

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

	<b>FTE Positions</b>	<b>General Fund</b>	<b>Other Funds</b>	<b>Total</b>
<b>2019-21 legislative appropriations</b>	<b>148.90</b>	<b>\$113,977,097</b>	<b>\$31,002,206</b>	<b>\$144,979,303</b>
2019-21 base budget	149.40	101,639,530	26,412,106	128,051,636
Legislative increase (decrease) to base budget	(0.50)	\$12,337,567	\$4,590,100	\$16,927,667

**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>
<b>2019-21 legislative appropriations</b>	<b>\$102,327,097</b>	<b>\$11,650,000</b>	<b>\$113,977,097</b>
2017-19 legislative appropriations	101,639,530	4,970,000 <sup>1</sup>	106,609,530 <sup>1</sup>
2019-21 legislative increase (decrease) to 2017-19 appropriations	\$687,567	\$6,680,000	\$7,367,567
Percentage increase (decrease) to 2017-19 appropriations	0.7%	134.4%	6.9%

<sup>1</sup>The 2017-19 biennium general fund appropriations reflect a 2017-19 biennium supplemental appropriation of \$2.7 million made in House Bill No. 1003 (2019). See the **2017-19 Biennium Supplemental Appropriations** section below for additional information.

**SUMMARY OF LEGISLATIVE CHANGES TO THE BASE BUDGET AND MAJOR FUNDING ITEMS**  
**Changes to Base Budget**

	<b>FTE Positions</b>	<b>General Fund</b>	<b>Other Funds</b>	<b>Total</b>
The legislative action:				
Adjusted funding for base payroll changes.		\$776	(\$226,876)	(\$226,100)
Added funding to provide employee salary increases of 2 percent on July 1, 2019, with a minimum monthly increase of \$120 and a maximum monthly increase of \$200, and 2.5 percent on July 1, 2020.		634,861	309,934	944,795
Added funding for employee health insurance premiums to reflect a revised premium estimate of \$1,426.74 per month.		410,894	218,258	629,152
Increased funding for student financial assistance grants to increase the maximum annual grant award from \$1,950 to \$2,200.		2,000,000		2,000,000
Adjusted the funding source for the professional student exchange program.		465,307	(465,307)	0

Reduced funding for ConnectND.		(539,437)	(539,437)
Adjusted funding for tribal college grants to provide a total of \$1 million from the general fund.	900,000	(500,000)	400,000
Restored funding for Midwestern Higher Education Compact dues.	230,000		230,000
Increased funding for Western Commission on Higher Education dues to provide a total of \$339,000.	45,000		45,000
Increased funding for audit fees.	250,000		250,000
Removed funding for the dual-credit instructor assistance program.		(200,000)	(200,000)
Removed funding for the science, technology, engineering, and mathematics loan forgiveness program.	(500,000)		(500,000)
Removed federal funding for Title II.		(1,006,472)	(1,006,472)
Transferred the teacher shortage loan forgiveness program to the Department of Public Instruction.	(2,103,393)		(2,103,393)
Reduced funding for capital bond payments.	(1,645,878)		(1,645,878)
Added one-time funding for higher education challenge grants, including \$250,000 for University of North Dakota (UND) School of Law matching grants.	9,650,000		9,650,000
Added one-time funding, including \$7 million from Bank of North Dakota profits, for Tier III of the capital building fund program.	2,000,000	7,000,000	9,000,000
Adjusted FTE positions.	(0.50)		
<b>Total</b>	<b>(0.50)</b>	<b>\$12,337,567</b>	<b>\$4,590,100</b>

#### FTE Changes

The Legislative Assembly authorized 148.90 FTE positions for the North Dakota University System office for the 2019-21 biennium, a decrease of 0.50 FTE positions from the number authorized by the 2017 Legislative Assembly. The 0.50 FTE positions were removed pursuant to Section 21 of Senate Bill No. 2003 (2017), which authorized the State Board of Higher Education to adjust FTE positions at institutions under its control. Section 24 of House Bill No. 1003 (2019) continues the authorization of the board to adjust positions at institutions under its control during the 2019-21 biennium.

