

**Department 215 - North Dakota University System Office
Senate Bill No. 2003**

Dalrymple Executive Budget Comparison to Prior Biennium Appropriations

	FTE Positions	General Fund	Other Funds	Total
2017-19 Dalrymple Executive Budget ^{1,2}	148.40	\$101,978,375	\$29,168,074	\$131,146,449
2015-17 Adjusted Legislative Appropriations ^{3,4}	104.39	141,697,318	5,011,216	146,708,534
Increase (Decrease)	44.01	(\$39,718,943)	\$24,156,858	(\$15,562,085)

¹The 2017-19 biennium executive budget recommendation for higher education full-time equivalent employees reflects a reporting change. See the **FTE Positions** section below for additional information.

²The 2017-19 biennium executive budget recommendation includes the appropriation of certain special funds which were not specifically appropriated in previous bienniums. See the **Special Funds Appropriations** section below for additional information.

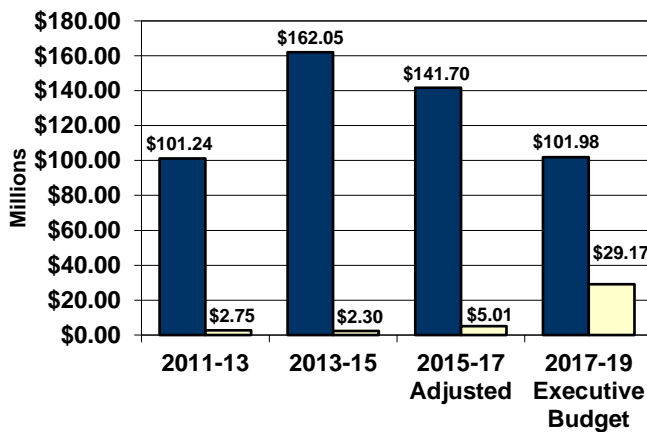
³The 2015-17 biennium institution appropriations amounts reflect general fund budget reductions made in August 2016.

⁴The 2015-17 biennium institution appropriations amounts reflect transfers to North Dakota University System institutions from the campus security funding pool, but exclude transfers from the deferred maintenance funding pool.

Ongoing and One-Time General Fund Appropriations

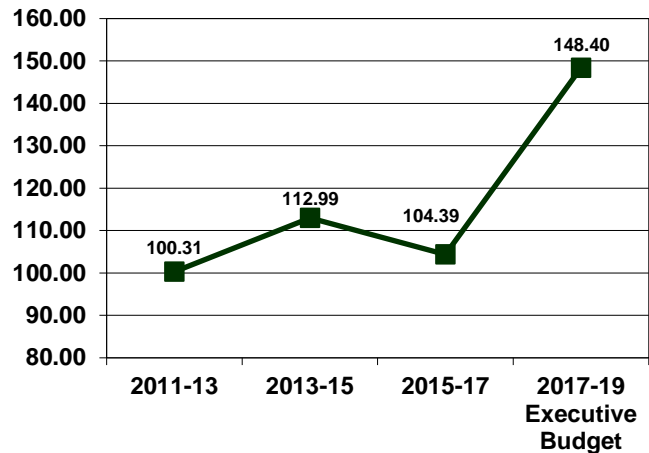
	Ongoing General Fund Appropriation	One-Time General Fund Appropriation	Total General Fund Appropriation
2017-19 Dalrymple Executive Budget	\$101,978,375	\$0	\$101,978,375
2015-17 Adjusted Legislative Appropriations	110,229,818	31,467,500	141,697,318
Increase (Decrease)	(\$8,251,443)	(\$31,467,500)	(\$39,718,943)

Agency Funding



Note: The 2017-19 biennium executive budget recommendation includes the appropriation of certain special funds. See the **Special Funds Appropriations** section below for additional information.

FTE Positions



Note: The 2017-19 biennium executive budget recommendation includes a change in reporting methods for North Dakota University System FTE positions. See the **FTE Positions** section below for additional information.

