivision 14.

NORTH DAKOTA FOREST SERVICE

	<u>Base Level</u>	<u>Adjustments or Enhancements</u>	<u>Appropriation</u>
Operations	\$5,514,681	\$735,298	\$6,249,979
Capital assets	97,791	788,419	886,210
Total all funds	\$5,612,472	\$1,523,717	\$7,136,189
Less estimated income	1,650,000	0	1,650,000
Total general fund	\$3,962,472	\$1,523,717	\$5,486,189
Full-time equivalent positions	28.00	1.00	29.00

Subdivision 15.

BILL TOTAL

	<u>Base Level</u>	<u>Adjustments or Enhancements</u>	<u>Appropriation</u>
Grand total all funds	\$611,231,666	\$457,554,190	\$1,068,785,856
Grand total special funds	4,706,229	167,774,712	172,480,941
Grand total general fund	\$606,525,437	\$289,779,478	\$896,304,915"

Page 7, replace lines 9 and 10 with:

"Capital projects - general fund	\$47,136,000	\$155,691,350
Capital projects - other funds	105,065,555	168,531,029
Capital projects contingency pool	0	5,483,413
Campus deferred maintenance projects	0	440,000
Performance funding pool	0	5,000,000"

Page 7, replace lines 12 and 13 with:

"Minot state university flood recovery funds	0	2,500,000
Dakota college at Bottineau - campus software updates	0	28,500"

Page 7, replace lines 20 through 24 with:

"Education challenge fund	0	29,000,000
Health care workforce initiative	0	7,414,806
Master plan and space utilization study	0	1,000,000
Total all funds	\$156,325,912	\$385,889,098
Total other funds	105,065,555	168,531,029
Total general fund	\$51,260,357	\$217,358,069"

Page 7, remove lines 29 through 31

Page 8, replace lines 1 through 14 with:

"SECTION 3. CONTINGENT APPROPRIATIONS - DICKINSON STATE UNIVERSITY - DEPARTMENT OF PUBLIC INSTRUCTION. There is appropriated out of any moneys in the general fund in the state treasury, not otherwise appropriated, the sum of \$6,000,000, or so much of the sum as may be necessary, to Dickinson state university for the purpose of awarding a grant as provided under this section, and out of any moneys in the general fund in the state treasury, not otherwise appropriated, the sum of \$5,000,000, or so much of the sum as may be necessary, to the department of public instruction for the purpose of awarding a grant as provided under this section, for the biennium beginning July 1, 2013, and ending June 30, 2015.

The funding appropriated to Dickinson state university under this section is for the purpose of awarding a grant to the Theodore Roosevelt center or the Theodore Roosevelt presidential library for the construction of a Theodore Roosevelt presidential library, for the biennium beginning July 1, 2013, and ending June 30, 2015. Dickinson state university may not use any of the funds appropriated in this section for administrative costs and may not award any of the funds until the grant recipient has raised at least \$3,000,000 from nonstate sources for the project. A grant awarded under this section may be used only for construction costs of the Theodore Roosevelt presidential library. The facility constructed may be used only to house the Theodore Roosevelt presidential library.

The funding appropriated to the department of public instruction under this section is for the purpose of awarding a grant to a state agency or nonprofit organization to construct a children's science center in the city where the state capitol is located for providing informal science education to children and others.

The funding provided under this section is available only if the sum of actual general fund revenues and the amount by which the July 1, 2013, unobligated general fund balance is more than the legislative estimate made at the close of the 2013 regular legislative session exceeds three and one-half percent of the estimated general fund revenues for the period from July 1, 2013, through June 30, 2014, as determined by the office of management and budget. For purposes of this section, "actual general fund revenues" and "estimated general fund revenues" exclude the estimated July 1, 2013, unobligated general fund balance and transfers into the general fund from the strategic investment and improvements fund, the mill and elevator, the lottery, and the gas tax administration. The funding provided in this section is considered a one-time funding item."

Page 9, after line 12, insert:

"SECTION 5. A new section to chapter 15-10 of the North Dakota Century Code is created and enacted as follows:

Advancement of academics - Matching grants - University of North Dakota and North Dakota state university.

1. a. During the period beginning July 1, 2013, and ending December 31, 2014, the state board of higher education shall award one dollar in matching grants for every two dollars raised by the institutional foundations of the university of North Dakota and North Dakota state university for projects dedicated exclusively to the advancement of academics.
- b. To be eligible for a matching grant, an institution must demonstrate that:

- (1) Its foundation has raised at least fifty thousand dollars in cash or monetary pledges for a qualifying project; and
- (2) The project has been approved by the grant review committee established in section 8 of this Act.
- c. The board may award up to ten million dollars in matching grants to each institution.
- 2. a. If any available dollars have not been awarded by the board before January 1, 2015, in accordance with subsection 1, either the university of North Dakota or North Dakota state university may apply for an additional matching grant.
- b. An application submitted under this subsection must meet the same criteria as an original application.
- c. The board shall consider each application submitted under this subsection in chronological order.
- d. If the remaining dollars are insufficient to provide a matching grant in the amount of one dollar for every two dollars raised by the institutional foundation, the board shall award a lesser amount.

SECTION 6. A new section to chapter 15-10 of the North Dakota Century Code is created and enacted as follows:

Advancement of academics - Matching grants - Two-year and four-year institutions of higher education.

- 1. a. During the period beginning July 1, 2013, and ending December 31, 2014, the state board of higher education shall award one dollar in matching grants for every two dollars raised by the institutional foundations of Bismarck state college, Dakota college at Bottineau, Dickinson state university, Lake Region state college, Mayville state university, Minot state university, North Dakota state college of science, Valley City state university, and Williston state college for projects dedicated exclusively to the advancement of academics.
- b. To be eligible for a matching grant, an institution must demonstrate that:
 - (1) Its foundation has raised at least twenty-five thousand dollars in cash or monetary pledges for a qualifying project; and
 - (2) The project has been approved by the grant review committee established in section 8 of this Act.
- c. The board may award up to one million dollars in matching grants to each institution.
- 2. a. If any available dollars have not been awarded by the board before January 1, 2015, in accordance with subsection 1, any institution listed in subsection 1 may apply for an additional matching grant.
- b. An application submitted under this subsection must meet the same criteria as an original application.

