

PROPOSED AMENDMENTS TO ENGROSSED HOUSE BILL NO. 1003

That the Senate recede from its amendments as printed on pages 1685-1700 of the House Journal and pages 1446-1461 of the Senate Journal and that Engrossed House Bill No. 1003 be amended as follows:

Page 1, line 2, replace "six" with "five"

Page 1, line 3, after "new" insert "subsection to a new"

Page 1, line 3, after "54-10" insert "as created in section 5 of Senate Bill No. 2004, as approved by the sixty-fourth legislative assembly,"

Page 1, line 6, remove ", capital project budget requests"

Page 1, line 9, replace "section 15-10-12.1, subsection 3 of section 15-10-17," with "subdivision c of subsection 1 of section 15-10-17,"

Page 1, line 10, remove "15.1-21-02.6,"

Page 1, line 11, remove "campus"

Page 1, remove line 12

Page 1, line 13, replace "higher education" with "university system office personnel"

Page 1, line 13, remove "career and technical education scholarships,"

Page 1, line 17, after "funds" insert "; to authorize the state board of higher education to issue and sell bonds for capital projects; to limit tuition rate increases"

Page 1, line 20, remove "to provide an appropriation to the state auditor;"

Page 1, line 21, remove "a"

Page 1, line 21, replace the second "appropriation" with "appropriations"

Page 1, line 22, after "exemptions" insert "; to provide legislative intent"

Page 2, remove lines 8 through 31

Page 3, remove lines 1 through 31

Page 4, remove lines 1 through 31

Page 5, remove lines 1 through 30

Page 6, remove lines 1 through 31

Page 7, replace lines 1 through 17 with:

"Subdivision 1.

NORTH DAKOTA UNIVERSITY SYSTEM OFFICE

<u>Base Level</u>	<u>Adjustments or Enhancements</u>	<u>Appropriation</u>
Page No. 1		15.8111.02026

Capital assets - bond payments	\$10,436,045	(\$2,067,209)	\$8,368,836
Competitive research program	7,050,000	0	7,050,000
System governance	12,666,502	(5,139,509)	7,526,993
Title II	1,006,472	0	1,006,472
Core technology services	38,662,551	7,318,414	45,980,965
Student financial assistance grants	21,245,679	4,388,597	25,634,276
Professional student exchange program	4,275,015	0	4,275,015
Academic and technical education scholarships	10,000,000	4,054,677	14,054,677
Two-year campus marketing	800,000	0	800,000
Scholars program	2,113,584	0	2,113,584
Native American scholarships	649,267	0	649,267
Tribally-controlled community college grants	1,000,000	0	1,000,000
Education incentive programs	3,349,000	0	3,349,000
Student mental health	282,520	33,480	316,000
Veterans assistance grants	325,000	0	325,000
Deferred maintenance pool	0	8,700,000	8,700,000
Campus security pool	0	3,000,000	3,000,000
Open education resources training	0	110,000	110,000
Internal audit pool	0	300,000	300,000
Total all funds	\$113,861,635	\$20,698,450	\$134,560,085
Less estimated income	<u>2,299,912</u>	<u>211,304</u>	<u>2,511,216</u>
Total general fund	\$111,561,723	\$20,487,146	\$132,048,869
Full-time equivalent positions	112.91	(8.52)	104.39

Subdivision 2.

BISMARCK STATE COLLEGE

	<u>Base Level</u>	<u>Adjustments or Enhancements</u>	<u>Appropriation</u>
Operations	\$32,653,654	\$3,509,499	\$36,163,153
Capital assets	<u>417,673</u>	<u>2,175,000</u>	<u>2,592,673</u>
Total all funds	\$33,071,327	\$5,684,499	\$38,755,826
Less estimated income	0	<u>600,000</u>	<u>600,000</u>
Total general fund	\$33,071,327	\$5,084,499	\$38,155,826
Full-time equivalent positions	126.96	6.57	133.53

Subdivision 3.

LAKE REGION STATE COLLEGE

	<u>Base Level</u>	<u>Adjustments or Enhancements</u>	<u>Appropriation</u>
Operations	\$12,429,097	\$2,403,092	\$14,832,189
Capital assets	<u>155,367</u>	<u>1,648,423</u>	<u>1,803,790</u>
Total all funds	\$12,584,464	\$4,051,515	\$16,635,979
Less estimated income	0	0	0
Total general fund	\$12,584,464	\$4,051,515	\$16,635,979
Full-time equivalent positions	40.22	9.97	50.19

Subdivision 4.

WILLISTON STATE COLLEGE

	<u>Base Level</u>	<u>Adjustments or Enhancements</u>	<u>Appropriation</u>
Operations	\$12,783,506	(\$233,042)	\$12,550,464
Capital assets	<u>197,801</u>	<u>0</u>	<u>197,801</u>
Total all funds	\$12,981,307	(\$233,042)	\$12,748,265
Less estimated income	<u>0</u>	<u>0</u>	<u>0</u>
Total general fund	\$12,981,307	(\$233,042)	\$12,748,265
Full-time equivalent positions	44.15	5.81	49.96

Subdivision 5.

UNIVERSITY OF NORTH DAKOTA

	<u>Base Level</u>	<u>Adjustments or Enhancements</u>	<u>Appropriation</u>
Operations	\$149,683,005	\$17,591,333	\$167,274,338
Capital assets	<u>4,411,566</u>	<u>74,760,000</u>	<u>79,171,566</u>
Total all funds	\$154,094,571	\$92,351,333	\$246,445,904
Less estimated income	<u>0</u>	<u>6,000,000</u>	<u>6,000,000</u>
Total general fund	\$154,094,571	\$86,351,333	\$240,445,904
Full-time equivalent positions	633.60	(3.40)	630.20

Subdivision 6.

NORTH DAKOTA STATE UNIVERSITY

	<u>Base Level</u>	<u>Adjustments or Enhancements</u>	<u>Appropriation</u>
Operations	\$140,341,540	\$14,336,756	\$154,678,296
Capital assets	<u>2,732,244</u>	<u>11,600,000</u>	<u>14,332,244</u>
Total all funds	\$143,073,784	\$25,936,756	\$169,010,540
Less estimated income	<u>0</u>	<u>11,600,000</u>	<u>11,600,000</u>
Total general fund	\$143,073,784	\$14,336,756	\$157,410,540
Full-time equivalent positions	491.21	45.89	537.10

Subdivision 7.

NORTH DAKOTA STATE COLLEGE OF SCIENCE

	<u>Base Level</u>	<u>Adjustments or Enhancements</u>	<u>Appropriation</u>
Operations	\$38,181,456	\$5,537,929	\$43,719,385
Capital assets	<u>1,012,379</u>	<u>13,298,000</u>	<u>14,310,379</u>
Total all funds	\$39,193,835	\$18,835,929	\$58,029,764
Less estimated income	<u>0</u>	<u>0</u>	<u>0</u>
Total general fund	\$39,193,835	\$18,835,929	\$58,029,764
Full-time equivalent positions	171.87	(3.57)	168.30

Subdivision 8.

