

NORTH DAKOTA STATE UNIVERSITY IS PLEASED TO SUBMIT FOR CONSIDERATION THIS AGENCY REVIEW AND SUMMARY FOR THE 2015-17 BIENNIAL BUDGET REQUEST.

INTRODUCTION

As the state's land-grant institution, NDSU has a long-standing commitment to bringing educational opportunities and research solutions to the people of North Dakota. Our commitment remains focused on affordable access to a high-quality education for our students and serving state interests in a manner demonstrating sound stewardship and accountability. We are truly a student focused, land-grant, research university.

NDSU's continued success has led to higher national and international visibility, not just for itself but the entire state, and most importantly, more substantial contributions to the success of North Dakota and the nation, at levels never before attained by a North Dakota higher education institution. In fact, NDSU is now the topranked college or university in its five state area of North Dakota, South Dakota, Wyoming, Idaho and Montana. That success is resulting in increased demand from both inand out-of-state students seeking a traditional full-time, residential experience leading to graduation in four years from a rigorous research university environment.

NDSU leads the state in the enrollment of first-time freshmen, and NDSU remains the largest university in the state in terms of overall full-time enrollment. NDSU graduates also enjoy an exceptional job placement rate in their field of study, exhibit a steadily increasing level of residency in the state after graduation, and make record-setting contributions to the state's tax base. From another perspective, the university's success also has led to continued record research and development expenditures, licensing revenues and new business growth, as well as subsequent job creation.

As NDSU continues to evolve and grow, which is projected to continue into the next biennium, we also continue our commitment to affordability, efficiency and productivity. That commitment is reflected in the success of our students, local and service region communities and the statewide economic interests we serve. We look forward and remain committed to addressing the needs and aspirations of North Dakota by building on our land-grant foundation.

AGENCY OVERVIEW

AGENCY STATUTORY AUTHORITY ND CONSTITUTION, SECTION 215, NORTH DAKOTA CENTURY CODE CHAPTER 15-12

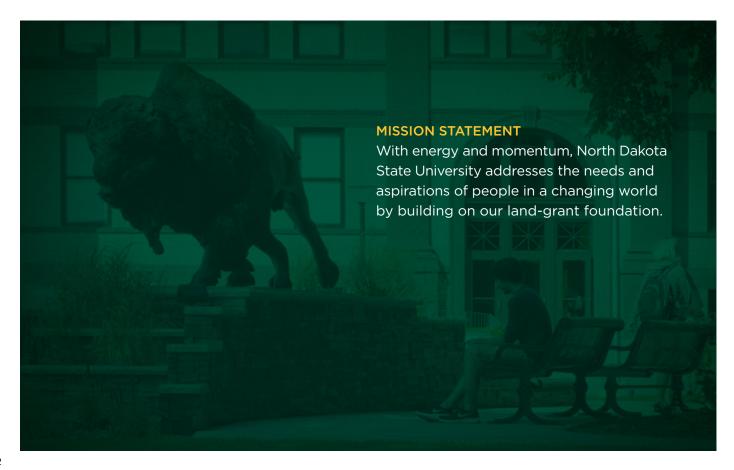
AGENCY DESCRIPTION

North Dakota State University (NDSU) has become the first and remains the only North Dakota university ranked in the top tier of the Carnegie Commission on Higher Education and the ranks of the National Science Foundation's top 100 research universities (39th of those without a medical school), with more than \$150.0 million in annual scholarly research activity reported for the most recent national survey. Those rankings have opened up a steady progression of new partnerships and funding opportunities with other leading universities, private entities and federal agencies, never before possible for a North Dakota university.

NDSU is proud of its tradition as the state's student focused, land-grant, research institution. It embraces that

responsibility as a cornerstone of its future productivity, and the contributions it can increasingly provide to North Dakota and the state's residents, as well as the nation's, current and future interests.