- c. The board shall consider each application submitted under this subsection in chronological order.
- d. If the remaining dollars are insufficient to provide a matching grant in the amount of one dollar for every two dollars raised by the institutional foundation, the board shall award a lesser amount.

SECTION 7. A new section to chapter 15-10 of the North Dakota Century Code is created and enacted as follows:

Liability for pledged amount.

If the state board of higher education provides grant funds under this Act to an institution on the basis of a monetary pledge and if the amount forthcoming is less than the amount pledged, the institutional foundation is liable to the institution for any shortfall.

SECTION 8. A new section to chapter 15-10 of the North Dakota Century Code is created and enacted as follows:

Grant review committee.

1. There is created a grant review committee consisting of:
 - a. The governor, or the governor's designee, who shall serve as the chairman;
 - b. Two members of the house of representatives appropriations committee, selected by the majority leader of the house of representatives;
 - c. Two members of the senate appropriations committee, selected by the majority leader of the senate;
 - d. Two members appointed by the governor, with the consent of the legislative management; and
 - e. Two members appointed by the state board of higher education, with the consent of the legislative management.
2. The gubernatorial appointees must have an understanding of higher education's role in advancing agriculture, the arts, commerce and finance, manufacturing, mineral extraction, natural resources, and the professions.
3. The grant review committee shall establish its rules of operation and procedure and shall develop and publish the criteria upon which all requests for matching grants will be reviewed.
4. A request for a matching grant must be presented to the committee by the president of the institution. The president may be accompanied by other individuals having an expertise with respect to the project.

SECTION 9. A new section to chapter 15-10 of the North Dakota Century Code is created and enacted as follows:

Grant review committee - Compensation.

Each member of the grant review committee is entitled to receive compensation in the amount of one hundred thirty-five dollars per day plus reimbursement for expenses as provided by law for state officers if the member is attending meetings or performing duties directed by the committee. The compensation provided for in this section may not be paid to any member of the committee who receives a salary or other compensation as an employee or official of this state if the individual is serving on the committee by virtue of the individual's state office or state employment.

SECTION 10. A new section to chapter 15-10 of the North Dakota Century Code is created and enacted as follows:

Definition.

For purposes of this Act, projects dedicated to the advancement of enhanced academics include investments in research, scholarships, technology, endowed chairs, and investments in educational infrastructure, including new capital construction projects that conform with the university system campus master plan and space utilization study.

SECTION 11. AMENDMENT. Section 15-52-01 of the North Dakota Century Code is amended and reenacted as follows:

15-52-01. School of medicine and health sciences.

The primary purpose of the university of North Dakota school of medicine and health sciences is to educate physicians and other health professionals for subsequent service in North Dakota and to enhance the quality of life ~~in North Dakota~~of its people. Other purposes include the discovery of knowledge that benefits the people of this state and enhances the quality of their lives.

SECTION 12. AMENDMENT. Section 15-52-03 of the North Dakota Century Code is amended and reenacted as follows:

15-52-03. School of medicine and health sciences advisory council - Members, terms, meetings.

1. To assure the proper coordination of the university of North Dakota school of medicine and health sciences with all other health activities of the state, a permanent school of medicine and health sciences advisory council is established to perform the duties in section 15-52-04.
2. The council consists of fifteen members:
 - a. (1) Two members of the senate, one of whom must be from the majority party and one of whom must be from the minority party, selected by the chairman of the legislative management; and
 - (2) Two members of the house of representatives, one of whom must be from the majority party and one of whom must be from the minority party, to be selected by the chairman of the legislative management;
 - b. One member selected by each of the following:

- (1) The department of human services;
 - (2) The state board of higher education;
 - (3) The state department of health;
 - (4) The North Dakota medical association;
 - (5) The North Dakota hospital association;
 - (6) The veterans administration hospital in Fargo; and
 - (7) The university of North Dakota center for rural health; and
- c. Four members selected by the dean of the university of North Dakota school of medicine and health sciences, one from each of the four campuses of the school of medicine and health sciences with headquarters in Bismarck, Fargo, Grand Forks, and Minot.
3. The representatives named by the state agencies and boards must be selected to serve as members of the advisory council for periods of at least one year, but may not serve longer than their term of office on the public agency. The representatives from the North Dakota state medical association and the North Dakota hospital association shall serve a term of three years or until their successors are named and qualified.
 4. The council shall name its own chairman and the dean of the university of North Dakota school of medicine and health sciences shall serve as executive secretary of the council. The executive secretary does not have voting privileges. The council shall meet not less than twice each year, and, from time to time, on its own motion or upon request of the university administration.

SECTION 13. AMENDMENT. Section 15-52-04 of the North Dakota Century Code is amended and reenacted as follows:

15-52-04. Duties of council.

1. The advisory council, in consultation with the school of medicine and health sciences and the other agencies, associations, and institutions represented on the advisory council, shall study and make recommendations regarding the strategic plan, programs, and facilities of the school of medicine and health sciences in support of its purpose as defined in section 15-52-01.
2. Biennially, the advisory council shall submit a report, together with its recommendations, to the agencies, associations, and institutions represented on the advisory council, to the university of North Dakota, and to the legislative council.
3. a. The report must describe the advisory council's recommendations regarding the strategic plan, programs, and facilities of the school of medicine and health sciences as developed under subsection 1. The recommendations for implementing strategies through the school of medicine and health sciences or other agencies and institutions must:
 - (1) Address the health care needs of the people of the state; and

- (2) Provide information regarding the state's health care workforce needs; and
 - (3) Provide information that specifies the contributions that the university of North Dakota school of medicine and health sciences and the residency training programs in the state are making to meet the health care provider workforce needs of the state. Such information must include data regarding:
 - (a) The effectiveness of activities conducted throughout the state relating to the recruitment and progression of students into medical school and into the health care provider workforce;
 - (b) Class characteristics of the medical school matriculants, specifically to include a description of their geographic background;
 - (c) Residency choices of medical school graduates;
 - (d) Practice location choices of graduates of North Dakota residencies; and
 - (e) Any other relevant information that the university of North Dakota school of medicine and health sciences advisory council determines to be important and useful in assessing the degree of success of the university of North Dakota school of medicine and health sciences in meeting the health care workforce needs of the state as specified in section 15-52-01.
- b. The recommendations required under subdivision a may address:
- (1) Medical education and training;
 - (2) The recruitment and retention of physicians and other health care professionals;
 - (3) Factors influencing the practice environment for physicians and other health care professionals;
 - (4) Access to health care;
 - (5) Patient safety;
 - (6) The quality of health care and the efficiency of its delivery; and
 - (7) Financial challenges in the delivery of health care.
4. The council may consult with any individual or entity in performing its duties under this section.

