

25.0170.02027  
Title.  
Fiscal No. 4

Prepared by the Legislative Council  
staff for House Appropriations -  
Education and Environment Division  
Committee

April 16, 2025

Sixty-ninth  
Legislative Assembly  
of North Dakota

## PROPOSED AMENDMENTS TO FIRST ENGROSSMENT

### ENGROSSED SENATE BILL NO. 2003

Introduced by

Appropriations Committee

1 A BILL for an Act to provide an appropriation for defraying the expenses of the North Dakota  
2 university system; to provide an appropriation to the Bank of North Dakota; to create and enact  
3 four new sections to chapter 15-10 of the North Dakota Century Code, relating to dual-credit  
4 courses, the professional student exchange program, presidential searches, and the state  
5 commissioner of higher education; to amend and reenact subsection 2 of section 6-09-53,  
6 subdivision a of subsection 1 of section 15-10-17, subdivision c of subsection 1 of section  
7 15-10-48, subdivision c of subsection 1 of section 15-10-48.2, subdivision c of subsection 1 of  
8 section 15-10-49, subsection 1 of section 15-10-75, subsection 1 of the new section to chapter  
9 15-10, as created by section 1 of House Bill No. 1437, as approved by the sixty-ninth legislative  
10 assembly, paragraph 3 of subdivision h of subsection 1 of section 15-18.2-02, subsection 2 of  
11 section 15-18.2-03, subsection 1 of section 15-18.2-05, ~~sections 15-54.1-02 and section~~  
12 15-54.1-04, subsection 1 of section 15-62.4-01, subsection 2 of section 15-62.5-03, and section  
13 54-44.1-11 of the North Dakota Century Code, relating to the powers and duties of the state  
14 board of higher education, the economic diversification research fund, matching grants for the  
15 advancement of academics, the workforce education innovation program, academic tenure  
16 policy at institutions of higher education, state aid for institutions of higher education, university  
17 system capital building funds, student financial assistance grants, the scholars program, and  
18 the cancellation of unexpended appropriations; to amend and reenact sections 6 and 7 of  
19 chapter 126 of the 2021 Session Laws, relating to transfers from the Bank of North Dakota to  
20 the skilled workforce loan repayment program fund and the skilled workforce scholarship fund;

to amend and reenact subsection 17 of section 1 of chapter 550 of the 2021 Special Session Session Laws, relating to funding for hyperbaric oxygen therapy; to amend and reenact sections 7, 8, and 9 of chapter 3 of the 2023 Session Laws, relating to transfers from the Bank of North Dakota to the skilled workforce loan repayment program fund, the skilled workforce scholarship fund, and to the state board of higher education for dual-credit tuition scholarships; to repeal section 15-10-74 of the North Dakota Century Code, relating to the naming of the Bismarck state college polytechnic center; to authorize the state board of higher education to issue and sell bonds for capital projects; to provide for a transfer; to provide for the conveyance of real property; to provide for a legislative management higher education funding review committee; to provide for a report; to provide legislative intent; and to provide an exemption; to provide for application; and to declare an emergency.

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

**SECTION 1. APPROPRIATION.** The funds provided in this section, or so much of the funds as may be necessary, are appropriated out of any moneys in the general fund in the state treasury, not otherwise appropriated, and from other funds derived from special funds and federal funds, to the state board of higher education and to the entities and institutions under the supervision of the board for the purpose of defraying the expenses of the state board of higher education and the entities and institutions under the supervision of the board, for the biennium beginning July 1, 2025 period beginning with the effective date of this Act, and ending June 30, 2027, as follows:

Subdivision 1.

NORTH DAKOTA UNIVERSITY SYSTEM

		Adjustments or	
	<u>Base Level</u>	<u>Enhancements</u>	<u>Appropriation</u>
Capital assets - bond payments	\$11,197,896	(\$936,521)	\$10,261,375
Competitive research programs	5,685,750	0	5,685,750
<del>System governance</del>	<del>10,569,162</del>	<del>2,274,325</del>	<del>12,843,487</del>
<del>Core technology services</del>	<del>71,988,917</del>	<del>5,144,536</del>	<del>77,133,453</del>
<u>System governance</u>	<u>10,569,162</u>	<u>1,364,325</u>	<u>11,933,487</u>
<u>State employee child care benefits</u>	<u>0</u>	<u>910,000</u>	<u>910,000</u>



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1	<u>Core technology services</u>	<u>71,988,917</u>	<u>9,335,156</u>	<u>81,324,073</u>
2	Student financial assistance grants	29,917,306	2,000,000	31,917,306
3	<u>Supplemental student financial</u>	<u>0</u>	<u>5,000,000</u>	<u>5,000,000</u>
4	<u>assistance grants</u>			
5	Professional student exchange program	3,699,342	1,500,000	5,199,342
6	Academic and CTE scholarships	17,216,749	0	17,216,749
7	Scholars program	1,807,115	0	1,807,115
8	Native American scholarship	1,000,000	0	1,000,000
9	Tribally controlled community	1,400,000	200,000	1,600,000
10	college grants			
11	Education incentive programs	260,000	0	260,000
12	Student mental health	284,400	0	284,400
13	Veterans' assistance grants	454,875	0	454,875
14	Shared campus services	800,000	0	800,000
15	Nursing education consortium	1,356,000	1,100,000	2,456,000
16	NASA EPSCoR	342,000	0	342,000
17	<del>Education challenge fund</del>	<del>0</del>	<del>25,000,000</del>	<del>25,000,000</del>
18	<del>Dakota digital academy</del>	<del>0</del>	<del>450,000</del>	<del>450,000</del>
19	<u>Education challenge fund</u>	<u>0</u>	<u>25,750,000</u>	<u>25,750,000</u>
20	Workforce education innovation grants	0	12,000,000	12,000,000
21	Dual-credit tuition scholarship	<u>1,500,000</u>	<u>0</u>	<u>1,500,000</u>
22	<del>Total all funds</del>	<del>\$159,479,512</del>	<del>\$48,732,340</del>	<del>\$208,211,852</del>
23	<del>Less other funds</del>	<del>26,260,897</del>	<del>39,125,852</del>	<del>65,386,749</del>
24	<del>Total general fund</del>	<del>\$133,218,615</del>	<del>\$9,606,488</del>	<del>\$142,825,103</del>
25	<u>Total all funds</u>	<u>\$159,479,512</u>	<u>\$58,222,960</u>	<u>\$217,702,472</u>
26	<u>Less other funds</u>	<u>26,260,897</u>	<u>39,875,852</u>	<u>66,136,749</u>
27	<u>Total general fund</u>	<u>\$133,218,615</u>	<u>\$18,347,108</u>	<u>\$151,565,723</u>
28	Full-time equivalent positions	162.83	6.00	168.83
29	Subdivision 2.			
30	BISMARCK STATE COLLEGE			

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1			Adjustments or	
2		<u>Base Level</u>	<u>Enhancements</u>	<u>Appropriation</u>
3	Operations	\$110,026,302	\$5,165,031	\$115,191,333
4	Capital assets	<u>1,922,561</u>	<u>1,400,000</u>	<u>3,322,561</u>
5	Total all funds	\$111,948,863	\$6,565,031	\$118,513,894
6	Less other funds	<u>74,566,953</u>	<u>4,451,570</u>	<u>79,018,523</u>
7	Total general fund	\$37,381,910	\$2,113,461	\$39,495,371
8	Full-time equivalent positions	335.33	2.92	338.25
9	Subdivision 3.			

LAKE REGION STATE COLLEGE

11			Adjustments or	
12		<u>Base Level</u>	<u>Enhancements</u>	<u>Appropriation</u>
13	Operations	\$41,913,733	\$1,472,757	\$43,386,490
14	Capital assets	<u>362,667</u>	<u>0</u>	<u>362,667</u>
15	Total all funds	\$42,276,400	\$1,472,757	\$43,749,157
16	Less other funds	<u>26,601,597</u>	<u>931,171</u>	<u>27,532,768</u>
17	Total general fund	\$15,674,803	\$541,586	\$16,216,389
18	Operations	\$41,913,733	\$2,418,065	\$44,331,798
19	Capital assets	<u>362,667</u>	<u>3,200,000</u>	<u>3,562,667</u>
20	Total all funds	\$42,276,400	\$5,618,065	\$47,894,465
21	Less other funds	<u>26,601,597</u>	<u>931,171</u>	<u>27,532,768</u>
22	Total general fund	\$15,674,803	\$4,686,894	\$20,361,697
23	Full-time equivalent positions	120.59	(5.44)	115.15

Subdivision 4.

WILLISTON STATE COLLEGE

26			Adjustments or	
27		<u>Base Level</u>	<u>Enhancements</u>	<u>Appropriation</u>
28	Operations	\$37,378,349	\$933,802	\$38,312,151
29	Operations	\$37,378,349	\$2,423,802	\$39,802,151
30	Capital assets	<u>1,261,968</u>	<u>0</u>	<u>1,261,968</u>
31	Total all funds	\$38,640,317	\$933,802	\$39,574,119



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1	Total all funds	\$38,640,317	\$2,423,802	\$41,064,119
2	Less other funds	25,154,992	796,812	25,951,804
3	Total general fund	\$13,485,325	\$136,990	\$13,622,315
4	Total general fund	\$13,485,325	\$1,626,990	\$15,112,315
5	Full-time equivalent positions	102.83	(3.09)	99.74
6	Subdivision 5.			

UNIVERSITY OF NORTH DAKOTA

8		Adjustments or		
9		Base Level	Enhancements	Appropriation
10	Operations	\$967,725,670	\$51,533,197	\$1,019,258,867
11	Capital assets	4,411,566	79,500,000	83,911,566
12	Research network	2,500,000	1,000,000	3,500,000
13	Total all funds	\$974,637,236	\$132,033,197	\$1,106,670,433
14	Less other funds	790,481,856	120,626,346	911,108,202
15	Total general fund	\$184,155,380	\$11,406,851	\$195,562,231
16	Operations	\$967,725,670	\$64,041,426	\$1,031,767,096
17	Capital assets	4,411,566	124,500,000	128,911,566
18	Research network	2,500,000	1,000,000	3,500,000
19	Total all funds	\$974,637,236	\$189,541,426	\$1,164,178,662
20	Less other funds	790,481,856	172,626,346	963,108,202
21	Total general fund	\$184,155,380	\$16,915,080	\$201,070,460
22	Full-time equivalent positions	2,060.56	131.39	2,191.95

Subdivision 6.