Dalrymple Executive Budget Comparison to Base Level

	General Fund	Other Funds	Total
2017-19 Dalrymple Executive Budget	\$101,978,375	\$29,168,074	\$131,146,449
2017-19 Base Level	110,229,818	2,511,216	112,741,034
Increase (Decrease)	(\$8,251,443)	\$26,656,858	\$18,405,415

First House Action

Attached is a comparison worksheet detailing first house changes to base level funding and the executive budget.

**Dalrymple and Burgum Executive Budget Highlights
(With First House Changes in Bold)**

	General Fund	Other Funds	Total
1. Provides funding for employee salary and benefit increases, of which \$142,439 is for salary increases and \$414,993 is for health insurance increases. (The Burgum budget removed funding for	\$390,250	\$167,182	\$557,432

salary increases and provided for employees to pay for a portion of health insurance.) **The Senate removed funding for the salary increases.**

2. Underfunds salaries and wages	(\$578,097)		(\$578,097)
3. Adjusts funding for system governance	(\$256,270)		(\$256,270)
4. Adjusts funding for Core Technology Services	(\$2,405,072)		(\$2,405,072)
5. Reduces funding for student financial assistance grants	(\$1,968,854)		(\$1,968,854)
6. Reduces funding for academic and career and technical education scholarships	(\$1,117,347)		(\$1,117,347)
7. Reduces funding for competitive research grants	(\$560,475)		(\$560,475)
8. Reduces funding for capital bond payments	(\$296,135)		(\$296,135)
9. Adds one-time funding from the strategic investment and improvements fund to continue the higher education challenge grant program. (The Burgum budget recommended providing \$10 million from the strategic investment and improvements fund for challenge grants.) The Senate, in Senate Bill No. 2036, provided \$4 million from the strategic investment and improvements fund for challenge grants.		\$3,000,000	\$3,000,000
10. The Burgum budget removed 2 FTE positions for core technology services. The Senate added special fund authority of \$294,990 to restore 1 FTE position.	(\$199,220)	(\$199,220)	(\$398,440)
11. The Burgum budget added \$150,000 for open educational resources. The Senate reduced funding for open educational resources by \$50,000 to provide a total of \$100,000.	\$150,000		\$150,000

FTE Positions

The 2017-19 biennium executive budget recommendation includes authorization of all FTE positions for institutions and entities under the control of the State Board of Higher Education, including positions supported by special funds. Previously, only FTE positions supported by the general fund were authorized.

Special Funds Appropriations

The 2017-19 biennium executive budget recommendation includes appropriation authority of all special funds received by the University System office and institutions. Previously, special funds appropriations for the University System office and institutions were provided only for certain items, such as capital projects.

Other Sections in Senate Bill No. 2003

Higher education funding formula - Section 3 adjusts the base credit-hour funding rate under the higher education funding formula.

Carryover authority - Section 4 continues the authorization through July 31, 2019, for institutions under the control of the State Board of Higher Education to carry over unexpended appropriations at the end of a biennium.

Additional funds appropriation authority - Section 5 appropriates any additional special funds received by entities under the control of the State Board of Higher Education to the respective entities.

Project management oversight - Section 6 requires capital projects authorized by the State Board of Higher Education to have adequate project oversight by an institution official or representative of an external entity.

Student loan trust fund - Section 7 provides that \$16,704,744 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), for tribal college assistance grants (\$500,000), for ConnectND project positions (\$539,437), and for residency positions at the University of North Dakota (UND) School of Medicine and Health Sciences (\$15,200,000).

Transfer authority - Section 8 provides that the State Board of Higher Education may transfer funds between an institution's operations and capital assets line items. Any transfer must be reported to the Office of Management and Budget and Legislative Management.

FTE positions - Section 9 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.

UND School of Medicine and Health Sciences funding - Section 10 provides that a portion of the operations funding appropriated to the UND be transferred to the UND School of Medicine and Health Sciences based on the recommendation of the Commissioner of Higher Education.

Bond issue authorization - Section 11 authorizes the State Board of Higher Education to arrange for \$49,505,000 of revenue bonds for residence hall projects at North Dakota State University.

