

**North Dakota University System Office  
Budget No. 215  
Senate Bill No. 2003, House Bill No. 1289**

	<b>FTE Positions</b>	<b>General Fund</b>	<b>Other Funds</b>	<b>Total</b>
2013-15 executive budget (bills as introduced)	107.31	\$156,161,976	\$2,299,912	\$158,461,888
<b>2013-15 legislative appropriations</b>	<b>112.91</b>	<b>162,045,136</b>	<b>2,299,912</b>	<b>164,345,048</b>
Legislative increase (decrease) to executive budget	5.60	\$5,883,160	\$0	\$5,883,160
Legislative increase (decrease) to 2011-13 appropriations	12.60	\$60,805,891	(\$454,806)	\$60,351,085

**ONGOING AND ONE-TIME GENERAL FUND APPROPRIATIONS**

	<b>Ongoing General Fund Appropriation</b>	<b>One-Time General Fund Appropriation</b>	<b>Total General Fund Appropriation</b>
2011-13 legislative appropriations	\$101,239,245	\$0	\$101,239,245
<b>2013-15 legislative appropriations</b>	<b>111,561,723</b>	<b>50,483,413</b>	<b>162,045,136</b>
2013-15 legislative increase (decrease) to 2011-13 appropriations	\$10,322,478	\$50,483,413	\$60,805,891
Percentage increase (decrease) to 2011-13 appropriations	10.2%	N/A	60.1%
2013-15 legislative increase (decrease) to executive budget	(\$2,100,253)	\$7,983,413	\$5,883,160
Percentage increase (decrease) to executive budget	(1.8%)	18.8%	3.8%

**SUMMARY OF LEGISLATIVE CHANGES TO THE EXECUTIVE BUDGET AND MAJOR FUNDING ITEMS**

**Salaries and Wages**

The final legislative appropriations for the North Dakota University System office include funding for salary increases of 4 percent for the first year of the biennium and 3 percent for the second year of the biennium, funding for health insurance increases, and funding to provide for 1 percent employee and employer retirement contributions during the first year of the 2013-15 biennium.

	<b>Major Items FTE Positions</b>	<b>General Fund</b>	<b>Other Funds</b>	<b>Total</b>
The legislative action:				
Removed funding added in the executive budget for University System office FTE positions.	(7.00)	(\$3,056,020)		(\$3,056,020)
Added funding for system governance with specific uses of funds to be determined by the State Board of Higher Education.		2,000,000		2,000,000
Added funding for a systemwide performance funding pool.		5,000,000		5,000,000

Removed funding included in the executive budget for a new program startup pool.		(1,500,000)		(1,500,000)
Reduced funding added in the executive budget for the academic and career and technical education scholarship program.		(3,700,000)		(3,700,000)
Reduced funding added in the executive budget for an education challenge fund from \$30 million to \$29 million.		(1,000,000)		(1,000,000)
Added funding for the professional student exchange program.		171,968		171,968
Transferred funding provided for professional liability insurance to the University of North Dakota (UND) School of Medicine and Health Sciences.		(800,000)		(800,000)
Added funding for a capital projects contingency pool.		5,483,413		5,483,413
Adjusted funding for the employee compensation package for the University System office employees to provide for salary increases of 4 percent for the first year of the biennium and 3 percent for the second year of the biennium and to provide for 1 percent employee and employer retirement contributions during the first year of the biennium only.		(167,267)		(167,267)
Transferred internal audit and legal staff positions from UND and North Dakota State University (NDSU) to the University System Office.	12.60	3,126,066		3,126,066
Added funding to provide assistance to eligible veterans enrolled at or in the process of enrolling at higher education institutions (House Bill No. 1289).		325,000		325,000
Total		<u>5.60</u>	<u>\$5,883,160</u>	<u>\$0</u>
				<u>\$5,883,160</u>

#### FTE Changes

The Legislative Assembly included funding for 112.91 FTE positions, 12.6 more than the 2011-13 biennium. The Legislative Assembly removed 7 new FTE positions added in the executive budget for the University System office and transferred 12.6 FTE legal and internal audit positions from UND and NDSU to the University System office. Pursuant to Section 36 of Senate Bill No. 2003, the State Board of Higher Education is authorized to adjust FTE positions as needed for entities under the control of the State Board of Higher Education. Any FTE adjustment must be reported to the Office of Management and Budget prior to submission of the 2015-17 budget request.