#### One-Time Funding

The Legislative Assembly identified \$450.35 million of funding as one-time funding for the University System. These amounts are not to be considered part of the University System's base budget for the 2021-23 biennium, and the University System is to report to the Appropriations Committees of the 67<sup>th</sup> Legislative Assembly on the use of this funding. The table below summarizes one-time funding provided to the University System for the 2019-21 biennium.

	General Fund	Other Funds	Total
Education challenge grants	\$9,400,000		\$9,400,000
UND School of Law matching grants	250,000		250,000
Tier II and Tier III capital building funds	2,000,000	\$27,000,000	29,000,000
Lake Region State College - Precision agriculture center		3,000,000	3,000,000
UND - Campus network upgrades		1,500,000	1,500,000
UND - Deferred maintenance and parking projects		30,000,000	30,000,000
UND - Memorial Union		80,000,000	80,000,000
UND - High Performance Center Phase 2		35,000,000	35,000,000
UND - Gamble Hall (Senate Bill No. 2297)		61,000,000	61,000,000
North Dakota State University (NDSU) - Campus network upgrades		1,500,000	1,500,000
NDSU - Barry Hall		3,000,000	3,000,000
NDSU - Indoor practice facility		37,200,000	37,200,000
NDSU - Indoor softball facility		2,000,000	2,000,000
NDSU - University Village Phase 2		37,600,000	37,600,000
NDSU - Dunbar Hall (Senate Bill No. 2297)		43,200,000	43,200,000
NDSU - Agriculture products development center (Senate Bill No. 2297)		40,000,000	40,000,000
Dickinson State University - Digitization of documents at the Theodore Roosevelt Center	200,000		200,000
Dickinson State University - Pulver Hall (Senate Bill No. 2297)		4,000,000	4,000,000
Valley City State University - Communication and Fine Arts Building		30,000,000	30,000,000
Dakota College at Bottineau - Dining facility		2,500,000	2,500,000
<b>Total</b>	<b>\$11,850,000</b>	<b>\$438,500,000</b>	<b>\$450,350,000</b>

### 2017-19 Biennium Supplemental Appropriations

Section 3 of House Bill No. 1003 provides a supplemental appropriation of \$491,850 from the general fund to Williston State College for institution operations.

Section 4 of House Bill No. 1003 provides a supplemental appropriation of \$550,000 from the general fund to Dickinson State University for the digitization of documents at the Theodore Roosevelt Center.

Section 5 of House Bill No. 1003 provides a supplemental appropriation of \$2.7 million from the general fund to the State Board of Higher Education for campus workforce initiative projects, including \$1 million for the Bismarck State College polytechnic transition, \$1 million for the Dickinson State University dual-mission transition, and \$700,000 for Williston State College.

Senate Bill No. 2297 provides supplemental appropriations totaling \$49.9 million from the general fund for higher education capital projects as follows:

	General Fund
Bismarck State College - Nursing Building	\$8,900,000
Dakota College at Bottineau - Dining hall and other projects	1,000,000
Lake Region State College - Precision agriculture center	1,000,000
NDSU - Agriculture products development center	20,000,000
NDSU - Dunbar Hall	8,000,000
UND - Gamble Hall	9,000,000
Valley City State University - Communications and Fine Arts Building	2,000,000
<b>Total</b>	<b>\$49,900,000</b>

### Competitive Research

The Legislative Assembly provided \$6.03 million from the general fund for competitive research. 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
2015-17	\$6,588,225
2017-19	\$6,027,750
2019-21	\$6,027,750 <sup>3</sup>

<sup>1</sup>The 2003 Legislative Assembly provided that \$100,000 of the \$4.75 million be used for a public-private partnership for establishment of a design center at UND.

<sup>2</sup>The 2009 Legislative Assembly provided that \$400,000 of the \$7.05 million be used for the National Aeronautics and Space Administration Experimental Program to Stimulate Competitive Research.

<sup>3</sup>The 2019 Legislative Assembly provided that \$342,000 of the \$6,027,750 be used for the National Aeronautics and Space Administration Experimental Program to Stimulate Competitive Research.