UNIVERSITY OF NORTH DAKOTA SCHOOL OF MEDICINE AND HEALTH SCIENCES

25		Adjustments or		
26		Base Level	Enhancements	Appropriation
27	Operations	\$240,396,968	\$18,590,513	\$258,987,481
28	Operations	\$240,396,968	\$18,815,356	\$259,212,324
29	Healthcare workforce initiative	10,676,150	0	10,676,150
30	Total all funds	\$251,073,118	\$18,590,513	\$269,663,631
31	Total all funds	\$251,073,118	\$18,815,356	\$269,888,474

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1	Less other funds	<u>168,241,842</u>	<u>5,776,474</u>	<u>174,018,316</u>
2	Total general fund	<u>\$82,831,276</u>	<u>\$12,814,039</u>	<u>\$95,645,315</u>
3	Total general fund	<u>\$82,831,276</u>	<u>\$13,038,882</u>	<u>\$95,870,158</u>
4	Full-time equivalent positions	488.83	40.23	529.06
5	Subdivision 7.			

NORTH DAKOTA STATE UNIVERSITY

7		Adjustments or		
8		<u>Base Level</u>	<u>Enhancements</u>	<u>Appropriation</u>
9	Operations	<u>\$807,365,091</u>	<u>\$44,700,943</u>	<u>\$852,066,034</u>
10	Operations	<u>\$807,365,091</u>	<u>\$53,414,240</u>	<u>\$860,779,331</u>
11	Capital assets	7,799,104	125,000,000	132,799,104
12	Research network	<u>2,500,000</u>	<u>1,000,000</u>	<u>3,500,000</u>
13	Total all funds	<u>\$817,664,195</u>	<u>\$170,700,943</u>	<u>\$988,365,138</u>
14	Less other funds	<u>653,917,430</u>	<u>159,772,791</u>	<u>813,690,221</u>
15	Total general fund	<u>\$163,746,765</u>	<u>\$10,928,152</u>	<u>\$174,674,917</u>
16	Total all funds	<u>\$817,664,195</u>	<u>\$179,414,240</u>	<u>\$997,078,435</u>
17	Less other funds	<u>653,917,430</u>	<u>171,772,791</u>	<u>825,690,221</u>
18	Total general fund	<u>\$163,746,765</u>	<u>\$7,641,449</u>	<u>\$171,388,214</u>
19	Full-time equivalent positions	1,867.50	(61.54)	1,805.96
20	Subdivision 8.			

NORTH DAKOTA STATE COLLEGE OF SCIENCE

22		Adjustments or		
23		<u>Base Level</u>	<u>Enhancements</u>	<u>Appropriation</u>
24	Operations	<u>\$102,490,255</u>	<u>\$6,921,477</u>	<u>\$109,411,732</u>
25	Capital assets	<u>1,012,379</u>	<u>0</u>	<u>1,012,379</u>
26	Total all funds	<u>\$103,502,634</u>	<u>\$6,921,477</u>	<u>\$110,424,111</u>
27	Less other funds	<u>63,645,097</u>	<u>2,273,578</u>	<u>65,918,675</u>
28	Capital assets	<u>1,012,379</u>	<u>65,000</u>	<u>1,077,379</u>
29	Total all funds	<u>\$103,502,634</u>	<u>\$6,986,477</u>	<u>\$110,489,111</u>
30	Less other funds	<u>63,645,097</u>	<u>2,338,578</u>	<u>65,983,675</u>



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1	Total general fund	\$39,857,537	\$4,647,899	\$44,505,436
2	Full-time equivalent positions	313.95	12.59	326.54

3 Subdivision 9.

4 DICKINSON STATE UNIVERSITY

5			Adjustments or	
6		<u>Base Level</u>	<u>Enhancements</u>	<u>Appropriation</u>
7	Operations	\$56,728,746	\$3,370,815	\$60,099,561
8	Capital assets	<u>409,078</u>	<u>12,500,000</u>	<u>12,909,078</u>
9	Total all funds	<u>\$57,137,824</u>	<u>\$15,870,815</u>	<u>\$73,008,639</u>
10	Capital assets	409,078	14,875,000	15,284,078
11	Total all funds	\$57,137,824	\$18,245,815	\$75,383,639
12	Less other funds	<u>32,697,829</u>	<u>13,758,716</u>	<u>46,456,545</u>
13	Total general fund	<u>\$24,439,995</u>	<u>\$2,112,099</u>	<u>\$26,552,094</u>
14	Total general fund	\$24,439,995	\$4,487,099	\$28,927,094
15	Full-time equivalent positions	178.00	(7.20)	170.80

16 Subdivision 10.

17 MAYVILLE STATE UNIVERSITY

18			Adjustments or	
19		<u>Base Level</u>	<u>Enhancements</u>	<u>Appropriation</u>
20	Operations	<u>\$56,295,375</u>	<u>\$2,299,716</u>	<u>\$58,595,091</u>
21	Operations	\$56,295,375	\$5,374,716	\$61,670,091
22	Capital assets	<u>358,992</u>	<u>34,924,814</u>	<u>35,283,806</u>
23	Total all funds	<u>\$56,654,367</u>	<u>\$37,224,530</u>	<u>\$93,878,897</u>
24	Total all funds	\$56,654,367	\$40,299,530	\$96,953,897
25	Less other funds	<u>34,375,971</u>	<u>36,760,335</u>	<u>71,136,306</u>
26	Total general fund	<u>\$22,278,396</u>	<u>\$464,195</u>	<u>\$22,742,591</u>
27	Total general fund	\$22,278,396	\$3,539,195	\$25,817,591
28	Full-time equivalent positions	226.92	0.00	226.92

29 Subdivision 11.

30 MINOT STATE UNIVERSITY

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		Adjustments or		
		<u>Base Level</u>	<u>Enhancements</u>	<u>Appropriation</u>
1				
2				
3	Operations	\$116,510,048	\$4,701,181	\$121,211,229
4	Capital assets	1,099,620	11,232,000	12,331,620
5	Total all funds	\$117,609,668	\$15,933,181	\$133,542,849
6	Less other funds	68,644,425	14,839,213	83,483,638
7	Total general fund	\$48,965,243	\$1,093,968	\$50,059,211
8	Operations	\$116,510,048	\$5,701,181	\$122,211,229
9	Capital assets	1,099,620	27,867,000	28,966,620
10	Total all funds	\$117,609,668	\$33,568,181	\$151,177,849
11	Less other funds	68,644,425	18,489,213	87,133,638
12	Total general fund	\$48,965,243	\$15,078,968	\$64,044,211
13	Full-time equivalent positions	423.63	(2.47)	421.16

Subdivision 12.

VALLEY CITY STATE UNIVERSITY

16			Adjustments or	
17		<u>Base Level</u>	<u>Enhancements</u>	<u>Appropriation</u>
18	Operations	\$56,008,906	\$1,499,518	\$57,508,424
19	Capital assets	<u>455,823</u>	<u>0</u>	<u>455,823</u>
20	Total all funds	\$56,464,729	\$1,499,518	\$57,964,247
21	Less other funds	<u>28,111,916</u>	<u>1,421,115</u>	<u>29,533,031</u>
22	Total general fund	\$28,352,813	\$78,403	\$28,431,216
23	Full-time equivalent positions	211.94	5.50	217.44

Subdivision 13.

DAKOTA COLLEGE AT BOTTINEAU

26			Adjustments or	
27		<u>Base Level</u>	<u>Enhancements</u>	<u>Appropriation</u>
28	Operations	\$26,229,141	\$1,249,697	\$27,478,838
29	<del>Capital assets</del>	<del>114,007</del>	<del>0</del>	<del>114,007</del>
30	<del>Total all funds</del>	<del>\$26,343,148</del>	<del>\$1,249,697</del>	<del>\$27,592,845</del>
31	Capital assets	114,007	500,000	614,007



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1	Total all funds	\$26,343,148	\$1,749,697	\$28,092,845
2	Less other funds	14,900,270	555,764	15,456,034
3	Total general fund	\$11,442,878	\$693,933	\$12,136,811
4	Total general fund	\$11,442,878	\$1,193,933	\$12,636,811
5	Full-time equivalent positions	84.00	3.85	87.85
6	Subdivision 14.			

NORTH DAKOTA FOREST SERVICE

8			Adjustments or	
9		Base Level	Enhancements	Appropriation
10	Operations	\$24,874,803	\$1,592,413	\$26,467,216
11	Operations	\$24,874,803	\$1,942,413	\$26,817,216
12	Capital assets	118,728	0	118,728
13	Total all funds	\$24,993,531	\$1,592,413	\$26,585,944
14	Less other funds	19,141,941	1,049,079	20,191,020
15	Total all funds	\$24,993,531	\$1,942,413	\$26,935,944
16	Less other funds	19,141,941	1,399,079	20,541,020
17	Total general fund	\$5,851,590	\$543,334	\$6,394,924
18	Full-time equivalent positions	29.00	5.00	34.00
19	Full-time equivalent positions	29.00	7.00	36.00

20 Subdivision 15.

21 TOTAL - SECTION 1

22			Adjustments or	
23		Base Level	Enhancements	Appropriation
24	Grand total all funds	\$2,838,425,542	\$459,320,214	\$3,297,745,756
25	Grand total other funds	2,026,743,016	402,138,816	2,428,881,832
26	Grand total general fund	\$811,682,526	\$57,181,398	\$868,863,924
27	Grand total all funds	\$2,838,425,542	\$564,892,511	\$3,403,318,053
28	Grand total other funds	2,026,743,016	470,953,816	2,497,696,832
29	Grand total general fund	\$811,682,526	\$93,938,695	\$905,621,221

30 **SECTION 2. ONE-TIME FUNDING - EFFECT ON BASE BUDGET - REPORT TO THE**  
 31 **SEVENTIETH LEGISLATIVE ASSEMBLY.** The following amounts reflect the one-time funding

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items included in the appropriation in section 1 of this Act which are not included in the entity's base budget for the 2027-29 biennium and which the entity shall report to the appropriations committees of the seventieth legislative assembly regarding the use of this funding:

<u>One-Time Funding Description</u>	<u>General Fund</u>	<u>Other Funds</u>	<u>Total Funds</u>
Capital projects—general fund	\$0	\$63,772,000	\$63,772,000
Capital projects—strategic investment	0	34,924,814	34,924,814
—and improvements fund			
Capital projects—other funds	0	165,860,000	165,860,000
University of North Dakota national	0	12,000,000	12,000,000
—security crossroads			
High-performance computing	2,000,000	0	2,000,000
North Dakota state university new	0	12,000,000	12,000,000
—horizon programming			
Minot state university advancing students	500,000	0	500,000
—toward education and employment			
Dual-credit scholarships	0	1,500,000	1,500,000
Professional student exchange program	1,500,000	0	1,500,000
Challenge grants	0	25,000,000	25,000,000
Dakota digital academy	450,000	0	450,000
Nursing education consortium	0	1,100,000	1,100,000
Financial aid system enhancements	25,000	0	25,000
Workforce education innovation grants	0	12,000,000	12,000,000
Forest service emerald ash borer mitigation	0	950,000	950,000
Total	\$4,475,000	\$329,106,814	\$333,581,814
Capital projects - general fund	\$24,060,000	\$0	\$24,060,000
Capital projects - strategic investment	0	98,696,814	98,696,814
and improvements fund			
Capital projects - other funds	0	209,575,000	209,575,000
Williston state college health care	1,490,000	0	1,490,000
program startup costs			
University of North Dakota national	0	24,000,000	24,000,000