SECTION 14. AMENDMENT. Section 15-52-05 of the North Dakota Century Code is amended and reenacted as follows:

15-52-05. Facilities.

The university authorities shall make the facilities of the university of North Dakota school of medicine and health sciences available to all agencies of the state,

federal, and local governments engaged in health and welfare activities to the fullest extent possible within the limits of a complete and coordinated program for the use thereof on terms commensurate with the cost of services rendered and facilities furnished. The work of the school of medicine and health sciences must be coordinated with the work of the other departments of the university of North Dakota. Means must be provided whereby regularly enrolled students in other schools or departments of the university of North Dakota may, upon approval of the dean of such other school or department, enroll in elective courses in the medical school and receive credit therefor in the school or department in which they are regularly enrolled, subject to such policy and procedures as may be established by the university of North Dakota and the state board of higher education. Medical students may enroll in other departments and schools. Such action must be taken as may serve to make both the school of medicine and health sciences and the other departments and schools of the university of North Dakota more efficient and responsive to needs of the people through the mutual interchange of facilities, and service, wherever possible.

SECTION 15. AMENDMENT. Section 15-52-09 of the North Dakota Century Code is amended and reenacted as follows:

15-52-09. Expenditure of proceeds of one-mill levy authorized - Limitation.

The proceeds of the one-mill tax levy established by section 10 of article X of the Constitution of North Dakota, together with any other funds that may be received by the state treasurer, from time to time, for the benefit of the ~~North Dakota state medical center~~university of North Dakota school of medicine and health sciences, must be expended to establish, develop, and maintain the university of North Dakota school of medicine and health sciences, as provided in this chapter, by the issuance of state warrants drawn on such funds by the director of the office of management and budget.

SECTION 16. AMENDMENT. Section 15-52-31 of the North Dakota Century Code is amended and reenacted as follows:

15-52-31. Admission of students - Qualifications.

The faculty of the school of medicine and health sciences at the university of North Dakota may, with the advice of the school of medicine and health sciences advisory council and with the approval of the state board of higher education and in accordance with applicable accreditation requirements as specified by the liaison committee on medical education, adopt such rules and regulations governing the education and residency qualifications of applicants for admission to the school of medicine and health sciences as it deems necessary and proper to carry out its purpose as provided in section 15-52-01."

Page 12, after line 1, insert:

"SECTION 20. REPEAL. Section 5 of Senate Bill No. 2018, as approved by the sixty-third legislative assembly, is repealed."

Page 12, line 2, after "**AUTHORITY**" insert "**- LEGISLATIVE MANAGEMENT REPORT**"

Page 12, line 4, replace "during the biennium beginning July 1, 2013," with "for the period beginning with the effective date of this Act"

Page 12, line 8, after "institutions" insert "based on the university system master plan and space utilization study. However, the state board of higher education may distribute up

to one-half of the funds in the pool to institutions prior to the completion of the master plan and space utilization study"

Page 12, after line 11, insert:

- "3. The performance funding pool line item includes funding that may be allocated to institutions based on the institution meeting specified goals or other performance measures as determined by the board. The funding in the performance funding pool may not be used for the operations or any function of the university system office. The state board of higher education shall consider any allocations from the oil and gas impact grant fund to higher education institutions when determining allocations to institutions from the performance funding pool. During the 2013-14 interim, the state board of higher education shall provide a report to the legislative management regarding the distribution of funds from the performance funding pool."

Page 12, line 13, replace "**BUDGET SECTION REPORT**" with "**LEGISLATIVE MANAGEMENT REPORTS - REPORT TO SIXTY-FOURTH LEGISLATIVE ASSEMBLY**"

Page 12, line 13, replace "Within five years of" with "Upon"

Page 12, line 16, replace "consolidate all" with "require"

Page 12, line 16, after "offices" insert "of newly hired employees to be located"

Page 12, line 16, after "building" insert "unless the position is specifically assigned to an institution or the university system office"

Page 12, line 16, replace "The" with "During the 2013-14 interim, the"

Page 12, line 17, after "section" insert "and information technology committee"

Page 12, line 18, replace the second "the" with "university"

Page 12, line 18, remove "offices until all offices"

Page 12, line 19, replace "are consolidated" with ", including the location of staff members providing those services"

Page 12, line 19, remove "Effective five years after the completion of the building project, the state board"

Page 12, replace lines 20 through 22 with "The university system shall provide a report to the appropriations committees of the sixty-fourth legislative assembly regarding the consolidation of university system information technology services and shall provide a comprehensive report of the budget for all university system information technology services, including services provided by institutions."

Page 12, line 25, replace "biennium" with "period"

Page 12, line 25, replace "July 1, 2013," with "with the effective date of this Act"

Page 12, after line 31, insert:

"SECTION 24. CAPITAL PROJECTS CONTINGENCY POOL - TRANSFER AUTHORITY - BUDGET SECTION REPORT. The capital projects contingency pool line item contained in subdivision 1 of section 1 of this Act includes funding that may be transferred to institutions for capital projects as provided under this section. The state

board of higher education may transfer funds from the capital projects contingency pool to an institution if the lowest acceptable bid received for a capital project exceeds the legislative appropriation provided for the project. The board shall provide a prorated amount to institutions from the pool if the amount of funding required for eligible projects exceeds available funding. An institution may only receive funding from the pool for capital projects that receive a general fund appropriation and are authorized under this Act. For purposes of this section, the "legislative appropriation provided for a project" does not include funds appropriated from private donations and other local funds to enhance a project. During the 2013-14 interim, the state board of higher education shall provide periodic reports to the budget section regarding funds distributed from the capital projects contingency pool.

SECTION 25. CAMPUS CAPITAL PROJECTS - PROJECT MANAGEMENT.

During the biennium beginning July 1, 2013, and ending June 30, 2015, each capital project authorized by the state board of higher education must have adequate project management oversight by either an institution official or a representative of an external entity. An institution may seek assistance from the university system office for project management oversight of a capital project.

