



Lake Region

State College

SB 2003

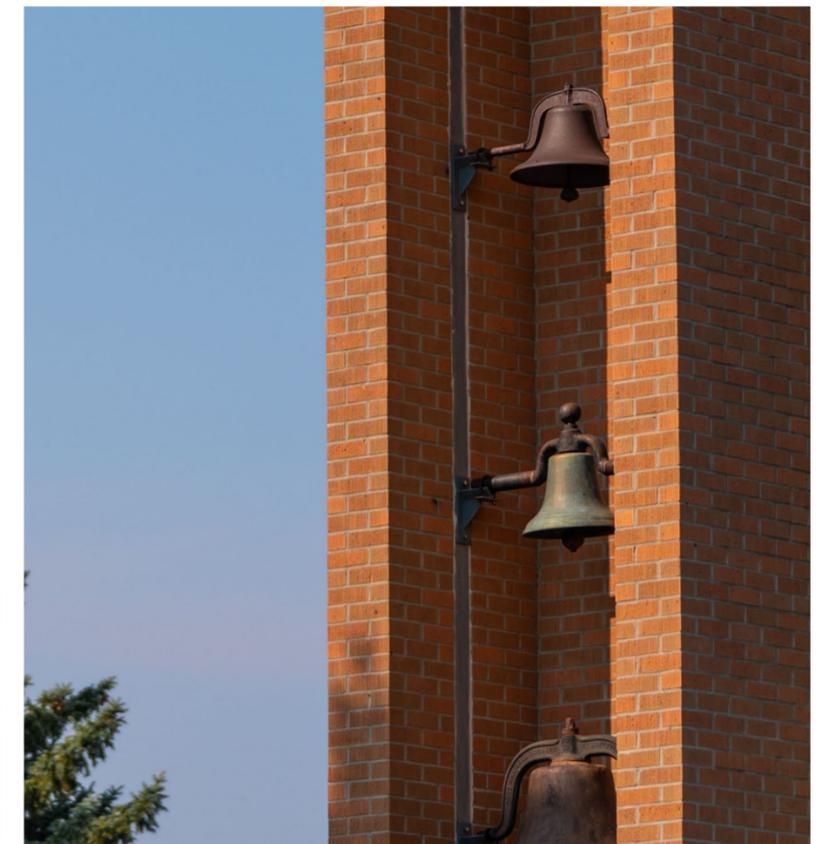
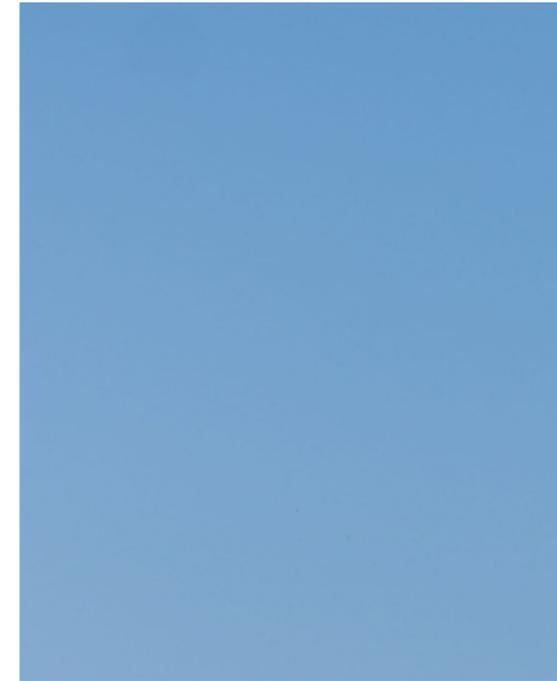
March 11, 2025



LRSC Mission

We enhance lives and community vitality through quality education.

We change lives!





A Comprehensive Community College

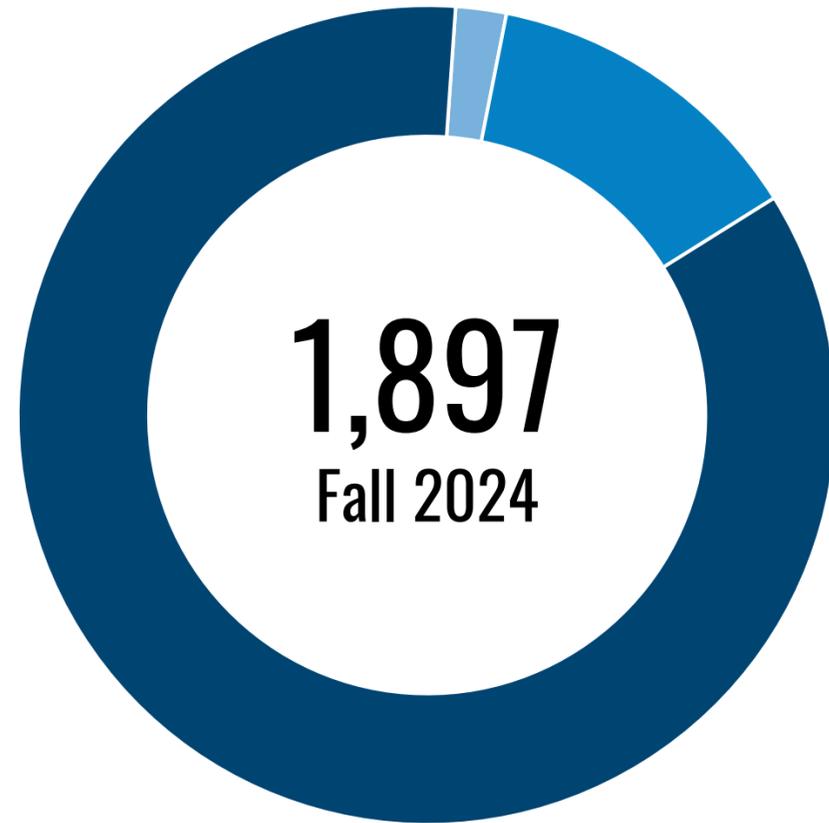


Lake Region State College is a student-centered, open-access, and comprehensive community college.

We provide quality academic education, career and technical education, workforce training and educational outreach.

Fall Enrollment Census

Year	Total Headcount	Total Full-Time	Total Part-Time	Total Credits	Total FTE
2018	2,072	538	1,534	15,077	1,005
2021	1,621	422	1,199	11,870	791
2024	1,897	470	1,427	13,589	906