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1	<u>security crossroads</u>			
2	<u>High performance computing</u>	2,000,000	0	2,000,000
3	<u>North Dakota state university new</u>	0	24,000,000	24,000,000
4	<u>horizon programming</u>			
5	<u>Mayville state university campus security</u>	3,075,000	0	3,075,000
6	<u>and salaries and wages</u>			
7	<u>Minot state university advancing students</u>	1,500,000	0	1,500,000
8	<u>toward education and employment</u>			
9	<u>Dual-credit scholarships</u>	0	1,500,000	1,500,000
10	<u>Challenge grants</u>	0	25,750,000	25,750,000
11	<u>Nursing education consortium</u>	0	1,100,000	1,100,000
12	<u>Financial aid system enhancements</u>	25,000	0	25,000
13	<u>Workforce education innovation grants</u>	0	12,000,000	12,000,000
14	<u>Forest service emerald ash borer mitigation</u>	0	950,000	950,000
15	<u>Total</u>	<u>\$32,150,000</u>	<u>\$397,571,814</u>	<u>\$429,721,814</u>

16 **SECTION 3. ADDITIONAL FEDERAL, PRIVATE, AND OTHER FUNDS -**

17 **APPROPRIATION.** All funds, in addition to those appropriated in section 1 of this Act, from  
18 federal, private, and other sources for competitive grants or other funds that the legislative  
19 assembly has not indicated the intent to reject, including tuition revenue, received by the state  
20 board of higher education and the institutions and entities under the control of the state board of  
21 higher education, are appropriated to the board and those institutions and entities, for the  
22 biennium beginning July 1, 2025, and ending June 30, 2027. All additional funds received under  
23 the North Dakota-Minnesota reciprocity agreement during the biennium beginning July 1, 2025,  
24 and ending June 30, 2027, are appropriated to the state board of higher education for  
25 reimbursement to institutions under the control of the board.

26 **SECTION 4. USE OF EXTRAORDINARY REPAIRS FUNDING - MATCHING FUNDS.** The  
27 capital assets line items in subdivisions 2 through 12 of section 1 of this Act include funding  
28 from the general fund for institution extraordinary repairs. An institution, excluding the university  
29 of North Dakota and North Dakota state university, shall provide one dollar of matching funds  
30 from operations or other sources for each one dollar of extraordinary repairs funding used for a  
31 project. The university of North Dakota and North Dakota state university shall provide two

dollars of matching funds from operations or other sources for each one dollar of extraordinary repairs funding used for a project.

**SECTION 5. OTHER FUNDS - STRATEGIC INVESTMENT AND IMPROVEMENTS FUND.**

The grand total other funds line item in subdivision 15 of section 1 of this Act includes ~~\$161,746,814~~ \$186,496,814 from the strategic investment and improvements fund as follows:

<del>Challenge grants</del>	<del>\$25,000,000</del>
<u>Challenge grants</u>	<u>\$25,750,000</u>
Nursing education consortium	1,100,000
Workforce education innovation grants	12,000,000
Forest service emerald ash borer mitigation	950,000
University of North Dakota science, technology, engineering, and mathematics building	55,640,000
<del>University of North Dakota national security crossroads</del>	<del>12,000,000</del>
<del>North Dakota state university new horizon programming</del>	<del>12,000,000</del>
<u>University of North Dakota national security crossroads</u>	<u>24,000,000</u>
<u>North Dakota state university new horizon programming</u>	<u>24,000,000</u>
Mayville state university old main renovation	34,924,814
Minot state university academic facilities projects	<u>8,132,000</u>
<del>Total strategic investment and improvements fund</del>	<del>\$161,746,814</del>
<u>Total strategic investment and improvements fund</u>	<u>\$186,496,814</u>

**SECTION 6. TRANSFER - NORTH DAKOTA UNIVERSITY SYSTEM OFFICE -**

**BISMARCK STATE COLLEGE.** Of the funding appropriated in the system governance and core technology services line items in subdivision 1 of section 1 of this Act, the state board of higher education shall transfer \$500,000 to the operations line item in subdivision 2 of section 1 of this Act by August 1, 2025. The North Dakota university system office may not assess institutions under the control of the state board of higher education to recover the cost of this transfer.

**SECTION 7. TRANSFER - NORTH DAKOTA UNIVERSITY SYSTEM OFFICE - LAKE**

**REGION STATE COLLEGE.** Of the funding appropriated in the system governance and core technology services line items in subdivision 1 of section 1 of this Act, the state board of higher education shall transfer \$342,000 to the operations line item in subdivision 3 of section 1 of this



Act by August 1, 2025. The North Dakota university system office may not assess institutions under the control of the state board of higher education to recover the cost of this transfer.

**SECTION 8. TRANSFER - BANK OF NORTH DAKOTA PROFITS - STATE BOARD OF HIGHER EDUCATION SCHOLARSHIPS.** The industrial commission shall transfer to the North Dakota university system office a total of \$1,500,000 from the current earnings and accumulated undivided profits of the Bank of North Dakota during the biennium beginning July 1, 2025, and ending June 30, 2027, as requested by the commissioner of higher education. The other funds line item in subdivision 1 of section 1 includes \$1,500,000 for the North Dakota university system office for dual-credit tuition scholarships.

**SECTION 9. APPROPRIATION - BANK OF NORTH DAKOTA - TRANSFER - STRATEGIC INVESTMENT AND IMPROVEMENTS FUND - ECONOMIC DIVERSIFICATION RESEARCH FUND.** The office of management and budget shall transfer \$8,000,000 from the strategic investment and improvements fund to the economic diversification research fund, the sum of which is appropriated to the Bank of North Dakota for the purpose of providing grants to institutions under the control of the state board of higher education, for the biennium beginning July 1, 2025, and ending June 30, 2027, as requested by the commissioner of higher education.

**SECTION 10. TRANSFER - STRATEGIC INVESTMENT AND IMPROVEMENTS FUND - UNIVERSITY SYSTEM CAPITAL BUILDING FUND.** The office of management and budget shall transfer ~~\$31,500,000~~\$26,500,000 from the strategic investment and improvements fund to the university system capital building fund during the ~~biennium period~~ beginning ~~July 1, 2025~~with the effective date of this Act, and ending June 30, 2027, as requested by the commissioner of higher education. Funding transferred pursuant to this section is to be allocated to each institution as follows:

	<u>Tier II</u>	<u>Tier III</u>	<u>Total</u>
<del>Bismarck state college</del>	<del>\$770,505</del>	<del>\$1,000,000</del>	<del>\$1,770,505</del>
<del>Lake Region state college</del>	<del>233,263</del>	<del>1,000,000</del>	<del>1,233,263</del>
<del>Williston state college</del>	<del>322,154</del>	<del>1,000,000</del>	<del>1,322,154</del>
<del>University of North Dakota</del>	<del>5,354,139</del>	<del>3,750,000</del>	<del>9,104,139</del>
<del>North Dakota state university</del>	<del>4,695,895</del>	<del>3,750,000</del>	<del>8,445,895</del>
<del>North Dakota state college of science</del>	<del>1,214,738</del>	<del>1,000,000</del>	<del>2,214,738</del>
<del>Dickinson state university</del>	<del>516,884</del>	<del>1,000,000</del>	<del>1,516,884</del>

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Legislative Assembly

1	Mayville state university	332,070	1,000,000	1,332,070
2	Minot state university	906,412	1,000,000	1,906,412
3	Valley City state university	452,403	1,000,000	1,452,403
4	Dakota college at Bottineau	201,537	1,000,000	1,201,537
5	Total	\$15,000,000	\$16,500,000	\$31,500,000
6	Bismarck state college	\$770,505	\$700,000	\$1,470,505
7	Lake Region state college	233,263	700,000	933,263
8	Williston state college	322,154	700,000	1,022,154
9	University of North Dakota	5,354,139	2,600,000	7,954,139
10	North Dakota state university	4,695,895	2,600,000	7,295,895
11	North Dakota state college of science	1,214,738	700,000	1,914,738
12	Dickinson state university	516,884	700,000	1,216,884
13	Mayville state university	332,070	700,000	1,032,070
14	Minot state university	906,412	700,000	1,606,412
15	Valley City state university	452,403	700,000	1,152,403
16	Dakota college at Bottineau	201,537	700,000	901,537
17	Total	\$15,000,000	\$11,500,000	\$26,500,000

18	<b>SECTION 11. CAPITAL BUILDING FUNDS - TIER II--USES.</b> The institutions listed may			
19	use funding from tier II of the respective institution's university system capital building fund			
20	allocation for the following projects authorized by the sixty-ninth legislative assembly:			
21	Bismarck state college - student housing			\$1,400,000
22	University of North Dakota science, technology, engineering, and			23,860,000
23	—mathematics building			
24	North Dakota state university Van Es biosafety laboratory			8,000,000
25	Total			\$33,260,000
26	University of North Dakota - science, technology, engineering, and			79,500,000
27	—mathematics building			
28	University of North Dakota - allied health facility phase I			45,000,000
29	Dickinson state university - Woods hall and agriculture and technical			12,500,000
30	—education building projects			
31	Minot state university - regional health sciences institute			13,000,000



1	<u>North Dakota state university - university village replacement phase II</u>	54,000,000
2	<u>North Dakota state university - Van Es biosafety laboratory</u>	8,000,000
3	<u>Minot state university - regional health sciences institute</u>	13,000,000
4	<u>Total</u>	\$226,400,000

5       **SECTION 12. CAMPUS CAPITAL PROJECTS - PROJECT MANAGEMENT.** During the  
6 biennium beginning July 1, 2025, and ending June 30, 2027, each capital project authorized by  
7 the state board of higher education must have adequate project management oversight by  
8 either an institution official or a representative of an external entity. An institution may seek  
9 assistance from the university system office for project management oversight of a capital  
10 project.