#### One-Time Funding

In Section 2 of Senate Bill No. 2003, the Legislative Assembly identified \$217,358,169 of funding from the general fund as one-time funding for the University System. The Legislative Assembly also identified \$6 million of funding appropriated to Dickinson State University in Section 4 of Senate Bill No. 2018 as one-time funding. These amounts are not to be considered part of the University System's base budget for the 2015-17 biennium, and the University System is to report to the Appropriations Committees of the 64<sup>th</sup> Legislative Assembly on the use of this funding. The table below summarizes one-time funding provided to the University System from the general fund for the 2013-15 biennium.

Major capital projects and capital projects contingency pool	\$161,174,763
Higher education challenge fund	29,000,000
Deferred maintenance pool	10,000,000
UND School of Medicine and Health Sciences - Startup costs related to the continued implementation of the health care workforce initiative plan	7,414,806
Performance funding pool	5,000,000
Minot State University flood recovery funding	2,500,000
Campus master planning	1,000,000
Campus deferred maintenance and software projects	468,500
Dickinson State University Theodore Roosevelt Center operations	800,000
Dickinson State University - Grant for Theodore Roosevelt Presidential Library <sup>1</sup>	6,000,000
<b>Total</b>	<b>\$223,358,069</b>

<sup>1</sup>Senate Bill No. 2003 also includes a contingent general fund appropriation of an additional \$6 million to Dickinson State University for a grant to construct the Theodore Roosevelt Presidential Library.

### Competitive Research

The Legislative Assembly provided \$7,050,000 from the general fund for competitive research, the same amount as provided for the 2011-13 biennium. The following is a summary of funding for the competitive research program:

Biennium	General Fund
1995-97	\$1,980,000
1997-99	\$1,980,000
1999-2001	\$1,971,000
2001-03	\$4,000,000
2003-05	\$4,750,000 <sup>1</sup>
2005-07	\$5,190,000
2007-09	\$5,650,000
2009-11	\$7,050,000 <sup>2</sup>
2011-13	\$7,050,000
2013-15	\$7,050,000

<sup>1</sup>The Legislative Assembly in 2003 provided that \$100,000 of the \$4,750,000 be used for a public private partnership for establishment of a design center at UND.

<sup>2</sup>The Legislative Assembly in 2009 provided that \$400,000 of the \$7,050,000 be used for the National Aeronautics and Space Administration Experimental Program to Stimulate Competitive Research.

### System Governance

The Legislative Assembly provided \$12,666,502, of which \$10,344,632 is from the general fund and \$288,696 is from special funds, for system governance. The table below details funding for system governance provided for the 2011-13 biennium, funding included in the 2013-15 executive recommendation, and 2013-15 biennium appropriations.

	2011-13 Biennium Legislative Appropriation	2013-15 Biennium Executive Recommendation	2013-15 Biennium Legislative Appropriation
General fund	\$6,588,576	\$10,344,632	\$12,377,806
Special funds	288,696	288,696	288,696
<b>Total</b>	<b>\$6,877,272</b>	<b>\$10,633,328</b>	<b>\$12,666,502</b>

### System Information Technology Services

The Legislative Assembly provided \$38,662,551, of which \$38,123,114 is from the general fund and \$539,437 is from the student loan trust fund, for support of the Higher Education Computer Network, the Interactive Video Network (IVN), the On-line Dakota Information Network (ODIN), and other related technology

initiatives. The funding from the general fund includes an increase of \$2,655,884 for employee compensation and benefit increases. The table below summarizes funding provided for system information technology services.