Theodore Roosevelt Center carryover authority - Section 12 authorizes the State Board of Higher Education to continue unexpended 2013-15 biennium appropriations for the Theodore Roosevelt Center project into the 2017-19 biennium.

Challenge grants carryover authority - Section 13 authorizes the State Board of Higher Education to continue unexpended 2013-15 biennium appropriations for the higher education challenge grant program into the 2017-19 biennium.

Tuition rate increase limit - Section 14 limits resident tuition rate increases to 3 percent per year during the 2017-19 biennium except for programs under the UND School of Medicine and Health Sciences, UND School of Law, and North Dakota State University (NDSU) College of Pharmacy. The section authorizes the State Board of Higher Education to increase resident tuition rates by an additional 1 percent per year if the funding is matched \$2 to \$1 by an institution and used for deferred maintenance and other capital needs.

Extraordinary repairs matching funds - Section 15 requires institutions to match state extraordinary repairs funding on a \$2 to \$1 basis using operations or other funding.

Data and reporting inconsistencies - Section 16 requires the State Board of Higher Education to address inconsistent human resources, tuition waiver, and student fee practices and to report to and consult with the Legislative Management regarding policies and procedures being developed to address the inconsistencies.

Employee reductions - Section 17 provides legislative intent that if an institution reduces full-time equivalent positions, any reductions are to be applied among all classifications of employees with emphasis on senior administrator positions. The section also requires reports to the Legislative Management regarding employee reductions, including whether any employees in an administrative position have been transferred to a different position at an institution.

Additional Funds Appropriation Authority

Additional special funds received - Section 5 of Senate Bill No. 2003 appropriates any additional federal, private, and other local funds received by entities under the control of the State Board of Higher Education, including tuition revenue, to the respective entities during the 2017-19 biennium.

Significant Audit Findings

The State Auditor's office reported the following significant audit findings for the University System during the 2015-16 interim:

- Internal control and fraud risk - The University System has not established adequate internal control policies or required a comprehensive fraud and control risk assessment at each institution.
- Capital projects funded from local funds - Several University System institution projects funded from local funds did not receive proper legislative authorization prior to construction.
- Institution foundation financial statements - The Dickinson State University Foundation financial statements were not in compliance with generally accepted accounting principles.
- Use of tuition waivers - A performance audit determined improvements are needed to provide for consistent uses of tuition waivers at system institutions.

Major Related Legislation

House Bill No. 1030 - Legislative approval of campus improvements - Increases the minimum cost of higher education campus improvements that require the consent of the Legislative Assembly or the Budget Section from \$385,000 to \$700,000 and removes the authority of the Budget Section to approve the construction of any new building or any addition to a building under the control of the State Board of Higher Education.

House Bill No. 1036 - Student Financial Assistance Grant Advisory Board - Repeals the Student Financial Assistance Grant Advisory Board, which provides recommendations to the State Board of Higher Education regarding needs-based student financial assistance grants.

House Bill No. 1171 - Tuition waivers for dependents of peace officers and firefighters - Clarifies that a stepchild of a peace officer or firefighter killed in the line of duty is eligible for a tuition waiver at University System institutions.

House Bill No. 1283 - North Dakota academic and career and technical education scholarships - Clarifies the definitions of "full-time student" and "progress towards degree completion" as it relates to academic and career and technical education scholarships.

House Bill No. 1329 - Freedom of speech at University System institutions - Requires the State Board of Higher Education to establish a free speech policy for students at institutions under its control.

House Bill No. 1333 - Open records exemptions for employment records - Provides limited exemptions to state open records laws for employment applications for the position of Commissioner of Higher Education and institution president positions.

House Bill No. 1420 - State Board of Higher Education curriculum study - Requires the State Board of Higher Education to conduct a study of the curriculum requirements of history majors at institutions under its control.