85%

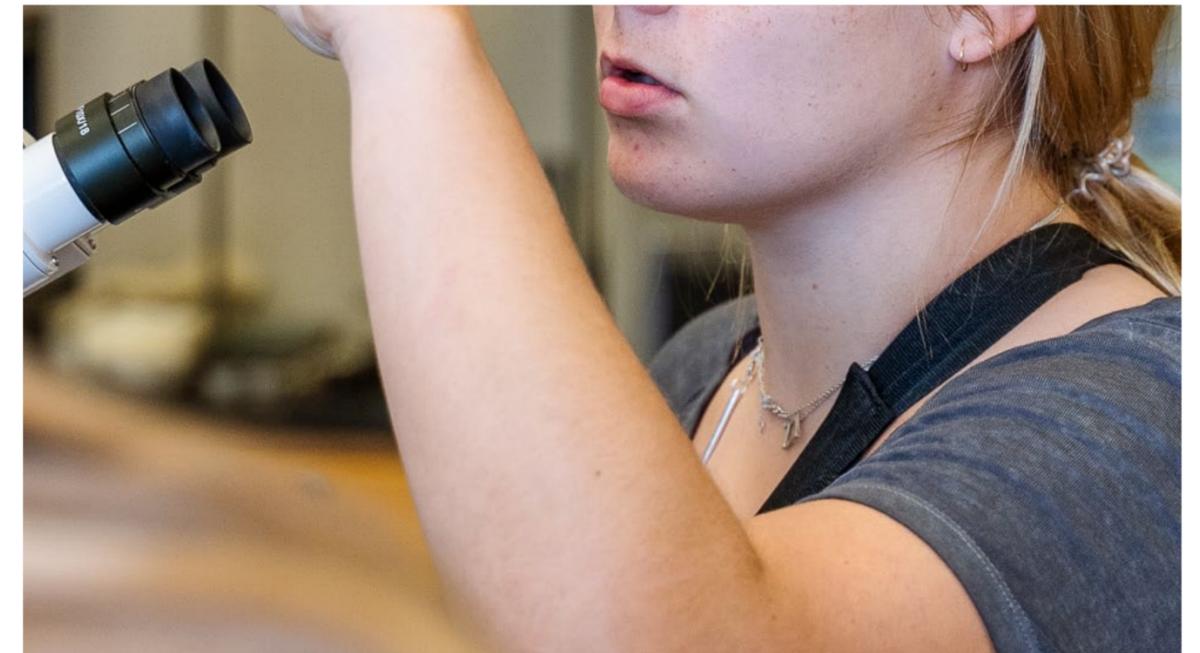
Students from
North Dakota

13%

Students Outside
of North Dakota

2%

International
Students





Fall 2024: How LRSC compares

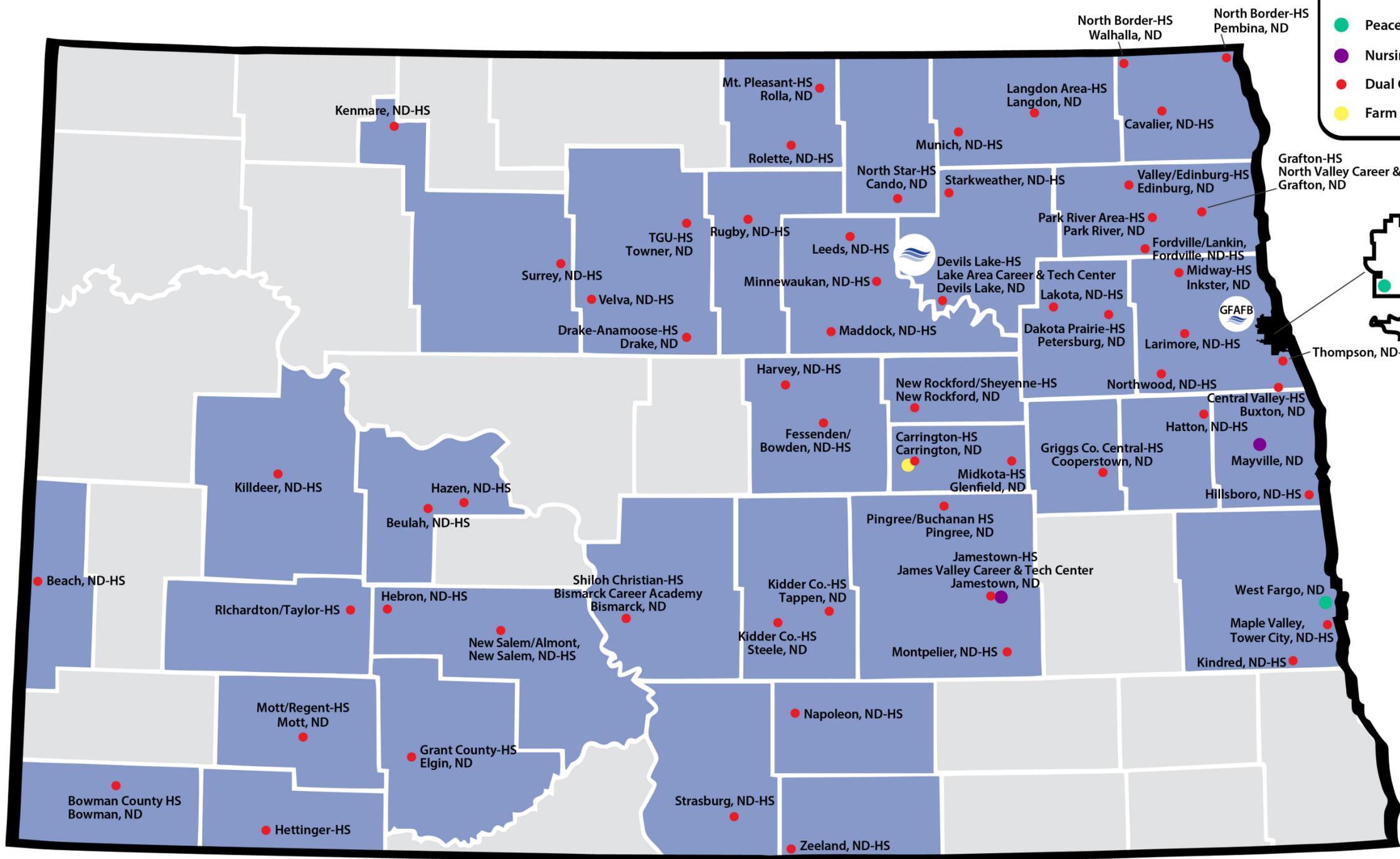
College	Fall 2024 Headcount	Rank
Bismarck State College	4,206	3rd
Dakota College at Bottineau	1,206	9th
Dickinson State University	1,410	8th
Lake Region State College	1,897	6th
Mayville State University	1,134	10th
Minot State University	2,751	5th
ND State College of Science	3,367	4th
North Dakota State University	11,952	2nd
University of North Dakota	15,019	1st
Valley City State University	1,806	7th
Williston State College	1,058	11th



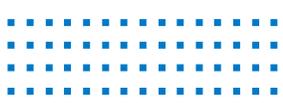
LRSC Footprint

LEGEND

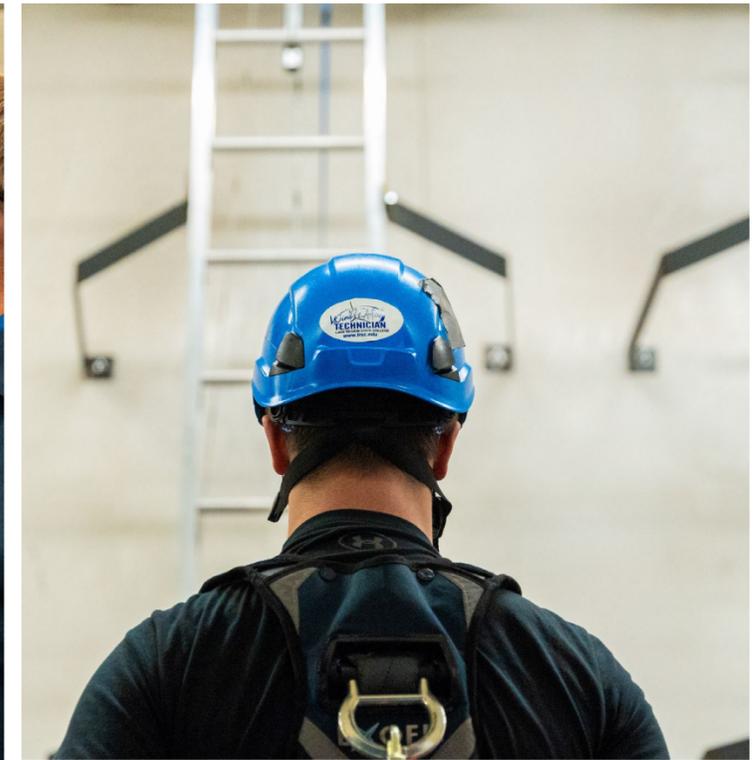
- Lake Region State College
- Grand Forks Air Force Base
- LAUNCH!
- Peace Officer Training Delivery
- Nursing Program Delivery
- Dual Credit Services
- Farm Business Management