	2011-13 Biennium Legislative Appropriation	2013-15 Biennium Executive Recommendation	2013-15 Biennium Legislative Appropriation	2013-15 Biennium Legislative Appropriation Increase (Decrease) From 2013-15 Executive Recommendation	2013-15 Biennium Legislative Appropriation Increase (Decrease) From 2011-13 Biennium Legislative Appropriation
General fund	\$35,467,230	\$38,253,509	\$38,123,114	(\$130,395)	\$2,655,884
Student loan trust fund	539,437	539,437	539,437		
Total	\$36,006,667	\$38,792,946	\$38,662,551	(\$130,395)	\$2,655,884

#### Student Financial Assistance Grants

The Legislative Assembly provided \$21,245,679 from the general fund for student financial assistance grants. This represents an increase of \$1,871,657 from the 2011-13 biennium appropriation of \$19,374,022. The increased funding will be used to expand the program to provide assistance to part-time students and to increase the maximum grant level award from \$1,500 to \$1,650 per year. To qualify, a student must be a resident undergraduate student who has graduated from a North Dakota high school and is attending a qualified postsecondary institution in North Dakota. The award of grants is based on student need. The following is a summary of funding for student financial assistance grants:

Biennium	General Fund	Federal Funds	Other Funds	Total Funds
1995-97	\$2,032,478	\$400,000	\$1,350,000	\$3,782,478
1997-99	\$1,495,000	\$410,986	\$2,574,400	\$4,480,386
1999-2001	\$1,735,881	\$140,000	\$2,574,400	\$4,450,281
2001-03	\$2,670,881	\$214,000	\$1,338,150	\$4,223,031
2003-05	\$2,730,215	\$200,000	\$0	\$2,930,215
2005-07	\$3,332,402	\$172,000	\$0	\$3,504,402
2007-09	\$5,823,497	\$164,000	\$0	\$5,987,497
2009-11	\$19,025,594	\$348,428	\$0	\$19,374,022
2011-13	\$19,025,594	\$348,428	\$0	\$19,374,022
2013-15	\$21,245,679	\$0	\$0	\$21,245,679

#### Professional Student Exchange Program

The Legislative Assembly provided \$4,275,015, of which \$3,809,708 is from the general fund and \$465,307 is from the student loan trust fund, for the professional student exchange program. The increased funding of \$953,577 will be used to continue the current number of students in the program (\$781,609) and to expand the program to provide assistance to dental students enrolled in summer school courses (\$171,968). The following is a summary of funding for the professional student exchange program:

Biennium	General Fund	Student Loan Trust Fund	Total Funds
1995-97	\$1,326,756		\$1,326,756
1997-99	\$1,389,801		\$1,389,801
1999-2001	\$1,310,716		\$1,310,716
2001-03	\$1,560,716		\$1,560,716
2003-05	\$1,678,300		\$1,678,300
2005-07	\$1,864,780	\$262,500	\$2,127,280
2007-09	\$2,199,566	\$523,380	\$2,722,946
2009-11	\$2,346,130	\$990,970	\$3,337,100
2011-13	\$2,856,131	\$465,307	\$3,321,438
2013-15	\$3,809,708	\$465,307	\$4,275,015

### Scholars Program

The Legislative Assembly provided \$2,113,584 from the general fund for the scholars program, the same amount as provided during the 2011-13 biennium. The following is a summary of funding for the scholars program:

Biennium	General Fund	Special Funds	Total Funds
1995-97	\$496,403		\$496,403
1997-99	\$473,786	\$185,500	\$659,286
1999-2001	\$520,730	\$185,500	\$706,230
2001-03	\$770,730		\$770,730
2003-05	\$816,386		\$816,386
2005-07	\$862,077		\$862,077
2007-09	\$1,478,566		\$1,478,566
2009-11	\$2,113,584		\$2,113,584
2011-13	\$2,113,584		\$2,113,584
2013-15	\$2,113,584		\$2,113,584

### Native American Scholarship Program

The Legislative Assembly provided \$649,267 from the general fund for Native American scholarships, an increase of \$75,000 from 2011-13 biennium appropriations. The increased funding will be used to provide scholarships to an additional 15 graduate students each year. The following is a summary of funding for the Native American scholarship program:

Biennium	General Fund
1995-97	\$200,000
1997-99	\$204,000
1999-2001	\$204,082
2001-03	\$204,082
2003-05	\$204,086
2005-07	\$251,988
2007-09	\$380,626
2009-11	\$381,292
2011-13	\$574,267
2013-15	\$649,267

### Education Incentive Programs

The Legislative Assembly provided \$3,349,000 from the general fund for education incentive programs, an increase of \$172,656 from the 2011-13 biennium. The increased funding will be used to continue the same number of students in the education incentive programs. Section 21 of Senate Bill No. 2003 provides the funding may be allocated for education incentive programs as determined by the State Board of Higher Education. The board may determine the program eligibility for education incentive programs and may reduce or eliminate specific programs.

