

PROPOSED AMENDMENTS TO ENGROSSED SENATE BILL NO. 2003

That the House recede from its amendments as printed on pages 1453-1468 of the Senate Journal and pages 1666-1681 of the House Journal and that Engrossed Senate Bill No. 2003 be amended as follows:

Page 1, line 2, replace the first "and" with "to create and enact two new sections to chapter 15-10 and a new section to chapter 54-12 of the North Dakota Century Code, relating to approval of capital projects requested by institutions under the control of the state board of higher education, the nickel trophy, and tuition and fee waivers for law enforcement officers;"

Page 1, line 2, after "sections" insert "15-10-48, 15-10-49,"

Page 1, line 2, after "15-18.2-05" insert ", 15-18.2-06, 54-10-22.1,"

Page 1, line 3, after the first "to" insert "matching grants for institutions under the control of the state board of higher education,"

Page 1, line 3, after "institutions" insert ", the minimum amount payable through the higher education funding formula, protecting donor records from audits of university and college foundations"

Page 1, line 4, after "appropriations" insert "; to repeal chapter 15-10.2 of the North Dakota Century Code, relating to the midwestern higher education compact"

Page 1, line 5, after "exemptions" insert "; to provide for the reallocation of oil and gas tax distributions; to authorize the conveyance of real property owned by the state of North Dakota; to provide for studies"

Page 1, line 6, after "intent" insert "; to provide an effective date"

Page 1, remove lines 15 through 24

Page 2, remove lines 1 through 30

Page 3, remove lines 1 through 30

Page 4, remove lines 1 through 30

Page 5, remove lines 1 through 30

Page 6, remove lines 1 through 30

Page 7, replace lines 1 through 5 with:

"Subdivision 1.

NORTH DAKOTA UNIVERSITY SYSTEM OFFICE

	<u>Base Level</u>	<u>Adjustments or Enhancements</u>	<u>Appropriation</u>
Capital assets - bond payments	\$6,901,461	(\$296,135)	\$6,605,326
Competitive research programs	6,588,225	(560,475)	6,027,750
System governance	7,212,636	1,180,602	8,393,238

Title II	1,006,472	0	1,006,472
Core technology services	41,325,593	20,201,754	61,527,347
Student financial assistance grants	23,886,160	(1,968,854)	21,917,306
Professional student exchange program	3,941,754	(242,412)	3,699,342
Academic and technical education scholarship	13,134,096	(1,117,347)	12,016,749
Two-year campus marketing	747,600	(747,600)	0
Scholars program	2,113,584	(306,469)	1,807,115
Native American scholarship	649,267	(93,944)	555,323
Tribally controlled community college grants	967,250	(367,250)	600,000
Education incentive programs	3,349,000	(485,607)	2,863,393
Student mental health	308,100	(23,700)	284,400
Veterans' assistance grants	325,000	(47,125)	277,875
Commendation grants	4,486	(4,486)	0
Internal audit pool	280,350	(280,350)	0
Shared campus services	0	500,000	500,000
Two-year campus study	0	40,000	40,000
Education challenge grants	<u>0</u>	<u>2,000,000</u>	<u>2,000,000</u>
Total all funds	\$112,741,034	\$17,380,602	\$130,121,636
Less estimated income	<u>2,511,216</u>	<u>23,700,890</u>	<u>26,212,106</u>
Total general fund	\$110,229,818	(\$6,320,288)	\$103,909,530
Full-time equivalent positions	104.39	45.01	149.40

Subdivision 2.

BISMARCK STATE COLLEGE

	<u>Base Level</u>	<u>Adjustments or Enhancements</u>	<u>Appropriation</u>
Operations	\$34,214,004	\$67,580,404	\$101,794,408
Capital assets	<u>67,732</u>	<u>1,854,829</u>	<u>1,922,561</u>
Total all funds	\$34,281,736	\$69,435,233	\$103,716,969
Less estimated income	<u>0</u>	<u>72,991,998</u>	<u>72,991,998</u>
Total general fund	\$34,281,736	(\$3,556,765)	\$30,724,971
Full-time equivalent positions	133.53	224.82	358.35

Subdivision 3.

LAKE REGION STATE COLLEGE

	<u>Base Level</u>	<u>Adjustments or Enhancements</u>	<u>Appropriation</u>
Operations	\$14,143,353	\$22,356,652	\$36,500,005
Capital assets	<u>0</u>	<u>362,667</u>	<u>362,667</u>
Total all funds	\$14,143,353	\$22,719,319	\$36,862,672
Less estimated income	<u>0</u>	<u>24,111,092</u>	<u>24,111,092</u>
Total general fund	\$14,143,353	(\$1,391,773)	\$12,751,580
Full-time equivalent positions	50.19	79.42	129.61

Subdivision 4.

WILLISTON STATE COLLEGE

	<u>Base Level</u>	<u>Adjustments or Enhancements</u>	<u>Appropriation</u>
Operations	\$9,191,151	\$17,797,826	\$26,988,977
Capital assets	<u>197,801</u>	<u>1,064,167</u>	<u>1,261,968</u>
Total all funds	\$9,388,952	\$18,861,993	\$28,250,945
Less estimated income	<u>0</u>	<u>19,855,598</u>	<u>19,855,598</u>
Total general fund	\$9,388,952	(\$993,605)	\$8,395,347
Full-time equivalent positions	49.96	50.79	100.75

Subdivision 5.

#### UNIVERSITY OF NORTH DAKOTA

	<u>Base Level</u>	<u>Adjustments or Enhancements</u>	<u>Appropriation</u>
Operations	\$146,572,961	\$712,782,489	\$859,355,450
Capital assets	<u>4,411,566</u>	<u>91,000,000</u>	<u>95,411,566</u>
Total all funds	\$150,984,527	\$803,782,489	\$954,767,016
Less estimated income	<u>0</u>	<u>819,870,450</u>	<u>819,870,450</u>
Total general fund	\$150,984,527	(\$16,087,961)	\$134,896,566
Full-time equivalent positions	630.20	1,587.87	2,218.07

Subdivision 6.

#### NORTH DAKOTA STATE UNIVERSITY

	<u>Base Level</u>	<u>Adjustments or Enhancements</u>	<u>Appropriation</u>
Operations	\$144,323,680	\$588,884,780	\$733,208,460
Capital assets	<u>2,732,244</u>	<u>82,571,860</u>	<u>85,304,104</u>
Total all funds	\$147,055,924	\$671,456,640	\$818,512,564
Less estimated income	<u>0</u>	<u>689,386,329</u>	<u>689,386,329</u>
Total general fund	\$147,055,924	(\$17,929,689)	\$129,126,235
Full-time equivalent positions	537.10	1,358.56	1,895.66

Subdivision 7.

#### NORTH DAKOTA STATE COLLEGE OF SCIENCE

	<u>Base Level</u>	<u>Adjustments or Enhancements</u>	<u>Appropriation</u>
Operations	\$40,916,239	\$50,918,458	\$91,834,697
Capital assets	<u>0</u>	<u>1,012,379</u>	<u>1,012,379</u>
Total all funds	\$40,916,239	\$51,930,837	\$92,847,076
Less estimated income	<u>0</u>	<u>57,605,613</u>	<u>57,605,613</u>
Total general fund	\$40,916,239	(\$5,674,776)	\$35,241,463
Full-time equivalent positions	168.30	176.74	345.04

Subdivision 8.

