Minot State University
Budget No. 241
House Bill No. 1003

	FTE Positions	General Fund	Other Funds	Total
2023-25 legislative appropriation	423.63	$49,277,097[1]	$74,636,419	$123,913,516[2]
2021-23 legislative appropriation	403.04	41,206,630	89,047,767	130,254,397
2023-25 appropriation increase (decrease) to 2021-23 appropriation	20.59	$8,070,467	($14,411,348)	($6,340,881)

[1]This amount includes $1,600,000 of one-time funding. Excluding this amount, the agency's ongoing general fund appropriation is $47,677,097.

[2]This amount does not include any transfers of appropriation authority from the Office of Management and Budget funding pools for targeted market equity adjustments or retirement contribution increases.

Item Description	Status/Result
Targeted market equity - The Legislative Assembly appropriated $82.5 million, of which $45.1 million is from the general fund and $37.4 million is from other funds, to the Office of Management and Budget for a targeted market equity pool to be distributed to state agencies.	Minot State University (MiSU) received $2,156,643, including $1,272,643 from the general fund and $884,000 from other funds, for targeted market equity increases. Equity increases were provided to 300 employees.
Enrollment - At the end of the 2023 regular legislative session, the MiSU FTE student enrollment projection for the 2023-25 biennium was 2,189 for the fall 2023 semester and 2,222 for the fall 2024 semester.	The actual fall 2023 semester FTE enrollment was 2,135, which was 54 students fewer than projected and 32 fewer than the fall 2022 semester.
Tuition collections - In the 2023-24 fiscal year budget approved by the State Board of Higher Education, tuition revenue for MiSU for the 2023-24 fiscal year was estimated to be $17.2 million.	Minot State University did not change resident tuition rates for the 2023-24 academic year. The current estimate for tuition collections for the 2023-24 fiscal year is $16.8 million, $400,000 less than projected.
Higher education challenge matching grant program - In Section 1 of House Bill No. 1003, the Legislative Assembly appropriated $20 million from the general fund to the North Dakota University System office for the higher education challenge matching grant program. Minot State University may be awarded up to $1.7 million under the program.	Through March 31, 2024, the MiSU Foundation has received $1,373,159 in grant funding through the program.
Extraordinary repairs - The Legislative Assembly, in House Bill No. 1003, appropriated $899,620 from the general fund to MiSU for extraordinary repairs. In Section 4 of the bill, the Legislative Assembly required institutions to match extraordinary repairs funding on a $1 to $1 basis using operations or other funding. The funding is considered Tier I of the capital building fund program, but it is included in the institution's capital assets line item.	Through March 31, 2024, MiSU has matched and committed $674,389 of the general fund amount appropriated in Tier I for various projects, including roof repairs, elevator enhancements, fire alarm upgrades, road repairs, and other projects. The institution anticipates matching and spending the entire general fund appropriation for Tier I extraordinary repairs prior to the end of the biennium. Minot State University reported the source of matching funds has been federal American Rescue Plan Act funds appropriated from the federal State Fiscal Recovery Fund in Senate Bill No. 2345 (2023 special session) for the Hartnett Hall renovation project.
Capital building fund program - In addition to appropriating funding for specific capital projects, the 2019 Legislative Assembly established a capital	Minot State University plans to match and spend all funding allocated to the institution in Tiers II and III of the capital building fund program for academic

building fund program for the 2019-21 biennium. The Legislative Assembly appropriated $10 million from Bank of North Dakota profits as Tier II funding under the capital building fund program. The Tier II funding is appropriated directly to each institution and must be matched by the institutions with $1 from operations or other sources for each $1 from Bank profits. The Legislative Assembly appropriated $9 million, including $7 million from Bank profits and $2 million from the general fund, as Tier III funding under the capital building fund program. The Tier III funding is appropriated to the University System office, to be allocated to the institutions as matching funds are committed and must be matched by the institutions with $2 from operations or other sources for each $1 appropriated as Tier III funding. After an institution has matched 75 percent of the funding appropriated from the general fund as Tier I for institution extraordinary repairs and subject to State Board of Higher Education approval, each institution may use money from Tier II and Tier III of its capital building fund for extraordinary repairs and deferred maintenance projects that do not increase the square footage of a building.

The 2021 Legislative Assembly continued the higher education capital building fund program with a transfer of $19,000,000 from the strategic investment and improvements fund (SIIF) to a newly created University System capital building fund. The Legislative Assembly provided continuing appropriation authority from the fund and allowed the University System to continue unspent 2019-21 biennium appropriation authority of $3,335,478.

The 2023 Legislative Assembly continued the higher education capital building fund program with a transfer of $24,000,000 from SIIF to the University System capital building fund. Minot State University was allocated $859,202 in Tier II and $500,000 in Tier III of the capital building fund program for the 2023-25 biennium.

Capital projects - The Legislative Assembly appropriated $7,865,000 of one-time funding, including $1,600,000 from the general fund, $765,000 from SIIF, and $5,500,000 from other local funds, for MiSU capital projects as follows:

	General Fund	SIIF	Other Local Funds	Total Funds
Dakota Hall demolition		$765,000		$765,000
Student Center renovation			$3,100,000	3,100,000
Hartnett Hall renovation project	$1,600,000		2,400,000	4,000,000
Total	$1,600,000	$765,000	$5,500,000	$7,865,000

building upgrades and residence hall renovations. The institution reported it intends to use federal American Rescue Plan Act funds appropriated from the State Fiscal Recovery Fund as matching funds for the projects.

The following is a summary of the status of MiSU's capital projects funding:

Dakota Hall demolition	Minot State University has entered into a contract for asbestos abatement and is working on a request for qualifications for engineering services for the project. The institution anticipates completion of the project by the end of the biennium.
Student Center renovation	Minot State University anticipates requesting authority from the 2025 Legislative Assembly to issue revenue bonds for the Student Center renovation project.
Hartnett Hall renovation project	In addition to this funding, the Legislative Assembly, in Senate Bill No. 2345 (2021 special session), appropriated $25 million from the State Fiscal Recovery Fund to MiSU to renovate Hartnett Hall. The project is currently in progress and MiSU anticipates using the entire appropriation by the end of the biennium.