### Career and Technical Education and Academic Scholarships

The Legislative Assembly provided \$10 million from the general fund for career and technical education and academic scholarships, the same as the 2011-13 biennium. The Legislative Assembly removed additional funding of \$3.7 million included in the executive recommendation to increase the scholarship award level from \$1,500 to \$2,500 per year.

To be eligible for a scholarship, a student must be a resident of the state, complete the requirements for a high school diploma, and meet the following program requirements for one of the programs as follows:

<b>Career and Technical Education Scholarship</b>	<b>Academic Scholarship</b>
Complete four units of English language arts	Complete four units of English language arts
Complete three units of mathematics, including one unit of Algebra II and two units of other mathematics	Complete one unit of Algebra II and one unit of mathematics for which Algebra II is a prerequisite
Complete three units of science	Complete three units of science
Complete three units of social studies	Complete three units of social studies
Complete one unit of physical education or one-half unit of physical education and one-half unit of health	Complete one unit of physical education or one-half unit of physical education and one-half unit of health
Complete two units of a coordinated study plan as recommended by the Department of Career and Technical Education	Complete two units of the same foreign language, the same Native American language, sign language, or career and technical education from a coordinated study plan approved by the Superintendent of Public Instruction
Complete one unit selected from foreign language, Native American language, American sign language, fine arts, or career and technical education	Complete one unit selected from foreign language, Native American language, American sign language, fine arts, or career and technical education
Complete five additional units, two of which must be in the area of career and technical education	Complete any five additional units
Obtain a cumulative grade point average of at least 3.0 on a 4.0 grading scale for all courses taken or only for courses taken that are required for the scholarship	Obtain a cumulative grade point average of at least 3.0 on a 4.0 grading scale for all courses taken or only for courses taken that are required for the scholarship
Obtain a grade of at least "C" in each unit or one-half unit required for the scholarship	Obtain a grade of at least "C" in each unit or one-half unit required for the scholarship
Receive a composite score of at least 24 on the ACT or a score of at least five on each of three WorkKeys assessments	Receive a composite score of at least 24 on the ACT
	Fulfill one unit required for the scholarship through an advanced placement course or fulfill one-half unit required for the scholarship through a dual-credit course

Any student that meets the requirements for a career and technical education scholarship or an academic scholarship is to receive a scholarship of \$750 per semester, or \$500 per quarter, for each period the student is enrolled at a North Dakota higher education institution and maintains eligibility up to a maximum amount of \$6,000.

### **Capital Construction Lease Payments**

The Legislative Assembly provided \$10,436,045 from the general fund for University System capital construction lease payments. The following is a summary of the 2013-15 biennium legislative appropriation compared to the 2011-13 biennium legislative appropriation:

	<b>2011-13 Biennium Legislative Appropriation</b>	<b>2013-15 Biennium Legislative Appropriation</b>	<b>Increase (Decrease) From 2009-11 Biennium</b>
Capital construction lease payments - General fund	\$11,787,519	\$10,436,045	(\$1,351,474)
Capital construction lease payments - Special funds	417,250	0	(417,250)
<b>Total</b>	<b>\$12,204,769</b>	<b>\$10,436,045</b>	<b>(\$1,768,724)</b>

### **Capital Improvements**

The following schedule presents the higher education capital improvement funding contained in the 2013-15 executive recommendation and the appropriations approved by the Legislative Assembly for the 2013-15 biennium:

Entity/Project	2013-15 Executive Recommendation		2013-15 Legislative Appropriations	
	General Fund	Special Funds	General Fund	Special Funds
University System office				
Deferred maintenance pool	\$10,000,000		\$10,000,000	
Capital projects contingency pool			5,483,413	
Total	\$10,000,000		\$15,483,413	
Bismarck State College				
Communications and Fine Arts Center	\$13,300,000		\$12,635,000	\$6,665,000
Special assessment payments	210,000		210,000	
Extraordinary repairs	207,673		207,673	
Total	\$13,717,673		\$13,052,673	\$6,665,000
Lake Region State College				
Erlandson Technical Center remodel and addition	\$5,947,562		\$5,650,184	
Extraordinary repairs	155,367		155,367	
Total	\$6,102,929		\$5,805,551	
Williston State College				
Campus Drive project	\$1,800,000		\$1,710,000	
Stevens Hall renovation	12,242,478		11,630,354	
Extraordinary repairs	197,801		197,801	
Total	\$14,240,279		\$13,538,155	
UND				
School of Medicine and Health Sciences facility project	\$68,300,000		\$60,450,000 <sup>1</sup>	
Law School building renovation	12,000,000		11,400,000	
College of Business and Public Administration building renovation (reauthorization)		\$20,500,000		\$20,500,000
Indoor track and football practice field (reauthorization)		19,500,000		19,500,000
Purchase resident apartment building that is currently being leased (revenue bonds)		8,300,000		8,300,000
Student housing facility (revenue bonds)		19,187,262		19,187,262
Wilkerson Hall project (reauthorization) (revenue bonds)				29,000,000
School of Medicine and Health Sciences Bismarck Family Practice Center skywalk project			750,000	
North Dakota Museum of Art repairs			190,000	
Special assessment payments	97,245		97,245	
Extraordinary repairs	4,314,321		4,314,321	
Total	\$84,711,566	\$67,487,262	\$77,201,566	\$96,487,262
North Dakota State University				
Science, technology, engineering, and mathematics classroom and laboratory building	\$29,600,000		\$28,120,000	
Low rise lavatory project - Phase I		\$1,000,000		\$1,000,000
Low rise lavatory project - Phase II		1,030,000		1,030,000
Memorial Union food court		975,000		975,000

Entity/Project	2013-15 Executive Recommendation		2013-15 Legislative Appropriations	
	General Fund	Special Funds	General Fund	Special Funds
Nutrition and dietetics and hospitality laboratory		750,000		750,000
Sanford Health Athletic Complex (reauthorization)		35,404,356		35,404,356
Center for Computationally Assisted Science facility renovation				660,000
Extraordinary repairs	2,732,244		2,732,244	
Total	\$32,332,244	\$39,159,356	\$30,852,244	\$39,819,356
State College of Science				
Old Main renovation	\$8,511,452		\$8,085,879	
Football complex renovation (reauthorization)		1,350,000		1,350,000
Special assessment payments	58,666		58,666	
Extraordinary repairs	953,713		953,713	
Total	\$9,523,831	\$1,350,000	\$9,098,258	\$1,350,000
Dickinson State University				
Extraordinary repairs	\$409,078		\$409,078	
Total	\$409,078		\$409,078	
Mayville State University				
Old gymnasium replacement and improvements	\$5,800,000		\$5,510,000	
Campuswide drainage improvements	2,267,000		2,153,650	
Special assessment payments	79,695		79,695	
Extraordinary repairs	279,297		279,297	
Total	\$8,425,992		\$8,022,642	
Minot State University				
Plant services building	\$1,821,905	\$1,785	\$1,730,810	\$1,785
Renovation of campus athletic facilities		11,800,000		11,800,000
Extraordinary repairs	899,620		899,620	
Total	\$2,721,525	\$11,801,785	\$2,630,430	\$11,801,785
Valley City State University				
Vangstad Hall renovation	\$3,636,466		\$3,454,643	
Hillside slope stabilization project	505,800	\$100,000	480,510	\$100,000
W. E. Osmon Fieldhouse addition - Phase II		4,706,837		4,706,837
Former president's house repairs			250,000	
Extraordinary repairs	408,319		408,319	
Total	\$4,550,585	\$4,806,837	\$4,593,472	\$4,806,837
Dakota College at Bottineau				
Campus backup generator	\$395,600		\$375,820	
Thatcher Hall heating repairs			769,500	
Gross Hall updates		\$732,460		\$732,460
Mead Hall updates		1,171,586		1,171,586
Milligan Hall updates		896,743		896,743
Old Main building renovation		4,800,000		4,800,000
Extraordinary repairs	115,507		115,507	
Total	\$511,107	\$7,600,789	\$1,260,827	\$7,600,789



Entity/Project	2013-15 Executive Recommendation		2013-15 Legislative Appropriations	
	General Fund	Special Funds	General Fund	Special Funds
Forest Service				
Towner State Nursery freezer conversion and shop facility	\$785,000		\$785,000	
Extraordinary repairs	44,962		44,962	
Total	\$829,962		\$829,962	
Total Higher Education	\$188,076,771	\$132,206,029	\$182,778,271	\$168,531,029

<sup>1</sup>Does not include \$62 million of loan authority provided for Phase II of the School of Medicine and Health Sciences facility project.