11       **SECTION 13. BOND ISSUANCE AUTHORIZATION - PURPOSES.** The state board of  
12 higher education, in accordance with chapter 15-55, may arrange for the funding of projects  
13 authorized in this section, declared to be in the public interest, through the issuance of  
14 self-liquidating, tax-exempt evidences of indebtedness under chapter 15-55, during the  
15 biennium period beginning July 1, 2025 with the effective date of this Act, and ending June 30,  
16 2027. Evidences of indebtedness issued pursuant to this section are not a general obligation of  
17 the state of North Dakota. Any unexpended balance resulting from the proceeds of the  
18 evidences of indebtedness must be placed in a sinking fund to be used for the retirement of  
19 indebtedness. The evidences of indebtedness may be issued and the proceeds are  
20 appropriated in section 1 of this Act for the following capital projects:

21	North Dakota state university - university village <u>replacement phase II</u>	\$54,000,000
22	North Dakota state university - memorial union <u>renovation and addition and</u>	50,000,000
23	<u>related demolition of other facilities</u>	
24	Dickinson state university - Woods hall, agriculture and technical education	12,500,000
25	building, and rodeo arena projects	
26	Minot state university - student center	<u>3,100,000</u>
27	Total special funds	\$119,600,000

28       **SECTION 14. AMENDMENT.** Subsection 2 of section 6-09-53 of the North Dakota Century  
29 Code is amended and reenacted as follows:

30       2. In consultation with representatives of North Dakota state university and the university  
31 of North Dakota, the Bank, in consultation with the state board of higher education,



1 shall award grants to institutions under the control of the state board of higher  
2 education. The sum of ~~five million~~seven million two hundred thousand dollars must be  
3 awarded to North Dakota state university and the university of North Dakota with equal  
4 amounts awarded to each institution. The remaining funding must be awarded to the  
5 other institutions under the control of the state board of higher education, as  
6 determined by the board. The state board of higher education may not award more  
7 than fifty percent of the available funding during the first year of the biennium. The  
8 Bank of North Dakota shall distribute the grant funding as awarded by the state board  
9 of higher education.

10 **SECTION 15. AMENDMENT.** Subdivision a of subsection 1 of section 15-10-17 of the North  
11 Dakota Century Code is amended and reenacted as follows:

- 12 a. ~~Appoint~~Subject to section 24 of this Act, appoint and remove the president or  
13 other faculty head, and the professors, instructors, teachers, officers, and other  
14 employees of the several institutions under the board's control, fix the salaries for  
15 those positions within the limits of legislative appropriations; and fix the terms of  
16 office and prescribe the duties of the positions.

17 **SECTION 16. AMENDMENT.** Subdivision c of subsection 1 of section 15-10-48 of the North  
18 Dakota Century Code is amended and reenacted as follows:

- 19 c. The board may award up to ~~two million seven hundred thousand~~three million  
20 three hundred seventy-five thousand dollars in matching grants each to the  
21 university of North Dakota and North Dakota state university; and up to ~~two-~~  
22 ~~million two hundred thousand~~two million seven hundred fifty thousand dollars in  
23 matching grants to the university of North Dakota school of medicine and health  
24 sciences. Of the amount available to the university of North Dakota, two hundred  
25 fifty thousand dollars must be awarded for projects dedicated to projects at the  
26 school of law.

27 **SECTION 17. AMENDMENT.** Subdivision c of subsection 1 of section 15-10-48.2 of the  
28 North Dakota Century Code is amended and reenacted as follows:

- 29 c. The board may award up to ~~two million two hundred thousand~~two million seven  
30 hundred fifty thousand dollars in matching grants under this section.



1       **SECTION 18. AMENDMENT.** Subdivision c of subsection 1 of section 15-10-49 of the North  
2 Dakota Century Code is amended and reenacted as follows:

3           c. The board may award up to:

4           (1) ~~One million seven hundred thousand~~ Two million one hundred twenty-five  
5               thousand dollars each to Bismarck state college, Dickinson state university,  
6               Minot state university, and the North Dakota state college of science;

7           (2) ~~One million one hundred thousand~~ One million three hundred seventy-five  
8               thousand dollars each to ~~Dickinson state university,~~ Mayville state university,  
9               and Valley City state university; and

10          (3) ~~Six hundred thousand~~ Seven hundred fifty thousand dollars each to Dakota  
11             college at Bottineau, Lake Region state college, and Williston state college.

12       **SECTION 19. AMENDMENT.** Subsection 1 of section 15-10-75 of the North Dakota Century  
13 Code is amended and reenacted as follows:

14          1. The state board of higher education may provide award funds to institutions under its  
15             control, excluding the university of North Dakota and North Dakota state university, to  
16             create or enhance educational programs that address the workforce needs of North  
17             Dakota business and industry. An award made under this section may be used for  
18             curriculum development, equipment and technology purchases, facility modifications  
19             and equipment installation, hiring and training new and existing instructors,  
20             educational program promotion, and enhancement of postsecondary partnerships with  
21             primary and secondary schools. The state board of higher education shall establish a  
22             committee, guidelines, and application process for administration of the grant program  
23             established under this section.

24       **SECTION 20.** A new section to chapter 15-10 of the North Dakota Century Code is created  
25 and enacted as follows:

26       Dual-credit courses.

27       The state board of higher education may not prohibit an institution under the control of the  
28       board from offering a dual-credit course in the county in which the institution's primary campus  
29       is located.

30       **SECTION 21.** A new section to chapter 15-10 of the North Dakota Century Code is created  
31 and enacted as follows:



**Professional student exchange program - Bank of North Dakota - Repayment.**

1. The state board of higher education may not make a payment to an out-of-state institution on behalf of an individual participating in a professional student exchange program in veterinary medicine, dentistry, or optometry unless that individual signed a legally binding agreement with the state board of higher education which identifies the amount of the award under the professional student exchange program.
2. If the individual who signed the agreement under subsection 1 is not practicing veterinary medicine, dentistry, or optometry in this state within thirty-six months following graduation or of leaving the education program, the individual shall repay the amount of the agreement in full at that time.
3. If the individual who signed the agreement under subsection 1 practices veterinary medicine, dentistry, or optometry in this state within thirty-six months following graduation, the state board of higher education shall reduce the amount of the agreement by one-third for each full year the individual continues practicing in the state. If the individual stops practicing in this state before the amount of the agreement is waived in its entirety, the individual shall repay the remaining portion of the agreement in full from the date the individual stopped practicing in the state.
4. If the individual who signed the agreement under subsection 1 departs before graduation from a program in veterinary medicine, dentistry, or optometry, that individual shall repay the amount of the agreement in full at the time of departure.
5. The Bank of North Dakota shall allow an individual who is required to repay all or a portion of an agreement under this section to use one of the Bank's student loan programs as an option for repayment, up to the amount certified by the state board of higher education. To qualify under this subsection, the individual must meet student loan credit criteria as established by the Bank.
6. The state board of higher education shall defer any repayment of an agreement otherwise due under this section for the period of time the individual who signed the agreement is pursuing full-time graduate or postdoctoral studies or is called to active duty as a member of the armed forces. The repayment provisions under an agreement signed under this section must provide for cancellation of the repayment requirements if the individual dies or becomes permanently or totally disabled.



1       7.    The state board of higher education shall adopt policies and procedures implementing  
2       this section. The state board of higher education shall confirm eligibility to the Bank of  
3       any individual who uses the Bank's student loan program to repay any outstanding  
4       agreement amounts in full.

5       **SECTION 22.** A new section to chapter 15-10 of the North Dakota Century Code is created  
6 and enacted as follows:

7       **Presidential searches.**

8       The state board of higher education is responsible for appointment of presidents at  
9       institutions under the control of the board. Upon notification that the position of an institution  
10      president will become vacant, the state board of higher education may authorize a search  
11      committee to conduct a search for a new president. The state board of higher education may  
12      retain the services of a consultant, determined and selected by the search committee, to assist  
13      the search committee.

14      **SECTION 23.** A new section to chapter 15-10 of the North Dakota Century Code is created  
15 and enacted as follows:

16      **State commissioner of higher education - Contract terms - Institution position.**

17      The state board of higher education may enter into a personnel contract with the state  
18      commissioner of higher education. The personnel contract may provide for the commissioner to  
19      become a faculty or staff member at an institution under the control of the state board of higher  
20      education when the contract term is complete. The salaries and wages of a person who  
21      becomes a faculty or staff member pursuant to this section must be paid from the appropriation  
22      to the North Dakota university system office. The North Dakota university system office may not  
23      assess institutions under the control of the state board of higher education to recover the cost of  
24      the salaries and wages paid pursuant to this section.

25      **SECTION 24. AMENDMENT.** Subsection 1 of the new section to chapter 15-10 of the North  
26 Dakota Century Code, as created by section 1 of House Bill No. 1437, as approved by the  
27 sixty-ninth legislative assembly, is amended and reenacted as follows:

- 28      1.    By July 1, 2026, institutions of higher education under the control of the state board of  
29           higher education offering faculty academic tenure shall develop and adopt a policy for  
30           tenured and tenure-track faculty employed by the institution, which:



- 1 a. Defines progression and advancement criteria at each stage of tenure
- 2 progression, including criteria for continued post-tenure review.
- 3 b. Establishes a procedure for annual evaluation of all nontenure, tenure-track, and
- 4 tenured faculty by the president of the institution or the designee of the president.
- 5 c. Establishes a procedure for post-tenure evaluations, which must be informed by
- 6 the annual evaluations under subdivision b and conducted by a committee
- 7 appointed by the president of the institution or the designee of the president. ~~The~~
- 8 ~~first post-tenure evaluation must be completed within three years. Subsequent~~
- 9 ~~post-tenure evaluations must be completed at least every five years or more~~
- 10 ~~frequently.~~
- 11 d. Provides for the composition of a ~~culminating post-tenure evaluation committee~~
- 12 ~~must include the administrative supervisor of the faculty member being~~
- 13 ~~evaluated, at least one ranking administrator, and tenured faculty comprising no~~
- 14 ~~less than one third and no more than one half of the committee~~ to evaluate
- 15 faculty members post-tenure within three years of being awarded tenure and
- 16 every five years thereafter.
- 17 e. Defines the outcome of an unsatisfactory review of post-tenured faculty, which
- 18 may be removal from the position. The decision to remove faculty from a position
- 19 must be made by the employing institution and the state board of higher
- 20 education.
- 21 f. Is approved by the state board of higher education.
- 22 g. Provides for a hearing and appeal process for a faculty member aggrieved by the
- 23 policy adopted under this subsection or decision made by the committee under
- 24 subdivision c.