Senate Bill No. 2013 - Permanent funds distributions - Provides distributions to University System institutions from permanent funds established for the benefit of the institutions. The following is a comparison of distributions from permanent funds during the 2015-17 and 2017-19 biennium:

Institution	2015-17 Distribution	2017-19 Distribution	Increase
North Dakota State University	\$3,368,000	\$4,738,000	\$1,370,000
University of North Dakota	2,742,000	3,662,000	920,000
North Dakota State College of Science	1,066,000	1,446,286	380,286

Institution	2015-17 Distribution	2017-19 Distribution	Increase
Valley City State University	570,000	808,000	238,000
Mayville State University	382,000	542,000	160,000
Dakota College at Bottineau	78,000	186,286	108,286
Dickinson State University	78,000	186,286	108,286
Minot State University	78,000	186,286	108,286
Total	\$8,362,000	\$11,755,144	\$3,393,144

Senate Bill No. 2013 also includes one-time allocations from permanent funds due to errors in past distributions. The bill provides for the following one-time distributions to University System institutions:

Institution	One-Time Distribution
North Dakota State College of Science	\$89,698
Dakota College at Bottineau	89,698
Dickinson State University	89,698
Minot State University	89,698
Total	\$358,792

Senate Bill No. 2035 - Higher education funding formula minimum amount payable - Removes the expiration date from Section 15-18.2-06, which establishes a minimum amount payable to an institution through the higher education funding formula.

Senate Bill No. 2036 - Higher education challenge grant program - Continues the higher education challenge grant program into the 2017-19 biennium and provides a \$4 million appropriation from the strategic investment and improvements fund for grants.

Senate Bill No. 2037 - Teacher shortage loan forgiveness program award amount - Increases the teacher shortage loan forgiveness program award amount from \$1,000 to \$1,500 per year.

Senate Bill No. 2054 - Tuition and fee waivers for law enforcement officers - Provides a tuition and fee waiver to full-time licensed law enforcement officers in the state who attend a higher education institution under the control of the State Board of Higher Education.

Senate Bill No. 2162 - Professional student exchange program repayment requirements - Requires the State Board of Higher Education to enter into repayment agreements with students enrolled in certain programs under the professional student exchange program. Students would be required to repay any awards received under the program if the student does not practice in the state for at least 3 years following graduation.

Senate Bill No. 2193 - Jurisdiction of University System campus law enforcement officers - Clarifies the areas of jurisdiction for campus police officers at NDSU, UND, and the North Dakota State College of Science.

Senate Bill No. 2196 - Valley City State University integrated carbon plant - Authorizes the issuance of \$22.5 million of revenue bonds for the construction of an integrated carbon plant at Valley City State University.

Senate Bill No. 2242 - Minot State University capital projects - Appropriates \$2,284,000 of special fund authority to Minot State University for the Gordon B. Olson Library art center project (\$1,400,000), Herb Parker Stadium air-supported seasonal dome project (\$634,000), and completion of the facilities building project (\$250,000).

Senate Bill No. 2244 - Dual-credit course instruction incentive program - Requires the State Board of Higher Education to establish an incentive program for dual-credit course instructors to enroll in graduate level courses.

Senate Bill No. 2295 - Open records exemption for research and federal Title IX records - Provides an exemption from state open records laws for certain research information and federal Title IX records at University System institutions.

Senate Bill No. 2299 - UND School of Medicine and Health Sciences Advisory Board membership - Adjusts the membership of the UND School of Medicine and Health Sciences Advisory Board by adding a representative of the North Dakota Center for Nursing.

University System Office - Budget No. 215
Senate Bill No. 2003
Base Level Funding Changes