### Other Income

Section 34 of Senate Bill No. 2003 appropriates on a continuing basis all other funds, including tuition income, received by the institutions and entities under the control of the State Board of Higher Education during the 2013-15 biennium. Consequently, the legislative appropriations for higher education institutions entities generally do not include a specific appropriation of other funds, except for capital projects.

### Other Sections in Senate Bill No. 2003

**Contingent appropriations and section repeal** - Section 3 provides a contingent general fund appropriation of \$6 million to Dickinson State University and provides a contingent general fund appropriation of \$5 million to the Department of Public Instruction. The Dickinson State University appropriation is for a grant to construct the Theodore Roosevelt Presidential Library and the Department of Public Instruction appropriation is for a grant to construct a children's science education center. The funding is contingent upon general fund revenues exceeding legislative estimates by at least 3.5 percent during the period beginning July 1, 2013, and ending June 30, 2014. Section 20 repeals a section contained in Senate Bill No. 2018 which provides a contingent appropriation for a grant for the Theodore Roosevelt Presidential Library project.

**Construction project variance reports** - Section 4 amends North Dakota Century Code Section 15-10-47 to change the reporting frequency for higher education capital project variance reports from monthly to semiannually.

**Higher Education challenge matching grant program - Legislative Management report** - Sections 5 through 10 provide statutory guidelines regarding the use of the \$29 million general fund appropriation provided for a higher education challenge matching grant program. Section 38 requires the State Board of Higher Education to provide a report to the Legislative Management regarding the grants awarded under the program.

**University of North Dakota School of Medicine and Health Sciences mission and reporting requirements** - Sections 11 through 16 provide for various statutory adjustments to the mission and reporting requirements of the School of Medicine and Health Sciences.

**Student financial assistance grants amounts** - Section 17 amends Section 15-62.2-02 to increase the maximum needs-based student financial assistance grant amount from \$1,500 to \$1,650 per year.

**Tribal college assistance grants** - Section 18 amends Section 15-70-04 to provide the State Board of Higher Education may only distribute one-half of the biennial appropriation for tribal college assistance grants during the first year of the biennium.

**Unexpended appropriation carryover authority** - Section 19 amends Section 54-44.1-11 to extend the authority of the University System to carry over unexpended appropriations at the end of a biennium.

**Funding pools transfer authority** - Section 21 authorizes the State Board of Higher Education to transfer funds to institutions from the deferred maintenance funding pool, performance funding pool, and the education incentive programs line item.

**System information technology services office consolidation - Legislative Management and Legislative Assembly reports** - Section 22 requires all System Information Technology Services staff offices of newly hired employees to be consolidated in the joint information technology building on the campus of UND upon the completion of the building. The section does not apply to employees assigned to a specific campus or to the University System office. The section also requires the University System to provide reports to the Legislative Management during the 2013-14 interim on the status of information technology consolidation and requires the University System to provide a comprehensive information technology budget report to the 64<sup>th</sup> Legislative Assembly.

**Research Enterprise and Commercialization building purchase** - Section 23 authorizes UND to enter financing and purchase agreements with private entities to purchase the Research Enterprise and Commercialization building located on the campus.

**Capital projects contingency pool** - Section 24 authorizes the State Board of Higher Education to transfer funds from the capital projects contingency pool to an institution if the lowest acceptable bid for an eligible project exceeds legislative appropriations.

**Capital project oversight** - Section 25 requires institutions to have adequate project oversight for campus capital projects.

**Bismarck State College Communications and Creative Arts Center** - Section 26 authorizes Bismarck State College to construct a theater as part of the Communications and Creative Arts Center project if sufficient private donations or other income is received.