25 **SECTION 25. AMENDMENT.** Paragraph 3 of subdivision h of subsection 1 of section  
26 15-18.2-02 of the North Dakota Century Code is amended and reenacted as follows:

27 (3) ~~9.025.014.0~~ for professional level credits;

28 **SECTION 26. AMENDMENT.** Subsection 2 of section 15-18.2-03 of the North Dakota  
29 Century Code is amended and reenacted as follows:

- 30 2. If the number of credit-hours completed by an institution would cause a decrease in
- 31 the credit completion factor for that institution compared to the credit completion factor



1 the institution ~~was entitled to receive during the 2017-19~~ received during the prior  
2 biennium, the state board of higher education shall multiply the product determined  
3 under section 15-18.2-02 by a credit growth factor of 1.0 for credits in excess of the  
4 factor the institution ~~was entitled to receive during the 2017-19~~ received during the prior  
5 biennium. Any weighted credit-hours multiplied by a credit growth factor under this  
6 section must have a weight of 1.0 under section 15-18.2-02. The state board of higher  
7 education shall multiply the remaining weighted credits by the credit completion factor  
8 the institution ~~was entitled to receive during the 2017-19~~ received during the prior  
9 biennium.

10 **SECTION 27. AMENDMENT.** Subsection 1 of section 15-18.2-05 of the North Dakota  
11 Century Code is amended and reenacted as follows:

- 12 1. Except as provided under subsections 2 and 3, to determine the state aid payment to  
13 which each institution under its control is entitled, the state board of higher education  
14 shall multiply the product determined under section 15-18.2-03 by a base amount of:
- 15 a. ~~\$73.15~~ \$79.36 ~~\$79.57~~ in the case of North Dakota state university and the  
16 university of North Dakota;
  - 17 b. ~~\$103.76~~ \$111.55 in the case of Dickinson state university, Mayville state  
18 university, Minot state university, and Valley City state university; and
  - 19 c. ~~\$140.38~~ \$119.91 in the case of Bismarck state college, Dakota college at  
20 Bottineau, Lake Region state college, North Dakota state college of science, and  
21 Williston state college.

22 ~~SECTION 30. AMENDMENT. Section 15-54.1-02 of the North Dakota Century Code is~~  
23 ~~amended and reenacted as follows:~~

24 ~~15-54.1-02. Capital building funds -- Uses -- Reports.~~

25 ~~Subject to tier II and tier III capital building fund matching requirements under this chapter,~~  
26 ~~each institution may use its allocation of funds from the university system capital building fund~~  
27 ~~for projects specifically authorized by the legislative assembly to use university system capital~~  
28 ~~building fund moneys from each tier. In addition, after an institution has matched and committed~~  
29 ~~seventy five percent of the funding appropriated for the institution's tier I extraordinary repairs~~  
30 ~~and subject to state board of higher education approval and matching requirements under this~~  
31 ~~chapter, each institution may use its allocation of funds from the university system capital~~



~~building fund tier II and tier III for extraordinary repairs and deferred maintenance projects for academic and student housing facilities that do not increase the overall square footage of a building. The state board of higher education shall report biennially to the legislative management and to the appropriations committees of the legislative assembly on the use of funding in the university system capital building fund, the source of matching funds, and each institution's five-year plan for capital construction spending.~~

**SECTION 28. AMENDMENT.** Section 15-54.1-04 of the North Dakota Century Code is amended and reenacted as follows:

**15-54.1-04. Tier III capital building funds - Matching requirements.**

The state board of higher education may allocate tier III capital building fund moneys to an institution only after the institution, excluding the university of North Dakota and North Dakota state university, provides ~~two dollars~~one dollar of matching funds from operations or other sources for each ~~one dollar~~two dollars from the university system capital building fund for the project. The state board of higher education may allocate tier III capital building fund moneys to the university of North Dakota and North Dakota state university only after the institution provides ~~one dollar~~two dollars of matching funds from operations or other sources for each one dollar from the university system capital building fund for the project. An institution may not use tier I extraordinary repairs funding, tier II capital building fund moneys, or state funding appropriated for a specific capital project as matching funds under this section.

**SECTION 29. AMENDMENT.** Subsection 1 of section 15-62.4-01 of the North Dakota Century Code is amended and reenacted as follows:

1. a. Graduated from a high school in this state;
- b. Graduated from a high school in a bordering state, pursuant to chapter 15.1-29;
- c. Graduated from a nonpublic high school in a bordering state while residing with a custodial parent in this state;
- d. Completed a program of home education supervised in accordance with chapter 15.1-23; ~~or~~
- e. Received a general educational development high school diploma from the superintendent of public instruction; or
- f. Is a resident student, as defined in section 15-10-19.1.

1       **SECTION 30. AMENDMENT.** Subsection 2 of section 15-62.5-03 of the North Dakota  
2 Century Code is amended and reenacted as follows:

- 3           2. If two or more applicants have the same scores as determined in subsection 1, they  
4           must be ranked by the numeric sum of their ~~four~~ scale scores on the ACT or  
5           equivalent scores. If a nationally recognized standardized test approved by the state  
6           board of higher education does not calculate scale scores, the equivalent will be zero.

7       **SECTION 31. AMENDMENT.** Section 54-44.1-11 of the North Dakota Century Code is  
8 amended and reenacted as follows:

9       **54-44.1-11. Office of management and budget to cancel unexpended appropriations -**  
10 **When they may continue. (Effective through July 31, ~~2025~~2027)**

11       Except as otherwise provided by law, the office of management and budget, thirty days after  
12 the close of each biennial period, shall cancel all unexpended appropriations or balances of  
13 appropriations after the expiration of the biennial period during which they became available  
14 under the law. Unexpended appropriations for the state historical society are not subject to this  
15 section and the state historical society shall report on the amounts and uses of funds carried  
16 over from one biennium to the appropriations committees of the next subsequent legislative  
17 assembly. Unexpended appropriations for the North Dakota university system are not subject to  
18 this section and the North Dakota university system shall report on the amounts and uses of  
19 funds carried over from one biennium to the next to subsequent appropriations committees of  
20 the legislative assembly. The chairmen of the appropriations committees of the senate and  
21 house of representatives of the legislative assembly with the office of the budget may continue  
22 appropriations or balances in force for not more than two years after the expiration of the  
23 biennial period during which they became available upon recommendation of the director of the  
24 budget for:

- 25           1. New construction projects.  
26           2. Major repair or improvement projects.  
27           3. Purchases of new equipment costing more than ten thousand dollars per unit if it was  
28           ordered during the first twelve months of the biennium in which the funds were  
29           appropriated.  
30           4. The purchase of land by the state on a "contract for deed" purchase if the total  
31           purchase price is within the authorized appropriation.



1        5. Purchases by the department of transportation of roadway maintenance equipment  
2            costing more than ten thousand dollars per unit if the equipment was ordered during  
3            the first twenty-one months of the biennium in which the funds were appropriated.

4        6. Authorized ongoing information technology projects.

5        **Office of management and budget to cancel unexpended appropriations - When they**  
6        **may continue. (Effective after July 31, 20252027)** The office of management and budget,  
7        thirty days after the close of each biennial period, shall cancel all unexpended appropriations or  
8        balances of appropriations after the expiration of the biennial period during which they became  
9        available under the law. Unexpended appropriations for the state historical society are not  
10       subject to this section and the state historical society shall report on the amounts and uses of  
11       funds carried over from one biennium to the appropriations committees of the next subsequent  
12       legislative assembly. The chairmen of the appropriations committees of the senate and house of  
13       representatives of the legislative assembly with the office of the budget may continue  
14       appropriations or balances in force for not more than two years after the expiration of the  
15       biennial period during which they became available upon recommendation of the director of the  
16       budget for:

17       1. New construction projects.

18       2. Major repair or improvement projects.

19       3. Purchases of new equipment costing more than ten thousand dollars per unit if it was  
20            ordered during the first twelve months of the biennium in which the funds were  
21            appropriated.

22       4. The purchase of land by the state on a "contract for deed" purchase if the total  
23            purchase price is within the authorized appropriation.

24       5. Purchases by the department of transportation of roadway maintenance equipment  
25            costing more than ten thousand dollars per unit if the equipment was ordered during  
26            the first twenty-one months of the biennium in which the funds were appropriated.

27       6. Authorized ongoing information technology projects.

28       **SECTION 32. AMENDMENT.** Section 6 of chapter 126 of the 2021 Session Laws is  
29       amended and reenacted as follows:

30                    **SECTION 6. TRANSFER - BANK OF NORTH DAKOTA - SKILLED**

31                    **WORKFORCE STUDENT LOAN REPAYMENT PROGRAM FUND.** The Bank of

1 North Dakota shall transfer the sum of \$2,250,000, or so much of the sum as may be  
2 necessary, from the Bank's current earnings and undivided profits to the skilled  
3 workforce student loan repayment fund during the ~~biennium~~period beginning July 1,  
4 2021, and ending June 30, ~~2023~~2027.

5 **SECTION 33. AMENDMENT.** Section 7 of chapter 126 of the 2021 Session Laws is  
6 amended and reenacted as follows:

7 **SECTION 7. TRANSFER - BANK OF NORTH DAKOTA - SKILLED**  
8 **WORKFORCE SCHOLARSHIP FUND.** The Bank of North Dakota shall transfer the  
9 sum of \$2,250,000, or so much of the sum as may be necessary, from the Bank's  
10 current earnings and undivided profits to the skilled workforce scholarship fund during  
11 the ~~biennium~~period beginning July 1, 2021, and ending June 30, ~~2023~~2027.

12 **SECTION 34. AMENDMENT.** Section 7 of chapter 3 of the 2023 Session Laws is amended  
13 and reenacted as follows:

14 **SECTION 7. TRANSFER - BANK OF NORTH DAKOTA PROFITS - STATE**  
15 **BOARD OF HIGHER EDUCATION SCHOLARSHIPS.** The industrial commission  
16 shall transfer to the North Dakota university system a total of \$1,500,000 from the  
17 current earnings and accumulated undivided profits of the Bank of North Dakota  
18 during the ~~biennium~~period beginning July 1, 2023, and ending June 30, ~~2025~~2027, as  
19 requested by the commissioner of higher education. The estimated income line item in  
20 subdivision 1 of section 1 includes \$1,500,000 for the North Dakota university system  
21 office for dual-credit tuition scholarships.

22 **SECTION 35. AMENDMENT.** Section 8 of chapter 3 of the 2023 Session Laws is amended  
23 and reenacted as follows:

24 **SECTION 8. TRANSFER - BANK OF NORTH DAKOTA PROFITS - SKILLED**  
25 **WORKFORCE STUDENT LOAN REPAYMENT PROGRAM FUND.** The industrial  
26 commission shall transfer the sum of \$3,400,000 from the current earnings and  
27 accumulated undivided profits of the Bank of North Dakota to the skilled workforce  
28 student loan repayment program fund during the ~~biennium~~period beginning July 1,  
29 2023, and ending June 30, ~~2025~~2027.

30 **SECTION 36. AMENDMENT.** Section 9 of chapter 3 of the 2023 Session Laws is amended  
31 and reenacted as follows:



1           **SECTION 9. TRANSFER - BANK OF NORTH DAKOTA PROFITS - SKILLED**  
2           **WORKFORCE SCHOLARSHIP FUND.** The industrial commission shall transfer the  
3           sum of \$3,400,000 from the current earnings and accumulated undivided profits of the  
4           Bank of North Dakota to the skilled workforce scholarship fund during the  
5           biennium period beginning July 1, 2023, and ending June 30, ~~2025~~2027.