	Burgum Executive Budget Recommendation (Changes to Dalrymple Budget in Bold)				Senate Version			
	FTE Positions	General Fund	Other Funds	Total	FTE Position	General Fund	Other Funds	Total
2017-19 Biennium Base Level	104.39	\$110,229,818	\$2,511,216	\$112,741,034	104.39	\$110,229,818	\$2,511,216	\$112,741,034
2017-19 Ongoing Funding Changes								
Salary increase				\$0				\$0
Underfunds salaries and wages		(\$578,097)		(\$578,097)		(578,097)		(578,097)
Health insurance increase		290,531	124,462	414,993		290,531	124,462	414,993
Employee portion of health insurance		(152,196)	(65,201)	(217,397)				0
Remove FTE positions	(2.00)	(199,220)	(199,220)	(398,440)	(1.00)	(199,220)	95,770	(103,450)
Adjusts funding for system governance		(256,270)	676,007	419,737		(256,270)	676,007	419,737
Adjusts funding for core technology services		(2,405,072)	22,813,669	20,408,597		(2,405,072)	22,813,669	20,408,597
Adjusts funding for student financial assistance grants		(1,968,854)		(1,968,854)		(1,968,854)		(1,968,854)
Adjusts funding for academic and career and technical education scholarships		(1,117,347)		(1,117,347)		(1,117,347)		(1,117,347)
Adjusts funding for veterans' assistance programs		(47,125)		(47,125)		(47,125)		(47,125)
Adjusts funding for the scholars program		(306,469)		(306,469)		(306,469)		(306,469)
Adjusts funding for education incentive programs		(485,607)		(485,607)		(485,607)		(485,607)
Adjusts funding for the professional student exchange program		(242,412)		(242,412)		(242,412)		(242,412)
Adjusts funding for tribal college grants		(64,750)		(64,750)		(64,750)		(64,750)
Adjusts funding for Native American scholarships		(93,944)		(93,944)		(93,944)		(93,944)
Adjusts funding for two-year campus marketing		(140,100)		(140,100)		(290,100)		(290,100)
Adjusts internal audit funding pool		(50,850)		(50,850)		(50,850)		(50,850)
Adjusts funding for student mental health		(23,700)		(23,700)		(23,700)		(23,700)
Removes funding for faculty commendation grants		(4,486)		(4,486)		(4,486)		(4,486)
Adjusts funding for competitive research grants		(560,475)		(560,475)		(560,475)		(560,475)
Adds funding for open educational resources		150,000		150,000		100,000		100,000
Adjusts funding for capital bond payments		(296,135)		(296,135)		(296,135)		(296,135)
Adds funding for shared services				0		200,000		200,000
FTE position adjustment	44.01			0	44.01			0
Total ongoing funding changes	42.01	(\$8,552,578)	\$23,349,717	\$14,797,139	43.01	(\$8,400,382)	\$23,709,908	\$15,309,526
One-time funding items								
Challenge grant program			\$10,000,000	\$10,000,000				\$0
Total one-time funding changes	0.00	\$0	\$10,000,000	\$10,000,000	0.00	\$0	\$0	\$0
Total Changes to Base Level Funding	42.01	(\$8,552,578)	\$33,349,717	\$24,797,139	43.01	(\$8,400,382)	\$23,709,908	\$15,309,526
2017-19 Total Funding	146.40	\$101,677,240	\$35,860,933	\$137,538,173	147.40	\$101,829,436	\$26,221,124	\$128,050,560