● 18 homeschool families throughout ND



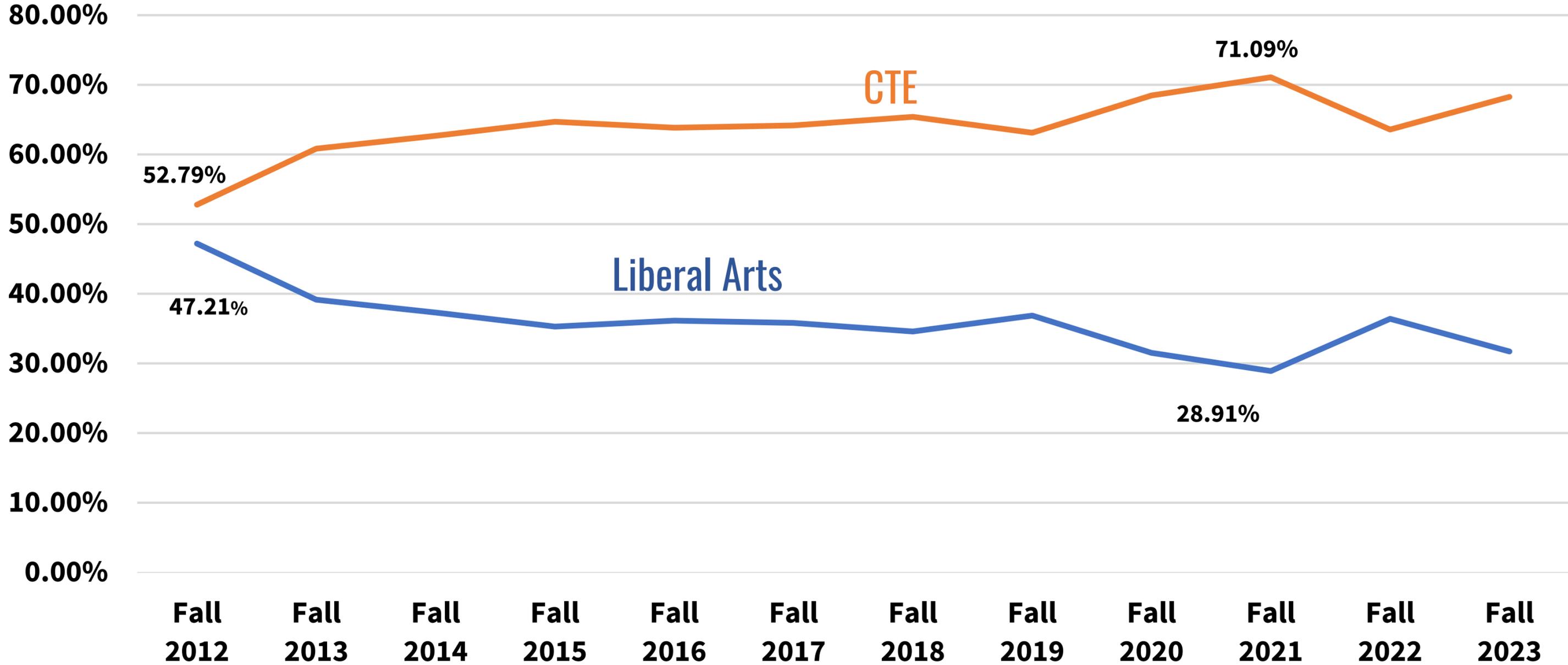
Meeting Labor Market Needs



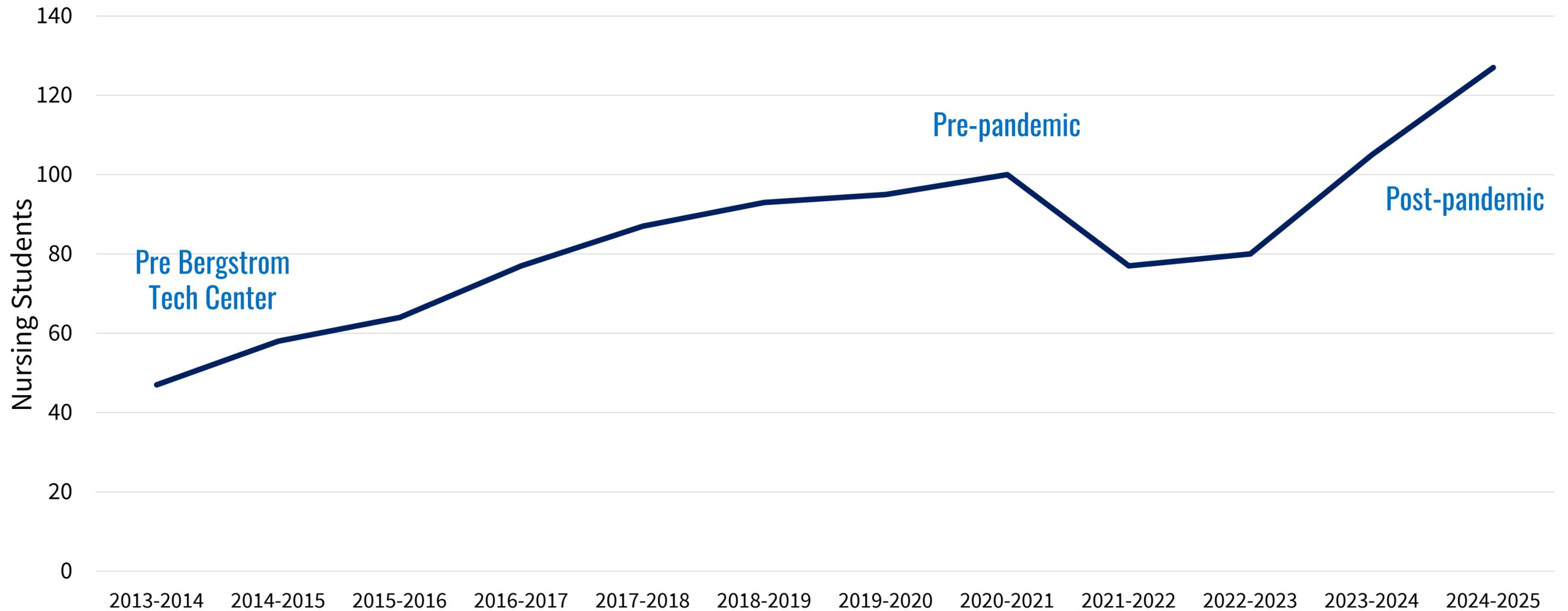


Academic Transfer vs. Career & Technical Education Majors

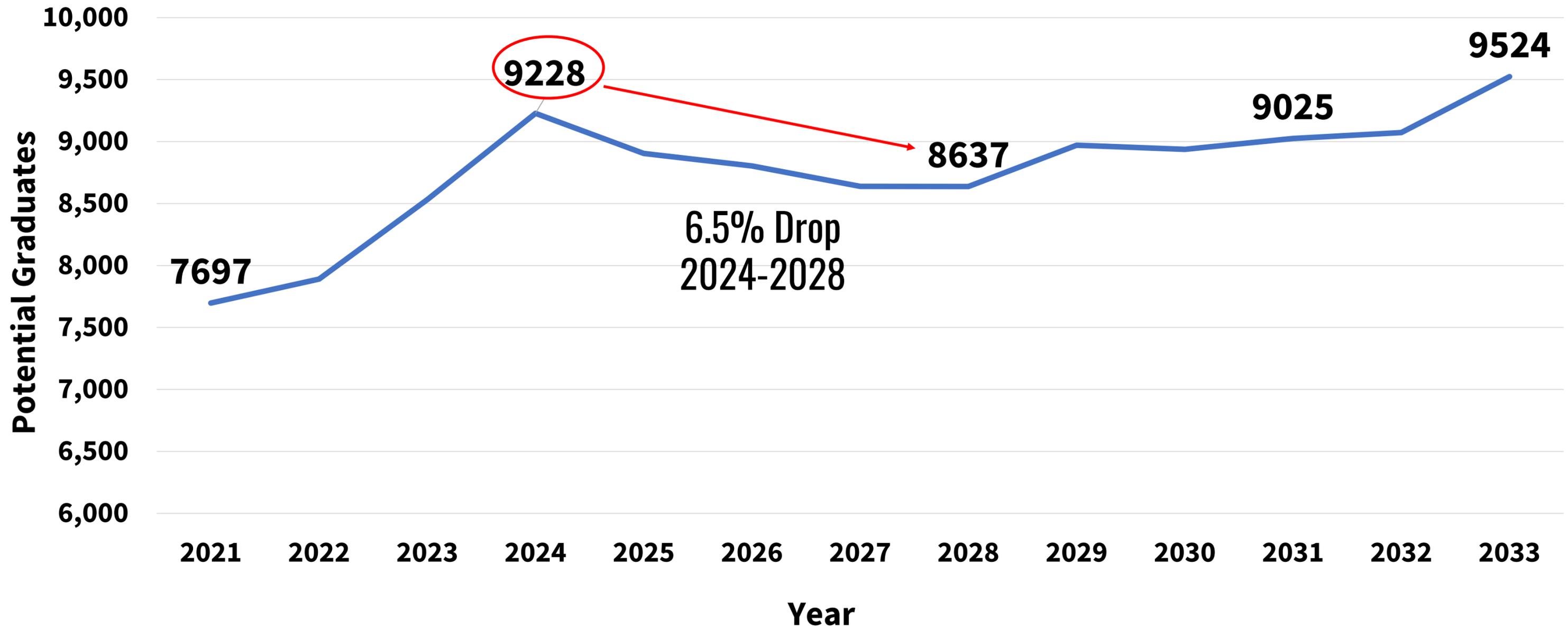
LRSC Degree Seeking Students



Trends in Nursing Enrollment



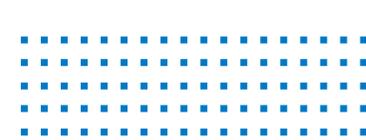
ND High School Graduates: Estimated based on K-12 Count





Legislative Higher Ed Challenge Match

Portfolio LR Community College Foundation of Devils Lake	
Date	Market Value
6/30/2013	\$ 4,535,862.00
6/30/2018	\$ 8,444,930.88
6/30/2024	\$13,640,273.78
<i>Market value of all investments at year end</i>	



\$540k

Offered in scholarships annually

300+

Students receive foundation-funded scholarships each year

200+

endowments

5

Charitable trusts



Lake Region
Community College
F O U N D A T I O N
of Devils Lake, North Dakota



Grants & Collaborations

TRiO Student Support Services –
\$306,505/year (*submitted 5th proposal*)

Partner with CTE – DOL Apprenticeships

Department of Commerce

Tribal College System



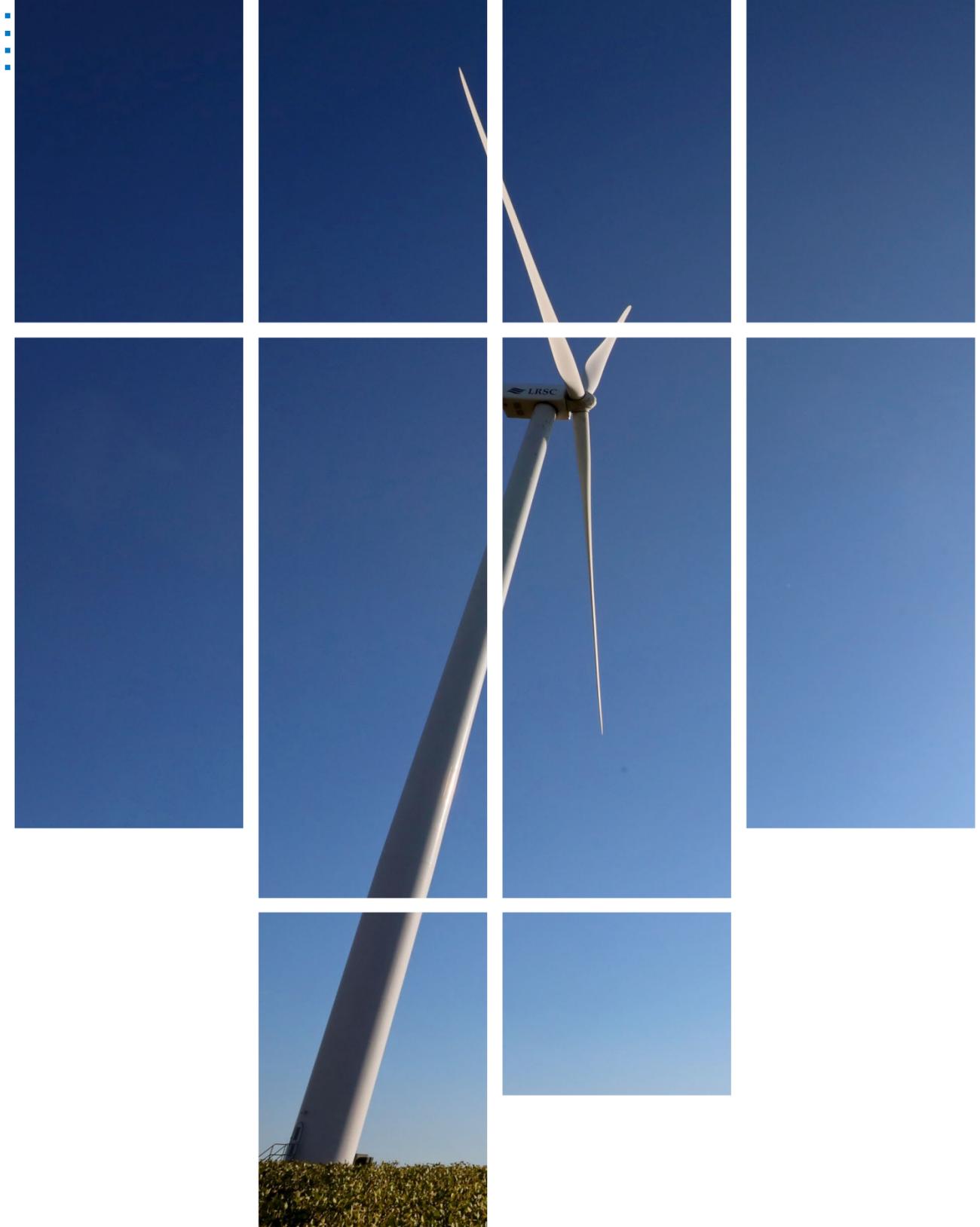
Wind Turbine

Thank you: Tier III for Gearbox

- Twelve years old

Two Challenges:

- Aging Turbine
- Insurance Coverage





Expanding Athletic Programs

2023 Inaugural Year of Men's and Women's Hockey

- Successful program launches
- Strong team performance and community support
- Increased student engagement

Establishment of Esports Program with NJCAA

- Official recognition as a campus sport
- Attraction of students in tech programs

Athletic Facility

Challenges: Outdated, unsafe facilities hinder athlete recruitment and retention.