### Student Financial Assistance Grants

The Legislative Assembly provided \$23,917,306 from the general fund for student financial assistance grants. The maximum grant award amount under the program is \$2,200 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	Maximum Grant Award	Legislative Appropriations			
		General Fund	Federal Funds	Other Funds	Total
1995-97	\$600	\$2,032,478	\$400,000	\$1,350,000	\$3,782,478
1997-99	\$600	\$1,495,000	\$410,986	\$2,574,400	\$4,480,386
1999-2001	\$600	\$1,735,881	\$140,000	\$2,574,400	\$4,450,281
2001-03	\$600	\$2,670,881	\$214,000	\$1,338,150	\$4,223,031
2003-05	\$600	\$2,730,215	\$200,000		\$2,930,215
2005-07	\$1,000	\$3,332,402	\$172,000		\$3,504,402
2007-09	\$1,000	\$5,823,497	\$164,000		\$5,987,497
2009-11	\$1,500	\$19,025,594	\$348,428		\$19,374,022
2011-13	\$1,500	\$19,025,594	\$348,428		\$19,374,022
2013-15	\$1,650	\$21,245,679			\$21,245,679
2015-17	\$1,950	\$23,886,160			\$23,886,160
2017-19	\$1,950	\$21,917,306			\$21,917,306
2019-21	\$2,200	\$23,917,306			\$23,917,306

### Professional Student Exchange Program

The Legislative Assembly provided \$3,699,342 from the general fund for the professional student exchange program. The program assists North Dakota students enrolling in professional programs not offered in the state including dentistry, optometry, and veterinary medicine. The Legislative Assembly also provided statutory repayment provisions relating to the professional student exchange program for individuals initially entering a program after June 30, 2020. The following is a summary of funding for the professional student exchange program:

Biennium	General Fund	Student Loan Trust Fund	Total
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
2015-17	\$3,476,447	\$465,307	\$3,941,754
2017-19	\$3,234,035	\$465,307	\$3,699,342
2019-21	\$3,699,342		\$3,699,342

### Scholars Program

The Legislative Assembly provided \$1,807,115 from the general fund for the scholars program. The scholars program provides full-tuition scholarships to resident students who score in the upper fifth percentile of North Dakota ACT test takers and enroll in an undergraduate program in the state. The following is a summary of funding for the scholars program:

Biennium	General Fund	Special Funds	Total
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
2015-17	\$2,113,584		\$2,113,584
2017-19	\$1,807,115		\$1,807,115
2019-21	\$1,807,115		\$1,807,115

### Native American Scholarship Program

The Legislative Assembly provided \$555,323 from the general fund for Native American scholarships. 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

2015-17	\$649,267
2017-19	\$555,323
2019-21	\$555,323

### Career and Technical Education and Academic Scholarships

The Legislative Assembly provided \$12,016,749 from the general fund for career and technical education and academic scholarships. 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:

Career and Technical Education Scholarship	Academic Scholarship
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, American 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 5 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.

### Education Incentive Programs

The Legislative Assembly provided \$510,000 from the general fund for education incentive programs, a reduction of \$2,353,393 from the base level. Funding for the teacher shortage loan forgiveness program was transferred to the Department of Public Instruction and funding for the science, technology, engineering, and mathematics occupations loan forgiveness program was removed by the Legislative Assembly. Of the \$510,000 appropriated, \$250,000 is for matching grants for the UND School of Law. The remaining funding may be allocated for education incentive programs, including funding for graduate programs, as determined by the State Board of Higher Education.

### Higher Education Challenge Grants Program

The Legislative Assembly provided \$9.4 million from the general fund for higher education challenge grants. An additional \$250,000 from the general fund was appropriated in the education incentive programs line item for UND School of Law matching grants. The following is a summary of funding for the higher education challenge grants program:

Biennium	General Fund	Student Loan Trust Fund	Total
2013-15	\$29,000,000		\$29,000,000
2015-17	\$21,000,000	\$2,500,000	\$23,500,000
2017-19	\$2,000,000		\$2,000,000
2019-21	\$9,400,000		\$9,400,000

### Capital Project Bond Payments

The Legislative Assembly provided \$4,959,448 from the general fund for University System capital project bond payments. The payments are to repay bonds issued by the North Dakota Building Authority to finance higher education capital projects approved by the Legislative Assembly. The 2019 Legislative Assembly approved the issuance of bonds through the North Dakota Building Authority for higher education capital projects for the first time since 2005. The following is a summary of the 2019-21 biennium legislative appropriation compared to the 2017-19 biennium legislative appropriation for capital bond payments:

	2017-19 Biennium Legislative Appropriation	2019-21 Biennium Legislative Appropriation	Increase (Decrease) From 2017-19 Biennium
Capital bond payments - General fund	\$6,605,326	\$4,959,448	(\$1,645,878)

Special funds authority to repay revenue bonds issued by institutions is included in each institution's budget. Revenue bonds are issued by institutions to finance capital projects for income-producing auxiliary services, such as student housing and dining facilities.

