

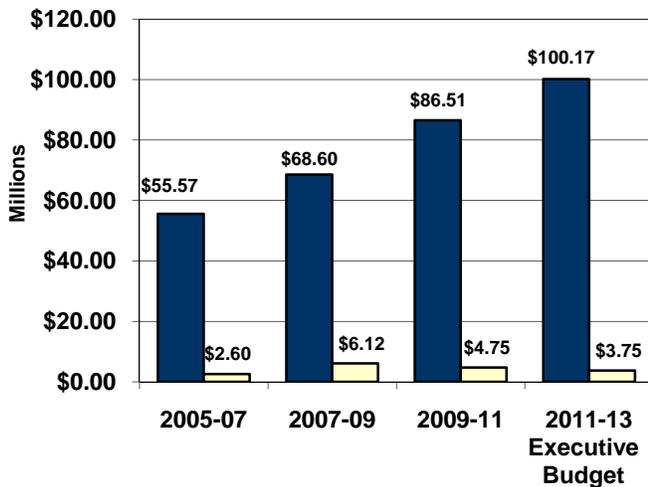
**Department 215 - North Dakota University System Office
 House Bill No. 1003**

	FTE Positions	General Fund	Other Funds	Total
2011-13 Executive Budget	23.30	\$100,171,450	\$3,754,718	\$103,926,168
2009-11 Legislative Appropriations	23.30 ¹	86,508,682	4,748,958	91,257,640 ²
Increase (Decrease)	0.00	\$13,662,768	(\$994,240)	\$12,668,528

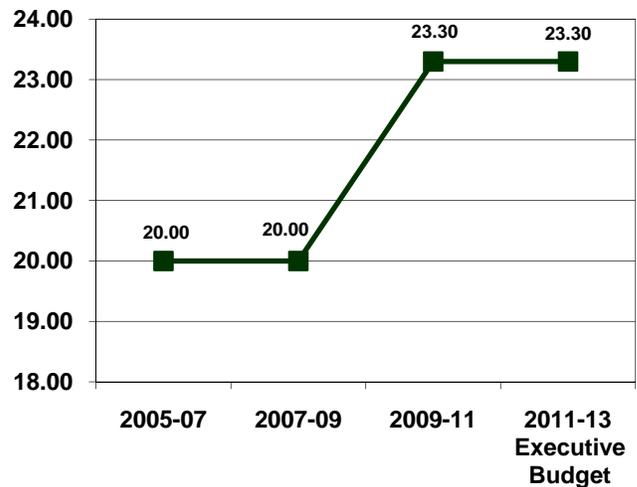
¹The number of FTE positions for the 2009-11 biennium has been adjusted by 2.00, from 21.30 to 23.30, pursuant to Section 20 of Senate Bill No. 2003 (2009) which authorizes the State Board of Higher Education to adjust FTE positions as needed subject to the availability of funds for institutions and entities under its control.

²The 2009-11 appropriation amounts have been reduced for the following funding allocations made to institutions:
 \$750,000 security and emergency preparedness funding pool appropriated to the University System office.
 \$1.5 million science, technology, engineering, and mathematics (STEM) education funding pool appropriated to the University System office.

Agency Funding



FTE Positions



■ General Fund □ Other Funds

Ongoing and One-Time General Fund Appropriations

	Ongoing General Fund Appropriation	One-Time General Fund Appropriation	Total General Fund Appropriation
2011-13 Executive Budget	\$100,015,450	\$156,000	\$100,171,450
2009-11 Legislative Appropriations	86,508,682	0	86,508,682
Increase (Decrease)	\$13,506,768	\$156,000	\$13,662,768

Executive Budget Highlights

System governance and systemwide initiatives

1. Increases funding for University System office operations by \$651,664 from the 2009-11 adjusted appropriation of \$7,002,470, of which \$6,726,360 is from the general fund, to \$7,654,134, of which \$7,365,438 is from the general fund, for:

	General Fund	Other Funds	Total
Costs to continue fiscal year 2011 salary increases	\$103,072	\$1,634	\$104,706
3 percent per year salary increases	196,597	9,928	206,525
Health insurance premium increases	31,163	1,024	32,187
Employee retirement contributions	31,384		31,384
Increased funding to replace carryover funding used during the 2009-11 biennium	276,862		276,862
Total	\$639,078	\$12,586	\$651,664

