

Dickinson State University
Budget No. 239
Senate Bill No. 2003; House Bill No. 1015

	FTE Positions	General Fund	Other Funds	Total
2017-19 legislative appropriation	168.90	\$26,091,469 ¹	\$29,737,827	\$55,829,296
2015-17 legislative appropriation	<u>120.26</u>	<u>25,327,233</u>	<u>13,500,000</u>	<u>38,827,233</u>
2017-19 appropriation increase (decrease) to 2015-17 appropriation	48.64	\$764,236	\$16,237,827	\$17,002,063

¹This amount includes \$8,284,626 of one-time funding. Excluding this amount, the institution's ongoing general fund appropriation is \$17,806,843.

NOTE: The 2017-19 biennium legislative appropriations include authorization of all FTE positions for institutions and entities under the control of the State Board of Higher Education, including positions supported by special funds. Previously, only FTE positions supported by the general fund were authorized. The 2017-19 biennium legislative appropriations also include appropriation authority for all special funds received by the institutions and entities under the control of the State Board of Higher Education. Previously, special funds appropriations were provided only for certain items, such as capital projects.

Item Description

Enrollment - At the end of the 2017 regular legislative session, the Dickinson State University FTE student enrollment projection for the 2017-19 biennium was 1,181 for the fall 2017 semester and 1,240 for the fall 2018 semester.

Tuition collections - At the end of the 2017 regular legislative session, tuition revenue for Dickinson State University for the 2017-18 fiscal year was estimated to be \$7.3 million.

Higher education challenge matching grant program - In Section 1 of 2017 Senate Bill No. 2003, the Legislative Assembly appropriated \$2 million from the general fund to the North Dakota University System office for the higher education challenge matching grant program. The Legislative Assembly did not include matching grant funding for Dickinson State University.

One-time campus operations and debt repayment funding - In 2017 Senate Bill No. 2003 and House Bill No. 1015, the Legislative Assembly appropriated \$8,284,626 of one-time funding from the general fund for campus operations and repayment of any outstanding debt of the Biesiot Activities Center. The Legislative Assembly also provided for the use of campus reserves and carryover funding for campus operations. The following is a summary of special funding provided to Dickinson State University:

Status/Result

The actual fall 2017 semester FTE enrollment was 1,128, 53 less than projected and 14 more than the fall 2016 semester.

The current estimate for tuition collections for the 2017-18 fiscal year is \$7,275,000, approximately \$25,000 less than projected.

The Dickinson State University Foundation is not eligible to receive grant funding through the higher education challenge matching grant program during the 2017-19 biennium.

Dickinson State University is using the one-time funding as a supplement to the institution's operating budget. The University System office presented information regarding the higher education funding formula to the Legislative Management's interim Higher Education Committee in June 2018. The University System office reported Dickinson State University would be appropriated \$17,578,334 from the general fund for the 2019-21 biennium through the formula if no change is made to the base funding amount used in the formula. This represents a \$228,509 reduction in ongoing funding from the general fund and an \$8.4 million reduction in total funding available for campus operations from the amount provided for the 2017-19 biennium.

Item	Amount
One-time campus operations funding, of which \$2,309,626 is related to the continuation of the higher education funding formula hold-harmless clause (Senate Bill No. 2003)	\$4,309,626
One-time funding for the repayment of any outstanding debt of the Biesiot Activities Center (Senate Bill No. 2003)	3,100,000
One-time campus operations funding (House Bill No. 1015)	875,000
Continuation of unexpended appropriations for the 2013-15 biennium challenge grants to be transferred to Dickinson State University for campus operations (Senate Bill No. 2003)	950,000
Use of campus reserves for additional funding needed to maintain campus operations (Senate Bill No. 2003)	2,000,000
Total	\$11,234,626

Theodore Roosevelt Presidential Library and Theodore Roosevelt Center - A history of funding appropriated by the Legislative Assembly for the Theodore Roosevelt Presidential Library and Theodore Roosevelt Center is as follows:

- The 2007 Legislative Assembly provided \$150,000 of one-time startup funding from the general fund in House Bill No. 1003 for establishing a Theodore Roosevelt Center.
- The 2009 Legislative Assembly provided \$750,000 from the general fund in Senate Bill No. 2003 for the Theodore Roosevelt Center.
- The 2011 Legislative Assembly provided \$750,000 of one-time funding from the general fund in House Bill No. 1003 for the digitization of documents relating to the Theodore Roosevelt Center.
- The 2013 Legislative Assembly provided \$800,000 of one-time funding from the general fund in Senate Bill No. 2003 for operations of the Theodore Roosevelt Center. Of this amount, \$200,000 could be used for the planning and design of a facility to house the Theodore Roosevelt Presidential Library. Separately, \$6 million was appropriated from the general fund in Senate Bill No. 2018 for the construction of a Theodore Roosevelt Presidential Library. The \$6 million could not be used until \$3 million of matching funds from nonstate sources was raised for the project. An additional \$6 million from the general fund was appropriated in Senate Bill No. 2003 for the Theodore Roosevelt Presidential Library. The \$6 million appropriated in Senate Bill No. 2003 also could not be used until \$3 million in matching funds was raised for the project.
- The 2015 Legislative Assembly provided \$800,000 of one-time funding from the general fund in House Bill No. 1003 for document digitization and operations of the Theodore Roosevelt Center.

Dickinson State University reported all outstanding debt relating to the Biesiot Activities Center has been paid. The entire \$3.1 million appropriation was used for the debt repayment.

The Theodore Roosevelt Presidential Library Foundation voted not to construct the presidential library on the campus of Dickinson State University at its May 14, 2018, meeting. The City of Dickinson, which had committed \$3 million of matching funds for the presidential library, rescinded its commitment after the Foundation voted to build the library in Medora. Due to the lack of matching funds, the University System office is seeking legal guidance regarding whether it can continue to make payments from the \$12 million appropriated by the 2013 Legislative Assembly.

Dickinson State University does not intend to have any additional direct involvement in the construction of the Theodore Roosevelt Presidential Library. However, the university plans to collaborate with the Theodore Roosevelt Presidential Library to share digital library materials.

Of the \$750,000 authorized to be used for operations of the Theodore Roosevelt Presidential Library, approximately \$650,000 had been expended as of April 17, 2018. Between June 2016 and April 2018, over \$1.5 million was spent on capital project costs of the Theodore Roosevelt Presidential Library.

The University System office anticipates the Office of Management and Budget will cancel on December 31, 2018, any remaining 2013-15 biennium appropriation authority continued into the 2017-19 biennium for construction of the Theodore Roosevelt Presidential Library, which is estimated to be approximately \$9.5 million.

- The 2017 Legislative Assembly approved Section 24 of Senate Bill No. 2003 to authorize the State Board of Higher Education to continue unexpended 2013-15 biennium appropriations for the Theodore Roosevelt Presidential Library project into the 2017-19 biennium. The 2017 Legislative Assembly stipulated:

Of the unexpended appropriations available under Section 24, 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.

Any expenditure of funds continued under Section 24, including funds used to match state funds, must be approved in advance by an employee of the University System office designated by the State Board of Higher Education.

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:

Construction commenced on the presidential library building prior to December 31, 2018;

A North Dakota architect was used to design the presidential library building (this requirement was vetoed by Governor Burgum);

The cost of constructing the building, including planning and design costs, will exceed \$14 million; and

Except as provided by law, 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.