### Capital Building Fund Program

The Legislative Assembly appropriated \$29 million for institution capital building funds for the 2019-21 biennium. The appropriation includes \$10 million from Bank of North Dakota profits and \$10 million from institution \$1-to-\$1 matching funds appropriated directly to each institution for Tier II of the capital building fund program. The appropriation also includes \$7 million from Bank of North Dakota profits and \$2 million from the general fund appropriated to the University System office to be allocated to the institutions for Tier III of the capital building fund program once \$2 of matching funds have been secured for each \$1 from the state. Institutions may use their capital building funds for legislatively authorized capital projects and for extraordinary repairs and deferred maintenance projects which do not exceed \$700,000 and do not increase the square footage of a building.

### Capital Improvements

The following schedule identifies the higher education capital improvement funding contained in appropriations approved by the Legislative Assembly for the 2019-21 biennium. The schedule reflects general fund appropriations for extraordinary repairs and special fund authorization provided for major capital projects.

Entity/Project	2017-19 General Fund Appropriation	2019-21 Legislative Appropriations		
		General Fund	Special Funds	Total
Bismarck State College				
Nursing Building	\$8,900,000			\$8,900,000
Capital building fund - Tier II			\$851,386	851,386
Extraordinary repairs		\$417,673		417,673
Total	\$8,900,000	\$417,673	\$851,386	\$10,169,059
Lake Region State College				
Precision agriculture center	\$1,000,000		\$3,000,000	\$4,000,000
Capital building fund - Tier II			354,750	354,750
Extraordinary repairs		\$155,367		155,367
Total	\$1,000,000	\$155,367	\$3,354,750	\$4,510,117

Entity/Project	2017-19 General Fund Appropriation	2019-21 Legislative Appropriations		
		General Fund	Special Funds	Total
Williston State College				
Capital building fund - Tier II			\$275,894	\$275,894
Extraordinary repairs		\$197,801		197,801
Total		\$197,801	\$275,894	\$473,695
UND				
Deferred maintenance and parking projects (appropriation bonds to be repaid by UND)			\$30,000,000	\$30,000,000
Memorial Union (revenue bonds)			80,000,000	80,000,000
High Performance Center Phase 2			35,000,000	35,000,000
Gamble Hall (including \$6 million of special funds from appropriation bond proceeds)	\$9,000,000		61,000,000	70,000,000
Capital building fund - Tier II			8,723,602	8,723,602
Extraordinary repairs		\$4,411,566		4,411,566
Total	\$9,000,000	\$4,411,566	\$214,723,602	\$228,135,168
NDSU				
Barry Hall			\$3,000,000	\$3,000,000
Indoor practice facility			37,200,000	37,200,000
Indoor softball facility			2,000,000	2,000,000
Dunbar Hall (including \$40 million from appropriation bonds)	\$8,000,000		43,200,000	51,200,000
Agriculture products development center (including \$20 million from appropriation bonds)	20,000,000		40,000,000	60,000,000
University Village Phase 2 (revenue bonds)			37,600,000	37,600,000
Capital building fund - Tier II			5,799,192	5,799,192
Extraordinary repairs		\$2,732,244		2,732,244
Total	\$28,000,000	\$2,732,244	\$168,799,192	\$199,531,436
North Dakota State College of Science				
Capital building fund - Tier II			\$1,001,390	\$1,001,390
Extraordinary repairs		\$1,012,379		1,012,379
Total		\$1,012,379	\$1,001,390	\$2,013,769
Dickinson State University				
Pulver Hall (appropriation bonds)			\$4,000,000	\$4,000,000
Capital building fund - Tier II			537,724	537,724
Extraordinary repairs		\$409,078		409,078
Total		\$409,078	\$4,537,724	\$4,946,802
Mayville State University				
Capital building fund - Tier II			\$480,058	\$480,058
Extraordinary repairs		\$358,992		358,992
Total		\$358,992	\$480,058	\$839,050
Minot State University				
Capital building fund - Tier II			\$1,145,602	\$1,145,602
Extraordinary repairs		\$899,620		899,620
Total		\$899,620	\$1,145,602	\$2,045,222
Valley City State University				
Communications and Fine Arts Building (appropriation bonds)	\$2,000,000		\$30,000,000	\$32,000,000
Capital building fund - Tier II			618,274	618,274
Extraordinary repairs		\$408,319		408,319
Total	\$2,000,000	\$408,319	\$30,618,274	\$33,026,593