#### DICKINSON STATE UNIVERSITY

	<u>Base Level</u>	<u>Adjustments or Enhancements</u>	<u>Appropriation</u>
Operations	\$24,527,233	\$22,608,359	\$47,135,592

Capital assets	0	409,078	409,078
One-time operations and debt repayment	0	<u>7,409,626</u>	<u>7,409,626</u>
Total all funds	\$24,527,233	\$30,427,063	\$54,954,296
Less estimated income	0	<u>29,737,827</u>	<u>29,737,827</u>
Total general fund	\$24,527,233	\$689,236	\$25,216,469
Full-time equivalent positions	120.26	48.64	168.90

Subdivision 9.

#### MAYVILLE STATE UNIVERSITY

	<u>Base Level</u>	<u>Adjustments or Enhancements</u>	<u>Appropriation</u>
Operations	\$15,642,731	\$28,611,943	\$44,254,674
Capital assets	0	<u>358,992</u>	<u>358,992</u>
Total all funds	\$15,642,731	\$28,970,935	\$44,613,666
Less estimated income	0	<u>30,307,148</u>	<u>30,307,148</u>
Total general fund	\$15,642,731	(\$1,336,213)	\$14,306,518
Full-time equivalent positions	66.23	144.30	210.53

Subdivision 10.

#### MINOT STATE UNIVERSITY

	<u>Base Level</u>	<u>Adjustments or Enhancements</u>	<u>Appropriation</u>
Operations	\$45,037,266	\$55,838,786	\$100,876,052
Capital assets	<u>499,620</u>	<u>600,000</u>	<u>1,099,620</u>
Total all funds	\$45,536,886	\$56,438,786	\$101,975,672
Less estimated income	0	<u>62,058,916</u>	<u>62,058,916</u>
Total general fund	\$45,536,886	(\$5,620,130)	\$39,916,756
Full-time equivalent positions	204.10	237.55	441.65

Subdivision 11.

#### VALLEY CITY STATE UNIVERSITY

	<u>Base Level</u>	<u>Adjustments or Enhancements</u>	<u>Appropriation</u>
Operations	\$23,218,126	\$25,312,806	\$48,530,932
Capital assets	0	<u>455,823</u>	<u>455,823</u>
Total all funds	\$23,218,126	\$25,768,629	\$48,986,755
Less estimated income	0	<u>28,470,657</u>	<u>28,470,657</u>
Total general fund	\$23,218,126	(\$2,702,028)	\$20,516,098
Full-time equivalent positions	105.59	97.16	202.75

Subdivision 12.

#### DAKOTA COLLEGE AT BOTTINEAU

	<u>Base Level</u>	<u>Adjustments or Enhancements</u>	<u>Appropriation</u>
Operations	\$8,017,920	\$9,179,785	\$17,197,705
Capital assets	<u>86,537</u>	<u>27,470</u>	<u>114,007</u>
Total all funds	\$8,104,457	\$9,207,255	\$17,311,712

Less estimated income	0	9,629,173	9,629,173
Total general fund	\$8,104,457	(\$421,918)	\$7,682,539
Full-time equivalent positions	46.96	37.34	84.30

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	\$53,166,247	\$158,723,654	\$211,889,901
Total all funds	\$53,166,247	\$158,723,654	\$211,889,901
Less estimated income	0	154,078,620	154,078,620
Total general fund	\$53,166,247	\$4,645,034	\$57,811,281
Full-time equivalent positions	184.58	251.17	435.75

Subdivision 14.

NORTH DAKOTA FOREST SERVICE

	<u>Base Level</u>	<u>Adjustments or Enhancements</u>	<u>Appropriation</u>
Operations	\$6,228,620	\$8,729,827	\$14,958,447
Capital assets	101,210	17,518	118,728
Total all funds	\$6,329,830	\$8,747,345	\$15,077,175
Less estimated income	1,650,000	9,000,748	10,650,748
Total general fund	\$4,679,830	(\$253,403)	\$4,426,427
Full-time equivalent positions	28.96	(1.96)	27.00

Subdivision 15.

BILL TOTAL

	<u>Base Level</u>	<u>Adjustments or Enhancements</u>	<u>Appropriation</u>
Grand total general fund	\$681,876,059	(\$56,954,279)	\$624,921,780
Grand total special funds	4,161,216	2,030,805,059	2,034,966,275
Grand total all funds	\$686,037,275	\$1,973,850,780	\$2,659,888,055

**SECTION 2. HEALTH INSURANCE INCREASE.** Section 1 of this Act includes the sum of \$17,991,140, of which \$5,638,788 is from the general fund, for increases in employee health insurance premiums from \$1,130 to \$1,241 per month."

Page 7, line 6, after "FUNDING" insert "- **EFFECT ON BASE BUDGET - REPORT TO THE SIXTY-SIXTH LEGISLATIVE ASSEMBLY**"

Page 7, line 7, after "biennium" insert "and the 2017-19 biennium one-time funding items included in section 1 of this Act"

Page 7, replace line 10 with:

"Capital projects - other funds 44,848,194 168,505,000"

Page 7, replace lines 24 through 27 with:

"Education challenge grants	22,124,500	2,000,000
Institution operations distributions	0	2,000,000
Dickinson state university operations and debt repayment	0	7,409,626
Two-year campus study	0	40,000
Midwestern higher education compact dues	<u>0</u>	<u>230,000</u>
Total all funds	\$216,821,350	\$180,184,626
Total other funds	<u>60,848,194</u>	168,505,000
Total general fund	\$155,973,156	\$11,679,626

The 2017-19 biennium one-time funding amounts are not a part of the entity's base budget for the 2019-21 biennium. The North Dakota university system shall report to the appropriations committees of the sixty-sixth legislative assembly on the use of this one-time funding for the biennium July 1, 2017, and ending June 30, 2019.

**SECTION 4. AMENDMENT.** Section 15-10-48 of the North Dakota Century Code is amended and reenacted as follows:

**15-10-48. Advancement of academics - Matching grants - University of North Dakota and North Dakota state university.**

1. a. ~~During the period beginning July 1, 2015, and ending December 31, 2016~~Subject to legislative appropriations, each biennium during the period beginning July first of each odd-numbered year and ending December thirty-first of each even-numbered year, the state board of higher education shall award one dollar in matching grants for every two dollars raised by the institutional foundations of the university of North Dakota and North Dakota state university for projects dedicated exclusively to the advancement of academics.
- b. To be eligible for a matching grant, an institution must demonstrate that:
  - (1) Its foundation has raised at least fifty thousand dollars in cash or monetary pledges for a qualifying project; and
  - (2) The project has been approved by the grant review committee established in section 15-10-51.
- c. The board may award up to ~~seven million~~two hundred thousand dollars in matching grants to each institution. ~~The first two million dollars in matching grants awarded to each institution must be used for student scholarships that comply with section 15-10-53.~~
- d. Projects at the university of North Dakota school of medicine and health sciences are not eligible to receive a grant under this section.
2. a. If any available dollars have not been awarded by the board before ~~January 1, 2017~~first of each odd-numbered year, in accordance with subsection 1, either the university of North Dakota or North Dakota state university may apply for an additional matching grant.
- b. An application submitted under this subsection must meet the same criteria as an original application.
- c. The board shall consider each application submitted under this subsection in chronological order.

- d. If the remaining dollars are insufficient to provide a matching grant in the amount of one dollar for every two dollars raised by the institutional foundation, the board shall award a lesser amount.
- 3. The state board of higher education shall retain up to one-quarter of one percent of any grant awarded under this section to assist with administrative expenses incurred in the grant review process.