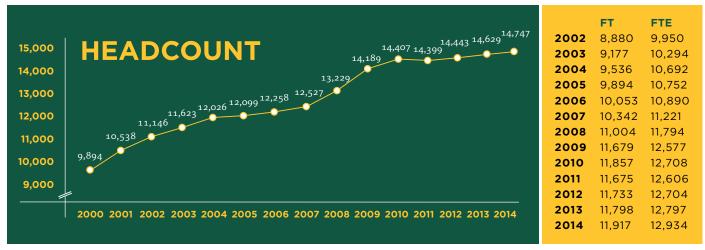
The university hosts a large and diverse student profile and is home for the largest full-time, on-campus enrollment in the states's university system. Located in a vibrant and growing area of the state, and with a growing number of major corporate partners, NDSU has shared a responsibility for creation of an environment that complements and blends the experiences of its students, faculty and staff with the community in which they live while attending the university.



ENROLLMENT OVERVIEW

FALL ENROLLMENT DATA

From 2000 to 2014, student demand has increased by 4,853 additional students, or approximately 49 percent.



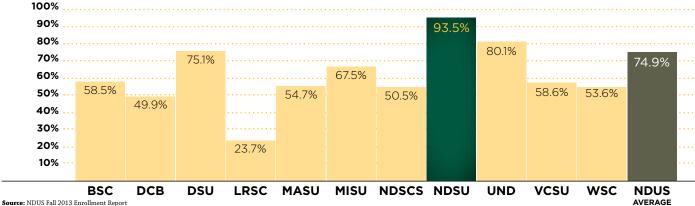
Headcount: All students, regardless of number of credit hours Full-Time (FT): Students enrolled in 12 credit hours or more Full-Time Equivalent: UGRD student credit hours divided by 15 = FTE; GRAD student credit hours divided by 12 = FTE

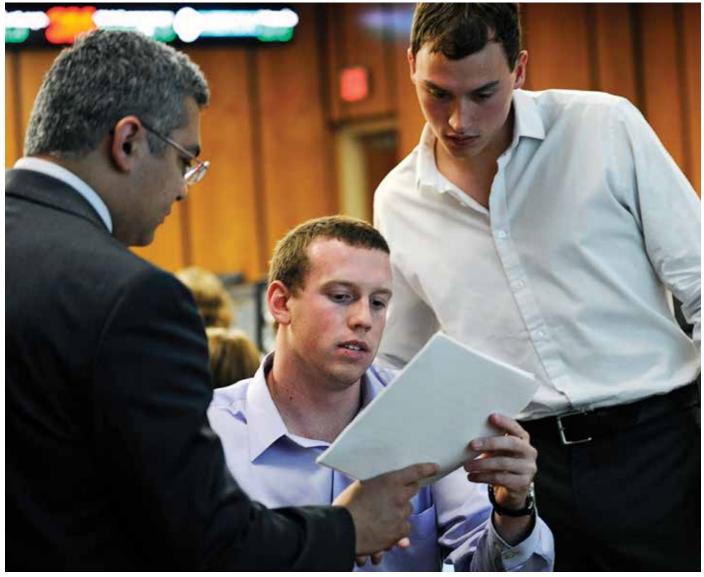




FACE-TO-FACE FALL 2013 ON-CAMPUS PERCENTAGES

At NDSU, 13,672 of 14,629 students are face-to-face with faculty in traditional classroom settings.









AGENCY MAJOR ACCOMPLISHMENTS

North Dakota's first and only top ranked research university in the nation based on both the Carnegie Commission on Higher Education and the National Science Foundation. Classified by the Carnegie Commission on Higher Education as "Research University/Very High Research Activity."

Received \$6.4M in equalization funding from the new higher education funding formula which 100% was used to support Academic Affairs.

Initiated construction for a new state-funded STEM Classroom Building to meet student demand in the science, technology, engineering and math disciplines.

Continued demand by prospective undergraduate and graduate students, has been reflected in new full-time student enrollment records every year for the past decade, with the fall of 2014 enrollment more than 14,700 students.

Continued diversity of the NDSU student body — fall 2013 enrollment included 1,101 international students representing 87 countries, and an increasing number of U.S. born students reflecting ethnic, cultural and geographical diversity.