DICKINSON STATE UNIVERSITY

	<u>Base Level</u>	<u>Adjustments or Enhancements</u>	<u>Appropriation</u>
Operations	\$26,299,227	\$2,307,626	\$28,606,853

Capital assets	<u>409,078</u>	<u>0</u>	<u>409,078</u>
Total all funds	\$26,708,305	\$2,307,626	\$29,015,931
Less estimated income	<u>0</u>	<u>2,000,000</u>	<u>2,000,000</u>
Total general fund	\$26,708,305	\$307,626	\$27,015,931
Full-time equivalent positions	100.32	19.94	120.26

Subdivision 9.

MAYVILLE STATE UNIVERSITY

	<u>Base Level</u>	<u>Adjustments or Enhancements</u>	<u>Appropriation</u>
Operations	\$14,364,424	\$2,015,729	\$16,380,153
Capital assets	<u>358,992</u>	<u>0</u>	<u>358,992</u>
Total all funds	\$14,723,416	\$2,015,729	\$16,739,145
Less estimated income	<u>0</u>	<u>0</u>	<u>0</u>
Total general fund	\$14,723,416	\$2,015,729	\$16,739,145
Full-time equivalent positions	62.78	3.45	66.23

Subdivision 10.

MINOT STATE UNIVERSITY

	<u>Base Level</u>	<u>Adjustments or Enhancements</u>	<u>Appropriation</u>
Operations	\$43,810,211	\$4,048,350	\$47,858,561
Capital assets	<u>899,620</u>	<u>0</u>	<u>899,620</u>
Total all funds	\$44,709,831	\$4,048,350	\$48,758,181
Less estimated income	<u>0</u>	<u>0</u>	<u>0</u>
Total general fund	\$44,709,831	\$4,048,350	\$48,758,181
Full-time equivalent positions	201.76	2.34	204.10

Subdivision 11.

VALLEY CITY STATE UNIVERSITY

	<u>Base Level</u>	<u>Adjustments or Enhancements</u>	<u>Appropriation</u>
Operations	\$20,691,135	\$4,370,214	\$25,061,349
Capital assets	<u>408,319</u>	<u>30,289,000</u>	<u>30,697,319</u>
Total all funds	\$21,099,454	\$34,659,214	\$55,758,668
Less estimated income	<u>0</u>	<u>16,000,000</u>	<u>16,000,000</u>
Total general fund	\$21,099,454	\$18,659,214	\$39,758,668
Full-time equivalent positions	97.29	8.30	105.59

Subdivision 12.

DAKOTA COLLEGE AT BOTTINEAU

	<u>Base Level</u>	<u>Adjustments or Enhancements</u>	<u>Appropriation</u>
Operations	\$7,892,043	\$697,566	\$8,589,609
Capital assets	<u>114,007</u>	<u>11,746,983</u>	<u>11,860,990</u>
Total all funds	\$8,006,050	\$12,444,549	\$20,450,599
Less estimated income	<u>0</u>	<u>10,648,194</u>	<u>10,648,194</u>

Total general fund	\$8,006,050	\$1,796,355	\$9,802,405
Full-time equivalent positions	36.12	10.84	46.96

Subdivision 13.

UNIVERSITY OF NORTH DAKOTA SCHOOL OF MEDICINE AND HEALTH SCIENCES

	<u>Base Level</u>	<u>Adjustments or Enhancements</u>	<u>Appropriation</u>
Operations	\$52,762,590	\$18,674,806	\$71,437,396
Total all funds	\$52,762,590	\$18,674,806	\$71,437,396
Less estimated income	0	0	0
Total general fund	\$52,762,590	\$18,674,806	\$71,437,396
Full-time equivalent positions	156.55	28.03	184.58

Subdivision 14.

NORTH DAKOTA FOREST SERVICE

	<u>Base Level</u>	<u>Adjustments or Enhancements</u>	<u>Appropriation</u>
Operations	\$6,249,979	\$306,655	\$6,556,634
Capital assets	101,210	0	101,210
Total all funds	\$6,351,189	\$306,655	\$6,657,844
Less estimated income	1,650,000	0	1,650,000
Total general fund	\$4,701,189	\$306,655	\$5,007,844
Full-time equivalent positions	29.00	(0.04)	28.96

Subdivision 15.

BILL TOTAL

	<u>Base Level</u>	<u>Adjustments or Enhancements</u>	<u>Appropriation</u>
Grand total general fund	\$679,271,846	\$196,909,865	\$876,181,711
Grand total special funds	3,949,912	47,059,498	51,009,410
Grand total all funds	\$683,221,758	\$243,969,363	\$927,191,121"

Page 7, replace lines 23 and 24 with:

"Capital projects - general fund	\$155,691,350	\$99,909,212
Capital projects - other funds	168,531,029	44,848,194"

Page 7, remove line 26

Page 7, replace line 30 with:

"Theodore Roosevelt center	6,000,000	800,000
Williston state college energy development impact	0	2,500,000
Dickinson state university leadership transition	0	2,000,000
Museum of art deferred maintenance	0	760,000"

Page 8, replace line 6 with:

"Deferred maintenance pool	10,000,000	8,700,000"
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Page 8, replace lines 11 through 13 with:

"Total all funds	\$394,389,098	\$183,963,712
Total other funds	<u>171,031,029</u>	<u>46,848,194</u>
Total general fund	\$223,358,069	\$137,115,518"

Page 8, remove lines 27 through 30

Page 9, remove lines 1 through 31

Page 10, replace lines 1 through 28 with:

**"SECTION 4. CONTINGENT APPROPRIATION - BUDGET SECTION**

**APPROVAL.** Subject to budget section approval as provided in this section, there is appropriated out of any moneys in the general fund in the state treasury, not otherwise appropriated, the sum of \$1,000,000, or so much of the sum as may be necessary, to the state board of higher education for the purpose of reorganizing the office of the commissioner of higher education, for the biennium beginning July 1, 2015, and ending June 30, 2017. The funds provided under this section are available only if the state board of higher education submits to the budget section for approval a plan to reorganize the office of the commissioner of higher education. The plan must detail the proposed organizational structure of the office, priorities of the office, and process changes to increase office and systemwide efficiencies. The budget section may approve the entire appropriation provided under this section, or a portion of the appropriation, for the board of higher education to use for the purposes identified in this section. The funding provided in this section is considered a one-time funding item.

**SECTION 5. CONTINGENT GENERAL FUND APPROPRIATIONS - STATE BOARD OF HIGHER EDUCATION - CAPITAL PROJECTS - BUDGET SECTION APPROVAL.**

1. Subject to the provisions of this section, there is appropriated out of any moneys in the general fund in the state treasury, not otherwise appropriated, the sum of \$25,850,000, or so much of the sum as may be necessary, to the state board of higher education for the Valley City state university fine arts building project, including the demolition of two existing buildings, for the biennium beginning July 1, 2015, and ending June 30, 2017.
2. Subject to the provisions of this section, there is appropriated out of any moneys in the general fund in the state treasury, not otherwise appropriated, the sum of \$46,000,000, or so much of the sum as may be necessary, to the state board of higher education for the North Dakota state university Dunbar Hall project, for the biennium beginning July 1, 2015, and ending June 30, 2017.
3. a. The appropriation in subsection 1 of this section is available only if the director of the office of management and budget determines actual general fund revenues for the period beginning July 1, 2015, and ending December 31, 2015, exceed the legislative estimates made at the close of the 2015 legislative session for general fund revenues during the same period by at least \$126,000,000, or if the director of the office of management and budget determines actual general fund revenues for the period beginning July 1, 2015, and ending June 30, 2016, exceed the legislative estimates made at the close of the 2015

legislative session for general fund revenues during the same period by at least \$126,000,000.