Other Bill Sections

	Burgum Executive Budget Recommendation (Changes to Dalrymple Budget in Bold)	Senate Version
Strategic investment and improvements fund	Section 3 provides that funding for the higher education challenge grant program (\$3 million) and the Valley City State University fine arts building project (\$25,470,500) is from the strategic investment and improvements fund. (The Burgum budget increases the challenge grant program funding to \$10 million and removes funding for the Valley City State University fine arts building project.)	(The Senate version of Senate Bill No. 2003 contains no funding from the strategic investment and improvements fund. However, Senate Bill No. 2036 appropriates \$4 million from the strategic investment and improvements fund for challenge grants.)
Higher education funding formula	Sections 4 and 5 make adjustments to the higher education funding formula established in North Dakota Century Code Chapter 15-18.2, including adjustments to the base credit-hour funding rates and extending the sunset clause on the hold-harmless provision in the formula through June 30, 2019. (The Burgum budget adjusts allocations through the higher education funding formula.)	Section 3 adjusts the base credit-hour funding rate under the higher education funding formula. (Senate Bill No. 2035 addresses the hold-harmless provision in the higher education funding formula.)
Carryover authority	Section 6 continues the authorization through July 31, 2019, for institutions under the control of the State Board of Higher Education to carry over unexpended appropriations at the end of a biennium.	Section 4 continues the authorization through July 31, 2019, for institutions under the control of the State Board of Higher Education to carry over unexpended appropriations at the end of a biennium.
Project management oversight	Section 7 requires capital projects authorized by the State Board of Higher Education to have adequate project oversight by an institution official or representative of an external entity.	Section 6 requires capital projects authorized by the State Board of Higher Education to have adequate project oversight by an institution official or representative of an external entity.
Student loan trust fund	Section 8 provides that \$1,504,744 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), for tribal college assistance grants (\$500,000), and for ConnectND project positions (\$539,437).	Section 7 provides that \$16,704,744 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), for tribal college assistance grants (\$500,000), for ConnectND project positions (\$539,437), and for UND School of Medicine and Health Sciences residency positions (\$15,200,000).
UND School of Medicine and Health Sciences funding	Section 9 provides that a portion of the operations funding appropriated to UND be transferred to the UND School of Medicine and Health Sciences based on the recommendation of the Commissioner of Higher Education.	Section 10 provides that a portion of the operations funding appropriated to UND be transferred to the UND School of Medicine and Health Sciences based on the recommendation of the Commissioner of Higher Education.
Additional funds received appropriation authority	Section 10 appropriates any additional special funds received by entities under the control of the State Board of Higher Education to the respective entities.	Section 5 appropriates any additional special funds received by entities under the control of the State Board of Higher Education to the respective entities.
Transfer authority	Section 11 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.	Section 8 authorizes the State Board of Higher Education to transfer funds between an institution's operations and capital assets line items. Any transfer must be reported to the Office of Management and Budget and Legislative Management.

Other Bill Sections

**Burgum Executive Budget Recommendation
(Changes to Dalrymple Budget in Bold)**

Senate Version

FTE positions	Section 12 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.	Section 9 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.
Bond issue authorization	Section 13 authorizes the State Board of Higher Education to arrange for \$49,505,000 of revenue bonds for residence hall projects at North Dakota State University.	Section 11 authorizes the State Board of Higher Education to arrange for \$49,505,000 of revenue bonds for residence hall projects at North Dakota State University.
Theodore Roosevelt Center carryover authority	Section 14 authorizes the State Board of Higher Education to continue unexpended 2013-15 biennium appropriations for the Theodore Roosevelt Center project into the 2017-19 biennium.	Section 12 authorizes the State Board of Higher Education to continue unexpended 2013-15 biennium appropriations for the Theodore Roosevelt Center project into the 2017-19 biennium.
Challenge grants carryover authority	Section 15 authorizes the State Board of Higher Education to continue unexpended 2013-15 biennium appropriations for the higher education challenge grant program into the 2017-19 biennium.	Section 13 authorizes the State Board of Higher Education to continue unexpended 2013-15 biennium appropriations for the higher education challenge grant program into the 2017-19 biennium.
Tuition rate increase limit		Section 14 limits resident tuition rate increases to 3 percent per year during the 2017-19 biennium except for programs under the UND School of Medicine and Health Sciences, UND School of Law, and NDSU College of Pharmacy. The section authorizes the State Board of Higher Education to increase resident tuition rates by an additional 1 percent per year if the funding is matched \$2 to \$1 by an institution and used for deferred maintenance and other capital needs.
Extraordinary repairs matching fund		Section 15 requires institutions to match state extraordinary repairs funding on a \$2 to \$1 basis using operations or other funding.
Data and reporting inconsistencies		Section 16 requires the State Board of Higher Education to address inconsistent human resources, tuition waiver, and student fee practices and to report and consult with the Legislative Management regarding policies and procedures being developed to address the inconsistencies.
Employee reductions		Section 17 provides legislative intent that if an institution reduces full-time equivalent positions, any reductions are to be applied among all classifications of employees with emphasis on senior administrator positions. The section also requires reports to the Legislative Management regarding employee reductions, including whether any employees in an administrative position have been transferred to a different position at an institution.