New Facility: LRSC is launching a campaign to raise funds for a state-of-the-art Athletic Performance Center.

Priorities: Larger gym, centralized support, multi-activity court, and future ice facility.

Success: Enhanced recruitment, retention, and community benefits.



Broadening Impact

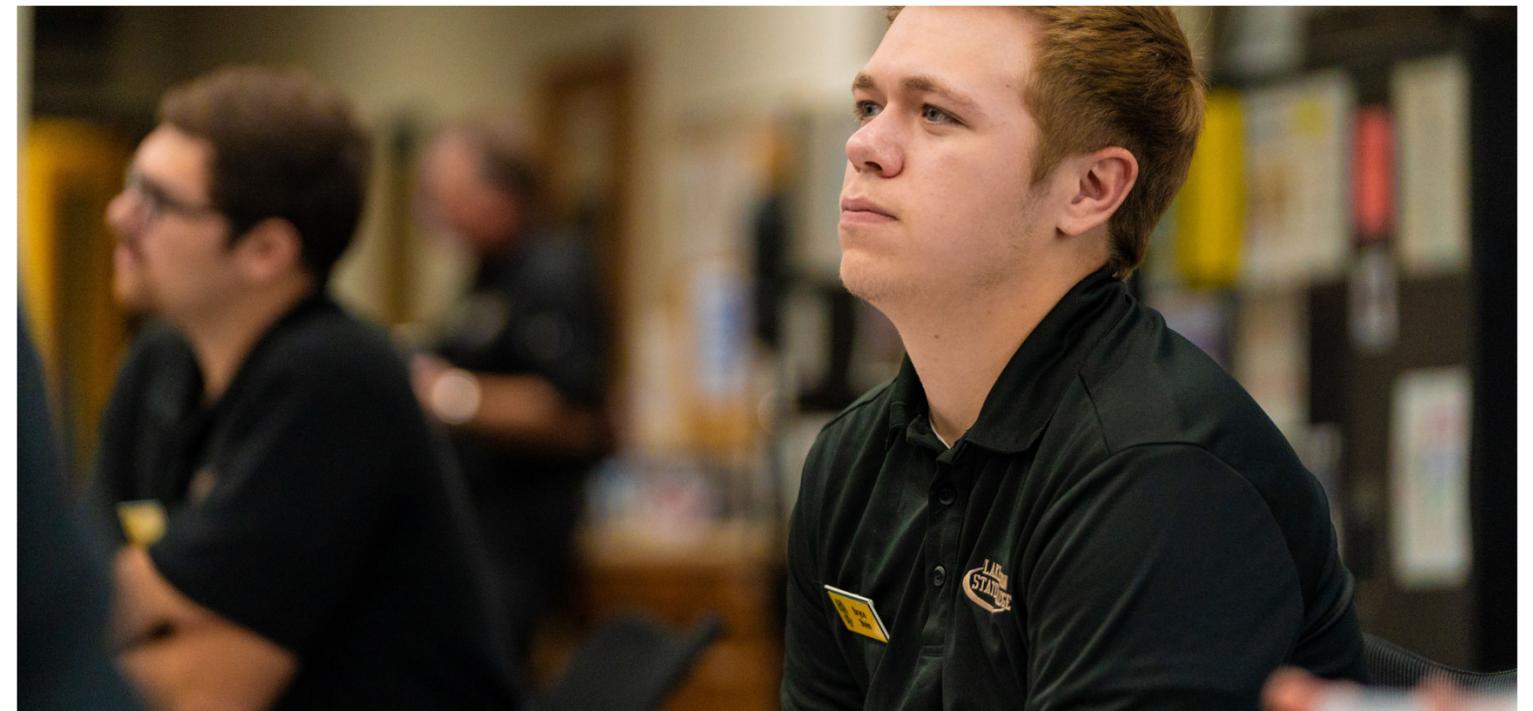
Agriculture

- New Certificates: Precision Agriculture, Agriculture Production Management

LAUNCH! Program

Grand Forks workforce needs

National Security Crossroads/UAS/CUAS

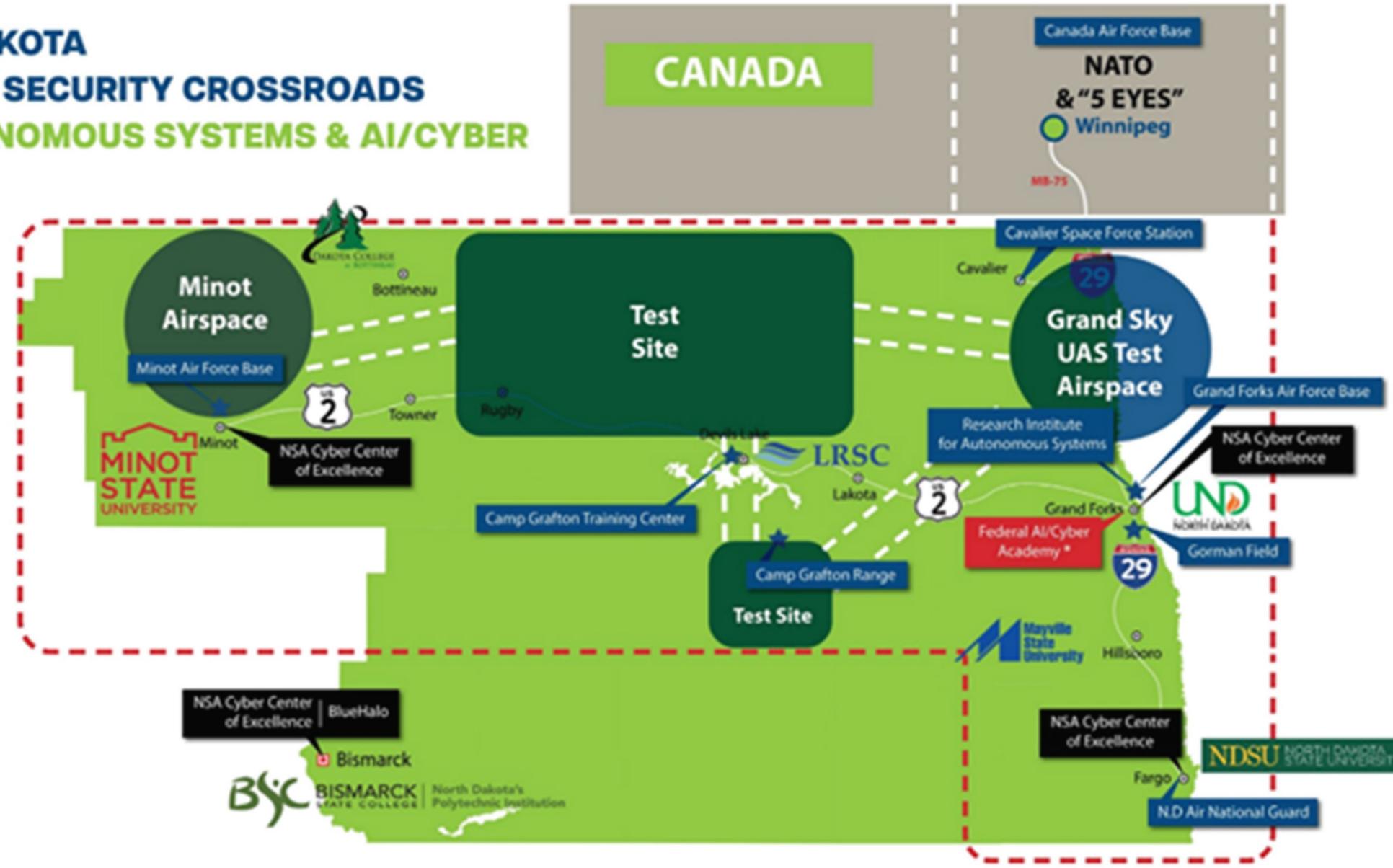


NATIONAL SECURITY



Support Air Force, National Guard, and National Security Corridor; Veterans

**NORTH DAKOTA
NATIONAL SECURITY CROSSROADS
FOR AUTONOMOUS SYSTEMS & AI/CYBER**



* Legislation/Location not yet determined.