- b. The appropriation in subsection 2 of this section is available only if the director of the office of management and budget determines actual general fund revenues for the period beginning July 1, 2015, and ending December 31, 2016, exceed the legislative estimates made at the close of the 2015 legislative session for general fund revenues during the same period by at least \$200,000,000. Additionally, the appropriation in subsection 2 is available only if the state board of higher education certifies to the budget section that the Dunbar Hall project conforms to the university system campus master plan and space utilization study and the board receives budget section approval to proceed with the project.
- c. For purposes of this subsection, "estimated general fund revenues" excludes the unobligated general fund balance on July 1, 2015, and transfers to the general fund from the strategic investment and improvements fund, property tax relief fund or tax relief fund, the lottery, the mill and elevator, and gas tax administration.

**SECTION 6. APPROPRIATION - ATTORNEY GENERAL.** The funds provided in this section, or so much of the funds as may be necessary, are appropriated from the general fund in the state treasury, not otherwise appropriated, to the attorney general for the following purposes:

Intellectual property attorney	\$436,994
Continuation of contracted higher education legal services	<u>700,000</u>
Total general fund	\$1,136,994

The attorney general is authorized one intellectual property attorney full-time equivalent position. The attorney general may not spend any funds designated for the intellectual property attorney position for purposes other than the salaries and wages and operating expenses of the intellectual property attorney. The funding designated for contracted higher education legal services is considered a one-time funding item.

**SECTION 7. AMENDMENT.** Subdivision c of subsection 1 of section 15-10-17 of the North Dakota Century Code is amended and reenacted as follows:

- c. Appoint and remove, at will, all university system office personnel, fix their salaries within the limits of legislative appropriations, ~~fix their terms of office,~~ and prescribe their duties. The board may provide severance pay to an employee upon termination of employment only in accordance with section 54-14-04.3.

Page 11, line 4, after the second "administration" insert ", research computing"

Page 15, line 3, remove the overstrike over "~~2-3~~"

Page 15, line 3, remove "1.0"

Page 16, replace lines 6 through 11 with:

- "a. 1.00 if the number of credit-hours is at least 240,000;
- b. 1.05 if the number of credit-hours is at least 180,000 but less than 240,000;

- c. 1.10 if the number of credit-hours is at least 120,000 but less than 180,000;
- d. 1.15 if the number of credit-hours is at least 90,000 but less than 120,000;
- e. 1.20 if the number of credit-hours is at least 80,000 but less than 90,000;
- f. 1.30 if the number of credit-hours is at least 70,000 but less than 80,000;
- g. 1.40 if the number of credit-hours is at least 60,000 but less than 70,000;
- h. 1.50 if the number of credit-hours is at least 50,000 but less than 60,000;
- i. 1.60 if the number of credit-hours is at least 40,000 but less than 50,000;
- j. 1.70 if the number of credit-hours is at least 30,000 but less than 40,000; and
- k. 1.80 if the number of credit-hours is less than 30,000."

Page 17, line 12, replace "\$71.00" with "\$72.63"

Page 17, line 14, replace "\$105.10" with "\$107.33"

Page 17, line 17, replace "\$112.46" with "\$114.88"

Page 17, line 29, remove "or"

Page 17, line 31, after the underscored semicolon insert: "or

- e. Received a general educational development high school diploma from the superintendent of public instruction.;"

Page 22, remove lines 8 through 31

Page 23, remove lines 1 through 31

Page 24, remove lines 1 through 31

Page 25, replace lines 1 through 22 with:

**"SECTION 19.** A new subsection to a new section to chapter 54-10, as created in section 5 of Senate Bill No. 2004, as approved by the sixty-fourth legislative assembly, is created and enacted as follows:

- 4. This section does not prohibit the state board of higher education from employing internal audit staff or contracting for internal audit services."

Page 25, line 26, after the boldfaced period insert:

"1."

Page 26, line 12, after the period insert:

"2."



Page 26, line 18, after the period insert:

"3."

Page 26, after line 26, insert:

"4. An assistant or special assistant attorney general appointed to represent the state board of higher education or an institution under the control of the state board of higher education may access and examine any record under the control of the state board of higher education. For purposes of reviewing records under the Family Educational Rights and Privacy Act [20 U.S.C. 1232g; 34 CFR 99] or any other federal privacy law, the assistant or special assistant attorney general is considered a state educational official authorized to access student records."

Page 30, line 13, remove "to"

Page 30, remove line 14

Page 30, line 15 replace "university system master plan and space utilization studies" with "for eligible projects to address deferred maintenance at institutions identified in this subsection. To be eligible to receive funding under this subsection, a project must be identified in campus master plan and space utilization studies and be approved by the board. The maximum amount that may be transferred to each institution from the funding pool is as follows:

- a. \$3,500,000 to North Dakota state university;
- b. \$3,500,000 to the university of North Dakota;
- c. \$700,000 to Bismarck state college;
- d. \$500,000 to Mayville state university; and
- e. \$500,000 to lake region state college"

Page 30, line 22, remove "extraordinary repairs funding pool line item includes funding that must be used to"

Page 30, remove lines 23 and 24

Page 30, line 25, replace "forest service" with "internal audit funding pool line item includes funding that must be used for systemwide and campus internal audit purposes"

Page 30, remove lines 26 through 30

Page 30, line 31, remove "utilization of each type of space; and the projected future needs for each type of space."

Page 31, line 3, replace "extraordinary repairs" with "internal audit"

Page 31, line 24, replace "biennium" with "period"

Page 31, line 24, replace "July 1, 2015" with "with the effective date of this Act"

Page 31, line 26, replace "\$1,004,744" with "\$3,504,744"

Page 31, line 27, after "fund" insert a comma

Page 31, line 27, after "program" insert ", \$500,000 is for grants to tribally-controlled community colleges, \$2,000,000 is for campus leadership transition costs at Dickinson state university,"

Page 32, line 8, after the first "the" insert "state board of higher education and the"

Page 32, line 9, after "education" insert a comma

Page 32, line 9, after "to" insert "the board and"

Page 32, line 19, after the boldfaced hyphen insert "**USE OF 2013-15 BIENNIUM APPROPRIATIONS -**"

Page 32, line 19, replace "The amount" with "Of the \$5,000,000"

Page 32, line 20, replace "for" with "from the general fund in"

Page 32, line 21, after "Laws" insert ", \$1,000,000"

Page 32, line 21, remove "any unexpended funds in this line item"

Page 32, line 23 replace "The" with "Pursuant to section 54-44.1-11, the sum of \$4,000,000 appropriated in the performance funding pool line item of subdivision 1 of section 1 of chapter 34 of the 2013 Session Laws may be continued into the biennium beginning July 1, 2015, and ending June 30, 2017. Of the unexpended appropriation, the state board of higher education shall transfer \$1,500,000 to Williston state college, \$1,500,000 to Dickinson state university, \$500,000 to Minot state university, and \$500,000 to Dakota college at Bottineau for deferred maintenance and extraordinary campus needs. The board shall transfer a prorated amount if sufficient funding is not available to provide for full transfers. Excluding the transfers authorized in this section, the"

Page 32, line 27, remove "- **TRANSFER - GRANT**"

Page 32, line 30, remove "Pursuant to section 54-44.1-11,"

Page 32, remove line 31

Page 33, remove lines 1 and 2

Page 33, line 3, remove "council for the development of elementary and secondary civics education."