**SECTION 5. AMENDMENT.** Section 15-10-49 of the North Dakota Century Code is amended and reenacted as follows:

**15-10-49. Advancement of academics - Matching grants - Two-year and four-year institutions of higher education.**

- 1. a. ~~During the period beginning July 1, 2015, and ending December 31, 2016~~Subject to legislative appropriations, each biennium during the period beginning July first of each odd-numbered year and ending December thirty-first of each even-numbered year, the state board of higher education shall award one dollar in matching grants for every two dollars raised by the institutional foundations of Bismarck state college, Dakota college at Bottineau, ~~Dickinson state university,~~ Lake Region state college, Mayville state university, Minot state university, North Dakota state college of science, Valley City state university, and Williston state college for projects dedicated exclusively to the advancement of academics.
- b. To be eligible for a matching grant, an institution must demonstrate that:
  - (1) Its foundation has raised at least twenty-five thousand dollars in cash or monetary pledges for a qualifying project; and
  - (2) The project has been approved by the grant review committee established in section 15-10-51.
- c. The board may award up to ~~one million~~two hundred thousand dollars in matching grants to each institution.
- 2. a. If any available dollars have not been awarded by the board before ~~January 1, 2017~~first of each odd-numbered year, in accordance with subsection 1, any institution listed in subsection 1 may apply for an additional matching grant.
- b. An application submitted under this subsection must meet the same criteria as an original application.
- c. The board shall consider each application submitted under this subsection in chronological order.
- d. If the remaining dollars are insufficient to provide a matching grant in the amount of one dollar for every two dollars raised by the institutional foundation, the board shall award a lesser amount.
- 3. a. ~~The board may award an additional five hundred thousand dollars in matching grants to institutions that have been awarded one million dollars in matching grants under subsection 1 and apply for an additional matching grant.~~

- b. ~~An application submitted under this subsection must meet the same criteria as an original application.~~
  - e. ~~The board shall consider each application submitted under this subsection in chronological order.~~
  - d. ~~If the funding provided under this subsection is insufficient to provide a matching grant in the amount of one dollar for every two dollars raised by the institutional foundation, the board shall award a lesser amount.~~
4. The state board of higher education shall retain up to one-quarter of one percent of any grant awarded under this section to assist with administrative expenses incurred in the grant review process.

**SECTION 6.** A new section to chapter 15-10 of the North Dakota Century Code is created and enacted as follows:

**Capital project and capital lease requests - Maintenance reserve account.**

1. Notwithstanding any existing agreements, an institution under the control of the state board of higher education shall obtain approval from the legislative assembly before the institution acquires any additional facility space to be used by the institution for any purpose, if the acquisition would result in additional operating costs funded from any source. This subsection does not apply to operating lease agreements that preclude the ownership of the leased facility.
2. Notwithstanding any existing agreements, an institution under the control of the state board of higher education shall obtain approval from the legislative assembly before an institution purchases, rents, occupies, or otherwise utilizes a building or any portion of a building for a purpose that directly or indirectly supports or relates to the institution's educational or administrative functions if the building is located more than ten miles from the campus of the institution. This subsection does not apply to buildings utilized by an institution to offer dual-credit courses, buildings utilized by the agricultural experiment station and research extension centers, and buildings utilized by the North Dakota state university extension service. For purposes of this section, "campus" means the campus of the institution under the Federal Clery Act [Pub. L. 105-244; 20 U.S.C. 1092(f)].
3. An institution under the control of the state board of higher education may undertake a facility renovation project only if the project will reduce the deferred maintenance amount of the facility by no less than seventy five percent of the total cost of the renovation. The institution shall maintain documentation that demonstrates the cost and scope of the deferred maintenance reduction that results directly from the renovation. This subsection does not apply to projects undertaken solely to correct building code deficiencies or to installations of infrastructure determined by the board to be essential to the mission of the institution.
4. Facility construction and renovation projects undertaken by an institution under the control of the state board of higher education must conform to campus master plan and space utilization requirements approved by the state board of higher education.

5. An institution that obtains legislative approval under subsection 1 must establish a maintenance reserve fund of three percent of the total construction cost or replacement value, whichever is greater, of the acquired space. The institution's plans for funding the maintenance reserve fund must be included in the request for legislative approval under subsection 1. Maintenance reserve funds must be deposited in an account under the control of the state board of higher education before the acquired space may be occupied, and the funds may be used for maintenance repairs after the total deferred maintenance of the space exceeds thirty percent of its replacement value. The funds may not be used for any other purpose. This subsection does not apply to additional space acquired through the sale of revenue bonds that require by covenant the establishment of maintenance reserve funds.

**SECTION 7.** A new section to chapter 15-10 of the North Dakota Century Code is created and enacted as follows:

**Nickel trophy.**

To promote national recognition and statewide enthusiasm, the legislative assembly encourages the university of North Dakota and the North Dakota state university of agriculture and applied science to play for the nickel trophy during the course of a national collegiate athletic association football game. If the athletic director or president of either institution elects not to play for the nickel trophy, the nickel trophy must be permanently displayed in the heritage center."

Page 8, after line 1 insert "1."

Page 8, line 2, overstrike "In" and insert immediately thereafter "Except as provided under subsection 2, in"

Page 8, line 5, overstrike "1." and insert immediately thereafter "a."

Page 8, line 5, replace "\$58.69" with "\$58.65"

Page 8, line 7, overstrike "2." and insert immediately thereafter "b."

Page 8, line 7, replace "\$87.03" with "\$86.95"

Page 8, line 9, overstrike "3." and insert immediately thereafter "c."

Page 8, line 9, replace "\$93.12" with "\$93.03"

Page 8, after line 11, insert:

- "2. An institution is entitled to an amount equal to seventy-five percent of the product determined under subsection 1 for credits completed by students receiving a tuition waiver pursuant to section 11 of this Act.

**SECTION 9. AMENDMENT.** Section 15-18.2-06 of the North Dakota Century Code is amended and reenacted as follows:

**15-18.2-06. (Effective through June 30, ~~2017~~2019) Base funding - Minimum amount payable.**

Notwithstanding any calculations required by this chapter, during each fiscal year, ~~beginning with 2014-15~~biennium, an institution may not receive less than

ninety-six percent of the state aid to which the institution was entitled under this chapter during the previous fiscal year biennium.

**SECTION 10. AMENDMENT.** Section 54-10-22.1 of the North Dakota Century Code is amended and reenacted as follows:

**54-10-22.1. State auditor's access to information relating to operations of governmental entities subject to audit.**

Notwithstanding any other specific sections of law, the state auditor and persons employed by the state auditor, when necessary in conducting an audit, shall have access to all information relating to operations of all governmental units or component units subject to audit except active investigatory work product of the attorney general as defined in section 44-04-19.1 and financial records and estate planning records a donor provides to a nonprofit organization affiliated with an institution under the control of the state board of higher education which provides support to and is organized and operated for the benefit of the institution. Except for active investigatory work product of the attorney general as defined in section 44-04-19.1 and tax records as described in section 54-10-24, the state auditor may inspect any state agency's books, papers, accounts, or records that may be relevant to an ongoing audit of any other state agency or computer system audit. The state auditor and persons employed by the state auditor examining any information, which is confidential by law, shall guard the secrecy of such information except when otherwise directed by judicial order or as is otherwise provided by law.