2. Increases funding for capital bond payments and adjusts payment funding sources to provide for total payments of \$12,254,769, of which \$11,837,519 is from the general fund	\$540,721	(\$300,000)	\$240,721
3. Provides funding to be distributed to campuses based on student completion rates	\$5,000,000		\$5,000,000
4. Provides a funding pool to address needs at campuses relating to new or expanding academic programs	\$1,000,000		\$1,000,000
5. Replaces a portion of funding from the student loan trust fund for ConnectND positions and professional student exchange programs	\$1,100,000	(\$1,100,000)	\$0
6. Reduces funding for professional liability insurance to provide total funding of \$800,000	(\$300,000)		(\$300,000)
7. Increases funding from the permanent oil tax trust fund for grants to tribally controlled community colleges to provide a total of \$1 million in grant funding		\$300,000	\$300,000
Student financial assistance programs			
1. Removes funding provided from the general fund for the career and technical education scholarship program and the academic scholarship program. The executive recommendation provides the program with a continuing appropriation from the lands and minerals trust fund. Total program funding required for the 2011-13 biennium is estimated to be \$10 million.	(\$3,000,000)		(\$3,000,000)
2. Increases funding for the Native American scholarship program to provide total funding of \$575,442. This will allow the program scholarship amounts to be increased from \$800 to \$1,200 based on 240 scholarships, which is the current number of scholarships awarded.	\$192,975		\$192,975
3. Replaces carryover funding used during the 2009-11 biennium for the state grant program	\$553,546		\$553,546
4. Replaces carryover funding used during the 2009-11 biennium for the scholars program	\$343,242		\$343,242
5. Replaces carryover funding used during the 2009-11 biennium for education incentive programs	\$89,650		\$89,650
Competitive research			
1. Increases funding for the competitive research program to provide total funding of \$8.7 million	\$1,650,000		\$1,650,000
System information technology services			
1. Increases funding for system information technology services by \$5,492,114 from the 2009-11 adjusted appropriation of \$30,569,885, of which \$29,540,054 is from the general fund, to \$36,061,999, of which \$35,522,562 is from the general fund, for:			
Parity costs of \$1,358,345 for costs to continue fiscal year 2011 salary increases (\$412,941), for 3 percent per year salary increases (\$780,312), and for health insurance premium increases (\$165,092)	\$1,249,508	\$108,837	\$1,358,345
Technology maintenance funding of \$3,527,000 for the Northern Tier Network (\$1,870,000), the University System share of the state data network upgrade (\$1,006,000), and the University System share of ConnectND cost increases for disk and processor capacity (\$651,000)	3,527,000		3,527,000
ConnectND database upgrades	616,000		616,000
Reduced special funds carryover		(9,231)	(9,231)
Replaces funding from the student loan trust fund for ConnectND positions	590,000	(590,000)	\$0
Total	\$5,982,508	(\$490,394)	\$5,492,114
Student Mental Health Services			
1. Provides ongoing funding for a Student Mental Health Services Initiative (A total of \$715,140 of ongoing funding was provided to the University System office and campuses for the Student Mental Health Services Initiative.)	\$12,000		\$12,000

2. Provides one-time funding for program planning and training related to the Student Mental Health Services Initiative	\$156,000	\$156,000
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Other Sections in Bill

Permanent oil tax trust fund - Section 3 provides that \$2.32 million of the special funds appropriated in the bill is from the permanent oil tax trust fund to be used for the science laboratory project (\$1.32 million) and campus branding project (\$1 million) at Williston State College. Section 11 provides that \$1 million of the special funds appropriated in the bill are from the permanent oil tax trust fund for grants to tribally controlled community colleges.

Student loan trust fund - Section 6 provides that \$1,004,744 of the special funds appropriated in the bill are from the student loan trust fund to be used for the professional student exchange program (\$465,307) and for ConnectND positions (\$539,437).

Federal, private, and other funds - Section 7 provides an appropriation through June 30, 2013, for federal, private, and other funds that are received by institutions under the control of the State Board of Higher Education. The section also provides an appropriation through June 30, 2013, for funds received under the North Dakota-Minnesota reciprocity agreement.