Department 215 - University System Office

Appropriations Comparisons to the Original and Adjusted Base Budgets

General Fund Appropriations Adjustments (As a result of the August 2016 General Fund Budget Reductions)

	Ongoing	One-Time	Total
2015-17 original general fund appropriations	\$117,515,769	\$34,113,250	\$151,629,019
General fund reductions	(7,285,951)	(2,645,750)	(9,931,701)
Adjusted 2015-17 appropriations	\$110,229,818	\$31,467,500	\$141,697,318
Dalrymple Executive Budget changes	(8,251,443)	(31,467,500)	(39,718,943)
2017-19 Dalrymple Executive Budget	\$101,978,375	\$0	\$101,978,375

Summary of August 2016 General Fund Budget Reductions

	Ongoing	One-Time	Total
Reduced funding for bond payments	(\$1,467,375)		(\$1,467,375)
Reduced funding for needs-based financial grants	(1,748,116)		(1,748,116)
Reduced funding for faculty commendation grants	(314)		(314)
Reduced funding for Core Technology Services	(1,927,472)		(1,927,472)
Reduced funding for tribal grants	(32,750)		(32,750)
Reduced funding for academic and career and technical education scholarships	(920,581)		(920,581)
Reduced funding for professional student exchange programs	(333,261)		(333,261)
Reduced funding for 2-year campus marketing	(52,400)		(52,400)
Reduced funding for student mental health	(7,900)		(7,900)
Reduced funding for competitive research grants	(461,775)		(461,775)
Reduced funding for system governance	(314,357)		(314,357)
Reduced funding for internal audit pool	(19,650)		(19,650)
Reduced funding for open educational resources		(2,750)	(2,750)
Reduced funding for deferred maintenance funding pool		(217,500)	(217,500)
Reduced funding for contingent appropriations		(1,050,000)	(1,050,000)
Reduced funding for higher education challenge grants		(1,375,500)	(1,375,500)
Total reductions	(\$7,285,951)	(\$2,645,750)	(\$9,931,701)
Percentage reduction to ongoing and one-time general fund appropriations	6.20%	7.76%	6.55%

2017-19 Dalrymple Executive Budget Changes to the Original and Adjusted Base Budgets

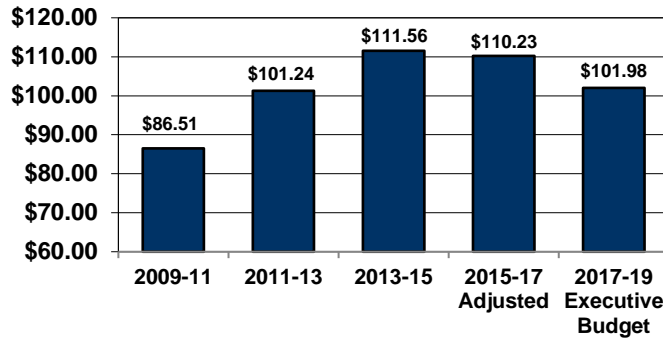
	Changes to Original Budget	Budget Reduction Adjustments	Changes to Adjusted Budget
Provides compensation and benefit adjustments	\$390,250	\$0	\$390,250
Underfunds salaries and wages	(578,097)	0	(578,097)
Adjusts funding for system governance	(570,627)	314,357	(256,270)
Adjusts funding for Core Technology Services	(4,332,544)	1,927,472	(2,405,072)
Reduces funding for student financial assistance grants	(3,716,970)	1,748,116	(1,968,854)
Reduces funding for academic and career and technical education scholarships	(2,037,928)	920,581	(1,117,347)
Reduces funding for veterans' assistance programs	(47,125)	0	(47,125)
Reduces funding for the scholars program	(306,469)	0	(306,469)
Reduces funding for education incentive programs	(485,607)	0	(485,607)
Reduces funding for professional student exchange programs	(575,673)	333,261	(242,412)

	Changes to Original Budget	Budget Reduction Adjustments	Changes to Adjusted Budget
Reduces funding for tribal college grants	(97,500)	32,750	(64,750)
Reduces funding for Native American scholarships	(93,944)	0	(93,944)
Reduces funding for 2-year campus marketing	(192,500)	52,400	(140,100)
Reduces funding for the internal audit funding pool	(70,500)	19,650	(50,850)
Reduces funding for student mental health services	(31,600)	7,900	(23,700)
Removes funding for faculty commendation grants	(4,800)	314	(4,486)
Reduces funding for competitive research grants	(1,022,250)	461,775	(560,475)
Reduces funding for capital bond payments	(1,763,510)	1,467,375	(296,135)
Total	(\$15,537,394)	\$7,285,951	(\$8,251,443)