SECTION 26. BISMARCK STATE COLLEGE COMMUNICATIONS AND CREATIVE ARTS CENTER. The capital assets line item in subdivision 2 of section 1 of this Act includes the sum of \$12,635,000 from the general fund and \$665,000 from special funds derived from donations and other income for the Bismarck state college communications and creative arts center project. The capital assets line item in subdivision 2 of section 1 of this Act also includes the sum of \$6,000,000 from special funds derived from donations and other income which may be used to construct a theater as part of the communications and creative arts center project. Up to \$600,000 of the general fund appropriation for the project may be used to develop programming at the communications and creative arts center that includes written and spoken communications, visual and performing arts, social sciences, history, law, economics, philosophy, and current events. Funding may be used for items including curriculum development, student activities, faculty enhancement, public programming, and the development and publication of appropriate media to promote these activities.

SECTION 27. UNIVERSITY OF NORTH DAKOTA SCHOOL OF MEDICINE AND HEALTH SCIENCES BISMARCK FAMILY PRACTICE CENTER SKYWALK PROJECT. The capital assets line item in subdivision 5 of section 1 of this Act includes the sum of \$750,000 from the general fund for the university of North Dakota school of medicine and health sciences Bismarck family practice center skywalk project. The university of North Dakota shall provide \$1 of nonstate funding for the project for every \$1 of funding used from the general fund appropriation.

SECTION 28. UNIVERSITY OF NORTH DAKOTA SCHOOL OF MEDICINE AND HEALTH SCIENCES FACILITY PROJECT - LOAN AUTHORIZATION. The legislative assembly authorizes the construction of the university of North Dakota school of medicine and health sciences facility project to be funded in two phases as provided under this section. The capital assets line item in subdivision 5 of section 1 of this Act includes the sum of \$60,450,000, or so much of the sum as may be necessary, for phase 1 of the project. The university of North Dakota may also seek funding from the capital projects contingency pool in accordance with section 24 of this Act for costs associated with phase 1 of the project. During the biennium beginning July 1, 2013, and ending June 30, 2015, and continuing into the biennium beginning July 1, 2015, and ending June 30, 2017, the state board of higher education may borrow the sum of \$62,000,000, or so much of the sum as may be necessary, from the Bank of North

Dakota for completion of phase 2 of the school of medicine and health sciences facility project. The state board of higher education shall seek funding from the sixty-fourth legislative assembly to repay the loan authorized under this section.

SECTION 29. DICKINSON STATE UNIVERSITY - THEODORE ROOSEVELT CENTER - THEODORE ROOSEVELT PRESIDENTIAL LIBRARY. The operations line item in subdivision 8 of section 1 of this Act includes the sum of \$800,000 for the Theodore Roosevelt center. Of this amount, up to \$200,000 may be used for the planning and design of a facility to house the Theodore Roosevelt presidential library."

Page 13, line 20, replace "the sum of \$158,904,848, which" with "a funding allocation from the higher education per student credit-hour funding formula attributable to inflation during the biennium beginning July 1, 2013, and ending June 30, 2015. A minimum of twenty-five percent of the allocation"

Page 13, line 20, remove ", in part,"

Page 13, line 21, remove ", based on the recommendation of the commissioner of higher education,"

Page 13, line 22, remove "for operations consistent"

Page 13, line 23, replace "with the higher education per student credit-hour funding formula" with "based on the recommendation of the commissioner of higher education"

Page 14, after line 27, insert:

"SECTION 38. LEGISLATIVE MANAGEMENT REPORT - POSTSECONDARY ACADEMIC MATCHING GRANTS. Before October 1, 2014, the state board of higher education shall provide a report to the legislative management regarding the number of matching grants that were sought, the number that were awarded, and the manner in which the grants were used as provided in sections 5 through 10 of this Act.

SECTION 39. LEGISLATIVE MANAGEMENT STUDY - STATE AGENCY LEGAL SERVICES. During the 2013-14 interim, the legislative management shall consider studying legal services provided by attorneys in executive branch state agencies. The study, if conducted, must review the services provided by attorneys in each agency, supervision of the attorneys in each agency, and whether the attorneys are classified as assistant or special assistant attorneys general. The study must also review the use of contracted legal services by each agency. The legislative management shall report its findings and recommendations, together with any legislation needed to implement the recommendations, to the sixty-fourth legislative assembly.

SECTION 40. EXPIRATION DATE. Sections 5 through 10 of this Act are effective through June 30, 2015, and after that date are ineffective."

Page 14, line 28, replace "3 and 18" with "21, 23, 27, 28, 29, 30, and 37"

Page 14, line 28, after "Act" insert "; \$200,000 included in the operations line item in subdivision 8 of section 1 of this Act for the Theodore Roosevelt center; \$5,000,000 included in the operations line item in subdivision 10 of section 1 of this Act for flood recovery funding;"

Page 14, line 28, after "assets" insert ", master plan and space utilization study,"

Renumber accordingly

STATEMENT OF PURPOSE OF AMENDMENT:

Senate Bill No. 2003 - Summary of Conference Committee Action

	Executive Budget	Senate Version	Conference Committee Changes	Conference Committee Version	House Version	Comparison to House
University System Office						
Total all funds	\$158,461,888	\$154,432,356	\$9,587,692	\$164,020,048	\$340,540,249	(\$176,520,201)
Less estimated income	2,299,912	2,299,912	0	2,299,912	18,299,912	(16,000,000)
General fund	\$156,161,976	\$152,132,444	\$9,587,692	\$161,720,136	\$322,240,337	(\$160,520,201)
Bismarck State College						
Total all funds	\$48,714,535	\$48,714,535	\$3,656,792	\$52,371,327	\$37,623,855	\$14,747,472
Less estimated income	0	0	6,665,000	6,665,000	6,600,000	65,000
General fund	\$48,714,535	\$48,714,535	(\$3,008,208)	\$45,706,327	\$31,023,855	\$14,682,472
Lake Region State College						
Total all funds	\$19,357,137	\$19,357,137	(\$1,122,489)	\$18,234,648	\$11,747,016	\$6,487,632
Less estimated income	0	0	0	0	0	0
General fund	\$19,357,137	\$19,357,137	(\$1,122,489)	\$18,234,648	\$11,747,016	\$6,487,632
Williston State College						
Total all funds	\$24,187,242	\$24,187,242	\$2,134,419	\$26,321,661	\$9,886,968	\$16,434,693
Less estimated income	0	0	0	0	0	0
General fund	\$24,187,242	\$24,187,242	\$2,134,419	\$26,321,661	\$9,886,968	\$16,434,693
University of North Dakota						
Total all funds	\$311,103,676	\$340,103,676	(\$13,060,081)	\$327,043,595	\$246,564,897	\$80,478,698
Less estimated income	67,487,262	96,487,262	0	96,487,262	96,487,262	0
General fund	\$243,616,414	\$243,616,414	(\$13,060,081)	\$230,556,333	\$150,077,635	\$80,478,698
UND Medical Center						
Total all funds	\$55,162,777	\$55,962,777	\$542,857	\$56,505,634	\$55,962,777	\$542,857
Less estimated income	0	0	0	0	0	0
General fund	\$55,162,777	\$55,962,777	\$542,857	\$56,505,634	\$55,962,777	\$542,857
North Dakota State University						
Total all funds	\$215,779,839	\$216,439,839	(\$5,426,699)	\$211,013,140	\$177,063,327	\$33,949,813
Less estimated income	39,159,356	39,819,356	0	39,819,356	39,819,356	0
General fund	\$176,620,483	\$176,620,483	(\$5,426,699)	\$171,193,784	\$137,243,971	\$33,949,813
State College of Science						
Total all funds	\$51,852,178	\$51,852,178	(\$3,222,464)	\$48,629,714	\$38,134,733	\$10,494,981
Less estimated income	1,350,000	1,350,000	0	1,350,000	1,350,000	0
General fund	\$50,502,178	\$50,502,178	(\$3,222,464)	\$47,279,714	\$36,784,733	\$10,494,981
Dickinson State University						
Total all funds	\$28,082,814	\$29,082,814	(\$1,574,509)	\$27,508,305	\$25,876,838	\$1,631,467
Less estimated income	0	0	0	0	0	0
General fund	\$28,082,814	\$29,082,814	(\$1,574,509)	\$27,508,305	\$25,876,838	\$1,631,467
Mayville State University						
Total all funds	\$23,819,658	\$23,819,658	(\$1,432,592)	\$22,387,066	\$14,066,522	\$8,320,544
Less estimated income	0	0	0	0	0	0
General fund	\$23,819,658	\$23,819,658	(\$1,432,592)	\$22,387,066	\$14,066,522	\$8,320,544
Minot State University						
Total all funds	\$57,088,203	\$62,088,203	(\$1,345,777)	\$60,742,426	\$52,613,869	\$8,128,557
Less estimated income	11,801,785	11,801,785	0	11,801,785	11,801,785	0
General fund	\$45,286,418	\$50,286,418	(\$1,345,777)	\$48,940,641	\$40,812,084	\$8,128,557
Valley City State University						
Total all funds	\$31,462,444	\$31,712,444	(\$1,621,000)	\$30,091,444	\$24,910,308	\$5,181,136
Less estimated income	4,806,837	4,806,837	0	4,806,837	4,806,837	0
General fund	\$26,655,607	\$26,905,607	(\$1,621,000)	\$25,284,607	\$20,103,471	\$5,181,136
Dakota College at Bottineau						
Total all funds	\$16,488,285	\$17,328,285	(\$547,626)	\$16,780,659	\$15,039,889	\$1,740,770
Less estimated income	7,600,789	7,600,789	0	7,600,789	7,600,789	0
General fund	\$8,887,496	\$9,727,496	(\$547,626)	\$9,179,870	\$7,439,100	\$1,740,770
Forest Service						

Total all funds	\$7,159,022	\$7,159,022	(\$22,833)	\$7,136,189	\$7,087,534	\$48,655
Less estimated income	1,650,000	1,650,000	0	1,650,000	1,650,000	0
General fund	\$5,509,022	\$5,509,022	(\$22,833)	\$5,486,189	\$5,437,534	\$48,655
Bill total						
Total all funds	\$1,048,719,698	\$1,082,240,166	(\$13,454,310)	\$1,068,785,856	\$1,057,118,782	\$11,667,074
Less estimated income	136,155,941	165,815,941	6,665,000	172,480,941	188,415,941	(15,935,000)
General fund	\$912,563,757	\$916,424,225	(\$20,119,310)	\$896,304,915	\$868,702,841	\$27,602,074

Senate Bill No. 2003 - North Dakota University System - General Fund Summary

	Executive Budget	Senate Version	Conference Committee Changes	Conference Committee Version	House Version	Comparison to House
University System Office	\$156,161,976	\$152,132,444	\$9,587,692	\$161,720,136	\$322,240,337	(\$160,520,201)
Bismarck State College	48,714,535	48,714,535	(3,008,208)	45,706,327	31,023,855	14,682,472
Lake Region State College	19,357,137	19,357,137	(1,122,489)	18,234,648	11,747,016	6,487,632
Williston State College	24,187,242	24,187,242	2,134,419	26,321,661	9,886,968	16,434,693
University of North Dakota	243,616,414	243,616,414	(13,060,081)	230,556,333	150,077,635	80,478,698
UND Medical Center	55,162,777	55,962,777	542,857	56,505,634	55,962,777	542,857
North Dakota State University	176,620,483	176,620,483	(5,426,699)	171,193,784	137,243,971	33,949,813
State College of Science	50,502,178	50,502,178	(3,222,464)	47,279,714	36,784,733	10,494,981
Dickinson State University	28,082,814	29,082,814	(1,574,509)	27,508,305	25,876,838	1,631,467
Mayville State University	23,819,658	23,819,658	(1,432,592)	22,387,066	14,066,522	8,320,544
Minot State University	45,286,418	50,286,418	(1,345,777)	48,940,641	40,812,084	8,128,557
Valley City State University	26,655,607	26,905,607	(1,621,000)	25,284,607	20,103,471	5,181,136
Dakota College at Bottineau	8,887,496	9,727,496	(547,626)	9,179,870	7,439,100	1,740,770
Forest Service	5,509,022	5,509,022	(22,833)	5,486,189	5,437,534	48,655
Total general fund	\$912,563,757	\$916,424,225	(\$20,119,310)	\$896,304,915	\$868,702,841	\$27,602,074