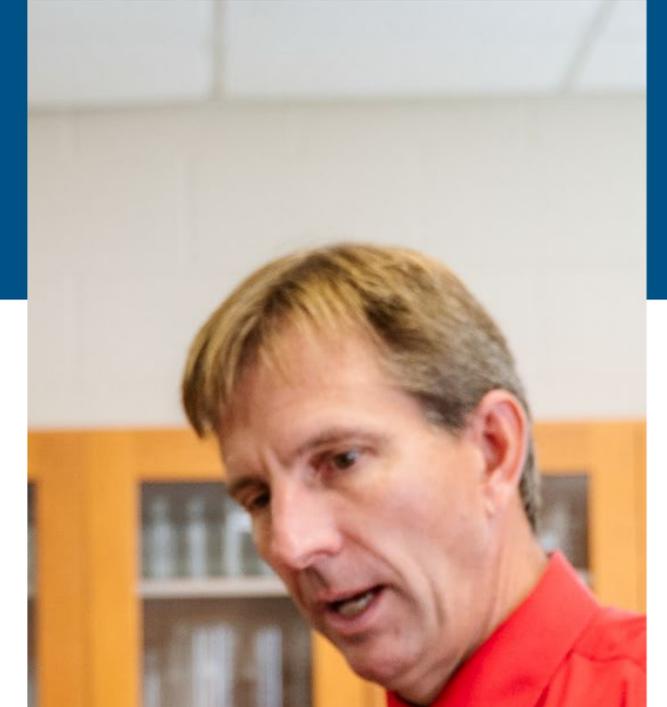
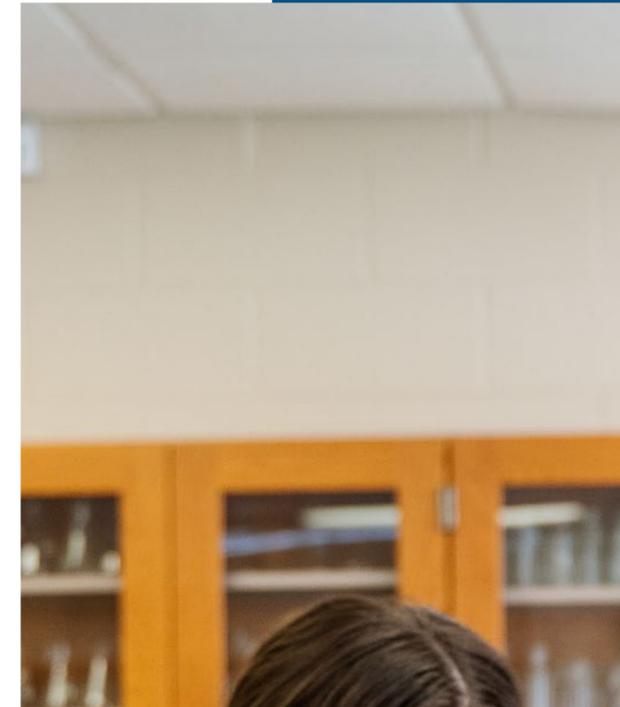
Financial Health

Healthy Composite Financial Index

- 5.2 with Component Unit
- 3.59 without Component Unit

Healthy Auxiliaries

- Bookstore – is difficult to operate in the black
- Digital or OER options cheaper for students – less profit for Bookstore





Mental Health

- Cost to Continue - \$65,404
- 1 Counselor & 2 Interns
 - 1 Intern position unfilled
 - Establishing Counseling Center



2025-2027 Budget Request

<u>Base Funding</u>		
Base Funding (23-25 Biennium)		\$ 15,248,322
Employer Retirement Contribution		\$ 14,693
Target Market Equity Pool		\$ 411,788
2025-27 Legislative Base Budget		\$ 15,674,803
Formula Increase (decrease) due to credit production	\$ (609,933)	
IT Rate Adjustment	\$ 5,632	
Base Budget		\$ 15,070,502
Inflationary Increase (3%)	\$ 452,115	
Total Operating Request-General Funds		\$ 15,522,617
<u>Capital Projects</u>		
Campus Infrastructure Repairs/Upgrades	\$ 6,087,341	

Lake Region State College

Comparison of 2025-27 Budget Request to 2025-27 Executive Recommendation & Senate Engrossed SB2003

NDU S Institutions Comparison of SBHE General and Special Funds Budget Request to Executive Recommendation to Senate Engrossed SB2003	Lake Region State College				
	SBHE 2025-27 GF Budget Request	Burgum Executive Recommendation	Armstrong Executive Recommendation	Senate Recommendations (Engrossed SB2003)	Senate Recommendation Over (Under) Budget Request
2023-25 Original General Fund Appropriation	\$ 15,248,322	\$ 15,248,322	\$ 15,248,322	\$ 15,248,322	\$ -
Base Adjustments - Funding Formula	(609,933)	(609,933)	(609,933)	(1,555,241)	(945,308)
IT Rate Adjustment	5,632	5,632	5,632		(5,632)
Employer Retirement Contribution	14,693	14,693	14,693	14,693	-
Target Market Equity	411,788	411,788	411,788	411,788	-
Inflation Factor Increase	452,115				(452,115)
2023-25 Adjusted General Fund Appropriation, Net of Base Adjustments(Needs Based Budget Request)	15,522,617	15,070,502	15,070,502	14,119,562	(1,403,055)
Executive Recommendation Base/One-time Increases (Decreases): 25-27 Adjustments:					
2023-25 Formula Rate Averaging (Burgum 75%/Armstrong 100%-one-time adjustment, Senate on-going)		104,307	139,076	139,076	139,076
2025-27 Governor Adjustment - Burgum 10% Netted/Armstrong 9% Netted (10%/9% gross adjustment includes IT Rate Adjustment, Employer Retirement Contribution, Target Market Equity, Health Insurance, Remove Minimum Amount Payable, Adjustment for 2-year credits at 4-year Institutions and 4-year credits at 2-year Institutions)		599,754	454,189		-
Funding Formula Adjustments (Credit Completion Factor/Discipline Cluster Changes)-moving POTP & Wind classes to the CTE cluster.				1,234,489	1,234,489
4% Funding Formula Rate Increase/Base Rate Equalization				723,262	723,262
Remove Minimum Amount Payable		(945,308)	(945,308)		-
Health Insurance		345,554	345,554		-
Total Adjustments	-	104,307	(6,489)	2,096,827	2,096,827
2025-27 Base General Fund Request & Recommendation	\$ 15,522,617	\$ 15,174,809	\$ 15,064,013	\$ 16,216,389	\$ 693,772
Capital Project Request-General Funds					
Roofing, Parking & Voltage Project	6,087,341	0	0	0	(6,087,341)
TOTAL Capital Projects-General Funds	6,087,341	0	0	0	(6,087,341)
+					
2023-25 Original Special Fund Appropriation	\$ 26,528,767	\$ 26,528,767	\$ 26,528,767	\$ 26,528,767	\$ -
Employer Retirement Contribution	20,449	20,449	20,449	20,449	-
Target Market Equity	52,381	52,381	52,381	52,381	-
IT Rate Adjustment	10,232	10,232	10,232	10,232	-
2025-27 Adjusted Special Fund Appropriation Request	\$ 26,611,829	\$ 26,611,829	\$ 26,611,829	\$ 26,611,829	\$ -
Recommendation Base Increases (Decreases):					
2025-27 Governor Adjustment for SF Salaries/FB		545,949	545,949	545,992	\$ 545,992
Health Insurance		374,990	374,990	374,947	374,947
Total Adjustments	-	920,939	920,939	920,939	920,939
2025-27 Base Special Fund Request and Executive Recommendation - Special Funds	\$ 26,611,829	\$ 27,532,768	\$ 27,532,768	\$ 27,532,768	\$ 920,939
-					
Total All funds	48,221,787	42,707,577	42,596,781	43,749,157	(4,472,630)