Page 33, replace lines 7 through 28 with:

**"SECTION 35. EXEMPTION - THEODORE ROOSEVELT CENTER PROJECT - APPROPRIATION CANCELLATION.** Section 3 of chapter 34 of the 2013 Session Laws includes the sum of \$6,000,000 from the general fund appropriated to Dickinson state university for the Theodore Roosevelt center project. Section 4 of chapter 49 of the 2013 Session Laws includes the sum of \$6,000,000 from the general fund appropriated to Dickinson state university for the Theodore Roosevelt center project. Notwithstanding section 54-44.1-11, the office of management and budget shall cancel these appropriations on July 1, 2016, unless Dickinson state university certifies to the office of management and budget that a site has been selected for the Theodore Roosevelt center, construction plans have been developed for the project, and construction on the center will commence prior to January 1, 2017.

**SECTION 36. FULL-TIME EQUIVALENT POSITION ADJUSTMENTS.** Notwithstanding any other provisions of law, the state board of higher education may

adjust full-time equivalent positions as needed, subject to the availability of funds, for institutions and entities under its control during the biennium beginning July 1, 2015, and ending June 30, 2017. The North Dakota university system shall report any adjustments to the office of management and budget before the submission of the 2017-19 biennium budget request.

**SECTION 37. BOND ISSUANCE AUTHORIZATION - PURPOSES.** The state board of higher education, in accordance with chapter 15-55, may arrange for the funding of projects authorized in this section, declared to be in the public interest, through the issuance of self-liquidating, tax-exempt evidences of indebtedness under chapter 15-55, beginning with the effective date of this section and ending June 30, 2017. Evidences of indebtedness issued pursuant to this section are not a general obligation of the state of North Dakota. Any unexpended balance resulting from the proceeds of the evidences of indebtedness must be placed in a sinking fund to be used for the retirement of indebtedness. The evidences of indebtedness may be issued and the proceeds are appropriated in section 1 of this Act for the following capital projects:

Dakota college at Bottineau - dormitory renovations	\$2,900,000
North Dakota state university - aquatic center	<u>10,000,000</u>
Total special funds	\$12,900,000

**SECTION 38. USE OF EXTRAORDINARY REPAIRS FUNDING - MATCHING FUNDS - LEGISLATIVE MANAGEMENT REPORT.** The capital assets line items in subdivisions 2 through 12 of section 1 of this Act include funding for institution extraordinary repairs. An institution shall provide two dollars of matching funds from operations or other sources for each one dollar of extraordinary repairs funding used for a project. An institution may not use a transfer from the deferred maintenance funding pool to provide matching funds under this section. This section does not apply to funding provided for repairs and maintenance of the North Dakota museum of art facility. During the 2015-16 interim, the state board of higher education shall provide a report to the legislative management regarding the use of extraordinary repairs funding and related matching funds.

**SECTION 39. TUITION RATE INCREASE LIMITATIONS - BUDGET SECTION APPROVAL.**

1. Notwithstanding any other provision of law, the state board of higher education may not increase tuition rates for students attending institutions of higher education under its control during the 2015-16 academic year by more than two and one-half percent as compared to the tuition rate in effect during the 2015 spring semester unless the board receives prior budget section approval.
2. Notwithstanding any other provision of law, the state board of higher education may not increase tuition rates for students attending institutions of higher education under its control during the 2016-17 academic year by more than two and one-half percent as compared to the tuition rate in effect during the 2016 spring semester unless the board receives prior budget section approval.
3. For purposes of this section, an institution must calculate a tuition rate increase based on the tuition rate paid by an average full-time student. Any adjustments to a tuition rate resulting from a change in an institution's

method of charging tuition, including the addition of fees to tuition rates or charging tuition based on a per-credit rate, must be included in tuition rate calculations under this section.

4. This section does not apply to tuition rates determined under tuition reciprocity agreements entered into by the state board of higher education with other states or state education compacts.
5. This section does not apply to tuition rates charged for programs offered through the university of North Dakota school of medicine and health sciences.

**SECTION 40. LEGISLATIVE MANAGEMENT REPORT - DICKINSON STATE UNIVERSITY.** Before July 1, 2016, the state board of higher education shall provide a report to the legislative management regarding the operations of Dickinson state university. The report must detail the financial condition of the institution and board directives and plans to improve the financial stability of the institution.

**SECTION 41. LEGISLATIVE INTENT - ATTORNEY SALARIES.** It is the intent of the sixty-fourth legislative assembly that all assistant attorneys general employed in the office of the attorney general, including attorneys assigned to higher education issues, be provided salary and benefits in accordance with uniform salary and benefits schedules established by the attorney general."

Page 35, line 13, replace "study" with "consider studying"

Page 35, after line 21, insert:

**"SECTION 47. LEGISLATIVE MANAGEMENT STUDY - INSTITUTION ADMINISTRATION COSTS.** During the 2015-16 interim, the legislative management shall consider studying administrative costs at institutions under the control of the state board of higher education. The study, if conducted, must review the number of administrator positions at each institution, the number of new administrator positions added at each institution during the previous five academic years, the total salaries and benefits associated with the administrator positions, the average salaries and benefits for administrator positions at each institution for each of the previous five fiscal years, the percentage of overall institution operating costs attributable to administration, and options to provide future increased legislative appropriations to institutions specifically for instructional purposes. The legislative management shall report its findings, together with any legislation necessary to implement the findings, to the sixty-fifth legislative assembly."

Page 35, line 22, replace "10, 27, 35, and 36" with "9, 25, 28, 33, 34, and 37"

Page 35, line 23, remove "extraordinary repairs pool,"

Re-number accordingly

**STATEMENT OF PURPOSE OF AMENDMENT:**

**House Bill No. 1003 - Summary of Conference Committee Action**

	Base Budget	House Version	Conference Committee Changes	Conference Committee Version	Senate Version	Comparison to Senate
State Auditor						
Total all funds	\$0	\$1,221,914	(\$1,221,914)	\$0	\$0	\$0
Less estimated income	0	0	0	0	0	0

