

FISCAL NOTE
Requested by Legislative Council
12/31/2020

Bill/Resolution No.: SB 2031

- 1 A. **State fiscal effect:** *Identify the state fiscal effect and the fiscal effect on agency appropriations compared to funding levels and appropriations anticipated under current law.*

	2019-2021 Biennium		2021-2023 Biennium		2023-2025 Biennium	
	General Fund	Other Funds	General Fund	Other Funds	General Fund	Other Funds
Revenues						
Expenditures			\$15,452,097			
Appropriations			\$15,452,097			

- 1 B. **County, city, school district and township fiscal effect:** *Identify the fiscal effect on the appropriate political subdivision.*

	2019-2021 Biennium	2021-2023 Biennium	2023-2025 Biennium
Counties			
Cities			
School Districts			
Townships			

- 2 A. **Bill and fiscal impact summary:** *Provide a brief summary of the measure, including description of the provisions having fiscal impact (limited to 300 characters).*

Senate Bill 2031 makes several changes to the higher education funding formula components as recommended by the interim legislative Higher Education Funding Formula and Higher Education committees.

- B. **Fiscal impact sections:** *Identify and provide a brief description of the sections of the measure which have fiscal impact. Include any assumptions and comments relevant to the analysis.*

Section 1 creates upper and lower division weighting factors for career and technical education credits. Section 2 modifies the credit completion factor to protect institutions with increasing enrollment from a reduction in funding caused by a decrease in the credit completion factor. Section 3 eliminates the funding formula reduction attributable to the law enforcement tuition waiver. Section 4 restores the minimum amount payable clause at 96 percent. Section 5 eliminates the institutional size factor. Section 7 transfers computer and information science and support services credits from Core Discipline Cluster (1.0) to the Engineering Discipline Cluster (2.5).

3. **State fiscal effect detail:** *For information shown under state fiscal effect in 1A, please:*

- A. **Revenues:** *Explain the revenue amounts. Provide detail, when appropriate, for each revenue type and fund affected and any amounts included in the executive budget.*

- B. **Expenditures:** *Explain the expenditure amounts. Provide detail, when appropriate, for each agency, line item, and fund affected and the number of FTE positions affected.*

Overall State funding for ND public institutions of higher education would increase by \$15,452,097 for the 2021-23 biennium. Amounts would vary by institution depending on levels of completed credits. Funds will be utilized for operational expenses at each institution.

- C. **Appropriations:** *Explain the appropriation amounts. Provide detail, when appropriate, for each agency and fund affected. Explain the relationship between the amounts shown for expenditures and appropriations. Indicate whether the appropriation or a part of the appropriation is included in the executive budget or relates to a continuing appropriation.*

A \$15,452,097 general fund appropriation increase is required for the 2021-23 biennium. Amounts would vary by institution depending on levels of completed credits. Funds will be utilized for operational expenses at each institution.

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