Entity/Project	2017-19 General Fund Appropriation	2019-21 Legislative Appropriations		
		General Fund	Special Funds	Total
Dakota College at Bottineau				
Dining facility (revenue bonds)			\$2,500,000	\$2,500,000
Dining hall and other projects	\$1,000,000			1,000,000
Capital building fund - Tier II			212,128	212,128
Extraordinary repairs		\$114,007		114,007
Total	\$1,000,000	\$114,007	\$2,712,128	\$3,826,135
Forest Service				
Extraordinary repairs and equipment over \$5,000		\$118,728		\$118,728
Total		\$118,728		\$118,728
Total Higher Education	\$49,900,000	\$11,235,774	\$428,500,000	\$489,635,774

### Other Sections in House Bill No. 1003

**Campus workforce initiative** - Section 5 provides a supplemental appropriation of \$2.7 million from the general fund to the State Board of Higher Education for campus workforce initiative projects, including \$1 million for the Bismarck State College polytechnic transition, \$1 million for the Dickinson State University dual-mission transition, and \$700,000 for Williston State College. Section 36 provides that this section is an emergency measure.

**Midwestern Higher Education Compact** - Section 6 restores the Midwestern Higher Education Compact to the North Dakota Century Code.

**Capital projects - Budget Section approval** - Section 7 allows for Budget Section approval of building projects that, net of removed buildings, do not result in additional square footage on campus.

**Higher education challenge grants** - Sections 8, 10, and 11 adjust the higher education challenge grant program statutory language and provides for the distribution of \$9.4 million of grant funds to eligible institutions, including Dickinson State University.

**UND School of Law challenge grants** - Section 9 establishes statutory language for a UND School of Law challenge grant program and provides for the distribution of \$250,000 of grant funds for School of Law matching grants.

**Professional student exchange program** - Section 12 provides statutory repayment provisions relating to the professional student exchange program. Section 35 provides the repayment provisions apply to individuals initially entering a professional student exchange program after June 30, 2020.

**UND men's varsity golf** - Section 13 provides statutory language relating to the potential sale of the Ray Richards Golf Course by UND.

**Curtis and Annette Hofstad Agricultural Center** - Section 14 names the Lake Region State College precision agriculture building the Curtis and Annette Hofstad Agricultural Center.

**Higher education funding formula** - Sections 15 and 16 adjust the higher education funding formula established in Chapter 15-18.2, including adjusting the credit weighting for medical school and law school credits and adjusting the base credit-hour funding rates.

**Student financial assistance grants** - Section 17 increases the maximum annual award under the student financial assistance grant program from \$1,950 to \$2,200 per year.

**Carryover authority** - Section 18 continues the authorization through July 31, 2021, for institutions under the control of the State Board of Higher Education to continue unexpended appropriations at the end of a biennium.

**Repeals** - Section 19 repeals statutory provisions relating to the dual-credit instructor assistance program and the technology occupations student loan program.

**Additional funds appropriation authority** - Section 20 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 21 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 36 provides that this section is an emergency measure.

**UND School of Medicine and Health Sciences funding** - Section 22 provides that a portion of the operations funding appropriated to UND may be transferred to the UND School of Medicine and Health Sciences based on the recommendation of the Commissioner of Higher Education.

**Transfer authority** - Section 23 provides that the State Board of Higher Education may transfer funds from an institution's operations line item to the institution's capital assets and capital building fund line items if the board determines that additional funds are needed for capital projects or extraordinary repairs. This section was amended by Section 25 of Senate Bill No. 2015 (2019) to provide authority to transfer funds from an institution's capital assets line item to the institution's operations line item after 75 percent of extraordinary repairs funding has been matched and used. Section 36 provides that this section is an emergency measure.

