

**University of North Dakota School of Medicine and Health Sciences  
Budget No. 232  
House Bill No. 1003**

	<b>FTE Positions</b>	<b>General Fund</b>	<b>Other Funds</b>	<b>Total</b>
<b>2015-17 legislative appropriations</b>	<b>184.58</b>	<b>\$71,437,396</b>	<b>\$0</b>	<b>\$71,437,396</b>
2015-17 base budget	156.55	52,762,590	0	52,762,590
Legislative increase (decrease) to base budget	28.03	\$18,674,806	\$0	\$18,674,806

**ONGOING AND ONE-TIME GENERAL FUND APPROPRIATIONS**

	<b>Ongoing General Fund Appropriation</b>	<b>One-Time General Fund Appropriation</b>	<b>Total General Fund Appropriation</b>
<b>2015-17 legislative appropriations</b>	<b>\$52,922,590</b>	<b>\$18,514,806</b>	<b>\$71,437,396</b>
2013-15 legislative appropriations <sup>1</sup>	52,762,590	7,414,806	60,177,396
2015-17 legislative increase (decrease) to 2013-15 appropriations	\$160,000	\$11,100,000	\$11,260,000
Percentage increase (decrease) to 2013-15 appropriations	0.3%	149.7%	18.7%

<sup>1</sup>The 2013-15 biennium legislative appropriations have been adjusted to reflect a transfer of \$3,671,762 from the University of North Dakota (UND) for operations funding as provided in Section 33 of 2013 Senate Bill No. 2003.

**SUMMARY OF LEGISLATIVE CHANGES TO THE BASE BUDGET AND MAJOR FUNDING ITEMS**

**Salaries and Wages**

The Legislative Assembly provided higher education funding formula and base credit rate adjustments to institutions that are to be used to provide salary increases and health insurance increases during the 2015-17 biennium.

	<b>Changes to Base Budget</b>			
	<b>FTE Positions</b>	<b>General Fund</b>	<b>Other Funds</b>	<b>Total</b>
The legislative action:				
Added funding for the UND School of Medicine and Science to provide Department of Pathology services to other state agencies.		\$160,000		\$160,000
Added one-time funding and related FTE position authority for temporary costs associated with the continued implementation of the health care workforce initiative.	21.00	13,814,806		13,814,806
Added one-time funding for establishing residency positions.		4,700,000		4,700,000
Adjusted FTE positions pursuant to Section 36 of 2013 Senate Bill No. 2003.	7.03			
<b>Total</b>	<b>28.03</b>	<b>\$18,674,806</b>	<b>\$0</b>	<b>\$18,674,806</b>

### **FTE Changes**

The Legislative Assembly authorized 184.58 FTE positions for UND School of Medicine and Health Sciences for the 2015-17 biennium, an increase of 28.03 FTE positions from the number authorized by the 2013 Legislative Assembly. Of this amount, 7.03 FTE positions were added pursuant to Section 36 of 2013 Senate Bill No. 2003, which authorized the State Board of Higher Education to adjust FTE positions at institutions under its control. Section 36 of 2015 House Bill No. 1003 continues the authorization of the State Board of Higher Education to adjust positions at institutions under its control during the 2015-17 biennium. The Legislative Assembly also added authorization for 21 FTE positions for the continued implementation of the health care workforce initiative.

### **One-Time Funding**

In Section 2 of House Bill No. 1003, the Legislative Assembly identified \$137,115,518 of funding from the general fund as one-time funding for the North Dakota University System. Of this amount, \$13,814,806 is for the continued implementation of the health care workforce initiative and \$4.7 million is for costs to establish student residency positions. These amounts are not to be considered part of the institution's base budget for the 2015-17 biennium, and the institution is to report to the Appropriations Committees of the 65<sup>th</sup> Legislative Assembly on the use of this funding.

### **Other Income Appropriation**

Section 31 of House Bill No. 1003 appropriates on a continuing basis all other funds, including tuition income, received by the institutions of higher education during the 2015-17 biennium. As a result, the legislative appropriations for higher education do not include a specific appropriation of other funds, except for capital projects.

### **University of North Dakota School of Medicine and Health Sciences Operating Funds**

Section 30 of House Bill No. 1003 requires the State Board of Higher Education to transfer a minimum of 25 percent of inflation funding provided to UND for the 2015-17 biennium to the UND School of Medicine and Health Sciences for operating costs. Because the transfer of funds has not yet occurred, the appropriations amounts shown in this report do not reflect additional 2015-17 biennium operating funds for the UND School of Medicine and Health Sciences.

### **School of Medicine and Health Sciences Facility Project**

The appropriation to UND includes \$62 million of one-time funding from the general fund for Phase II of the UND School of Medicine and Health Sciences facility project.

### **Other Sections in Bill**

**University of North Dakota School of Medicine and Health Sciences funding** - Section 30 provides that a portion of the operations funding appropriated to UND be transferred to the UND School of Medicine and Health Sciences consistent with the higher education student credit-hour funding method.

**Bismarck Family Practice Center skywalk project** - Section 34 cancels a 2013-15 biennium general fund appropriation of \$750,000 for the UND School of Medicine and Health Sciences Bismarck Family Practice Center skywalk project.

**FTE position adjustments** - Section 36 provides that the State Board of Higher Education may adjust FTE positions as needed, subject to the availability of funds, for institutions and entities under its control during the 2015-17 biennium.

**Tuition rate increase limitations** - Section 39 limits 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. However, the section provides that the tuition rate increase limits do not apply to programs at the UND School of Medicine and Health Sciences.