**SECTION 11.** A new section to chapter 54-12 of the North Dakota Century Code is created and enacted as follows:

**Law enforcement officer tuition and fees waiver.**

1. To the extent the annual cap under this section has not been met, an individual who is employed as a full-time law enforcement officer in this state, who has a minimum of two years of employment, and who is licensed under chapter 12-63, is entitled to a waiver of twenty-five percent of resident tuition and fees of any institution of higher education under the control of the state board of higher education if the law enforcement officer:
  - a. Maintains satisfactory performance with the officer's law enforcement agency;
  - b. Obtains authorization to participate in the waiver program and a certificate of verification from the law enforcement officer's superior officer which attests to the officer's satisfactory performance;
  - c. Meets all admission requirements of the institution; and
  - d. Pursues studies leading to a degree from an associate degree program or a baccalaureate degree program.
2. The law enforcement officer may receive the waiver for up to five years from the date the law enforcement officer first receives a waiver under this section.
3. The institution of higher education shall waive twenty-five percent of the officer's tuition and fees after subtracting awarded federal financial aid grants and state scholarships and grants for an eligible law enforcement

officer during the time the officer is enrolled. To remain eligible for the waiver, the officer shall comply with all requirements of the institution for continued attendance and award of an associate degree or a baccalaureate degree.

4. The law enforcement officer shall include the certificate of verification when applying for enrollment to the institution of higher education.
5. The total amount of waivers granted each academic year by institutions under the control of the state board of higher education may not exceed five hundred thousand dollars.
6. The attorney general shall adopt the rules necessary to implement this section."

Page 10, after line 1, insert:

**"SECTION 13. REPEAL.** Chapter 15-10.2 of the North Dakota Century Code is repealed."

Page 10, line 24, replace "\$15,200,000" with "\$13,806,856"

Page 10, after line 29, insert:

**"SECTION 17. STATEWIDE MEMBERSHIP DUES.** Subdivision 1 of section 1 of this Act includes the sum of \$294,000 for membership dues for the western interstate commission for higher education. Subdivision 1 of section 1 of this Act includes the sum of \$230,000 of one-time funding for membership dues of the midwestern higher education compact.

#### **SECTION 18. DICKINSON STATE UNIVERSITY - USES OF FUNDS.**

1. The one-time operations and debt repayment line item included in subdivision 8 of section 1 of this Act includes the sum of \$7,409,626, or so much of the sum as may be necessary, which must be used by Dickinson state university as follows:
  - a. \$3,100,000 must be used to repay any outstanding debt of the Biesiot activities center. The funds provided under this subdivision may be used only if the funding provided under this subdivision will result in final satisfaction of any debt associated with the facility; and
  - b. \$4,309,626 must be used for the operations of the institution.
2. Dickinson state university shall utilize up to \$2,000,000 of funding from campus reserves for any additional funding needed to maintain the operations of the institution during the biennium beginning July 1, 2017, and ending June 30, 2019.
3. Dickinson state university may not discontinue any portion of its department of nursing academic program during the biennium beginning July 1, 2017, and ending June 30, 2019.
4. The appropriations identified under this section are considered one-time funding items.

**SECTION 19. STATE TREASURER - REALLOCATION OF OIL AND GAS TAX DISTRIBUTIONS.** Notwithstanding any other provision of law, during the period beginning September 1, 2017, and ending August 31, 2019, the state treasurer shall withhold fifty percent of the amounts allocated to the city of Dickinson under subdivision a of subsection 1 of section 57-51-15, up to a maximum of \$2,500,000 of withholdings, and shall deposit the amounts withheld in the state general fund.

Notwithstanding any other provision of law, during the period beginning September 1, 2017, and ending August 31, 2019, the state treasurer shall withhold fifty percent of the amounts allocated to stark county under subdivision a of subsection 5 of section 57-51-15, up to a maximum of \$375,000 of withholdings, and shall deposit the amounts withheld in the state general fund."

Page 11, line 1, replace "between" with "from"

Page 11, line 1, replace "and" with "to the"

Page 11, line 10, replace "before" with "as part of"

Page 12, line 1, replace "The" with "Except as provided in this section, the"

Page 12, line 5, after "2019" insert ", as follows:

1. Of the unexpended appropriations available under this section, up to \$750,000 may be used for the operations of the Theodore Roosevelt presidential library. Any remaining funds may be used only for the planning, design, and construction of the Theodore Roosevelt presidential library building and may not be used for operations, exhibits, or replica structures.
2. Any expenditure of funds continued under this section, including funds used to match state funds, must be approved in advance by an employee of the office of commissioner of higher education designated by the state board of higher education.
3. The director of the office of management and budget shall cancel any appropriation authority continued under this section on December 31, 2018, unless Dickinson state university has certified to the director that:
  - a. Construction commenced on the presidential library building prior to December 31, 2018;
  - b. A North Dakota architect was used to design the presidential library building;
  - c. The cost of constructing the building, including planning and design costs, will exceed fourteen million dollars; and
  - d. Except as provided in subsection 1, no state appropriated funds designated for the Theodore Roosevelt presidential library building project nor any funds used to match the state funding are being used for purposes other than for planning, design, and construction costs of the building"

Page 12, line 6, after "**GRANTS**" insert "- **TRANSFER**"

Page 12, line 8, after "and" insert "the state board of higher education shall transfer"

Page 12, line 9, replace "are available" with "to Dickinson state university for the operations of the institution"

Page 12, after line 10, insert:

**"SECTION 26. EXEMPTION - STUDENT FINANCIAL ASSISTANCE GRANTS.**

Of the \$25,634,276 appropriated from the general fund in the student financial assistance grants line item in subdivision 1 of section 1 of chapter 3 of the 2015 Session Laws, \$5,000,000 is not subject to section 54-44.1-11 and must be canceled by the office of management and budget on the effective date of this section."

Page 12, line 16, replace "three" with "four"

Page 12, line 22, replace "three" with "four"

Page 12, line 25, remove "During the 2017-18 and 2018-19 academic years, the state board of higher education"

Page 12, remove lines 26 through 31

Page 13, remove lines 1 through 4

Page 13, line 5, remove "4."

Page 13, line 5, after "for" insert "graduate level"

Page 13, line 5, after "programs" insert ", including programs"

Page 13, line 8, replace "5." with "4."

Page 13, line 12, replace "6." with "5."

Page 13, line 15, replace "7." with "6."

Page 13, line 24, remove ", excluding tuition revenue generated"

Page 13, line 25, remove "specifically for extraordinary repairs and deferred maintenance needs,"

Page 13, after line 26, insert:

**"SECTION 29. TRANSFER OF LAND AUTHORIZED.** The state of North Dakota, by and through the state board of higher education, shall convey certain real property consisting of approximately 0.8 acres parallel and adjacent to the BNSF railway company right-of-way in Cass County, North Dakota, known as parcel number 01-3504-08500-000 in the records of Cass County, North Dakota, to BNSF railway company, if determined appropriate by the state board of higher education and the commissioner of university and school lands. The terms of the conveyance must be determined jointly by the state board of higher education or a designee of the board and the commissioner of university and school lands. North Dakota Century Code sections 54-01-05.2 and 54-01-05.5 do not apply to the transfer authorized by this section.

**SECTION 30. TRANSFER OF LAND AUTHORIZED.** The state of North Dakota, by and through the state board of higher education, may convey certain real property known as Dakota hall or airport addition, 1015 north forty-third street, lot h, replat of lot 1 and 2, b 3 block 3 and part northwest quarter of northwest quarter section 6-151-60 in the records of the city of Grand Forks, if determined appropriate by the state board of higher education. If any of the real property authorized to be conveyed

under this section is conveyed, the terms of the conveyance must be determined jointly by the state board of higher education or a designee of the board and the commissioner of university and school lands. North Dakota Century Code sections 54-01-05.2 and 54-01-05.5 do not apply to the transfer authorized by this section.