General fund	\$0	\$1,221,914	(\$1,221,914)	\$0	\$0	\$0
Attorney General						
Total all funds	\$0	\$1,604,500	(\$467,506)	\$1,136,994	\$0	\$1,136,994
Less estimated income	0	0	0	0	0	0
General fund	\$0	\$1,604,500	(\$467,506)	\$1,136,994	\$0	\$1,136,994
University System Office						
Total all funds	\$113,861,635	\$142,312,417	(\$6,702,332)	\$135,610,085	\$131,597,079	\$4,013,006
Less estimated income	2,299,912	2,011,216	500,000	2,511,216	2,511,216	0
General fund	\$111,561,723	\$140,301,201	(\$7,202,332)	\$133,098,869	\$129,085,863	\$4,013,006
Bismarck State College						
Total all funds	\$33,071,327	\$37,987,006	\$768,820	\$38,755,826	\$39,547,119	(\$791,293)
Less estimated income	0	0	600,000	600,000	600,000	0
General fund	\$33,071,327	\$37,987,006	\$168,820	\$38,155,826	\$38,947,119	(\$791,293)
Lake Region State College						
Total all funds	\$12,584,464	\$15,274,092	\$1,361,887	\$16,635,979	\$16,747,104	(\$111,125)
Less estimated income	0	0	0	0	0	0
General fund	\$12,584,464	\$15,274,092	\$1,361,887	\$16,635,979	\$16,747,104	(\$111,125)
Williston State College						
Total all funds	\$12,981,307	\$12,532,922	\$215,343	\$12,748,265	\$13,109,251	(\$360,986)
Less estimated income	0	0	0	0	0	0
General fund	\$12,981,307	\$12,532,922	\$215,343	\$12,748,265	\$13,109,251	(\$360,986)
University of North Dakota						
Total all funds	\$154,094,571	\$223,998,846	\$22,447,058	\$246,445,904	\$247,592,835	(\$1,146,931)
Less estimated income	0	0	6,000,000	6,000,000	6,000,000	0
General fund	\$154,094,571	\$223,998,846	\$16,447,058	\$240,445,904	\$241,592,835	(\$1,146,931)
UND Medical Center						
Total all funds	\$52,762,590	\$72,274,239	(\$836,843)	\$71,437,396	\$71,277,396	\$160,000
Less estimated income	0	0	0	0	0	0
General fund	\$52,762,590	\$72,274,239	(\$836,843)	\$71,437,396	\$71,277,396	\$160,000
North Dakota State University						
Total all funds	\$143,073,784	\$152,478,383	\$16,532,157	\$169,010,540	\$171,769,908	(\$2,759,368)
Less estimated income	0	0	11,600,000	11,600,000	11,600,000	0
General fund	\$143,073,784	\$152,478,383	\$4,932,157	\$157,410,540	\$160,169,908	(\$2,759,368)
State College of Science						
Total all funds	\$39,193,835	\$41,968,479	\$16,061,285	\$58,029,764	\$58,636,526	(\$606,762)
Less estimated income	0	0	0	0	0	0
General fund	\$39,193,835	\$41,968,479	\$16,061,285	\$58,029,764	\$58,636,526	(\$606,762)
Dickinson State University						
Total all funds	\$26,708,305	\$25,202,782	\$3,813,149	\$29,015,931	\$27,210,270	\$1,805,661
Less estimated income	0	0	2,000,000	2,000,000	0	2,000,000
General fund	\$26,708,305	\$25,202,782	\$1,813,149	\$27,015,931	\$27,210,270	(\$194,339)
Mayville State University						
Total all funds	\$14,723,416	\$15,216,363	\$1,522,782	\$16,739,145	\$17,091,518	(\$352,373)
Less estimated income	0	0	0	0	0	0
General fund	\$14,723,416	\$15,216,363	\$1,522,782	\$16,739,145	\$17,091,518	(\$352,373)
Minot State University						
Total all funds	\$44,709,831	\$46,790,745	\$1,967,436	\$48,758,181	\$48,003,230	\$754,951
Less estimated income	0	0	0	0	0	0
General fund	\$44,709,831	\$46,790,745	\$1,967,436	\$48,758,181	\$48,003,230	\$754,951
Valley City State University						
Total all funds	\$21,099,454	\$22,149,777	\$33,608,891	\$55,758,668	\$82,040,712	(\$26,282,044)
Less estimated income	0	0	16,000,000	16,000,000	16,000,000	0
General fund	\$21,099,454	\$22,149,777	\$17,608,891	\$39,758,668	\$66,040,712	(\$26,282,044)
Dakota College at Bottineau						
Total all funds	\$8,006,050	\$7,901,679	\$12,548,920	\$20,450,599	\$20,543,589	(\$92,990)
Less estimated income	0	0	10,648,194	10,648,194	10,648,194	0
General fund	\$8,006,050	\$7,901,679	\$1,900,726	\$9,802,405	\$9,895,395	(\$92,990)
Forest Service						
Total all funds	\$6,351,189	\$6,633,209	\$24,635	\$6,657,844	\$6,657,844	\$0

Less estimated income	1,650,000	1,650,000	0	1,650,000	1,650,000	0
General fund	\$4,701,189	\$4,983,209	\$24,635	\$5,007,844	\$5,007,844	\$0
<b>Bill total</b>						
Total all funds	\$683,221,758	\$825,547,353	\$101,643,768	\$927,191,121	\$951,824,381	(\$24,633,260)
Less estimated income	3,949,912	3,661,216	47,348,194	51,009,410	49,009,410	2,000,000
General fund	\$679,271,846	\$821,886,137	\$54,295,574	\$876,181,711	\$902,814,971	(\$26,633,260)

**House Bill No. 1003 - State Auditor - Conference Committee Action**

	Base Budget	House Version	Conference Committee Changes	Conference Committee Version	Senate Version	Comparison to Senate
Higher education audit		\$1,221,914	(\$1,221,914)			
Total all funds	\$0	\$1,221,914	(\$1,221,914)	\$0	\$0	\$0
Less estimated income	0	0	0	0	0	0
General fund	\$0	\$1,221,914	(\$1,221,914)	\$0	\$0	\$0
FTE	0.00	6.00	(6.00)	0.00	0.00	0.00

**Department No. 117 - State Auditor - Detail of Conference Committee Changes**

	Removes Higher Education Audit Positions <sup>1</sup>	Total Conference Committee Changes
Higher education audit	(\$1,221,914)	(\$1,221,914)
Total all funds	(\$1,221,914)	(\$1,221,914)
Less estimated income	0	0
General fund	(\$1,221,914)	(\$1,221,914)
FTE	(6.00)	(6.00)

<sup>1</sup> Funding and 6 higher education audit FTE positions added by the House to the State Auditor's office are removed. The Senate also removed the positions.

**House Bill No. 1003 - Attorney General - Conference Committee Action**

	Base Budget	House Version	Conference Committee Changes	Conference Committee Version	Senate Version	Comparison to Senate
Higher education legal services		\$1,604,500	(\$1,604,500)			
Intellectual property attorney			436,994	436,994		436,994
Higher education legal contracts			700,000	700,000		700,000
Total all funds	\$0	\$1,604,500	(\$467,506)	\$1,136,994	\$0	\$1,136,994
Less estimated income	0	0	0	0	0	0
General fund	\$0	\$1,604,500	(\$467,506)	\$1,136,994	\$0	\$1,136,994
FTE	0.00	6.00	(5.00)	1.00	0.00	1.00

**Department No. 125 - Attorney General - Detail of Conference Committee Changes**

	Removes Higher Education Legal Services Positions <sup>1</sup>	Transfers Intellectual Property Attorney <sup>2</sup>	Adds Funding to Continue Current Higher Education Litigation <sup>3</sup>	Total Conference Committee Changes
Higher education legal services	(\$1,604,500)			(\$1,604,500)
Intellectual property attorney		436,994		436,994

Higher education legal contracts			700,000	700,000
Total all funds	(\$1,604,500)	\$436,994	\$700,000	(\$467,506)
Less estimated income	0	0	0	0
General fund	(\$1,604,500)	\$436,994	\$700,000	(\$467,506)
FTE	(6.00)	1.00	0.00	(5.00)

<sup>1</sup> Funding and 6 higher education legal services FTE positions added by the House to the Attorney General's office are removed. The Senate also removed the positions.