**University of North Dakota School of Medicine and Health Sciences Bismarck Family Practice Center skywalk project** - Section 27 requires \$1 of nonstate funds to be used for every \$1 used from the general fund appropriation for the School of Medicine and Health Sciences Bismarck Family Practice Center skywalk project.

**University of North Dakota School of Medicine and Health Sciences facility project - Phase II loan authorization** - Section 28 authorizes the State Board of Higher Education to borrow up to \$62 million from the Bank of North Dakota for the construction of Phase II of the School of Medicine and Health Sciences facility project. The State Board of Higher Education is to seek funding from the 64<sup>th</sup> Legislative Assembly to repay the loan.

**Theodore Roosevelt Presidential Library facility planning and design** - Section 29 authorizes Dickinson State University to use up to \$200,000 of the \$800,000 appropriated for the Theodore Roosevelt Center for the planning and design of a facility to house the Theodore Roosevelt Presidential Library.

**Minot State University flood recovery funding** - Section 30 provides guidelines for the use of a \$5 million appropriation included in Section 1 of the bill for Minot State University flood recovery funding. The section allows Minot State University to use the funds to address needs of the university, including capital, as it relates to flood recovery.

**North Dakota State University Minard Hall project** - Section 31 authorizes NDSU to continue 2007-09 and 2009-11 biennium appropriations for the Minard Hall project into the 2013-15 biennium. The section also requires NDSU to provide reports on the status of the project to the Budget Section.

**Student loan trust fund** - Section 32 provides that \$1,004,744 of the special funds appropriated in the bill is from the student loan trust fund to be used for the professional student exchange program (\$465,307) and for ConnectND positions (\$539,437).

**University of North Dakota School of Medicine and Health Sciences funding** - Section 33 requires UND to transfer 25 percent of the funding it receives for 2013-15 biennium inflation payments to the School of Medicine and Health Sciences.

**Federal, private, and other funds** - Section 34 provides an appropriation through June 30, 2015, for federal, private, and other funds, including tuition revenue, that are received by institutions under the control of the State Board of Higher Education. The section also provides an appropriation through June 30, 2015, for funds received under the North Dakota-Minnesota reciprocity agreement.

**Transfer authority** - Section 35 provides 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 36 authorizes the State Board of Higher Education to adjust FTE positions as needed for institutions and entities under its control.

**Bond issue authorization** - Section 37 authorizes the State Board of Higher Education to arrange for \$56.5 million of revenue bonds for capital projects at UND.

**Legislative Management study - Legal services** - Section 39 provides for a Legislative Management study of legal services provided by attorneys in executive branch state agencies.

#### **Related Legislation**

**Authorization of campus building projects** - House Bill No. 1200 removes the authority for the Budget Section to approve higher education capital building projects financed by gifts, grants, or donations during the three months following the close of a regular legislative session

**Assessment of University System institutions** - House Bill No. 1281 requires the State Board of Higher Education to receive Budget Section approval prior to assessing University System institutions for goods or services provided through the University System office

**North Dakota academic and career and technical education scholarship eligibility** - House Bill Nos. 1258 and 1291 provide for various adjustments to the eligibility requirements to receive a North Dakota academic and career and technical education scholarship

**Higher education energy impact grants** - House Bill No. 1358 provides \$4 million from the oil and gas impact grant fund to be distributed by the Energy Infrastructure and Impact Office to higher education institutions affected by oil and gas development

**Mandatory student fees** - Senate Bill No. 2094 continues on a permanent basis the limitation that mandatory student fees charged to each student at a University System institution may not increase between academic years by more than 1 percent of the undergraduate resident student tuition rate unless evidenced by student demand

**Legislative Management study - Professional student exchange programs** - Senate Bill No. 2160 provides for a Legislative Management study of the professional student exchange programs financed from state funding

**Higher education funding method** - Senate Bill No. 2200 implements a per credit-hour funding method to provide equalized general fund appropriations for the operations of University System institutions

**Higher Education Commission** - House Concurrent Resolution No. 3047 proposes a constitutional amendment to replace the State Board of Higher Education with a three-member Higher Education Commission to oversee and administer University System institutions