Detail of Conference Committee Changes to the General Fund

	Increases Funding for System Governance ¹	Removes Contract Settlement Payment ²	Adds Systemwide Performance Funding Pool ³	Restores Funding for Campus Master Planning ⁴	Reduces Funding for Education Challenge Fund ⁵	Reduces Funding for Academic and CTE Scholarships ⁶
University System Office	\$700,000	(\$854,520)	\$5,000,000	\$1,000,000	(\$1,000,000)	(\$3,700,000)
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						
Dakota College at Bottineau						
Forest Service						
Total general fund	\$700,000	(\$854,520)	\$5,000,000	\$1,000,000	(\$1,000,000)	(\$3,700,000)

	Adjusts Employee Compensation Package ⁷	Transfers Positions to University System Office ⁸	Removes Funding for Campus Equalization Payments ⁹	Provides Adjusted Campus Equity Funding Payments ¹⁰	Removes Funding for Inflation and Initiative Formula Payments ¹¹	Provides Adjusted Inflation Payments ¹²
University System Office	(\$167,267)	\$3,126,066				
Bismarck State College			(3,537,996)	2,589,392	(3,830,552)	2,335,948
Lake Region State College			(2,800,171)	2,440,986	(1,450,423)	884,497
Williston State College					(1,097,278)	689,871
University of North Dakota		(1,789,765)			(18,447,364)	14,687,048
UND Medical Center						
North Dakota State University		(1,336,301)	(6,431,392)	6,431,392	(12,841,542)	10,231,144
State College of Science			(2,249,951)	1,125,200	(4,541,854)	2,769,714
Dickinson State University			(2,236,064)	1,430,077	(3,054,133)	1,846,980
Mayville State University			(904,705)	452,598	(1,713,173)	1,036,038

Minot State University				(4,725,919)	2,953,818
Valley City State University		(1,961,854)	1,315,713	(2,448,427)	1,480,681
Dakota College at Bottineau		(968,128)	740,666	(918,511)	560,127
Forest Service	(22,833)				
Total general fund	(\$190,100)	\$0	(\$21,090,261)	\$16,526,024	(\$55,069,176)

	Adds Funding for Campus Security ¹³	Adjusts Campus Funding ¹⁴	Adjusts Funding for General Fund Capital Projects ¹⁵	Adds Capital Projects Contingency Pool ¹⁶	Adjusts Funding for Other Capital Projects ¹⁷	Total General Fund Changes
University System Office				\$5,483,413		\$9,587,692
Bismarck State College	100,000		(665,000)			(3,008,208)
Lake Region State College	100,000		(297,378)			(1,122,489)
Williston State College	743,950	2,500,000	(702,124)			2,134,419
University of North Dakota		190,000	(8,450,000)		750,000	(13,060,081)
UND Medical Center		542,857				542,857
North Dakota State University			(1,480,000)			(5,426,699)
State College of Science	100,000		(425,573)			(3,222,464)
Dickinson State University	638,631	(200,000)				(1,574,509)
Mayville State University	100,000		(403,350)			(1,432,592)
Minot State University	517,419		(91,095)			(1,345,777)
Valley City State University	100,000	100,000	(207,113)			(1,621,000)
Dakota College at Bottineau	100,000		(61,780)			(547,626)
Forest Service						(22,833)
Total general fund	\$2,500,000	\$3,132,857	(\$12,783,413)	\$5,483,413	\$750,000	(\$20,119,310)

Senate Bill No. 2003 - North Dakota University System - Other Funds Summary

	Executive Budget	Senate Version	Conference Committee Changes	Conference Committee Version	House Version	Comparison to House
University System Office	\$2,299,912	\$2,299,912		\$2,299,912	\$18,299,912	(\$16,000,000)
Bismarck State College			6,665,000	6,665,000	6,600,000	65,000
Lake Region State College						
Williston State College						
University of North Dakota	67,487,262	96,487,262		96,487,262	96,487,262	
UND Medical Center						
North Dakota State University	39,159,356	39,819,356		39,819,356	39,819,356	
State College of Science	1,350,000	1,350,000		1,350,000	1,350,000	
Dickinson State University						
Mayville State University						
Minot State University	11,801,785	11,801,785		11,801,785	11,801,785	
Valley City State University	4,806,837	4,806,837		4,806,837	4,806,837	
Dakota College at Bottineau	7,600,789	7,600,789		7,600,789	7,600,789	
Forest Service	1,650,000	1,650,000		1,650,000	1,650,000	
Total other funds	\$136,155,941	\$165,815,941	\$6,665,000	\$172,480,941	\$188,415,941	(\$15,935,000)

Detail of Conference Committee Changes to Other Funds

	Increases Funding for System Governance ¹	Removes Contract Settlement Payment ²	Adds Systemwide Performance Funding Pool ³	Restores Funding for Campus Master Planning ⁴	Reduces Funding for Education Challenge Fund ⁵	Reduces Funding for Academic and CTE Scholarships 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						
Dakota College at Bottineau						
Forest Service						

Total other funds	\$0	\$0	\$0	\$0	\$0	\$0
	Adjusts Employee Compensation Package⁷	Transfers Positions to University System Office⁸	Removes Funding for Campus Equalization Payments⁹	Provides Adjusted Campus Equity Funding Payments¹⁰	Removes Funding for Inflation and Initiative Formula Payments¹¹	Provides Adjusted Inflation Payments¹²
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						
Dakota College at Bottineau						
Forest Service						
Total other funds	\$0	\$0	\$0	\$0	\$0	\$0

	Adds Funding for Campus Security¹³	Adjusts Campus Funding¹⁴	Adjusts Funding for General Fund Capital Projects¹⁵	Adds Capital Projects Contingency Pool¹⁶	Adjusts Funding for Other Capital Projects¹⁷	Total Other Funds Changes
University System Office						
Bismarck State College					6,665,000	6,665,000
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						
Dakota College at Bottineau						
Forest Service						
Total other funds	\$0	\$0	\$0	\$0	\$6,665,000	\$6,665,000