<sup>2</sup> One FTE intellectual property attorney currently employed by the North Dakota University System Office and related funding is transferred to the Attorney General's office.

<sup>3</sup> One-time funding of \$700,000 is added to the Attorney General's office to continue contracts and other outside services for higher education litigation purposes.

### House Bill No. 1003 - North Dakota University System - General Fund Summary

	Base Budget	House Version	Conference Committee Changes	Conference Committee Version	Senate Version	Comparison to Senate
University System Office	111,561,723	140,301,201	(7,202,332)	133,098,869	129,085,863	4,013,006
Bismarck State College	33,071,327	37,987,006	168,820	38,155,826	38,947,119	(791,293)
Lake Region State College	12,584,464	15,274,092	1,361,887	16,635,979	16,747,104	(111,125)
Williston State College	12,981,307	12,532,922	215,343	12,748,265	13,109,251	(360,986)
University of North Dakota	154,094,571	223,998,846	16,447,058	240,445,904	241,592,835	(1,146,931)
UND Medical Center	52,762,590	72,274,239	(836,843)	71,437,396	71,277,396	160,000
North Dakota State University	143,073,784	152,478,383	4,932,157	157,410,540	160,169,908	(2,759,368)
State College of Science	39,193,835	41,968,479	16,061,285	58,029,764	58,636,526	(606,762)
Dickinson State University	26,708,305	25,202,782	1,813,149	27,015,931	27,210,270	(194,339)
Mayville State University	14,723,416	15,216,363	1,522,782	16,739,145	17,091,518	(352,373)
Minot State University	44,709,831	46,790,745	1,967,436	48,758,181	48,003,230	754,951
Valley City State University	21,099,454	22,149,777	17,608,891	39,758,668	66,040,712	(26,282,044)
Dakota College at Bottineau	8,006,050	7,901,679	1,900,726	9,802,405	9,895,395	(92,990)
Forest Service	4,701,189	4,983,209	24,635	5,007,844	5,007,844	
Total general fund	\$679,271,846	\$819,059,723	\$55,984,994	\$875,044,717	\$902,814,971	(\$27,770,254)

### Detail of Conference Committee changes to the General Fund

	Adjusts University System Office and Institution Funding <sup>1</sup>	Removes House Funding Formula and Base Funding Adjustments <sup>2</sup>	Provides Funding Formula Adjustments and Base Credit Rate Adjustments <sup>3</sup>	Transfers Extraordinary Repairs Funding to Institutions <sup>4</sup>	Adjusts Funding for Deferred Maintenance Initiative <sup>5</sup>	Adds Funding for Capital Projects <sup>6</sup>
University System Office	\$259,676			(\$11,162,008)	\$3,700,000	
Bismarck State College		(3,975,752)	3,509,499	417,673	217,400	
Lake Region State College		(2,844,995)	2,403,092	155,367	1,648,423	
Williston State College		535,584	(233,042)	197,801	(285,000)	
University of North Dakota	760,000	(12,074,256)	17,591,333	4,411,566	5,758,415	
UND Medical Center	160,000	(996,843)				
North Dakota State University		(10,545,417)	14,336,756	2,732,244	(1,591,426)	
State College of Science		(3,511,925)	5,537,929	1,012,379	13,022,902	
Dickinson State University	800,000	1,096,445	(492,374)	409,078		
Mayville State University		(623,654)	2,015,729	358,992	(228,285)	
Minot State University		(2,980,534)	4,048,350	899,620		
Valley City State University		(1,215,404)	4,370,214	408,319	14,045,762	
Dakota College at Bottineau		18,821	697,566	114,007	1,070,332	
Forest Service	(20,327)			44,962		
Total general fund	\$1,959,349	(\$37,117,930)	\$53,785,052	\$0	\$37,358,523	\$0

**Total General Fund Changes**

University System Office	(\$7,202,332)
Bismarck State College	168,820
Lake Region State College	1,361,887
Williston State College	215,343
University of North Dakota	16,447,058
UND Medical Center	(836,843)
North Dakota State University	4,932,157
State College of Science	16,061,285
Dickinson State University	1,813,149
Mayville State University	1,522,782
Minot State University	1,967,436
Valley City State University	17,608,891
Dakota College at Bottineau	1,900,726
Forest Service	24,635
<b>Total general fund</b>	<b>\$55,984,994</b>

**House Bill No. 1003 - North Dakota University System - Other Funds Summary**

	<b>Base Budget</b>	<b>House Version</b>	<b>Conference Committee Changes</b>	<b>Conference Committee Version</b>	<b>Senate Version</b>	<b>Comparison to Senate</b>
University System Office	2,299,912	2,011,216	500,000	2,511,216	2,511,216	
Bismarck State College			600,000	600,000	600,000	
Lake Region State College						
Williston State College						
University of North Dakota			6,000,000	6,000,000	6,000,000	
UND Medical Center						
North Dakota State University			11,600,000	11,600,000	11,600,000	
State College of Science						
Dickinson State University			2,000,000	2,000,000		2,000,000
Mayville State University						
Minot State University						
Valley City State University			16,000,000	16,000,000	16,000,000	
Dakota College at Bottineau			10,648,194	10,648,194	10,648,194	
Forest Service	1,650,000	1,650,000		1,650,000	1,650,000	
<b>Total other funds</b>	<b>\$3,949,912</b>	<b>\$3,661,216</b>	<b>\$47,348,194</b>	<b>\$51,009,410</b>	<b>\$49,009,410</b>	<b>\$2,000,000</b>

**Detail of Conference Committee changes to Other Funds**

	<b>Adjusts University System Office and Institution Funding<sup>1</sup></b>	<b>Removes House Funding Formula and Base Funding Adjustments<sup>2</sup></b>	<b>Provides Funding Formula Adjustments and Base Credit Rate Adjustments<sup>3</sup></b>	<b>Transfers Extraordinary Repairs Funding to Institutions<sup>4</sup></b>	<b>Adjusts Funding for Deferred Maintenance Initiative<sup>5</sup></b>	<b>Adds Funding for Capital Projects<sup>5</sup></b>
University System Office	\$500,000					
Bismarck State College						600,000
Lake Region State College						
Williston State College						
University of North Dakota						6,000,000
UND Medical Center						
North Dakota State University						11,600,000
State College of Science						
Dickinson State University	2,000,000					
Mayville State University						
Minot State University						
Valley City State University						16,000,000
Dakota College at Bottineau						10,648,194
Forest Service						
<b>Total other funds</b>	<b>\$2,500,000</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>\$44,848,194</b>

<b>Total Other Funds Changes</b>	
University System Office	\$500,000
Bismarck State College	600,000
Lake Region State College	



Williston State College	
University of North Dakota	6,000,000
UND Medical Center	
North Dakota State University	11,600,000
State College of Science	
Dickinson State University	2,000,000
Mayville State University	
Minot State University	
Valley City State University	16,000,000
Dakota College at Bottineau	10,648,194
Forest Service	
<b>Total other funds</b>	<b>\$47,348,194</b>