**SECTION 31. TRANSFER OF LAND AUTHORIZED.** The state of North Dakota, by and through the state board of higher education, may convey certain real property known as Ray Richard's golf course or Ray Richard's golf course addition, 3801 demers avenue, lot 1, block 1, and Ray Richard's golf course addition, 3501 demers avenue, lot 2, block 1, in the records of the city of Grand Forks, if determined appropriate by the state board of higher education. If any of the real property authorized to be conveyed under this section is conveyed, the terms of the conveyance must be determined by the state board of higher education or a designee of the board. North Dakota Century Code sections 54-01-5.2 and 54-01-05.5 do not apply to the transfer authorized by this section.

**SECTION 32. TRANSFER OF DAKOTA INSTITUTE INVENTORY.** The parks and recreation department shall transfer the name Dakota institute and all rights, title, interests, and copyrights and up to eighty percent of any remaining inventory of any Dakota institute publication, book, or other document or production, regardless of format, to Bismarck state college. Bismarck state college may transfer any rights, title, interests, copyrights, inventory of any of the Dakota institute's publications, books, or other documents or productions, regardless of format, to the author or producer of the document or production.

**SECTION 33. RESEARCH NETWORKS - REPORT TO THE LEGISLATIVE MANAGEMENT.** During the biennium beginning July 1, 2017, and ending June 30, 2019, the state board of higher education, in association with the research institutions under its control, shall consider opportunities for collaboration on high-performance computing, data analytics, and connectivity to Minnesota research networks to improve access, increase capacity, and create efficiencies. The board may utilize appropriations and reserves designated for the northern tier network to accommodate continued use of existing research networks and to expand network capabilities. The board shall consider developing policies and procedures to authorize private entities to utilize the research network. During the 2017-18 interim, the state board of higher education shall provide a report to the legislative management regarding the status of efforts to collaborate with Minnesota entities for research network purposes.

**SECTION 34. LEGISLATIVE MANAGEMENT STUDY - UNIVERSITY OF NORTH DAKOTA ENERGY AND ENVIRONMENTAL RESEARCH CENTER RELATIONSHIP WITH THE UNIVERSITY OF NORTH DAKOTA.** During the 2017-18 interim, the Legislative Management shall consider studying the relationship between the University of North Dakota and the Energy and Environmental Research Center. The study, if conducted, must include a review of the working relationship between the entities including financial responsibilities and expectations of each entity including potential alternative administrative reporting lines and business models. The Legislative Management shall report its findings and recommendations, including any legislation necessary to implement the recommendations, to the sixty-sixth legislative assembly.

**SECTION 35. STATE BOARD OF HIGHER EDUCATION - STUDY OF THE REORGANIZATION OF TWO-YEAR INSTITUTIONS - REPORT TO SIXTY-SIXTH LEGISLATIVE ASSEMBLY.** During the period beginning July 1, 2017, and ending December 31, 2018, the state board of higher education shall study the reorganization of the two-year institutions under its control into a community and technology college

system that addresses workforce and education needs of the state. As part of the study, the board shall consider:

1. Shared administration;
2. Shared courses, including a common course catalog;
3. Articulation agreements linking elementary and secondary education, career academies, and career and technical education to postsecondary certificates and associate's degrees;
4. Centralized processing of student admissions, housing applications, financial aid, and advising; and
5. Centralized services, including bookstore operations, food services, marketing, procurement, accounting, and human resources.

The state board of higher education shall approve and present a plan to implement the recommendations of its study to reorganize two-year institutions, including drafts of legislation necessary to implement the recommendations, to the appropriations committees of the sixty-sixth legislative assembly.

**SECTION 36. STATE BOARD OF HIGHER EDUCATION - STUDY OF NURSING PROGRAMS - REPORT TO THE SIXTY-SIXTH LEGISLATIVE ASSEMBLY.** During the period beginning July 1, 2017, and ending December 31, 2018, the state board of higher education shall study the reorganization of nursing programs at institutions under its control. As part of the study, the board shall review the number of institutions offering nursing programs, the level of programs offered, and the locations of programs. The board shall consider options to develop collaborations among institutions to offer programs in an efficient and effective manner to address the workforce needs of the state.

The state board of higher education shall approve and present a plan to implement the recommendations of its study to reorganize nursing programs, including drafts of legislation necessary to implement the recommendations, to the appropriations committees of the sixty-sixth legislative assembly."

Page 13, line 31, remove "the inconsistencies"

Page 14, line 2, after "2." insert "Inconsistent employee leave policies;

3."

Page 14, line 3, replace "3." with "4."

Page 14, after line 15, insert:

**"SECTION 39. LEGISLATIVE INTENT - NORTH DAKOTA STATE UNIVERSITY - LEASE ARRANGEMENT AND OTHER SAVINGS.** It is the intent of the sixty-fifth legislative assembly that future general fund appropriations in support of the North Dakota state university department of nursing program in Bismarck be adjusted for savings resulting from facility lease negotiations and for credit-hours completed at the school.