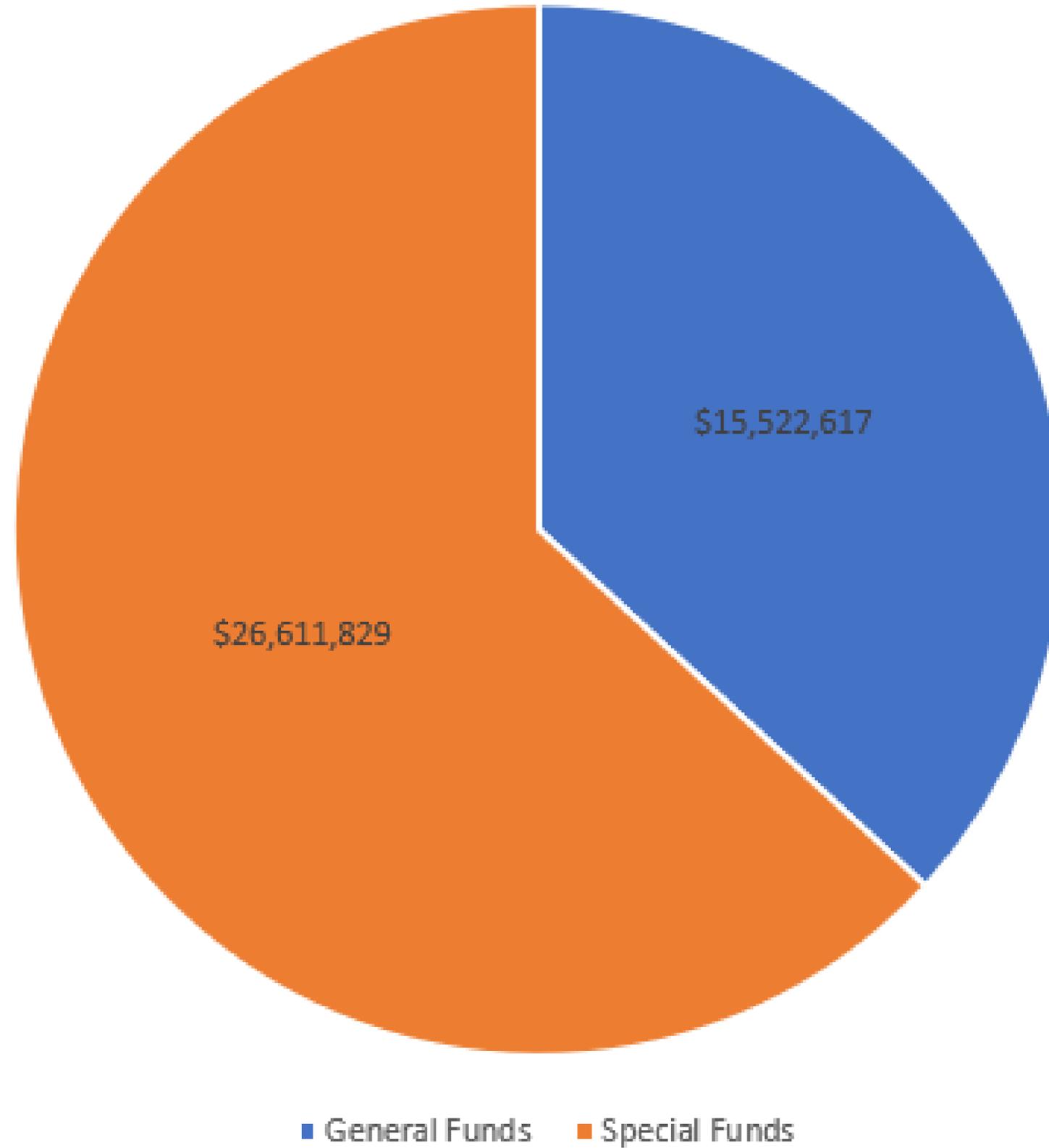
Needs above Engrossed SB2003

- Inflationary Rate Factor - \$452,115
- Capital Request - \$6,087,341
 - Roof Restoration
 - Hofstad Ag Center Parking
 - Parking Curb & Gutter
 - Voltage Project