**House Bill No. 1003 - North Dakota University System - All Funds Summary**

	<b>Base Budget</b>	<b>House Version</b>	<b>Conference Committee Changes</b>	<b>Conference Committee Version</b>	<b>Senate Version</b>	<b>Comparison to Senate</b>
University System Office	113,861,635	142,312,417	(6,702,332)	135,610,085	131,597,079	4,013,006
Bismarck State College	33,071,327	37,987,006	768,820	38,755,826	39,547,119	(791,293)
Lake Region State College	12,584,464	15,274,092	1,361,887	16,635,979	16,747,104	(111,125)
Williston State College	12,981,307	12,532,922	215,343	12,748,265	13,109,251	(360,986)
University of North Dakota	154,094,571	223,998,846	22,447,058	246,445,904	247,592,835	(1,146,931)
UND Medical Center	52,762,590	72,274,239	(836,843)	71,437,396	71,277,396	160,000
North Dakota State University	143,073,784	152,478,383	16,532,157	169,010,540	171,769,908	(2,759,368)
State College of Science	39,193,835	41,968,479	16,061,285	58,029,764	58,636,526	(606,762)
Dickinson State University	26,708,305	25,202,782	3,813,149	29,015,931	27,210,270	1,805,661
Mayville State University	14,723,416	15,216,363	1,522,782	16,739,145	17,091,518	(352,373)
Minot State University	44,709,831	46,790,745	1,967,436	48,758,181	48,003,230	754,951
Valley City State University	21,099,454	22,149,777	33,608,891	55,758,668	82,040,712	(26,282,044)
Dakota College at Bottineau	8,006,050	7,901,679	12,548,920	20,450,599	20,543,589	(92,990)
Forest Service	6,351,189	6,633,209	24,635	6,657,844	6,657,844	
<b>Total all funds</b>	<b>\$683,221,758</b>	<b>\$822,720,939</b>	<b>\$103,333,188</b>	<b>\$926,054,127</b>	<b>\$951,824,381</b>	<b>(\$25,770,254)</b>
FTE	2304.74	2422.35	8.00	2430.35	2430.35	0.00

**Detail of Conference Committee changes to All Funds**

	<b>Adjusts University System Office and Institution Funding<sup>1</sup></b>	<b>Removes House Funding Formula and Base Funding Adjustments<sup>2</sup></b>	<b>Provides Funding Formula Adjustments and Base Credit Rate Adjustments<sup>3</sup></b>	<b>Transfers Extraordinary Repairs Funding to Institutions<sup>4</sup></b>	<b>Adjusts Funding for Deferred Maintenance Initiative<sup>5</sup></b>	<b>Adds Funding for Capital Projects<sup>6</sup></b>
University System Office	\$759,676			(\$11,162,008)	\$3,700,000	
Bismarck State College		(3,975,752)	3,509,499	417,673	217,400	600,000
Lake Region State College		(2,844,995)	2,403,092	155,367	1,648,423	
Williston State College		535,584	(233,042)	197,801	(285,000)	
University of North Dakota	760,000	(12,074,256)	17,591,333	4,411,566	5,758,415	6,000,000
UND Medical Center	160,000	(996,843)				
North Dakota State University		(10,545,417)	14,336,756	2,732,244	(1,591,426)	11,600,000
State College of Science		(3,511,925)	5,537,929	1,012,379	13,022,902	
Dickinson State University	2,800,000	1,096,445	(492,374)	409,078		
Mayville State University		(623,654)	2,015,729	358,992	(228,285)	
Minot State University		(2,980,534)	4,048,350	899,620		
Valley City State University		(1,215,404)	4,370,214	408,319	14,045,762	16,000,000
Dakota College at Bottineau		18,821	697,566	114,007	1,070,332	10,648,194
Forest Service	(20,327)			44,962		
<b>Total all funds</b>	<b>\$4,459,349</b>	<b>(\$37,117,930)</b>	<b>\$53,785,052</b>	<b>\$0</b>	<b>\$37,358,523</b>	<b>\$44,848,194</b>
FTE	8.00	0.00	0.00	0.00	0.00	0.00

<b>Total All Funds Changes</b>	
University System Office	(\$6,702,332)
Bismarck State College	768,820
Lake Region State College	1,361,887

Williston State College	215,343
University of North Dakota	22,447,058
UND Medical Center	(836,843)
North Dakota State University	16,532,157
State College of Science	16,061,285
Dickinson State University	3,813,149
Mayville State University	1,522,782
Minot State University	1,967,436
Valley City State University	33,608,891
Dakota College at Bottineau	12,548,920
Forest Service	24,635
Total all funds	\$103,333,188
FTE	8.00

<sup>1</sup> Funding is adjusted for the University System office, institutions, and the Forest Service as follows:

• University System office funding from the general fund is adjusted as follows:

	<u>General Fund</u>
Health insurance adjustment for system office employees	(\$24,782)
Health insurance adjustment for Core Technology Services employees	(72,566)
Internal audit funding pool	300,000
Adjust funding for academic and career and technical education scholarship program to provide scholarships of \$1,500 per year	(942,976)
Total	<u>(\$740,324)</u>

- A contingent general fund appropriation of \$1 million is added for University System office transition costs. The appropriation is contingent upon the State Board of Higher Education receiving Budget Section approval to spend the funds.
- Funding of \$500,000 from the student loan trust fund is added for tribal college assistance grants to provide total funding of \$1 million. The Senate also added this funding.
- Funding of \$160,000 is added to the University of North Dakota School of Medicine and Health Sciences for Department of Pathology services provided to other state agencies.
- One-time funding from the general fund of \$800,000 is added for document digitization and operations of the Theodore Roosevelt Center at Dickinson State University. The Senate also added this funding.
- One-time funding of \$2 million is added from the student loan trust fund for transitional leadership costs at Dickinson State University.
- Funding of \$2.5 million from the general fund provided by the House to Williston State College for extraordinary campus needs is classified as one-time funding. The Senate also classified the funding as one-time.
- One-time funding of \$760,000 from the general fund is added for maintenance and repairs to the North Dakota Museum of Art facility.
- Health insurance premium funding for the Forest Service is adjusted to reflect revised premium rates.
- The 2013-15 biennium FTE positions for the University System office are adjusted pursuant to Section 36 of 2013 Senate Bill No. 2003 which authorizes the State Board of Higher Education to adjust FTE positions as needed subject to the availability of funds.