**FTE positions** - Section 24 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.

**Extraordinary repairs matching funds** - Section 25 requires institutions to match state extraordinary repairs funding on a \$2-to-\$1 basis using operations or other funding. Section 36 provides that this section is an emergency measure.

**Sale of property** - Section 26 provides authority for the sale of certain properties owned by UND. Section 36 provides that this section is an emergency measure.

**Appropriation bond authorization** - Section 27 authorized the industrial commission to arrange for \$30 million of appropriation bonds for deferred maintenance and parking projects at UND. The University of North Dakota is responsible for the repayment of the bonds from institution operations funding or other local funds. Section 36 provides that this section is an emergency measure.

**Revenue bond authorization** - Section 28 authorizes the State Board of Higher Education to arrange for \$120.1 million of revenue bonds for the Memorial Union project at UND (\$80 million), University Village Phase 2 at NDSU (\$37.6 million), and the dining facility project at Dakota College at Bottineau (\$2.5 million). Section 36 provides that this section is an emergency measure.

**Capital building funds** - Sections 29, 30, and 31 provide for transfers from Bank of North Dakota profits for the establishment of capital building funds at each institution, establish matching fund requirements, and authorize the use of capital building fund money for certain capital projects. Section 36 provides these sections are an emergency measure.

**Campus network upgrades** - Section 32 provides for transfers from Bank of North Dakota profits of \$1.5 million each to UND and NDSU for campus network upgrades.

**Tuition rate increase limitation** - Section 33 limits tuition rate increases for certain resident undergraduate tuition rates to 4 percent per year.

**Competitive research study** - Section 34 provides for a Legislative Management study of University System competitive research programs.

#### Related Legislation

**House Bill No. 1002 - UND central legal research** - Removes base level funding of \$40,000 from the general fund for the judicial branch for UND central legal research.

**House Bill No. 1013 - 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 2017-19 biennium and the 2019-21 bienniums:

Institution	2017-19 Distribution	2019-21 Distribution	Increase (Decrease)
NDSU	\$4,738,000	\$5,916,000	\$1,178,000
UND	3,662,000	4,504,000	842,000
North Dakota State College of Science	1,446,286	1,736,000	289,714
Valley City State University	808,000	1,034,000	226,000
Mayville State University	542,000	668,000	126,000
Dakota College at Bottineau	186,286	242,000	55,714
Dickinson State University	186,286	242,000	55,714
Minot State University	186,286	242,000	55,714
Total	\$11,755,144	\$14,584,000	\$2,828,856

**House Bill No. 1029 - Funding formula study** - Provides for a Legislative Management Higher Education Funding Formula Review Committee.

**House Bill No. 1120 - Dickinson State University arts building sale** - Authorizes the conveyance of the Dickinson State University arts building.

**House Bill No. 1171 - Skilled workforce recruitment and retention** - Provides for a skilled workforce student loan repayment program and a skilled workforce student scholarship program.

**House Bill No. 1429 - Teacher shortage loan forgiveness** - Transfers the teacher shortage loan forgiveness program from the University System to the Department of Public Instruction.

**Senate Bill No. 2015 - Institution extraordinary repairs** - Allows the State Board of Higher Education to transfer appropriation authority from an institution's capital assets line item to its operations line item after the institution has matched and used 75 percent of the funding appropriated from the general fund in the capital assets line item for extraordinary repairs.

**Senate Bill No. 2016 - National Guard tuition waivers** - Increases the National Guard tuition waiver from 25 to 35 percent.

**Senate Bill No. 2224 - Bioscience innovation** - Provides \$700,000 for a bioscience innovation grant program.

**Senate Bill No. 2249 - State energy research center** - Establishes the state energy research center at the UND Energy and Environmental Research Center and provides for 1 percent of oil and gas taxes, up to \$5 million per biennium, to be deposited in the state energy research center fund.

**Senate Bill No. 2297 - Higher education capital projects** - Provides \$100 million of bonding authority and \$49.9 million of 2017-19 biennium supplemental general fund appropriations for various higher education capital projects.