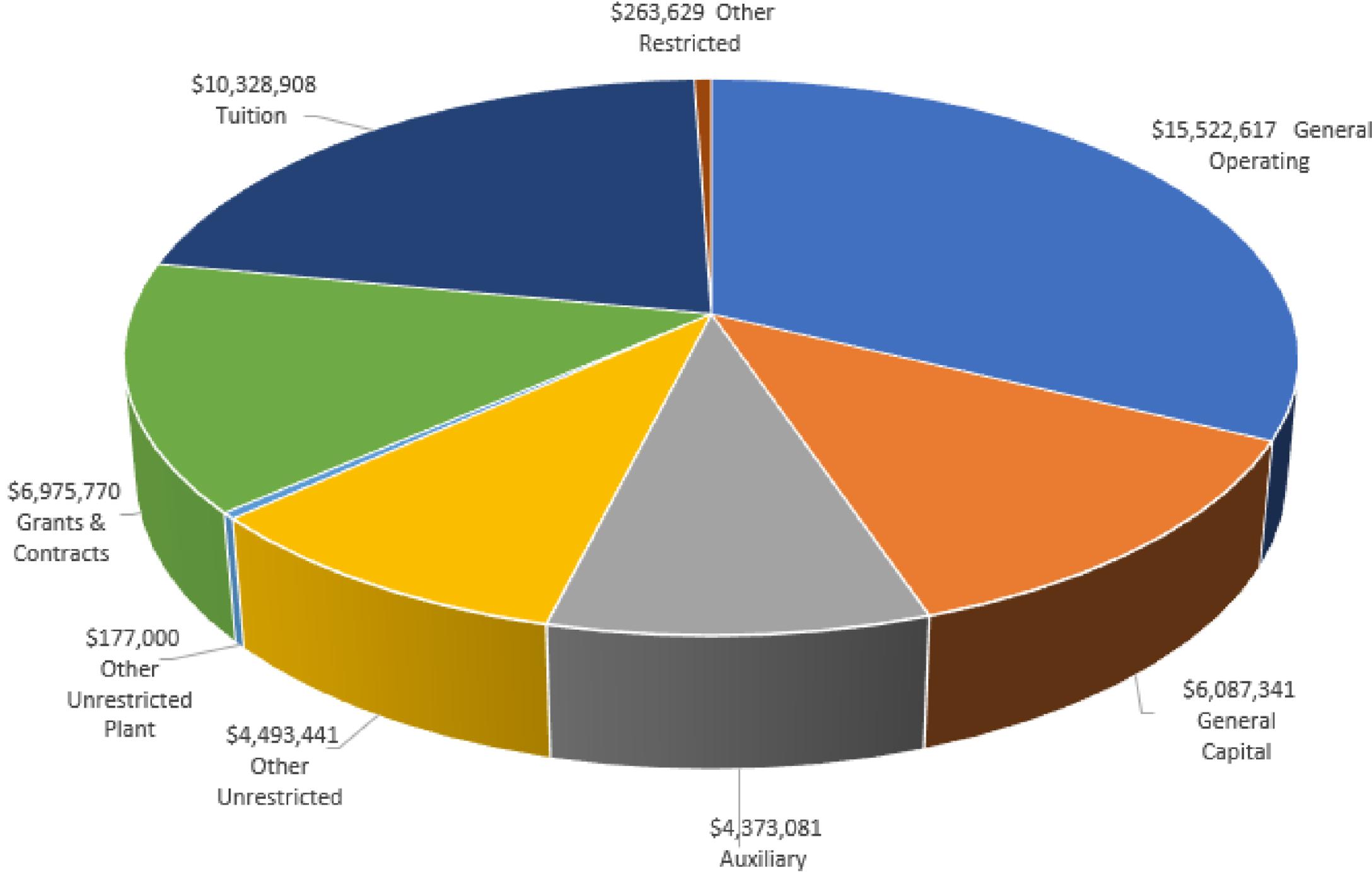


2025-2027 Funds Request

25-27 Fund Request



LRSC 2025-2027 Fund Breakdown





Tuition & Fees

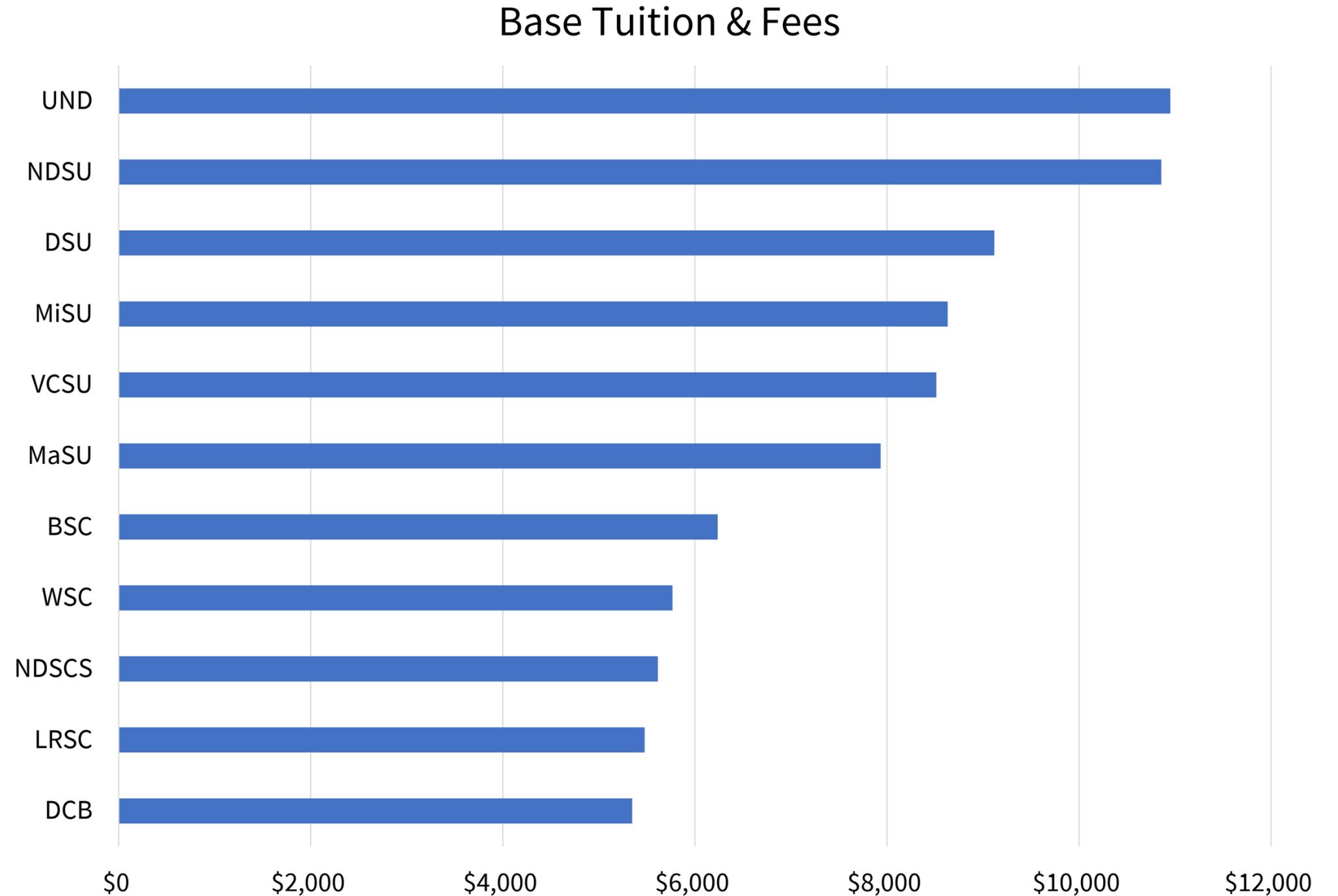
2nd Lowest in NDUS

Increase

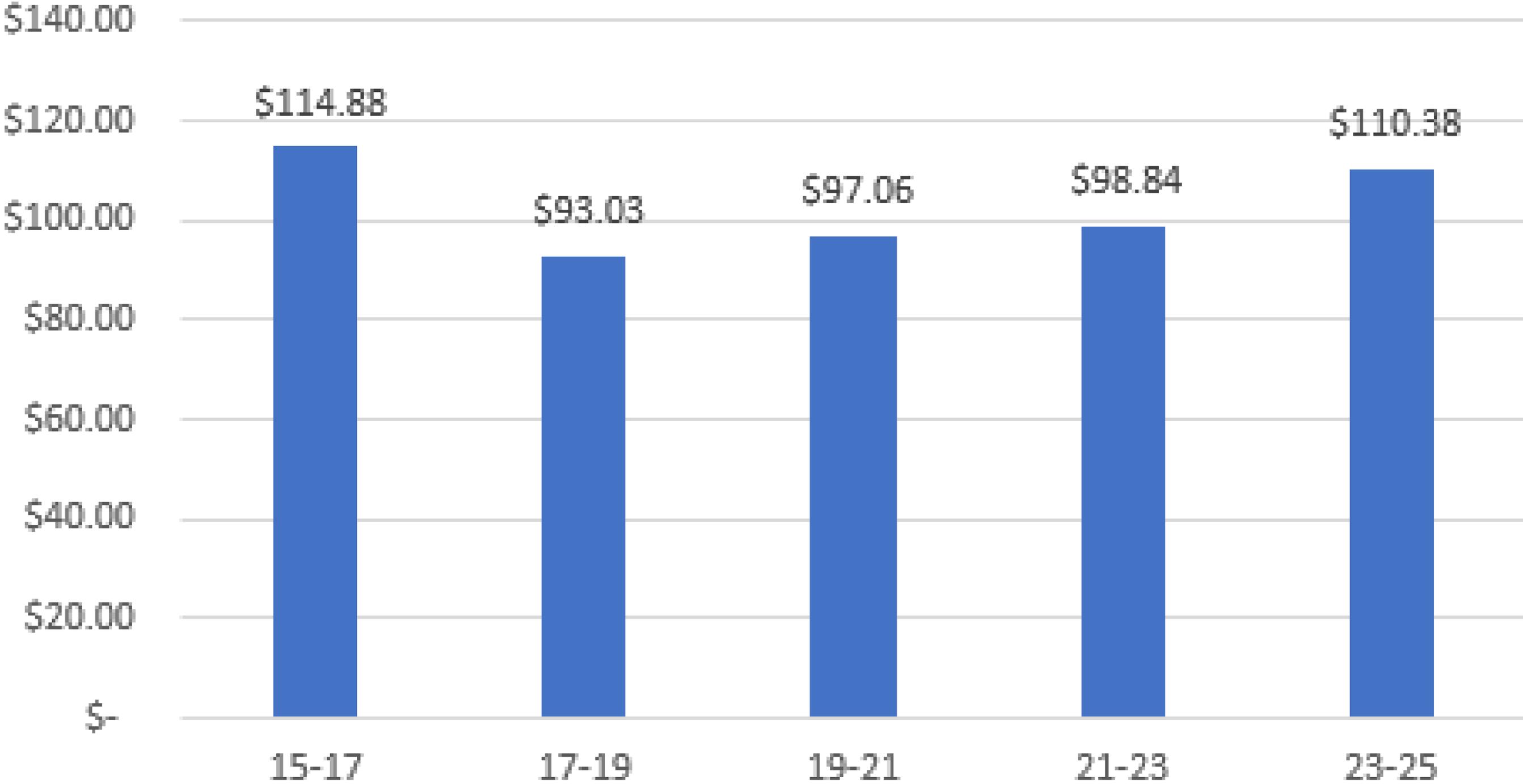
- Potentially cover inflationary costs

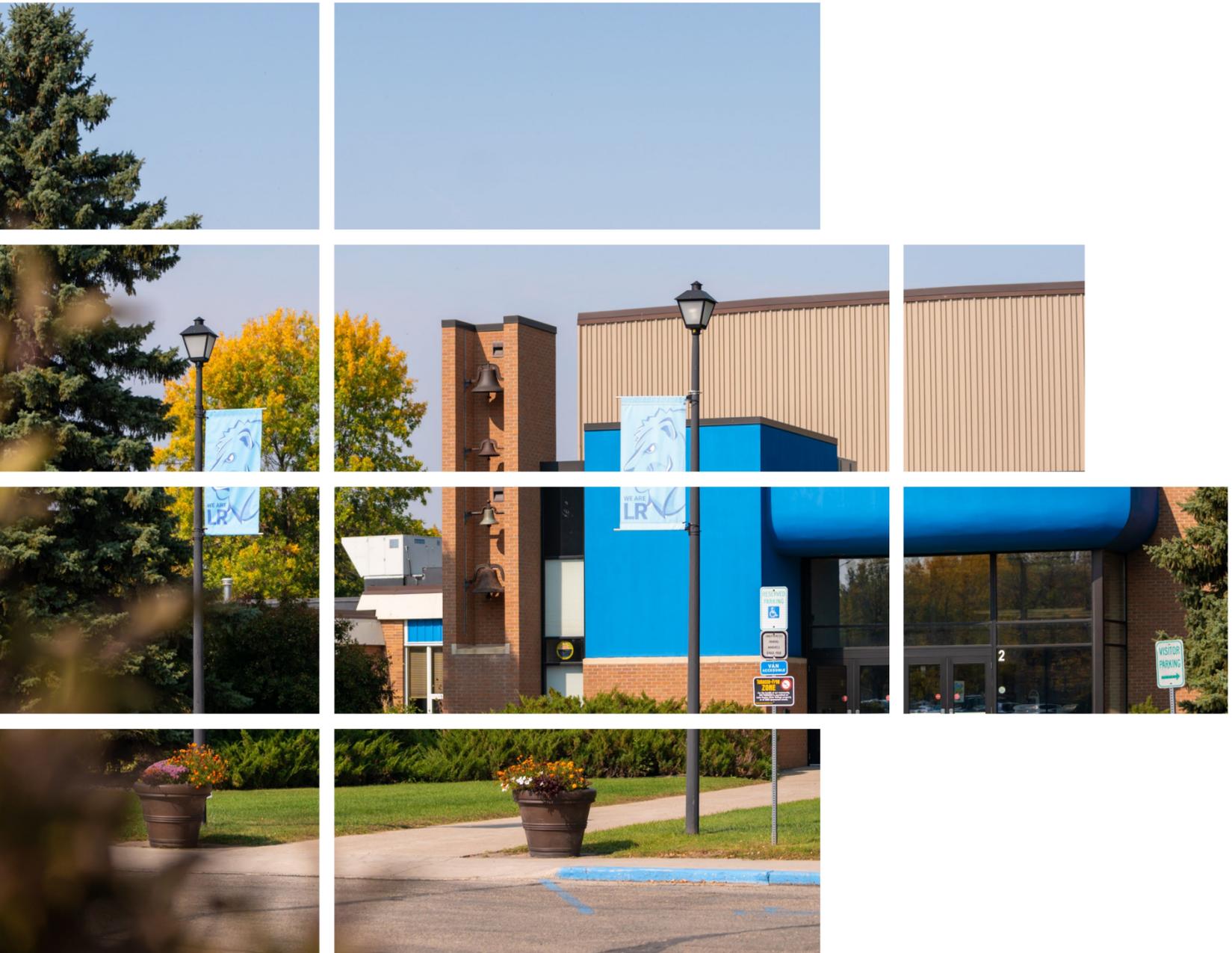
Percentage increases

- % of lesser amount increases the gap



Funding Formula per Credit





Capital Projects

Roof Restoration

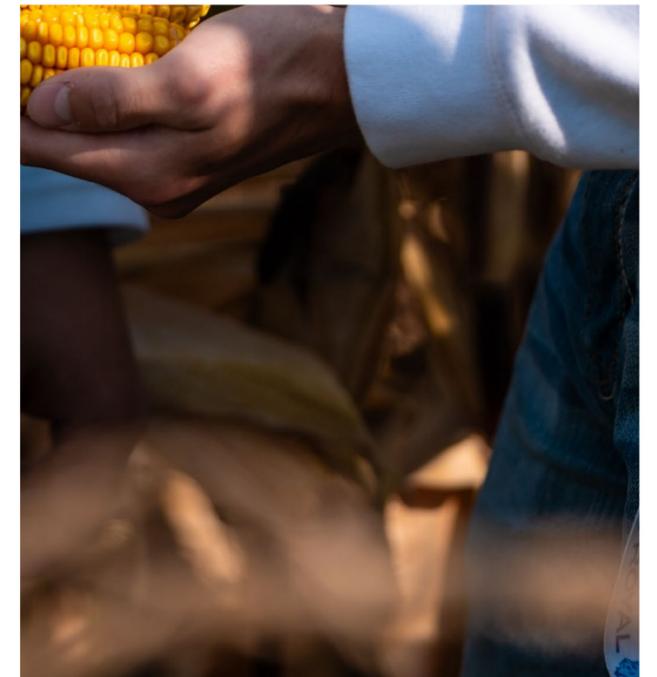
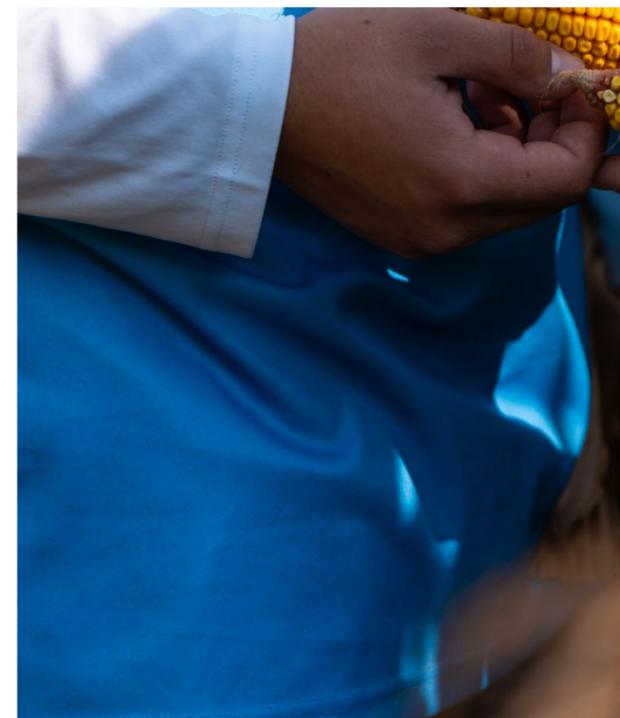
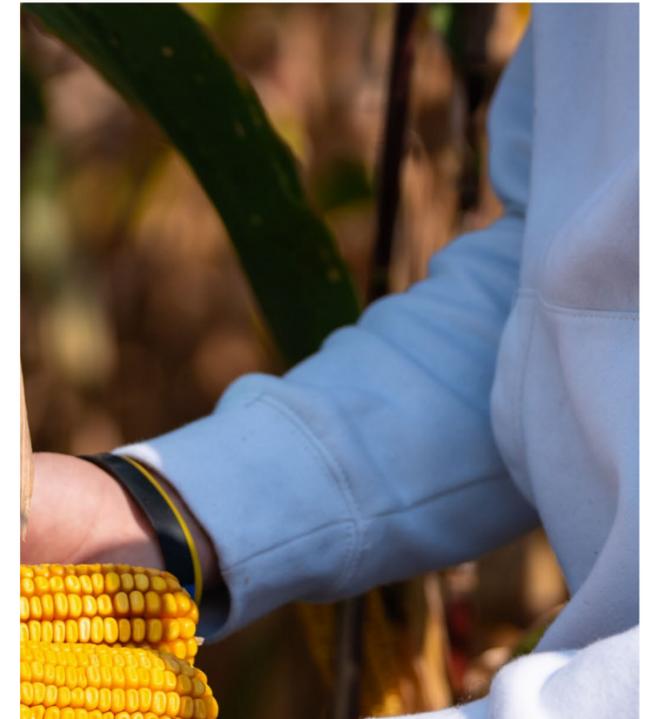
- Fluid Applied Roof Restoration: Targeting 29 roofs
 - 13 roofs by 2025-2027
 - 16 roofs by 2028-2030
- Current warranty ends 2027
- Superior membrane performance over low-cost replacement membranes more than doubles waterproofing.
- Restoration saves 30%
- Phase I (2024): Completed at a cost of \$626,000
- Request (2025-2027): \$3,200,000 for remaining work
- Cost Implications: Delay could add an additional \$3,300,000





Hofstad Ag Center Parking

- Built for \$3 million; no parking included to reduce costs
- Hosts numerous ag and community events
- Joint venture with Devils Lake High School
- Parking remains a pressing need



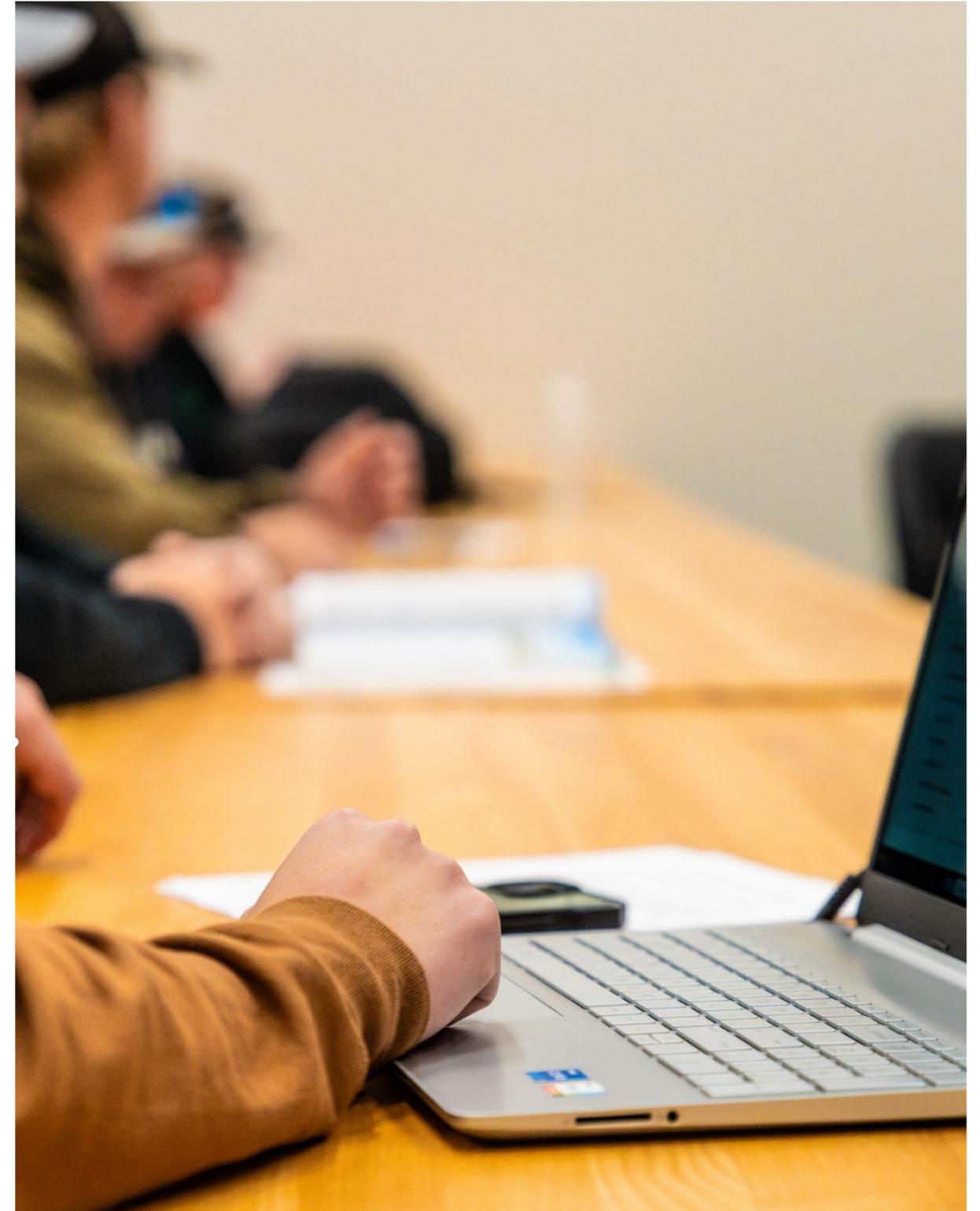
Parking, Curb & Gutter



- 2021-2023 Legislature: Original request of \$249,527 approved without funding; repair cost increased to \$1,610,921.
- 2023-2025 Legislature: Allowed Tier III funds to be used without match
 - This covered \$431,508 of the project (leaving \$1,179,413).
- **2025-2027 Request for the remainder of the project: \$2,527,141.**
 - 26,940 Sq Yds of repair: \$1,179,413
 - Hofstad Parking Lot: 6,020 Sq Yds at \$1,247,635
 - North Hall Parking Lot: 410 Sq Yds at \$100,093 (16 additional parking spaces)

Voltage Project

- Otter Tail Power Company upgrading electrical distribution system within Devils Lake
- Upgrading from 4,160 V to 12,500 V