6           **SECTION 37. AMENDMENT.** Subsection 17 of section 1 of chapter 550 of the 2021 Special  
7           Session Session Laws is amended and reenacted as follows:

8           17.   There is appropriated from federal funds derived from the state fiscal recovery  
9           fund, not otherwise appropriated, the sum of \$2,104,121, or so much of the sum  
10          as may be necessary, to the university of North Dakota school of medicine and  
11          health sciences for the purpose of purchasing equipment ~~and hiring personnel to~~  
12          be granted to health care providers in the state to provide hyperbaric oxygen  
13          therapy for the period beginning with the effective date of this Act, and ending  
14          June 30, ~~2023~~2027.

15          **SECTION 38. REPEAL.** Section 15-10-74 of the North Dakota Century Code is repealed.

16          **SECTION 39. EXEMPTION - TRANSFER AUTHORITY - LEGISLATIVE MANAGEMENT**  
17          **REPORT.** Notwithstanding section 54-16-04, the office of management and budget shall  
18          transfer appropriation authority from the operations to the capital assets line items within  
19          subdivisions 2 through 14 of section 1 of this Act as requested by the state board of higher  
20          education, for the biennium beginning July 1, 2025, and ending June 30, 2027. The board shall  
21          report any transfer of funds under this section to the legislative management.

22          **SECTION 40. EXEMPTION - FULL-TIME EQUIVALENT POSITION ADJUSTMENTS.**  
23          Notwithstanding any other provisions of law, the state board of higher education may adjust  
24          full-time equivalent positions as needed, subject to the availability of funds, for institutions and  
25          entities under its control during the biennium beginning July 1, 2025, and ending June 30, 2027.  
26          The North Dakota university system shall report any adjustments to the office of management  
27          and budget as part of the submission of the 2027-29 biennium budget request.

28          **SECTION 41. EXEMPTION - UNEXPENDED APPROPRIATIONS.** The following  
29          appropriations are not subject to the provisions of section 54-44.1-11 and may be continued into  
30          the biennium beginning July 1, 2025, and ending June 30, 2027:

- 1       1. Any amounts remaining from the \$18,160,000 appropriated from the general fund for  
2       capital projects inflation and \$411,724,026 appropriated from other funds, including  
3       \$209,976,971 appropriated from the strategic investment and improvements fund, for  
4       capital projects at institutions under the control of the state board of higher education  
5       in section 1 of chapter 3 of the 2023 Session Laws;
- 6       2. Any amounts remaining from the \$8,500,000 appropriated from other funds to  
7       Bismarck state college for the multipurpose academic and athletic center in section 2  
8       of chapter 638 of the 2023 Special Session Session Laws;
- 9       3. Any amounts remaining from the \$1,500,000 appropriated from Bank of North Dakota  
10      profits for dual-credit scholarships in section 1 of chapter 3 of the 2023 Session Laws;
- 11      4. Any amounts remaining from the funding appropriated from federal funds derived from  
12      the state fiscal recovery fund to the state board of higher education and institutions  
13      under the control of the state board of higher education in section 1 of chapter 548  
14      and section 1 of chapter 550 of the 2021 Special Session Session Laws and continued  
15      into the biennium beginning July 1, 2023, and ending June 30, 2025, in section 42 of  
16      chapter 3 of the 2023 Session Laws.

17       **SECTION 42. EXEMPTION - SALE OF PROPERTY AUTHORIZED - USE OF**

18   **PROCEEDS.** The state of North Dakota, by and through the state board of higher education,  
19   may sell and convey certain real property located at the intersection of sixth avenue north and  
20   forty-second street north, in the southeast corner, unplatted parts including the north half of the  
21   northwest quarter of the southwest quarter of section 5, township 151 north, range 50,  
22   estimated to include 20 acres, in the records of the city of Grand Forks. If any real property  
23   authorized to be conveyed under this section is conveyed, the terms of conveyance must be  
24   determined jointly by the state board of higher education or a designee of the board and the  
25   commissioner of university and school lands. Sections 54-01-05.2 and 54-01-05.5 do not apply  
26   to the transfers authorized by this section. Any proceeds from the sale of land pursuant to this  
27   section may be used only for deferred maintenance, and extraordinary repairs, ~~or legislatively~~  
28   ~~authorized capital projects.~~

29       **SECTION 43. EXEMPTION - SALE OF PROPERTY AUTHORIZED - USE OF**

30   **PROCEEDS.** The state of North Dakota, by and through the state board of higher education,  
31   may sell and convey certain real property located at the intersection of Demers avenue and



1 forty-second street north, in the northwest corner, known as 4201 James Ray drive, the south  
2 east corner of lot 1, block 1, estimated to be 2.74 acres, in the records of the city of Grand  
3 Forks. If any real property authorized to be conveyed under this section is conveyed, the terms  
4 of conveyance must be determined jointly by the state board of higher education or a designee  
5 of the board and the commissioner of university and school lands. Sections 54-01-05.2 and  
6 54-01-05.5 do not apply to the transfers authorized by this section. Any proceeds from the sale  
7 of land pursuant to this section may be used only for deferred maintenance, and extraordinary  
8 repairs, ~~or legislatively authorized capital projects.~~

9 **SECTION 44. UNIVERSITY OF NORTH DAKOTA SCHOOL OF MEDICINE AND HEALTH**  
10 **SCIENCES - UNIVERSITY OF NORTH DAKOTA PHYSICIAN ASSISTANT PROGRAM -**  
11 **STUDENT RESIDENCY - REPORT.** The university of North Dakota shall develop and  
12 implement student recruitment and acceptance strategies to increase the number of resident  
13 students enrolled in the school of medicine and health sciences and to increase the number of  
14 resident students enrolled in the physician assistant program, with a goal for eighty-five percent  
15 of students enrolled at the school of medicine and health sciences and in the physician  
16 assistant program to be residents of the state by the fall 2030 semester. The university of North  
17 Dakota shall provide an annual report to the legislative management regarding strategies under  
18 consideration and implemented to increase resident student enrollment in the school of  
19 medicine and health sciences and in the physician assistant program, during the biennium  
20 beginning July 1, 2025, and ending June 30, 2027.

21 **SECTION 45. HIGHER EDUCATION FUNDING REVIEW COMMITTEE - REPORT TO**  
22 **THE LEGISLATIVE MANAGEMENT.**

- 23 1. During the 2025-26 interim, the higher education funding review committee is created  
24 and composed of thirteen members as follows:
- 25 a. Two members of the house of representatives appointed by the majority leader of  
26 the house of representatives and one member appointed by the minority leader  
27 of the house of representatives;
  - 28 b. Two members of the senate appointed by the majority leader of the senate and  
29 one member appointed by the minority leader of the senate;
  - 30 c. One member of the legislative assembly appointed by the legislative  
31 management to serve as the committee chairman;



- 1 d. Six nonvoting members, including:
- 2 (1) The university of North Dakota vice president for finance and operations, or
- 3 a designee of the vice president for finance and operations;
- 4 (2) The North Dakota state university vice president for finance and
- 5 administration, or a designee of the vice president for finance and
- 6 administration;
- 7 (3) Two representatives from regional four-year universities, including
- 8 dual-mission institutions, appointed by the state board of higher education;
- 9 and
- 10 (4) Two representatives from two-year colleges, including polytechnic
- 11 institutions, appointed by the state board of higher education.
- 12 2. The committee shall review funding methods for higher education in the state,
- 13 including the higher education funding formula, the university system capital building
- 14 fund, permanent funds distributions, property tax allocations, oil and gas gross
- 15 production and oil extraction tax revenue allocations, other statutory funds for higher
- 16 education and research, and other funding appropriated to institutions and entities
- 17 under the control of the state board of higher education.
- 18 3. The committee must receive and consider input from representatives of all higher
- 19 education institutions under the control of the state board of higher education.
- 20 4. The committee shall report its findings and recommendations to the legislative
- 21 management by September 1, 2026.

22 **SECTION 46. PRAXIS CORE TESTING PERFORMANCE - LEGISLATIVE**

23 **MANAGEMENT REPORT.** The legislative management shall request a report during the

24 2025-26 interim from the association of colleges for teacher education regarding a study of the

25 praxis core testing performance of student teachers who used grades and exams to

26 demonstrate reading, writing, and mathematics competencies.

27 **SECTION 47. STATE BOARD OF HIGHER EDUCATION STUDY AND REPORT -**

28 **COMMISSIONER OF HIGHER EDUCATION - LEGISLATIVE INTENT - 2027-29 BIENNIUM**

29 **BUDGET.**

- 30 1. The state board of higher education shall study the costs and benefits of a system of
- 31 higher education led by a chancellor compared to a commissioner during the 2025-26



interim. The state board of higher education shall report its findings and recommendations, including any legislation required to implement the recommendations, to the seventieth legislative assembly.

2. It is the intent of the sixty-ninth legislative assembly that:

- a. The state board of higher education appoint a state commissioner of higher education in compliance with chapter 15-10 of the North Dakota Century Code and subsection 7 of section 6 of article VIII of the Constitution of North Dakota.
- b. The state commissioner of higher education position be filled by February 1, 2026.
- c. The seventieth legislative assembly reduce the general fund appropriation for the North Dakota university system office, for the biennium beginning July 1, 2027, and ending June 30, 2029, by two percent for each month after February 1, 2026, the state commissioner of higher education position remains vacant.

**SECTION 48. LEGISLATIVE INTENT - WEIGHTED CREDIT-HOURS - INSTRUCTIONAL PROGRAM CLASSIFICATION FACTORS.** It is the intent of the sixty-ninth legislative assembly that wind energy technology and law enforcement courses be transferred to the career and technical education instructional program classification within the higher education funding formula.

**SECTION 49. LEGISLATIVE INTENT - UNIVERSITY OF NORTH DAKOTA SCHOOL OF MEDICINE AND HEALTH SCIENCES - ALLIED HEALTH FACILITY.** It is the intent of the sixty-ninth legislative assembly that an allied health facility expansion be completed at the university of North Dakota school of medicine and health sciences. It is further the intent of the sixty-ninth legislative assembly that the seventieth legislative assembly consider supporting the completion of the allied health facility project at the university of North Dakota school of medicine and health sciences.

**SECTION 50. LEGISLATIVE INTENT - SEPARATION AGREEMENTS.** It is the intent of the sixty-ninth legislative assembly that the state board of higher education not enter into any separation or early retirement agreements with a cost to the state or the institutions under the control of the state board of higher education during the biennium beginning July 1, 2025, and ending June 30, 2027.