Senate Bill No. 2003 - North Dakota University System - All Funds Summary

	Executive Budget	Senate Version	Conference Committee Changes	Conference Committee Version	House Version	Comparison to House
University System Office	\$158,461,888	\$154,432,356	\$9,587,692	\$164,020,048	\$340,540,249	(\$176,520,201)
Bismarck State College	48,714,535	48,714,535	3,656,792	52,371,327	37,623,855	14,747,472
Lake Region State College	19,357,137	19,357,137	(1,122,489)	18,234,648	11,747,016	6,487,632
Williston State College	24,187,242	24,187,242	2,134,419	26,321,661	9,886,968	16,434,693
University of North Dakota	311,103,676	340,103,676	(13,060,081)	327,043,595	246,564,897	80,478,698
UND Medical Center	55,162,777	55,962,777	542,857	56,505,634	55,962,777	542,857
North Dakota State University	215,779,839	216,439,839	(5,426,699)	211,013,140	177,063,327	33,949,813
State College of Science	51,852,178	51,852,178	(3,222,464)	48,629,714	38,134,733	10,494,981
Dickinson State University	28,082,814	29,082,814	(1,574,509)	27,508,305	25,876,838	1,631,467
Mayville State University	23,819,658	23,819,658	(1,432,592)	22,387,066	14,066,522	8,320,544
Minot State University	57,088,203	62,088,203	(1,345,777)	60,742,426	52,613,869	8,128,557
Valley City State University	31,462,444	31,712,444	(1,621,000)	30,091,444	24,910,308	5,181,136
Dakota College at Bottineau	16,488,285	17,328,285	(547,626)	16,780,659	15,039,889	1,740,770
Forest Service	7,159,022	7,159,022	(22,833)	7,136,189	7,087,534	48,655
Total all funds	\$1,048,719,698	\$1,082,240,166	(\$13,454,310)	\$1,068,785,856	\$1,057,118,782	\$11,667,074
FTE	2344.49	2337.49	(32.75)	2304.74	2304.74	0.00

Detail of Conference Committee Changes to All Funds

	Increases Funding for System Governance¹	Removes Contract Settlement Payment²	Adds Systemwide Performance Funding Pool³	Restores Funding for Campus Master Planning⁴	Reduces Funding for Education Challenge Fund⁵	Reduces Funding for Academic and CTE Scholarships⁶
University System Office	\$700,000	(\$854,520)	\$5,000,000	\$1,000,000	(\$1,000,000)	(\$3,700,000)
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						
Dakota College at Bottineau						
Forest Service						
Total all funds	\$700,000	(\$854,520)	\$5,000,000	\$1,000,000	(\$1,000,000)	(\$3,700,000)
FTE	0.00	0.00	0.00	0.00	0.00	0.00
	Adjusts Employee Compensation Package⁷	Transfers Positions to University System Office⁸	Removes Funding for Campus Equalization Payments⁹	Provides Adjusted Campus Equity Funding Payments¹⁰	Removes Funding for Inflation and Initiative Formula Payments¹¹	Provides Adjusted Inflation Payments¹²
University System Office	(\$167,267)	\$3,126,066				
Bismarck State College			(3,537,996)	2,589,392	(3,830,552)	2,335,948
Lake Region State College			(2,800,171)	2,440,986	(1,450,423)	884,497
Williston State College					(1,097,278)	689,871
University of North Dakota		(1,789,765)			(18,447,364)	14,687,048
UND Medical Center						
North Dakota State University		(1,336,301)	(6,431,392)	6,431,392	(12,841,542)	10,231,144
State College of Science			(2,249,951)	1,125,200	(4,541,854)	2,769,714
Dickinson State University			(2,236,064)	1,430,077	(3,054,133)	1,846,980
Mayville State University			(904,705)	452,598	(1,713,173)	1,036,038
Minot State University					(4,725,919)	2,953,818
Valley City State University			(1,961,854)	1,315,713	(2,448,427)	1,480,681
Dakota College at Bottineau			(968,128)	740,666	(918,511)	560,127
Forest Service	(22,833)					
Total all funds	(\$190,100)	\$0	(\$21,090,261)	\$16,526,024	(\$55,069,176)	\$39,475,866
FTE	0.00	0.00	0.00	0.00	(32.75)	0.00
	Adds Funding for Campus Security¹³	Adjusts Campus Funding¹⁴	Adjusts Funding for General Fund Capital Projects¹⁵	Adds Capital Projects Contingency Pool¹⁶	Adjusts Funding for Other Capital Projects¹⁷	Total All Funds Changes
University System Office				\$5,483,413		\$9,587,692
Bismarck State College	100,000		(665,000)		6,665,000	3,656,792
Lake Region State College	100,000		(297,378)			(1,122,489)
Williston State College	743,950	2,500,000	(702,124)			2,134,419
University of North Dakota		190,000	(8,450,000)		750,000	(13,060,081)
UND Medical Center		542,857				542,857
North Dakota State University			(1,480,000)			(5,426,699)
State College of Science	100,000		(425,573)			(3,222,464)
Dickinson State University	638,631	(200,000)				(1,574,509)
Mayville State University	100,000		(403,350)			(1,432,592)
Minot State University	517,419		(91,095)			(1,345,777)
Valley City State University	100,000	100,000	(207,113)			(1,621,000)
Dakota College at Bottineau	100,000		(61,780)			(547,626)
Forest Service						(22,833)
Total all funds	\$2,500,000	\$3,132,857	(\$12,783,413)	\$5,483,413	\$7,415,000	(\$13,454,310)
FTE	0.00	0.00	0.00	0.00	0.00	(32.75)

¹ Funding for system governance added by the Senate is increased by \$700,000 to provide total increased funding of \$2 million, the same as the House version. The specific use of the funds is to be determined by the State Board of Higher Education.

² Funding added by the Senate for a contract settlement payment to terminate the contract of the Commissioner of Higher Education is removed. The House also removed the funding.

³ One-time funding of \$5 million from the general fund is added for a systemwide performance funding pool and guidelines are added for the use of funds from the pool. The House also added \$5 million for performance funding allocations.

⁴ Funding of \$1 million removed by the Senate for a systemwide campus master plan and space utilization study is restored. The House also restored the funding.

⁵ Funding for the education challenge fund is reduced from \$30 million to \$29 million.

⁶ Increased funding of \$3.7 million included in the executive budget for the academic and career and technical education scholarship program is removed.

⁷ Funding for employee compensation is reduced for the University System office and Forest Service to provide for salary increases of 4 percent for the first year of the biennium and 3 percent for the second year of the biennium and to provide for 1 percent employee and employer retirement contributions during the first year of the biennium only.