- LRSC must be prepared by 2027
- Customer-owned equipment needs to adhere to Otter Tail's new voltage requirements by 2027
- LRSC owns its own electrical system & metering
- **2025-2027 Request: \$360,200**



Capital Projects



Infrastructure Repairs/Upgrades-\$6,087,341

- Roof Restoration
- Parking, Curb & Gutter
- Voltage Project

Atrium (also repair)-\$216,926

Current Tier I, II & III for Biennium-\$921,429

SB2003 Engrossed Tier I, II, & III for Biennium: \$1,388,630

Atrium/Corridor Renovation & Repair

Built in 1969 (original windows & doors) to connect wings with main building

Includes:

- Metal framing
- New windows, doors, door hardware
- Lighting
- Exterior metal panel, interior wall finishes flooring & ceilings



Atrium Renovation & Repair



2025-2027 Request \$216,926

Listed as priority II

LRSC would like to include with the other repairs (priority I)



SBHE Initiatives supported by LRSC

- Inflation Factor Increase - \$452,115 (last 4 years inflation increases total 19.4%)
- Providing state employees annual salary increases for each year of biennium
- Funding general and other fund related costs for the Actuarially Determined Employer Contribution (ADEC) and employee contribution increases related to the NDPERs Defined Benefit closure
- Challenge Grant Program continuation and funding up to \$50 million as proposed by the Governor last legislative session
 - Supports a reduced match for smaller institutions and flexibility in program uses



SBHE Initiatives supported by LRSC

- Capital Building Funds Program - current (\$24M) or higher levels
 - Tier II and Tier III funds for 2025-27 biennium
- Funding the Workforce Education Innovation Program
 - Introduced by Rep. Schreiber-Beck
 - Passed by the 68th Legislative Assembly - \$24 million
- Legislative action to create a Higher Education Stabilization Fund

Thank you!



LAKE REGION STATE COLLEGE



Lake Region
State College