**SECTION 40. EFFECTIVE DATE.** Section 13 of this Act become effective on June 30, 2017."

Renumber accordingly

**STATEMENT OF PURPOSE OF AMENDMENT:**

**Senate Bill No. 2003 - Summary of Conference Committee Action**

	Base Budget	Senate Version	Conference Committee Changes	Conference Committee Version	House Version	Comparison to House
University System Office						
Total all funds	\$112,741,034	\$128,050,560	\$2,071,076	\$130,121,636	\$128,579,136	\$1,542,500
Less estimated income	2,511,216	26,221,124	(9,018)	26,212,106	26,212,106	0
General fund	\$110,229,818	\$101,829,436	\$2,080,094	\$103,909,530	\$102,367,030	\$1,542,500
Bismarck State College						
Total all funds	\$34,281,736	\$103,672,280	\$44,689	\$103,716,969	\$103,592,595	\$124,374
Less estimated income	0	73,042,557	(50,559)	72,991,998	72,991,998	0
General fund	\$34,281,736	\$30,629,723	\$95,248	\$30,724,971	\$30,600,597	\$124,374
Lake Region State College						
Total all funds	\$14,143,353	\$36,841,308	\$21,364	\$36,862,672	\$36,811,715	\$50,957
Less estimated income	0	24,128,597	(17,505)	24,111,092	24,111,092	0
General fund	\$14,143,353	\$12,712,711	\$38,869	\$12,751,580	\$12,700,623	\$50,957
Williston State College						
Total all funds	\$9,388,952	\$28,234,797	\$16,148	\$28,250,945	\$28,216,101	\$34,844
Less estimated income	0	19,866,337	(10,739)	19,855,598	19,855,598	0
General fund	\$9,388,952	\$8,368,460	\$26,887	\$8,395,347	\$8,360,503	\$34,844
University of North Dakota						
Total all funds	\$150,984,527	\$954,549,309	\$217,707	\$954,767,016	\$953,083,351	\$1,683,665
Less estimated income	0	820,277,023	(406,573)	819,870,450	819,870,450	0
General fund	\$150,984,527	\$134,272,286	\$624,280	\$134,896,566	\$133,212,901	\$1,683,665
UND Medical Center						
Total all funds	\$53,166,247	\$211,889,901	\$0	\$211,889,901	\$211,889,901	\$0
Less estimated income	0	154,971,764	(893,144)	154,078,620	151,578,620	2,500,000
General fund	\$53,166,247	\$56,918,137	\$893,144	\$57,811,281	\$60,311,281	(\$2,500,000)
North Dakota State University						
Total all funds	\$147,055,924	\$791,473,400	\$27,039,164	\$818,512,564	\$814,207,371	\$4,305,193
Less estimated income	0	661,687,739	27,698,590	689,386,329	689,386,329	0
General fund	\$147,055,924	\$129,785,661	(\$659,426)	\$129,126,235	\$124,821,042	\$4,305,193
State College of Science						
Total all funds	\$40,916,239	\$92,765,243	\$81,833	\$92,847,076	\$92,314,703	\$532,373
Less estimated income	0	57,642,469	(36,856)	57,605,613	57,605,613	0
General fund	\$40,916,239	\$35,122,774	\$118,689	\$35,241,463	\$34,709,090	\$532,373
Dickinson State University						
Total all funds	\$24,527,233	\$49,884,817	\$5,069,479	\$54,954,296	\$47,436,384	\$7,517,912
Less estimated income	0	29,750,982	(13,155)	29,737,827	29,737,827	0
General fund	\$24,527,233	\$20,133,835	\$5,082,634	\$25,216,469	\$17,698,557	\$7,517,912
Mayville State University						
Total all funds	\$15,642,731	\$44,602,708	\$10,958	\$44,613,666	\$44,396,753	\$216,913
Less estimated income	0	30,339,206	(32,058)	30,307,148	30,307,148	0
General fund	\$15,642,731	\$14,263,502	\$43,016	\$14,306,518	\$14,089,605	\$216,913
Minot State University						
Total all funds	\$45,536,886	\$101,902,897	\$72,775	\$101,975,672	\$101,701,609	\$274,063
Less estimated income	0	62,113,151	(54,235)	62,058,916	62,058,916	0
General fund	\$45,536,886	\$39,789,746	\$127,010	\$39,916,756	\$39,642,693	\$274,063
Valley City State University						
Total all funds	\$23,218,126	\$48,943,340	\$43,415	\$48,986,755	\$48,662,159	\$324,596
Less estimated income	0	28,493,914	(23,257)	28,470,657	28,470,657	0
General fund	\$23,218,126	\$20,449,426	\$66,672	\$20,516,098	\$20,191,502	\$324,596
Dakota College at Bottineau						

Total all funds	\$8,104,457	\$17,298,907	\$12,805	\$17,311,712	\$17,173,832	\$137,880
Less estimated income	0	9,638,678	(9,505)	9,629,173	9,629,173	0
General fund	\$8,104,457	\$7,660,229	\$22,310	\$7,682,539	\$7,544,659	\$137,880
Forest Service						
Total all funds	\$6,329,830	\$15,082,774	(\$5,599)	\$15,077,175	\$15,077,175	\$0
Less estimated income	1,650,000	10,650,748	0	10,650,748	10,650,748	0
General fund	\$4,679,830	\$4,432,026	(\$5,599)	\$4,426,427	\$4,426,427	\$0
Bill total						
Total all funds	\$686,037,275	\$2,625,192,241	\$34,695,814	\$2,659,888,055	\$2,643,142,785	\$16,745,270
Less estimated income	4,161,216	2,008,824,289	26,141,986	2,034,966,275	2,032,466,275	2,500,000
General fund	\$681,876,059	\$616,367,952	\$8,553,828	\$624,921,780	\$610,676,510	\$14,245,270

### Senate Bill No. 2003 - North Dakota University System - General Fund Summary

	Base Budget	Senate Version	Conference Committee Changes	Conference Committee Version	House Version	Comparison to House
University System Office	\$110,229,818	\$101,829,436	\$2,080,094	\$103,909,530	\$102,367,030	\$1,542,500
Bismarck State College	34,281,736	30,629,723	95,248	30,724,971	30,600,597	124,374
Lake Region State College	14,143,353	12,712,711	38,869	12,751,580	12,700,623	50,957
Williston State College	9,388,952	8,368,460	26,887	8,395,347	8,360,503	34,844
University of North Dakota	150,984,527	134,272,286	624,280	134,896,566	133,212,901	1,683,665
UND Medical Center	53,166,247	56,918,137	893,144	57,811,281	60,311,281	(2,500,000)
North Dakota State University	147,055,924	129,785,661	(659,426)	129,126,235	124,821,042	4,305,193
State College of Science	40,916,239	35,122,774	118,689	35,241,463	34,709,090	532,373
Dickinson State University	24,527,233	20,133,835	5,082,634	25,216,469	17,698,557	7,517,912
Mayville State University	15,642,731	14,263,502	43,016	14,306,518	14,089,605	216,913
Minot State University	45,536,886	39,789,746	127,010	39,916,756	39,642,693	274,063
Valley City State University	23,218,126	20,449,426	66,672	20,516,098	20,191,502	324,596
Dakota College at Bottineau	8,104,457	7,660,229	22,310	7,682,539	7,544,659	137,880
Forest Service	4,679,830	4,432,026	(5,599)	4,426,427	4,426,427	
Total general fund	\$681,876,059	\$616,367,952	\$8,553,828	\$624,921,780	\$610,676,510	\$14,245,270

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

	Adjusts Funding for University System Office <sup>1</sup>	Adds Funding for Challenge Grants <sup>2</sup>	Adjusts Funding for Campuses <sup>3</sup>	Adds One-Time Funding For Dickinson State University <sup>4</sup>	Adjusts Funding Source for Residency Positions <sup>5</sup>	Adds Funding for Capital Project <sup>6</sup>
University System Office	\$80,094	\$2,000,000				
Bismarck State College			95,248			
Lake Region State College			38,869			
Williston State College			26,887			
University of North Dakota			624,280			
UND Medical Center					893,144	
North Dakota State University			(659,426)			
State College of Science			118,689			
Dickinson State University			(17,366)	5,100,000		
Mayville State University			43,016			
Minot State University			127,010			
Valley City State University			66,672			
Dakota College at Bottineau			22,310			
Forest Service						
Total general fund	\$80,094	\$2,000,000	\$486,189	\$5,100,000	\$893,144	\$0

	Adjusts Funding for Forest Service <sup>7</sup>	Total General Fund Changes
University System Office		\$2,080,094
Bismarck State College		95,248
Lake Region State College		38,869
Williston State College		26,887
University of North Dakota		624,280
UND Medical Center		893,144
North Dakota State University		(659,426)
State College of Science		118,689

Dickinson State University		5,082,634
Mayville State University		43,016
Minot State University		127,010
Valley City State University		66,672
Dakota College at Bottineau		22,310
Forest Service	(5,599)	(5,599)
Total general fund	(\$5,599)	\$8,553,828

### Senate Bill No. 2003 - North Dakota University System - Other Funds Summary

	Base Budget	Senate Version	Conference Committee Changes	Conference Committee Version	House Version	Comparison to House
University System Office	\$2,511,216	\$26,221,124	(\$9,018)	\$26,212,106	\$26,212,106	
Bismarck State College		73,042,557	(50,559)	72,991,998	72,991,998	
Lake Region State College		24,128,597	(17,505)	24,111,092	24,111,092	
Williston State College		19,866,337	(10,739)	19,855,598	19,855,598	
University of North Dakota		820,277,023	(406,573)	819,870,450	819,870,450	
UND Medical Center		154,971,764	(893,144)	154,078,620	151,578,620	2,500,000
North Dakota State University		661,687,739	27,698,590	689,386,329	689,386,329	
State College of Science		57,642,469	(36,856)	57,605,613	57,605,613	
Dickinson State University		29,750,982	(13,155)	29,737,827	29,737,827	
Mayville State University		30,339,206	(32,058)	30,307,148	30,307,148	
Minot State University		62,113,151	(54,235)	62,058,916	62,058,916	
Valley City State University		28,493,914	(23,257)	28,470,657	28,470,657	
Dakota College at Bottineau		9,638,678	(9,505)	9,629,173	9,629,173	
Forest Service	1,650,000	10,650,748		10,650,748	10,650,748	
Total other funds	\$4,161,216	\$2,008,824,289	\$26,141,986	\$2,034,966,275	\$2,032,466,275	\$2,500,000