<sup>2</sup> Adjustments made by the House for base level funding are removed as follows:

Bismarck State College	(\$3,975,752)
Lake Region State College	(2,844,995)
Williston State College	535,584
University of North Dakota	(12,074,256)
UND Medical Center	(996,843)
North Dakota State University	(10,545,417)

State College of Science	(3,511,925)
Dickinson State University	1,096,445
Mayville State University	(623,654)
Minot State University	(2,980,534)
Valley City State University	(1,215,404)
Dakota College at Bottineau	18,821
Total	<u>(\$37,117,930)</u>

<sup>3</sup> Funding is added to institutions through higher education funding formula adjustments and base credit rate adjustments as follows:

	Base Funding Formula Adjustments	Base Credit Rate Adjustments	Total
Bismarck State College	\$2,700,606	\$808,893	\$3,509,499
Lake Region State College	2,071,680	331,412	2,403,092
Williston State College	(459,657)	226,615	(233,042)
University of North Dakota	12,628,220	4,963,113	17,591,333
North Dakota State University	10,856,018	3,480,738	14,336,756
State College of Science	4,548,799	989,130	5,537,929
Dickinson State University	(1,072,073)	579,699	(492,374)
Mayville State University	1,645,585	370,144	2,015,729
Minot State University	2,970,186	1,078,164	4,048,350
Valley City State University	3,807,016	563,198	4,370,214
Dakota College at Bottineau	505,107	192,459	697,566
Total	<u>\$40,201,487</u>	<u>\$13,583,565</u>	<u>\$53,785,052</u>

Funding for Minot State University is adjusted to discontinue \$2.5 million of flood recovery funding. Sections in the bill are also amended to provide for a remedial education weighting factor of 2.3 instead of 1.0 and to adjust the credit volume production factor levels.

The Senate version provided \$38.3 million for base formula adjustments and \$18 million for base credit rate adjustments. Both the House and Senate versions discontinued \$2.5 million of flood recovery funding for Minot State University.

<sup>4</sup> Funding is transferred from the University System office extraordinary repairs funding pool to institutions and entities under its control. The House transferred the funding from the institutions and entities to the University System office for the funding pool and the Senate transferred the funds back to the institutions and entities.

<sup>5</sup> Funding is adjusted for a deferred maintenance initiative as follows:

- Funding for special assessment payoffs at campuses is reallocated for deferred maintenance needs.
- Funding is added for the following major capital projects to address campus deferred maintenance:

Project	General Fund
Bismarck State College - Campus infrastructure	\$1,575,000
Lake Region State College - Switchgear, electrical services, window replacement	1,648,423
University of North Dakota - Airport apron project	6,000,000
State College of Science - Infrastructure repairs	13,298,000
Valley City State University - Heating plant	14,289,000
Dakota College at Bottineau - Nelson Science Center renovation	1,098,789
Total	<u>\$37,909,212</u>

- Funding is added to the University System deferred maintenance funding pool to be allocated to

eligible campuses for deferred maintenance projects. The funding pool is increased to \$8.7 million from the House and Senate versions which provided \$5 million.

- A portion of funding from a 2013-15 biennium appropriation for a system performance funding pool is reallocated for deferred maintenance and other campus needs at institutions affected by energy development.
- The following is a summary of funding adjustments for the deferred maintenance initiative:

	Remove Special Assessments	Major Deferred Maintenance Projects	Deferred Maintenance Pool Grants	Deferred Maintenance and Extraordinary Needs	Total
Bismarck State College	(\$1,357,600)	\$1,575,000	\$700,000		\$917,400
Lake Region State College		1,648,423	500,000		2,148,423
Williston State College	(285,000)			1,500,000	1,215,000
University of North Dakota	(241,585)	6,000,000	3,500,000		9,258,415
UND Medical Center					0
North Dakota State University	(1,591,426)		3,500,000		1,908,574
State College of Science	(275,098)	13,298,000			13,022,902
Dickinson State University				1,500,000	1,500,000
Mayville State University	(228,285)		500,000		271,715
Minot State University				500,000	500,000
Valley City State University	(243,238)	14,289,000			14,045,762
Dakota College at Bottineau	(28,457)	1,098,789		500,000	1,570,332
<b>Total</b>	<b>(\$4,250,689)</b>	<b>\$37,909,212</b>	<b>\$8,700,000</b>	<b>\$4,000,000</b>	<b>\$46,358,523</b>

- The deferred maintenance initiative also provides for institutions to reallocate funds to provide \$2 of matching funding for every \$1 of extraordinary repairs base funding used.

<sup>6</sup> Funding is added for the following major capital projects:

Project	Other Funds
Bismarck State College - Student Union lower level renovation	\$600,000
University of North Dakota - Student engagement projects	6,000,000
North Dakota State University - Aquatic center (\$10 million of revenue bonds)	11,000,000
North Dakota State University - Minard Hall	600,000
Valley City State University - Health and wellness facility	16,000,000
Dakota College at Bottineau - Allied Health and Wellness Center	6,864,118
Dakota College at Bottineau - Dormitory upgrades (\$2.9 million of revenue bonds)	3,784,076
<b>Total</b>	<b>\$44,848,194</b>

The conference committee amendments do not adjust the House and Senate versions which provide \$62 million from the general fund for Phase II of the University of North Dakota School of Medicine and Health Sciences facility project.

### House Bill No. 1003 - Other Changes - Conference Committee Action

This amendment also:

- Removes Section 6 regarding legislative approval of campus capital projects. The Senate also removed this section.
- Removes Section 7 regarding the authority of the State Board of Higher Education to set tuition rates at institutions under its control. The Senate also removed this section.
- Removes Section 8 which would require a maintenance reserve account to be established for certain new capital projects. The Senate also removed this section.
- Adjusts Section 9 regarding the hosting of information technology services.
- Removes Section 20 which adjusts the academic and career and technical scholarship award amount. The Senate also removed this section.
- Removes Section 21 regarding higher education audits. The Senate also removed this section.

- Adjusts Section 22 to clarify the status of higher education attorneys employed by the Attorney General as it relates to federal education privacy laws.
- Adjusts Section 27 regarding distributions from systemwide funding pools.
- Amends Section 35 to allow the University System to continue \$4 million of funds from the 2013-15 biennium performance funding pool and authorizes the transfer of the funds to institutions affected by energy development.
- Amends Section 36 to remove the requirement for the State Board of Higher Education to provide a grant for civics education. The Senate also made this amendment.
- Removes Section 37 regarding reimbursement to State Fleet Services for motorcoaches. The Senate also removed this section.
- Removes Section 38 regarding comprehensive evaluations of certain University System employees. The Senate also removed this section.
- Adds a section regarding employee severance payments. The Senate also added this section.
- Adds a section to clarify that the State Board of Higher Education may conduct internal audits. The Senate also added this section.
- Adds a section to authorize the State Board of Higher Education to adjust FTE positions at institutions and entities under its control. The House removed this section and the Senate added it back.
- Adds a section to authorize the issuance of revenue bonds for projects at Dakota College at Bottineau and North Dakota State University. The Senate also added this section.
- Adds a section to limit tuition rate increases to 2.5 percent per year during the 2015-17 biennium at University System institutions unless an institution receives Budget Section approval. The Senate also added this section.
- Adds a section to provide for a report from the State Board of Higher Education to the Legislative Management regarding the financial conditions of Dickinson State University. The Senate also added this section.
- Adds a Legislative Management study of institution administration costs. The Senate also added this study.
- Adds a section of legislative intent regarding salaries of higher education attorneys employed by the Attorney General.
- Adds contingent general fund appropriations for the Valley City State University Fine Arts building project and the North Dakota State University Dunbar Hall project. The appropriations are contingent on actual general fund revenues exceeding legislative estimates by specified amounts during the 2015-17 biennium.
- Adds a section to cancel 2013-15 biennium appropriations for the Dickinson State University Theodore Roosevelt Center unless the institution certifies to the Office of Management and Budget that project will commence prior to January 1, 2017.
- Makes various technical adjustments.