Transfer authority - Section 8 provides that the State Board of Higher Education may transfer funds from an institution's operations line item to the institution's capital assets line item if the board determines that additional funds are needed for capital projects or extraordinary repairs.

FTE positions - Section 9 authorizes the State Board of Higher Education to adjust FTE positions as needed for institutions and entities under its control.

Bond issue authorization - Section 12 authorizes the State Board of Higher Education to arrange for \$38.5 million of revenue bonds for capital projects at Bismarck State College, the University of North Dakota, the State College of Science, and Minot State University.

Continuing Appropriations

Special revenue funds - North Dakota Century Code Section 15-10-12 - Provides the continuing appropriation authority for higher education institutions' special revenue funds, including tuition, through June 30, 2011. House Bill No. 1035 (2011) would continue the continuing appropriation authority through June 30, 2013. See **Major Related Legislation** for more information.

Major Related Legislation

House Bill No. 1033 - University System budget request and appropriation - Continues the requirement that the budget request for the University System include budget estimates for block grants for a base funding component and for an initiative funding component and a budget estimate for an asset funding component and the requirement that the appropriation for the University System include block grants for a base funding appropriation and for an initiative funding appropriation and an appropriation for an asset funding component through July 31, 2013.

House Bill No. 1034 - University System unspent general fund appropriations - Provides for the continuation of the University System's authority to carry over at the end of the biennium unspent general fund appropriations through July 31, 2013.

House Bill No. 1035 - University System special funds continuing appropriation - Extends the continuing appropriation authority for higher education institutions' special revenue funds, including tuition, through June 30, 2013.

House Bill No. 1036 - Developmental education study - Directs the Legislative Management to study ways to alleviate developmental education, efforts to reduce developmental education, and the origin of students needing developmental education.

House Bill No. 1106 - Continuing eligibility for scholarship awards - Allows the State Board of Higher Education to implement policies regarding the continued eligibility of recipients and the payment of scholarship funds to students receiving a career and technical education scholarship or an academic scholarship.

House Bill No. 1119 - Student liability coverage for state vehicles - Allows higher education institutions to receive liability coverage from the risk management fund for students operating a state vehicle as part of an education program.

House Bill No. 1128 - Private postsecondary institutions - Creates a commission to regulate private postsecondary institutions and provides for the University System to provide staff services for the commission.

House Bill No. 1129 - Private postsecondary institutions - Requires the State Board of Higher Education to regulate private postsecondary institutions that offer degrees at an associate degree level or higher.

House Bill No. 1213 - Staff senate adviser to the State Board of Higher Education - Allows the University System staff senate to appoint an individual to serve as an adviser to the State Board of Higher Education.

House Bill No. 1301 - Tuition increases prohibited - Prohibits the State Board of Higher Education from increasing student tuition rates during the 2011-13 biennium and provides a \$26.5 million general fund appropriation to the University System to offset the fiscal impact of prohibiting a tuition increase.

House Bill No. 1363 - Tribal college assistance grants - Appropriates \$1.2 million from the permanent oil tax trust fund to the University System to provide grants to tribally controlled community colleges.

House Bill No. 1369 - University System reporting requirements - Provides for additional reporting requirements as part of the University System strategic report required under Section 15-10-14.2.

House Bill No. 1385 - Mature students - Allows residents of the state who are at least 55 years of age to attend a course offered at a University System institution without paying tuition or fees.

House Bill No. 1411 - University System budget request and appropriations format - Requires the University System budget request and appropriations to be based on separate calculations for research institutions, baccalaureate institutions, and two-year institutions.

House Bill No. 1445 - State support for nonresident students - Requires higher education institutions to return funding from the general fund received for operations in an amount based on the percentage of nonresident students attending the institution.

House Bill No. 1470 - Authority to establish tuition rates - Provides that tuition rates at higher education institutions must be established by the Legislative Assembly.

Senate Bill No. 2065 - Reimbursement of meal expenses - Provides that meal expenses for athletic teams or other groups may be reimbursed on a group travel expenses report.

Senate Bill No. 2092 - Easements on state-owned land - Allows an institution president to provide an easement on state land under the control of the institution.

Senate Bill No. 2150 - Career and technical education scholarships and academic scholarships - Changes the eligibility requirements for the career and technical education scholarship program and the academic scholarship program. The bill also provides a continuing appropriation from the lands and minerals trust fund for the scholarship program.