### Detail of Conference Committee changes to Other Funds

	Adjusts Funding for University System Office <sup>1</sup>	Adds Funding for Challenge Grants <sup>2</sup>	Adjusts Funding for Campuses <sup>3</sup>	Adds One-Time Funding For Dickinson State University <sup>4</sup>	Adjusts Funding Source for Residency Positions <sup>5</sup>	Adds Funding for Capital Project <sup>6</sup>
University System Office	(\$9,018)					
Bismarck State College			(50,559)			
Lake Region State College			(17,505)			
Williston State College			(10,739)			
University of North Dakota			(406,573)			
UND Medical Center					(893,144)	
North Dakota State University			(301,410)			28,000,000
State College of Science			(36,856)			
Dickinson State University			(13,155)			
Mayville State University			(32,058)			
Minot State University			(54,235)			
Valley City State University			(23,257)			
Dakota College at Bottineau			(9,505)			
Forest Service						
Total other funds	(\$9,018)	\$0	(\$955,852)	\$0	(\$893,144)	\$28,000,000

	Adjusts Funding for Forest Service <sup>7</sup>	Total Other Funds Changes
University System Office		(\$9,018)
Bismarck State College		(50,559)
Lake Region State College		(17,505)
Williston State College		(10,739)
University of North Dakota		(406,573)
UND Medical Center		(893,144)
North Dakota State University		27,698,590
State College of Science		(36,856)
Dickinson State University		(13,155)
Mayville State University		(32,058)
Minot State University		(54,235)
Valley City State University		(23,257)
Dakota College at Bottineau		(9,505)
Forest Service		

Total other funds \$0 \$26,141,986

**Senate Bill No. 2003 - North Dakota University System - All Funds Summary**

	Base Budget	Senate Version	Conference Committee Changes	Conference Committee Version	House Version	Comparison to House
University System Office	\$112,741,034	\$128,050,560	\$2,071,076	\$130,121,636	\$128,579,136	\$1,542,500
Bismarck State College	34,281,736	103,672,280	44,689	103,716,969	103,592,595	124,374
Lake Region State College	14,143,353	36,841,308	21,364	36,862,672	36,811,715	50,957
Williston State College	9,388,952	28,234,797	16,148	28,250,945	28,216,101	34,844
University of North Dakota	150,984,527	954,549,309	217,707	954,767,016	953,083,351	1,683,665
UND Medical Center	53,166,247	211,889,901		211,889,901	211,889,901	
North Dakota State University	147,055,924	791,473,400	27,039,164	818,512,564	814,207,371	4,305,193
State College of Science	40,916,239	92,765,243	81,833	92,847,076	92,314,703	532,373
Dickinson State University	24,527,233	49,884,817	5,069,479	54,954,296	47,436,384	7,517,912
Mayville State University	15,642,731	44,602,708	10,958	44,613,666	44,396,753	216,913
Minot State University	45,536,886	101,902,897	72,775	101,975,672	101,701,609	274,063
Valley City State University	23,218,126	48,943,340	43,415	48,986,755	48,662,159	324,596
Dakota College at Bottineau	8,104,457	17,298,907	12,805	17,311,712	17,173,832	137,880
Forest Service	6,329,830	15,082,774	(5,599)	15,077,175	15,077,175	
<b>Total all funds</b>	<b>\$686,037,275</b>	<b>\$2,625,192,241</b>	<b>\$34,695,814</b>	<b>\$2,659,888,055</b>	<b>\$2,643,142,785</b>	<b>\$16,745,270</b>
FTE	2430.35	6765.76	2.00	6767.76	6767.76	0.00

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

	Adjusts Funding for University System Office <sup>1</sup>	Adds Funding for Challenge Grants <sup>2</sup>	Adjusts Funding for Campuses <sup>3</sup>	Adds One-Time Funding For Dickinson State University <sup>4</sup>	Adjusts Funding Source for Residency Positions <sup>5</sup>	Adds Funding for Capital Project <sup>6</sup>
University System Office	\$71,076	\$2,000,000				
Bismarck State College			44,689			
Lake Region State College			21,364			
Williston State College			16,148			
University of North Dakota			217,707			
UND Medical Center						
North Dakota State University			(960,836)			28,000,000
State College of Science			81,833			
Dickinson State University			(30,521)	5,100,000		
Mayville State University			10,958			
Minot State University			72,775			
Valley City State University			43,415			
Dakota College at Bottineau			12,805			
Forest Service						
<b>Total all funds</b>	<b>\$71,076</b>	<b>\$2,000,000</b>	<b>(\$469,663)</b>	<b>\$5,100,000</b>	<b>\$0</b>	<b>\$28,000,000</b>
FTE	2.00	0.00	0.00	0.00	0.00	0.00

	Adjusts Funding for Forest Service <sup>7</sup>	Total All Funds Changes
University System Office		\$2,071,076
Bismarck State College		44,689
Lake Region State College		21,364
Williston State College		16,148
University of North Dakota		217,707
UND Medical Center		
North Dakota State University		27,039,164
State College of Science		81,833
Dickinson State University		5,069,479
Mayville State University		10,958
Minot State University		72,775
Valley City State University		43,415
Dakota College at Bottineau		12,805
Forest Service	(5,599)	(5,599)
<b>Total all funds</b>	<b>(\$5,599)</b>	<b>\$34,695,814</b>

FTE

0.00 2.00

<sup>1</sup> This amendment adjusts funding for the University System office. The following schedule details funding adjustments to the system governance line item which are the same as the House version:

#### System Governance

	FTE Positions	General Fund	Other Funds	Total
Health insurance adjustment		(\$4,581)	(\$85)	(\$4,666)
Internal audit positions	2.00	391,144		391,144
MHEC dues (one-time funding)		230,000		230,000
Total	2.00	\$616,563	(\$85)	\$616,478

Funding of \$229,500 included in the internal audit pool line item is also transferred to the system governance line item for internal audit purposes.

The following schedule details funding adjustments for Core Technology Services which are the same as the House version.

#### Core Technology Services

	FTE Positions	General Fund	Other Funds	Total
Health insurance adjustment		(\$16,469)	(\$8,933)	(\$25,402)
Total	0.00	(\$16,469)	(\$8,933)	(\$25,402)

Funding from the general fund for open education resources and shared campus services is adjusted as follows:

	Senate Version	House Adjustments	House Version	Conference Committee Version
Open education resources	\$100,000	(\$100,000)	\$0	\$0
Shared campus services	\$200,000	\$300,000	\$500,000	\$500,000

Funding for tribal college assistance grants is adjusted as follows:

	Senate Version	House Adjustments	House Version	Conference Committee Version
General fund	\$402,500	(\$302,500)	\$100,000	\$100,000
Student loan trust fund	500,000	0	500,000	500,000
Total	\$902,500	(\$302,500)	\$600,000	\$600,000

Other adjustments include:

- Funding of \$457,500 from the general fund for 2-year campus marketing is removed. This funding was not removed by the House.
- One-time funding of \$40,000 from the general fund is added for a study of the reorganization of 2-year institutions. This funding was also added by the House.