**SECTION 51. TUITION RATE INCREASE LIMITATIONS.**



- 1       1. Except as provided in this section, notwithstanding any other provision of law, the state  
2       board of higher education may not increase tuition rates for resident students  
3       attending institutions of higher education under its control during the 2025-26  
4       academic year by more than four percent as compared to the tuition rate in effect  
5       during the 2025 spring semester.
- 6       2. Except as provided in this section, notwithstanding any other provision of law, the state  
7       board of higher education may not increase tuition rates for resident students  
8       attending institutions of higher education under its control during the 2026-27  
9       academic year by more than four percent as compared to the tuition rate in effect  
10      during the 2026 spring semester.
- 11      3. Tuition rates charged for high-cost undergraduate differentiated tuition programs and  
12      for graduate level programs, including programs offered through the university of North  
13      Dakota school of medicine and health sciences, the university of North Dakota school  
14      of law, or the North Dakota state university school of pharmacy, may be increased by  
15      up to five percent for the 2025-26 academic year as compared to the tuition rate in  
16      effect during the 2025 spring semester.
- 17      4. Tuition rates charged for high-cost undergraduate differentiated tuition programs and  
18      for graduate level programs, including programs offered through the university of North  
19      Dakota school of medicine and health sciences, the university of North Dakota school  
20      of law, or the North Dakota state university school of pharmacy, may be increased by  
21      up to five percent for the 2026-27 academic year as compared to the tuition rate in  
22      effect during the 2026 spring semester.
- 23      5. This section does not apply to tuition rates for nonresident students attending  
24      institutions of higher education under the control of the state board of higher  
25      education. For purposes of this section, the residency of students for tuition purposes  
26      must be determined under section 15-10-19.1.
- 27      6. This section does not apply to tuition rates determined under tuition reciprocity  
28      agreements entered into by the state board of higher education with other states or  
29      state education compacts.
- 30      7. For purposes of this section, an institution must calculate a resident tuition rate  
31      increase based on the tuition rate paid by an average full-time resident student.



1       **SECTION 52. APPLICATION.** Section 21 of this Act applies to individuals initially entering a  
2 professional student exchange program in veterinary medicine, dentistry, or optometry after  
3 June 30, 2026.

4       **SECTION 53. EMERGENCY.** The capital assets line items in section 1 and sections 4, 5,  
5 10, 11, 12, 13, 19, 39, 42, and 43 of this Act are declared to be an emergency measure.

**STATEMENT OF PURPOSE OF AMENDMENT:****Senate Bill No. 2003 - Summary of House Action**

	Base Budget	Senate Version	House Changes	House Version
University System Office				
Total all funds	\$159,479,512	\$208,211,852	\$9,490,620	\$217,702,472
Less estimated income	26,260,897	65,386,749	750,000	66,136,749
General fund	\$133,218,615	\$142,825,103	\$8,740,620	\$151,565,723
FTE	162.83	168.83	0.00	168.83
Bismarck State College				
Total all funds	\$111,948,863	\$118,513,894	\$0	\$118,513,894
Less estimated income	74,566,953	79,018,523	0	79,018,523
General fund	\$37,381,910	\$39,495,371	\$0	\$39,495,371
FTE	335.33	338.25	0.00	338.25
Lake Region State College				
Total all funds	\$42,276,400	\$43,749,157	\$4,145,308	\$47,894,465
Less estimated income	26,601,597	27,532,768	0	27,532,768
General fund	\$15,674,803	\$16,216,389	\$4,145,308	\$20,361,697
FTE	120.59	115.15	0.00	115.15
Williston State College				
Total all funds	\$38,640,317	\$39,574,119	\$1,490,000	\$41,064,119
Less estimated income	25,154,992	25,951,804	0	25,951,804
General fund	\$13,485,325	\$13,622,315	\$1,490,000	\$15,112,315
FTE	102.83	99.74	0.00	99.74
University of North Dakota				
Total all funds	\$974,637,236	\$1,106,670,433	\$57,508,229	\$1,164,178,662
Less estimated income	790,481,856	911,108,202	52,000,000	963,108,202
General fund	\$184,155,380	\$195,562,231	\$5,508,229	\$201,070,460
FTE	2,060.56	2,191.95	0.00	2,191.95
UND Medical Center				
Total all funds	\$251,073,118	\$269,663,631	\$224,843	\$269,888,474
Less estimated income	168,241,842	174,018,316	0	174,018,316
General fund	\$82,831,276	\$95,645,315	\$224,843	\$95,870,158
FTE	488.83	529.06	0.00	529.06
North Dakota State University				
Total all funds	\$817,664,195	\$988,365,138	\$8,713,297	\$997,078,435
Less estimated income	653,917,430	813,690,221	12,000,000	825,690,221
General fund	\$163,746,765	\$174,674,917	(\$3,286,703)	\$171,388,214
FTE	1,867.50	1,805.96	0.00	1,805.96
State College of Science				
Total all funds	\$103,502,634	\$110,424,111	\$65,000	\$110,489,111
Less estimated income	63,645,097	65,918,675	65,000	65,983,675
General fund	\$39,857,537	\$44,505,436	\$0	\$44,505,436
FTE	313.95	326.54	0.00	326.54
Dickinson State University				
Total all funds	\$57,137,824	\$73,008,639	\$2,375,000	\$75,383,639
Less estimated income	32,697,829	46,456,545	0	46,456,545
General fund	\$24,439,995	\$26,552,094	\$2,375,000	\$28,927,094
FTE	178.00	170.80	0.00	170.80
Mayville State University				
Total all funds	\$56,654,367	\$93,878,897	\$3,075,000	\$96,953,897



Less estimated income	34,375,971	71,136,306	0	71,136,306
General fund	\$22,278,396	\$22,742,591	\$3,075,000	\$25,817,591
FTE	226.92	226.92	0.00	226.92
Minot State University				
Total all funds	\$117,609,668	\$133,542,849	\$17,635,000	\$151,177,849
Less estimated income	68,644,425	83,483,638	3,650,000	87,133,638
General fund	\$48,965,243	\$50,059,211	\$13,985,000	\$64,044,211
FTE	423.63	421.16	0.00	421.16
Valley City State University				
Total all funds	\$56,464,729	\$57,964,247	\$0	\$57,964,247
Less estimated income	28,111,916	29,533,031	0	29,533,031
General fund	\$28,352,813	\$28,431,216	\$0	\$28,431,216
FTE	211.94	217.44	0.00	217.44
Dakota College at Bottineau				
Total all funds	\$26,343,148	\$27,592,845	\$500,000	\$28,092,845
Less estimated income	14,900,270	15,456,034	0	15,456,034
General fund	\$11,442,878	\$12,136,811	\$500,000	\$12,636,811
FTE	84.00	87.85	0.00	87.85
Forest Service				
Total all funds	\$24,993,531	\$26,585,944	\$350,000	\$26,935,944
Less estimated income	19,141,941	20,191,020	350,000	20,541,020
General fund	\$5,851,590	\$6,394,924	\$0	\$6,394,924
FTE	29.00	34.00	2.00	36.00
Bank of North Dakota				
Total all funds	\$0	\$8,000,000	\$0	\$8,000,000
Less estimated income	0	8,000,000	0	8,000,000
General fund	\$0	\$0	\$0	\$0
FTE	0.00	0.00	0.00	0.00
Bill total				
Total all funds	\$2,838,425,542	\$3,305,745,756	\$105,572,297	\$3,411,318,053
Less estimated income	2,026,743,016	2,436,881,832	68,815,000	2,505,696,832
General fund	\$811,682,526	\$868,863,924	\$36,757,297	\$905,621,221
FTE	6,605.91	6,733.65	2.00	6,735.65

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

	Base Budget	Senate Version	House Changes	House Version
University System Office	\$133,218,615	\$142,825,103	\$8,740,620	\$151,565,723
Bismarck State College	37,381,910	39,495,371		39,495,371
Lake Region State College	15,674,803	16,216,389	4,145,308	20,361,697
Williston State College	13,485,325	13,622,315	1,490,000	15,112,315
University of North Dakota	184,155,380	195,562,231	5,508,229	201,070,460
UND Medical Center	82,831,276	95,645,315	224,843	95,870,158
North Dakota State University	163,746,765	174,674,917	(3,286,703)	171,388,214
State College of Science	39,857,537	44,505,436		44,505,436
Dickinson State University	24,439,995	26,552,094	2,375,000	28,927,094
Mayville State University	22,278,396	22,742,591	3,075,000	25,817,591
Minot State University	48,965,243	50,059,211	13,985,000	64,044,211
Valley City State University	28,352,813	28,431,216		28,431,216
Dakota College at Bottineau	11,442,878	12,136,811	500,000	12,636,811
Forest Service	5,851,590	6,394,924		6,394,924
Bank of North Dakota				
Total general fund	\$811,682,526	\$868,863,924	\$36,757,297	\$905,621,221

**Detail of House Changes to General Fund**

	Adjusts Funding for University System Office <sup>1</sup>	Provides Funding Formula Adjustments <sup>2</sup>	Adds Funding for Capital Projects <sup>3</sup>	Adds Other One-Time Funding <sup>4</sup>	Adjusts Forest Service Funding <sup>5</sup>	Total General Fund Changes
University System Office	\$8,740,620					\$8,740,620
Bismarck State College						
Lake Region State College		\$945,308	\$3,200,000			4,145,308
Williston State College				\$1,490,000		1,490,000
University of North Dakota		508,229	5,000,000			5,508,229
UND Medical Center		224,843				224,843
North Dakota State University		(3,286,703)				(3,286,703)
State College of Science						
Dickinson State University			2,375,000			2,375,000
Mayville State University				3,075,000		3,075,000
Minot State University			12,985,000	1,000,000		13,985,000
Valley City State University						
Dakota College at Bottineau			500,000			500,000
Forest Service						
Bank of North Dakota						
Total general fund	\$8,740,620	(\$1,608,323)	\$24,060,000	\$5,565,000	\$0	\$36,757,297

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

	Base Budget	Senate Version	House Changes	House Version
University System Office	\$26,260,897	\$65,386,749	\$750,000	\$66,136,749
Bismarck State College	74,566,953	79,018,523		79,018,523
Lake Region State College	26,601,597	27,532,768		27,532,768
Williston State College	25,154,992	25,951,804		25,951,804
University of North Dakota	790,481,856	911,108,202	52,000,000	963,108,202
UND Medical Center	168,241,842	174,018,316		174,018,316
North Dakota State University	653,917,430	813,690,221	12,000,000	825,690,221
State College of Science	63,645,097	65,918,675	65,000	65,983,675
Dickinson State University	32,697,829	46,456,545		46,456,545
Mayville State University	34,375,971	71,136,306		71,136,306
Minot State University	68,644,425	83,483,638	3,650,000	87,133,638
Valley City State University	28,111,916	29,533,031		29,533,031
Dakota College at Bottineau	14,900,270	15,456,034		15,456,034
Forest Service	19,141,941	20,191,020	350,000	20,541,020
Bank of North Dakota		8,000,000		8,000,000
Total other funds	\$2,026,743,016	\$2,436,881,832	\$68,815,000	\$2,505,696,832

