



**North Dakota University System Office**  
**Department No. 215**  
**2025 Senate Bill No. 2003**

**REVISED EXECUTIVE BUDGET RECOMMENDATION**  
**2025-27 BIENNIUM**

**Budget Summary**

	<b>FTE Positions</b>	<b>General Fund</b>	<b>Other Funds</b>	<b>Total</b>
Burgum budget recommendation	168.83	\$142,470,857	\$65,886,930	\$208,357,787
Revisions - Increase (decrease)	0.00	(5,741,455)	11,899,819	6,158,364
<b>Armstrong budget recommendation</b>	<b>168.83</b>	<b>\$136,729,402</b>	<b>\$77,786,749</b>	<b>\$214,516,151</b>
Base level	162.83	133,218,615	26,260,897	159,479,512
Increase (decrease)	6.00	\$3,510,787	\$51,525,852	\$55,036,639
Percentage increase (decrease)	3.7%	2.6%	196.2%	34.5%

**NOTE:**

More detailed information on the revised executive budget recommendation is attached as appendix.

**Selected Highlights**

- **Salary increases of up to 3 percent effective July 1, 2025, and 3 percent effective July 1, 2026**
- Health insurance increase of \$250 per month (15.2 percent), from \$1,643 to \$1,893, per employee
- Adds \$1 million of ongoing funding from the general fund for student financial assistance grants, to provide a total of \$30.9 million for the needs-based scholarship program
- **Adds \$52 million of one-time funding from the strategic investment and improvements fund, including \$50 million for challenge grants, \$1.1 million for the nursing education consortium, and \$900,000 for financial aid software implementation**

**Deficiency Appropriations**

There are no deficiency appropriations for this agency.

**Significant Audit Findings**

There are no significant audit findings for this agency.

**Major Related Legislation**

**House Bill No. 1098 - North Dakota scholarship** - Expands scholarship eligibility for students interested in a teaching career.

**House Bill No. 1171 - Law enforcement scholarship** - Establishes a scholarship program for law enforcement family members and provides an appropriation of \$5 million to the State Board of Higher Education to administer the program.

**House Bill No. 1179 - Faculty accrued leave** - Requires institutions under the control of the State Board of Higher Education to provide accrued leave to faculty with 12-month contracts.

**House Bill No. 1221 - Workforce education innovation** - Appropriates \$24 million to the State Board of Higher Education for workforce education innovation grants.

**House Bill No. 1331 - North Dakota State College of Science capital project** - Appropriates \$1.75 million from other funds to the North Dakota State College of Science to construct an artificial turf playing surface.

**House Bill No. 1404 - North Dakota scholarship** - Expands eligibility for the North Dakota scholarship.

**Senate Bill No. 2013 - Permanent funds distributions** - Provides distributions to University System institutions from permanent funds established for the benefit of the institutions as follows:

Institution	2023-25 Distribution	2025-27 Distribution	Increase (Decrease)
North Dakota State University	\$7,648,000	\$8,770,000	\$1,122,000
University of North Dakota	5,986,000	6,948,000	962,000
North Dakota State College of Science	2,259,700	2,570,284	310,584
Valley City State University	1,354,000	1,566,000	212,000
Mayville State University	894,000	1,102,000	208,000
Dakota College at Bottineau	343,700	406,284	62,584
Dickinson State University	343,700	406,284	62,584
Minot State University	343,700	406,284	62,584
Total	\$19,172,800	\$22,175,136	\$3,002,336

**Senate Bill No. 2034 - Higher education funding formula** - Ensures institutions with increasing enrollment do not receive reduced funding due to reductions in the credit completion factor and increases funding relating to credits completed in wind energy technology and law enforcement programs.

**Senate Bill No. 2147 - Student financial aid** - Adjusts eligibility for the career builders scholarship and loan repayment programs and appropriates \$12.2 million for supplemental student financial assistance grants.

**Senate Bill No. 2170 - Army reserve scholarship** - Establishes a scholarship program for reserve members of the United States Army, Navy, Marine Corps, Air Force, Coast Guard, and Space Force.

**NOTE:**

Please see the Fiscal Impact Report for additional information regarding bills under consideration which contain either a state revenue impact, an appropriation, or a state fiscal impact.



## North Dakota University System Office - Budget No. 215 Agency Worksheet - Senate Bill No. 2003

	Armstrong Executive Budget			
	FTE Positions	General Fund	Other Funds	Total
<b>2025-27 Biennium Base Level</b>	162.83	\$133,218,615	\$26,260,897	\$159,479,512
<b>2025-27 Ongoing Funding Changes</b>				
FTE adjustment pursuant to Section 39 of House Bill No. 1003 (2023)	6.00			\$0
Salary increase		\$1,305,385	\$448,563	1,753,948
Health insurance increase		732,568	288,329	1,020,897
Reduces funding for bond payments		(936,521)		(936,521)
Removes ongoing funding for dual-credit scholarships			(1,500,000)	(1,500,000)
Adds funding for state employee child care assistance		910,000		910,000
Adds funding for student financial aid system maintenance and operations		273,180		273,180
Increases funding for student financial assistance grants		1,000,000		1,000,000
Increases special fund authority for systemwide purchases			249,047	249,047
Adds funding for information technology rate adjustment		226,175	39,913	266,088
<b>Total ongoing funding changes</b>	<b>6.00</b>	<b>\$3,510,787</b>	<b>(\$474,148)</b>	<b>\$3,036,639</b>
<b>One-Time Funding Items</b>				
Adds funding from SIIF for challenge grants			\$50,000,000	\$50,000,000
Adds funding from SIIF for the nursing education consortium			1,100,000	1,100,000
Adds funding from SIIF for financial aid system enhancements			900,000	900,000
<b>Total one-time funding changes</b>	<b>0.00</b>	<b>\$0</b>	<b>\$52,000,000</b>	<b>\$52,000,000</b>
<b>Total Changes to Base Level Funding</b>	<b>6.00</b>	<b>\$3,510,787</b>	<b>\$51,525,852</b>	<b>\$55,036,639</b>
<b>2025-27 Total Funding</b>	<b>168.83</b>	<b>\$136,729,402</b>	<b>\$77,786,749</b>	<b>\$214,516,151</b>

*Federal funds included in other funds*

\$0

*Total ongoing changes - Percentage of base level*

3.7%

2.6%

(1.8%)

1.9%

*Total changes - Percentage of base level*

3.7%

2.6%

196.2%

34.5%