<sup>2</sup> One-time funding of \$2 million is added from the general fund for challenge grants. Sections 15-10-48 and 15-10-49 are amended to provide that each institution under the control of the State Board of Higher Education, excluding Dickinson State University, is eligible to receive up to \$200,000 of grant allocations.

<sup>3</sup> General fund appropriations for institutions are adjusted for the following:

- Adjustments to employee health insurance premium increase funding to reflect revised premium rates.
- One-time distributions to institutions for operations.
- The offset of general fund appropriations by savings from lease negotiations for the North Dakota State University College of Nursing at Bismarck.

The following schedule details general fund changes:

	Health Insurance Adjustment	One-Time Campus Distributions	Lease Negotiation Savings	Total General Fund Increase (Decrease)
Bismarck State College	(\$29,126)	\$124,374		\$95,248
Dakota College at Bottineau	(7,284)	29,594		22,310
Lake Region State College	(12,088)	50,957		38,869
State College of Science	(33,398)	152,087		118,689
Williston State College	(7,957)	34,844		26,887
Dickinson State University	(17,366)			(17,366)
Mayville State University	(13,897)	56,913		43,016
Minot State University	(38,767)	165,777		127,010
Valley City State University	(19,924)	86,596		66,672
North Dakota State University	(94,619)	535,193	(1,100,000)	(659,426)
University of North Dakota	(139,385)	763,665		624,280
	(\$413,811)	\$2,000,000	(\$1,100,000)	\$486,189

Special funds authority is adjusted for campuses as follows to reflect the revised health insurance premium rates:

	Health Insurance Adjustment - Special Funds
Bismarck State College	(\$50,559)
Dakota College at Bottineau	(9,505)
Lake Region State College	(17,505)
North Dakota State College of Science	(36,856)
Williston State College	(10,739)
Dickinson State University	(13,155)
Mayville State University	(32,058)
Minot State University	(54,235)
Valley City State University	(23,257)
North Dakota State University	(301,410)
University of North Dakota	(406,573)
	(\$955,852)

The House version reduced general fund appropriations by \$3.3 million due to increased distributions from institution permanent trust funds. This funding is restored in the conference committee version. The House amendments also reduced general fund appropriations by \$3.5 million related to lease negotiation savings at the NDSU College of Nursing in Bismarck. The conference committee version adjusts this reduction to \$1.1 million.

<sup>4</sup> This amendment provides one-time funding and makes other adjustments related to Dickinson State University as follows:

- Appropriates \$4,309,626 from the general fund for institution operations, of which \$2,309,626 relates to the hold-harmless provision of the higher education funding formula. The Senate included funding for the hold-harmless provision but the House removed the funding.
- Appropriates \$3.1 million from the general fund for the final satisfaction of debt associated with the Biesiot Activities Center;
- Amends Section 13 of the engrossed bill to transfer \$950,000 of estimated carryover authority for 2013-15 biennium challenge grants to the institution for operations;
- Designates \$2 million of campus funding reserves to be used for institution operations if needed;

- Amends North Dakota Century Code Section 15-18.2-06 to continue through June 30, 2019, the minimum amount payable provision in the higher education funding formula;
- Prohibits Dickinson State University from discontinuing any portion of its Department of Nursing program during the 2017-19 biennium; and
- Adds a section to require the State Treasurer to withhold \$2.5 million of oil and gas tax allocations to the City of Dickinson and to withhold \$375,000 of oil and gas tax allocations to Stark County and deposits the withheld funds in the state general fund.

<sup>5</sup> Funding for new student residency positions at the UND School of Medicine and Health Sciences is adjusted to provide funding from the student loan trust fund, general fund, and other local funds. The schedule below compares the Senate, House, and Conference Committee versions of funding for the residency positions:

	Senate Version	House Version	Conference Committee Version
Student loan trust fund	\$15,200,000	\$11,806,856	\$13,806,856
General fund		3,393,144	893,144
Other local funds			500,000
Total	\$15,200,000	\$15,200,000	\$15,200,000

Section 7 of the engrossed bill is updated to reflect the revised amount being provided from the student loan trust fund.

<sup>6</sup> Special fund authority is added for the North Dakota State University Sudro Hall renovation and addition project. The House also added this authority.

<sup>7</sup> Funding is adjusted for the Forest Service to reflect the updated employee health insurance premium amount of \$1,241 per month. The House also adjusted this amount.

### **Senate Bill No. 2003 - Other Changes - Conference Committee Action**

This amendment also:

- Adjusts Section 8 of the engrossed bill to remove the authority of the State Board of Higher Education to transfer funds from the capital assets to operations line item of an institution. The House also adjusted this section.
- Adjusts Section 12 of the engrossed bill which provides carryover authority for unexpended appropriations of the Dickinson State University Theodore Roosevelt Center. The House removed this section. Including this section in the bill decreases the general fund beginning balance for the 2017-19 biennium by \$11.5 million, compared to the House version.
- Adjusts Section 14 of the engrossed bill to allow institutions to increase resident tuition rates by up to 4 percent per year during the 2017-19 biennium and exempts graduate courses from the tuition rate limits, the same as the House version. The Senate version authorized institutions to increase resident tuition rates by up to 3 percent per year with an additional 1 percent increase authorized if the funding was used for extraordinary repairs.
- Adjusts Section 9 of the engrossed bill to require the State Board of Higher Education to report any FTE position adjustments made during the 2017-19 biennium as part of its 2019-21 biennium budget request submitted to the Office of Management and Budget. The House also adjusted this section.
- Adjusts Section 16 of the engrossed bill relating to data and reporting inconsistencies to require the State Board of Higher Education to address inconsistent employee leave policies. The House also adjusted this section.
- Adds a section to detail the amount of funding included in the bill for employee health insurance increases. The House also added this section.
- Amends Section 54-10-22.1 relating to disclosure of donor information during audits of higher

education institution foundations. The House also added this section.

- Adds a section to Chapter 15-10 relating to the approval of building projects. The House added a similar section.
- Adds a section to Chapter 15-10 relating to the Nickel Trophy.
- Adds a section to Chapter 54-12 to create a tuition and fee waiver program for law enforcement officers.
- Adds a section to detail the amount of funding included in the University System office appropriation for education compact dues. The House also added this section.
- Adds a section to cancel \$5 million of general fund appropriation authority included in the student financial assistance grants line item in Chapter 3 of the 2015 Session Laws. This section will increase the general fund beginning balance for the 2017-19 biennium by \$5 million. The House provided for the cancellation of \$4 million of appropriation authority for the grants.
- Adds sections to authorize the State Board of Higher Education to convey land in Cass County and Grand Forks County. The House also added these sections.
- Adds sections to require the State Board of Higher Education to study the reorganization of 2-year institutions and nursing programs. The House also added these sections.
- Adds a section to provide for the State Board of Higher Education to consider options to enhance research networks. The section also provides for a Legislative Management report regarding the status of enhancements to research networks. The House also added this section.
- Adds a section of legislative intent that future general fund appropriations for the North Dakota State University College of Nursing in Bismarck be adjusted for savings from facility lease negotiations.
- Repeals Chapter 15-10.2 relating to the Midwestern Regional Higher Education Compact effective June 30, 2017. The House version also repealed this chapter.
- Adds a section for a Legislative Management study of the relationship between the University of North Dakota and the Energy and Environmental Research Center.