⁸ Funding for internal audit and legal positions at North Dakota State University and the University of North Dakota is transferred to the University System office. The offices for the positions may remain at each campus but the positions are to report directly to the University System office. The House also transferred the positions.

⁹ Funding included in the Senate version and the executive budget for campus equalization payments based on a proposed higher education funding method is removed. The House also removed this funding.

¹⁰ Funding is added for campus equity funding payments based on adjustments to the higher education funding formula included in the executive budget recommendation. The House version provided adjusted campus equity funding payments of \$18.9 million.

¹¹ Funding included in the Senate version and the executive budget for campus inflation and initiative formula payments based on a proposed higher education funding formula is removed. The House also removed this funding.

¹² Funding for inflation payments to institutions is added based on 5 percent annual inflation adjustments made to institutions' base budgets with equity enhancements. The House version included funding of \$10.4 million for a 2 percent inflation adjustment and the Senate version included \$55.1 million for initiative funding and 6.15 percent annual inflation adjustments.

¹³ Funding is added to address security needs at campuses.

¹⁴ Funding from the general fund is adjusted for the following campus items:

- Ongoing funding of \$2.5 million is added for Williston State College to address extraordinary campus needs resulting from energy development. The House version included \$1 million of one-time funding for Williston State College.
- One-time funding of \$190,000 is added for the University of North Dakota for deferred maintenance at the North Dakota Museum of Art.
- Funding of \$542,857 is added for costs to continue medical student and resident positions added at the University of North Dakota School of Medicine and Health Sciences during the 2011-13 biennium.
- Funding of \$200,000 added by the Senate for the operations of the Dickinson State University

Henry Biesiot Activities Center is removed. The House also removed this funding.

- Funding of \$100,000 is added for the Great Plains Science, Technology, Engineering, and Mathematics Center at Valley City State University.

¹⁵ Funding provided for major general fund capital projects, excluding the University of North Dakota School of Medicine and Health Sciences facility project, are reduced by 5 percent. Funding for Phase 1 of the University of North Dakota School of Medicine and Health Sciences facility project is adjusted from \$68 million to \$62 million and then reduced by 2.5 percent. A section is also added to allow the State Board of Higher Education to obtain a loan of \$62 million for Phase 2 of the project.

The following is a summary of adjustments to capital project and campus software upgrade amounts:

Project	Original Amount	Reduction	Revised Amount
Bismarck State College Communications and Creative Arts Center	\$13,300,000	(\$665,000)	\$12,635,000
Lake Region State College Erlandson Center project	5,947,562	(297,378)	5,650,184
Williston State College campus drive project	1,800,000	(90,000)	1,710,000
Williston State College Stevens Hall project	12,242,478	(612,124)	11,630,354
University of North Dakota School of Medicine and Health Sciences facility project	68,300,000 ¹	(7,850,000)	60,450,000
University of North Dakota Law School project	12,000,000	(600,000)	11,400,000
North Dakota State University science, technology, engineering, and mathematics classroom	29,600,000	(1,480,000)	28,120,000
North Dakota State College of Science Old Main project	8,511,452	(425,573)	8,085,879
Mayville State University old gymnasium project	5,800,000	(290,000)	5,510,000
Mayville State University campus drainage improvements	2,267,000	(113,350)	2,153,650
Minot State University plant services building	1,821,905	(91,095)	1,730,810
Valley City State University hillside slope stabilization	505,800	(25,290)	480,510
Valley City State University Vangstad Hall project	3,636,466	(181,823)	3,454,643
Dakota College at Bottineau campus generator	395,600	(19,780)	375,820
Dakota College at Bottineau Thatcher Hall project and software updates	840,000	(42,000)	798,000
	\$166,968,263	(\$12,783,413)	\$154,184,850

¹Funding for the first phase of the University of North Dakota School of Medicine and Health Sciences project was reduced from \$68.3 million to \$62 million. The amounts shown do not include a \$62 million loan authorized for Phase 2 of the project.

¹⁶ Funding is added for a capital projects contingency pool to provide funding for capital projects that have bids that exceed estimates. A section is added to provide guidelines for the distribution of funds from the pool.

¹⁷ Funding is added for the following capital projects:

- Bismarck State College Communications and Creative Arts Center - Special funds authority of \$6,665,000 is added to allow the project to include the construction of a theater and for other enhancements. A section is also added regarding the use of funding designated for the center. The House added \$6.6 million of special funds authority for project enhancements.
- University of North Dakota School of Medicine and Health Sciences Bismarck Family Practice Center skywalk project - A general fund appropriation of \$750,000 is added to construct a skywalk attached to the center. A section is added to provide that the funds may only be spent on a dollar-for-dollar basis for private funds received for the project. The House also provided funding for this project.

Senate Bill No. 2003 - Other Changes - Conference Committee Action

This amendment also:

- Adjusts Section 9 of the bill to provide for system information technology services staff offices of new employees to be consolidated in the joint information technology building. The section also provides for reports regarding the status of consolidation of University System information technology services. The House also added this language.
- Adds sections to implement statutory provisions regarding the higher education challenge fund matching grant program. A section is also added to provide for a Legislative Management report regarding the program. The House also added the sections.
- Adds sections to provide statutory changes regarding the mission and reporting requirements of the University of North Dakota School of Medicine and Health Sciences. The House also added these sections.
- Adds a section allowing up to \$200,000 of funding for the Theodore Roosevelt Center to be used for project planning for a Theodore Roosevelt Presidential Library.
- Adds a section to provide a contingent general fund appropriation of \$6 million to Dickinson State University and a contingent general fund appropriation of \$5 million to the Department of Public Instruction. The Dickinson State University appropriation is for the construction of a Theodore Roosevelt Presidential Library and the Department of Public Instruction appropriation is to construct a children's science education center. The funding is contingent upon general fund revenues exceeding legislative estimates by at least 3.5 percent during the period beginning July 1, 2013, and ending June 30, 2014.
- Repeals Section 5 of Senate Bill No. 2018 as approved by the 63rd Legislative Assembly, relating to a contingent appropriation to Dickinson State University for the construction of a Theodore Roosevelt Presidential Library.
- Adds a section to require higher education capital projects to have adequate construction management oversight.
- Adds a section for a Legislative Management study of legal services used by state agencies.
- Reclassifies \$2.5 million of the \$5 million of flood recovery funding for Minot State University as one-time funding.