**Detail of House Changes to Other Funds**

	Adjusts Funding for University System Office <sup>1</sup>	Provides Funding Formula Adjustments <sup>2</sup>	Adds Funding for Capital Projects <sup>3</sup>	Adds Other One-Time Funding <sup>4</sup>	Adjusts Forest Service Funding <sup>5</sup>	Total Other Funds Changes
University System Office	\$750,000					\$750,000
Bismarck State College						
Lake Region State College						
Williston State College						
University of North Dakota			\$40,000,000	\$12,000,000		52,000,000
UND Medical Center						
North Dakota State University				12,000,000		12,000,000
State College of Science			65,000			65,000
Dickinson State University						
Mayville State University						
Minot State University			3,650,000			3,650,000
Valley City State University						
Dakota College at Bottineau						
Forest Service					\$350,000	350,000
Bank of North Dakota						
Total other funds	\$750,000	\$0	\$43,715,000	\$24,000,000	\$350,000	\$68,815,000



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

	<b>Base Budget</b>	<b>Senate Version</b>	<b>House Changes</b>	<b>House Version</b>
University System Office	\$159,479,512	\$208,211,852	\$9,490,620	\$217,702,472
Bismarck State College	111,948,863	118,513,894		118,513,894
Lake Region State College	42,276,400	43,749,157	4,145,308	47,894,465
Williston State College	38,640,317	39,574,119	1,490,000	41,064,119
University of North Dakota	974,637,236	1,106,670,433	57,508,229	1,164,178,662
UND Medical Center	251,073,118	269,663,631	224,843	269,888,474
North Dakota State University	817,664,195	988,365,138	8,713,297	997,078,435
State College of Science	103,502,634	110,424,111	65,000	110,489,111
Dickinson State University	57,137,824	73,008,639	2,375,000	75,383,639
Mayville State University	56,654,367	93,878,897	3,075,000	96,953,897
Minot State University	117,609,668	133,542,849	17,635,000	151,177,849
Valley City State University	56,464,729	57,964,247		57,964,247
Dakota College at Bottineau	26,343,148	27,592,845	500,000	28,092,845
Forest Service	24,993,531	26,585,944	350,000	26,935,944
Bank of North Dakota		8,000,000		8,000,000
Total all funds	\$2,838,425,542	\$3,305,745,756	\$105,572,297	\$3,411,318,053
FTE	6,605.91	6,733.65	2.00	6,735.65

**Detail of House Changes to All Funds**

	<b>Adjusts Funding for University System Office<sup>1</sup></b>	<b>Provides Funding Formula Adjustments<sup>2</sup></b>	<b>Adds Funding for Capital Projects<sup>3</sup></b>	<b>Adds Other One-Time Funding<sup>4</sup></b>	<b>Adjusts Forest Service Funding<sup>5</sup></b>	<b>Total All Funds Changes</b>
University System Office	\$9,490,620					\$9,490,620
Bismarck State College						
Lake Region State College		\$945,308	\$3,200,000			4,145,308
Williston State College				\$1,490,000		1,490,000
University of North Dakota		508,229	45,000,000	12,000,000		57,508,229
UND Medical Center		224,843				224,843
North Dakota State University		(3,286,703)		12,000,000		8,713,297
State College of Science			65,000			65,000
Dickinson State University			2,375,000			2,375,000
Mayville State University				3,075,000		3,075,000
Minot State University			16,635,000	1,000,000		17,635,000
Valley City State University						
Dakota College at Bottineau			500,000			500,000
Forest Service					\$350,000	350,000
Bank of North Dakota						
Total all funds	\$9,490,620	(\$1,608,323)	\$67,775,000	\$29,565,000	\$350,000	\$105,572,297
FTE	0.00	0.00	0.00	0.00	2.00	2.00

<sup>1</sup> Funding is adjusted for the North Dakota University System Office as follows:

<b>Description</b>	<b>Senate Version</b>	<b>House Changes</b>	<b>House Version</b>
Challenge grants (SIIF)	\$25,000,000	\$750,000	\$25,750,000
Supplemental student financial assistance grants (general fund)	0	5,000,000	5,000,000
Dakota Digital Academy (general fund)	450,000	(450,000)	0
Information technology security (general fund)	0	4,190,620	4,190,620
Total	\$25,450,000	\$9,490,620	\$34,940,620

In addition to the changes identified above, the House provided for \$1.5 million of one-time funding from the general fund added by the Senate for the professional student exchange program to be ongoing funding.

<sup>2</sup> The following adjustments are made to institution general fund appropriations through the higher education funding formula:

<u>Institution</u>	<u>Formula Adjustments</u>	<u>Hold Harmless</u>	<u>Base Rates Equalization</u>	<u>Increase Base Rates by 4 Percent</u>	<u>Total Adjustment to Senate Version</u>
Lake Region State College	\$0	\$945,308	\$0	\$0	\$945,308
University of North Dakota	0	0	484,028	24,201	508,229
UND School of Medicine and Health Sciences	0	0	214,136	10,707	224,843
North Dakota State University	<u>(9,318,724)</u>	<u>6,396,841</u>	<u>0</u>	<u>(364,820)</u>	<u>(3,286,703)</u>
Total	<u>(\$9,318,724)</u>	<u>\$7,342,149</u>	<u>\$698,164</u>	<u>(\$329,912)</u>	<u>(\$1,608,323)</u>

<sup>3</sup> One-time funding is added for the following capital projects:

<u>Project</u>	<u>General Fund</u>	<u>Other Funds</u>	<u>Total Funds</u>
LRSC roof	\$3,200,000	\$0	\$3,200,000
UND SMHS allied health facility phase I (tiers and local funds)	5,000,000	40,000,000	45,000,000
NDSCS land purchase (local funds)	0	65,000	65,000
DSU campus security	500,000	0	500,000
DSU deferred maintenance	1,875,000	0	1,875,000
MiSU track (local funds)	0	3,000,000	3,000,000
MiSU regional health sciences institute (tiers and local funds)	12,350,000	650,000	13,000,000
MiSU Dakota Hall demolition	635,000	0	635,000
DCB student housing	<u>500,000</u>	<u>0</u>	<u>500,000</u>
Total	\$24,060,000	\$43,715,000	\$67,775,000

The House authorizes North Dakota State University to utilize other funds from the institution's allocation in the University System capital building fund, revenue bond proceeds, and other local funds for the University Village and Memorial Union projects. Capital projects authorized for institutions include the associated razing of nearby facilities and facilities being replaced.

<sup>4</sup> Other one-time funding is added as follows:

<u>Project or Program</u>	<u>Senate Version</u>	<u>House Changes</u>	<u>House Version</u>
WSC health care program startup costs (general fund)	\$0	\$1,490,000	\$1,490,000
MaSU salaries and wages and campus security (general fund)	0	3,075,000	3,075,000
UND national security crossroads (SIIF)	12,000,000	12,000,000	24,000,000
NDSU new horizons programming (SIIF)	12,000,000	12,000,000	24,000,000
MiSU advancing students toward education and employment (general fund)	<u>500,000</u>	<u>1,000,000</u>	<u>1,500,000</u>
Total	\$24,500,000	\$29,565,000	\$54,065,000

<sup>5</sup> Funding of \$350,000 from special funds is added for 2 new FTE positions for the conservation tree improvement initiative.

### Senate Bill No. 2003 - Other Changes - House Action

This amendment also:

- Identifies \$186,496,814 from the strategic investment and improvements fund (SIIF) is included in Section 1 for various projects and programs.
- Adds a section to direct the North Dakota University System office to transfer \$342,000 to Lake Region State College for the cost of an early retirement agreement.
- Adjusts sections relating to the University System capital building fund to reduce the transfer from SIIF to the fund by \$5 million, to provide a total of \$26.5 million from SIIF for Tiers II and III of the University System capital building fund. Tier III matching fund requirements are adjusted to require \$1 of matching funds for every \$1 from Tier III of the University System capital building fund for campuses excluding the University of North Dakota (UND) and North Dakota State University (NDSU). The House provided for Tier III matching requirements for UND and NDSU to remain \$2 of matching funds for every \$1 from Tier III.
- Adjusts allocations from the higher education challenge matching grants program to provide \$2,125,000 for Dickinson State University, the same level of funding as Bismarck State College, Minot State University, and the North Dakota State College of Science.
- Provides for the State Board of Higher Education to establish a committee, guidelines, and application process for the administration of the workforce education innovation grant program.



- Adds a section to allow any institution under the control of the State Board of Higher Education to offer dual-credit courses in the county in which the institution's primary campus is located.
- Adds a section requiring repayment of professional student exchange program funding by students who do not return to work in the state.
- Adds a section to clarify the authority and responsibility for the appointment of institution presidents, including who determines and selects a consultant to assist in the recruitment of applicants to be an institution president.
- Adds a section regarding the terms of the contract for the Commissioner of Higher Education, including the source of funds for a position at an institution under the control of the State Board of Higher Education awarded as a term of the contract.
- Amends House Bill No. 1437, as approved by the 69<sup>th</sup> Legislative Assembly, relating to academic tenure policy at institutions of higher education.
- Adjusts the higher education funding formula to increase the pharmacy program professional credit weight from 9 to 14. The Senate increased the pharmacy program professional credit weight to 25.
- Adjusts the qualification requirements for the scholars program.
- Repeals North Dakota Century Code Section 15-10-74, relating to the naming of the Bismarck State College polytechnic center the Larry C. Skogen polytechnic institute.
- Restricts the use of revenue generated from the sale of land by UND to deferred maintenance and extraordinary repairs.
- Adds a section to direct UND to develop and implement student recruitment and acceptance strategies to increase resident student enrollment at the School of Medicine and Health Sciences and in the physician assistant program.
- Adds a section to provide for a report to the Legislative Management regarding Praxis core testing performance.
- Adds a section to provide for the hiring of a new Commissioner of higher education and to direct the State Board of Higher Education to study the costs and benefits of a system of higher education led by a chancellor compared to a commissioner.
- Adds a section of legislative intent to express support for the completion of an allied health facility expansion at the UND School of Medicine and Health Sciences.
- Adds a section to provide legislative intent that the State Board of Higher Education not enter into any separation or early retirement agreements with a cost to the state and its institutions.
- Adds a section to limit tuition rate increases.
- Adds an emergency clause for capital project, bonding, and land sale sections in the bill.