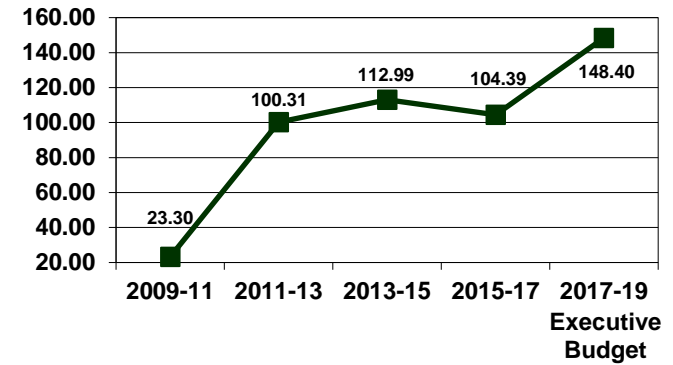
Historical Appropriations Information

Ongoing General Fund Appropriations Since 2009-11

Agency Funding (in Millions)



FTE Positions



Ongoing General Fund Appropriations					
	2009-11	2011-13	2013-15	2015-17 Adjusted	2017-19 Dalrymple Executive Budget
Ongoing general fund appropriations	\$86,508,682	\$101,239,245	\$111,561,723	\$110,229,818	\$101,978,375
Increase (decrease) from previous biennium	N/A	\$14,730,563	\$10,322,478	(\$1,331,905)	(\$8,251,443)
Percentage increase (decrease) from previous biennium	N/A	17.0%	10.2%	(1.2%)	(7.5%)
Cumulative percentage increase (decrease) from 2009-11 biennium	N/A	17.0%	29.0%	27.4%	17.9%

Major Increases (Decreases) in Ongoing General Fund Appropriations

2011-13 Biennium

- Increased funding for academic and career and technical education scholarships \$7,000,000
- Increased funding for Core Technology Services for maintenance and upgrade costs of the Northern Tier Network, state data network, and ConnectND systems \$4,143,000
- Changed the funding source for tribal college assistance grants from the permanent oil tax trust fund to the general fund \$1,000,000
- Changed the funding source for certain expenses of Core Technology Services and the professional student exchange program from the student loan trust fund to the general fund \$1,100,000

2013-15 Biennium

- Added funding for system governance with specific uses to be determined by the State Board of Higher Education \$2,000,000
- Transferred internal audit and legal positions from system institutions to the University System office \$3,126,066
- Increased funding for needs-based student financial assistance grants \$2,220,085
- Increased funding for the professional student exchange program \$953,577

2015-17 Biennium (Original Amounts)

- Increased funding for academic and career and technical education scholarships (This item was affected by the August 2016 general fund budget reductions) \$4,054,677
- Increased funding for student financial assistance grants (This item was affected by the August 2016 general fund budget reductions) \$4,388,597
- Reduced funding for system governance (\$2,000,000)
- Transferred 7.6 FTE legal positions to the Attorney General (\$2,558,140)
- Transferred 3 internal audit positions to the State Auditor (\$771,964)

2017-19 Biennium (Dalrymple and Burgum Executive Budget Recommendations)

- Underfunds salaries and wages (\$578,097)
- Adjusts funding for system governance (\$256,270)

3. Adjusts funding for Core Technology Services	(\$2,405,072)
4. Reduces funding for student financial assistance grants	(\$1,968,854)
5. Reduces funding for academic and career and technical education scholarships	(\$1,117,347)
6. Reduces funding for competitive research grants	(\$560,475)
7. The Burgum budget removed 1 FTE position for Core Technology Services	(\$199,220)
8. The Burgum budget added \$150,000 for open educational resources. The Senate reduced funding for open educational resources by \$50,000 to provide a total of \$100,000.	\$150,000