NDSU's out-of-state-students are choosing to stay in North Dakota for their first job after graduation and contribute back above state averages to the tax base.

Student job placement in their major field of study, achieved a record 89% success.

Initiated and continued efforts for student success through improved sense of welcome and support; retention and graduation rates; focus on students from historically underrepresented populations, veterans and others; and addressed high risk behaviors and other student issues.

Completed construction of a major indoor track facility, initiated a renovation of the Sanford Health Athletic Complex.

Expanding academic collaborations include development of undergraduate and graduate programs with Minot State (social work and human development), and NDSCS (the "Pathways" program, and the establishment of a two-year liberal arts preparatory program in the Fargo area).

Systemwide support of academic support functions in IT-based data storage, academic computing (NDSU is the SBHE recognized supercomputing facility for the state), communication, emergency response and support technologies that provide the backbone of many NDUS institutions and the support of their collective academic communities. By blending system resources with the campusbased expertise requisite to major research university environments, NDSU is in many areas best positioned to efficiently provide services to its sister institutions through an increasing number of NDSU shared services.

Continued involvement with the Research and Technology Park and emerging technology firms that have created several thousand new jobs, including employment of over 100 NDSU undergraduate and graduate students.

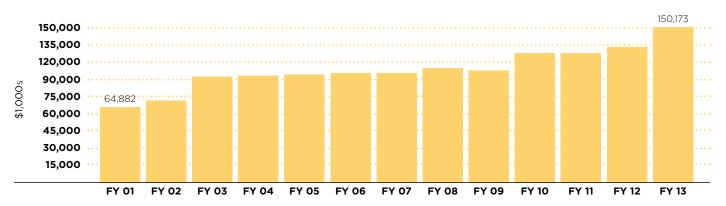
Solidified NDSU as one of the most successful overall NCAA Division-I athletic programs in the nation. NDSU student-athletes' commitment to excellence helped shine a national spotlight on an athletics program celebrating its 10th year of NCAA Division I competition. NDSU recorded league championships in nine sports, the most recorded in a single year in the storied history of NDSU athletics. The 411 student-athletes at NDSU combined for a 3.13 GPA, which exceeds that of the overall student body, and more than 60 athletes achieved a perfect 4.0 GPA in the spring 2014 semester.

RESEARCH OVERVIEW

NDSU IS THE ONLY NORTH DAKOTA UNIVERSITY RANKED IN THE NATION'S TOP PRIVATE AND PUBLIC UNIVERSITIES

GROWTH OF NDSU RESEARCH AND DEVELOPMENT EXPENDITURES

\$1B RESEARCH EXPENDITURES SINCE FY2004; \$150M IN FY2013



Source: National Science Foundation Higher Education Research and Development Survey



NDSU RESEARCH ACCOMPLISHMENTS

- Processing an average of 14.7 sponsored awards each week in FY14 (763 total).
- Processing an average of 1.4 sponsored awards each week with private sector partners in FY14 (73 total).
- \bullet Received sponsored awards from more than 175 different industry sponsors since 1/1/2005.

FY14 PROPOSALS SUBMITTED (ALL TYPES):Private sector* (includes "federal flow through")106Commodity groups345Federal agencies597Foundations201Other16Other Governmental Offices19State/Local96TOTAL1,380



RESEARCH FOUNDATION ACCOMPLISHMENTS

310+

MORE THAN 310 TECHNOLOGIES/IP UNDER MANAGEMENT

33+

AVERAGING MORE THAN 33 POTENTIALLY PATENTABLE INVENTIONS PER YEAR SINCE 2004

71 U.S. ISSUED PATENTS
60+ PENDING PATENT APPLICATIONS

46

46 ACTIVE US PVP CERTIFICATES
15 FOREIGN PBR REGISTRATIONS
34 REGISTERED U.S. TRADEMARKS
14 FOREIGN REGISTERED TRADEMARKS

\$2M+

MORE THAN \$2 MILLION IN LICENSING REVENUE FROM NDSU IP IN FY14; THIRD CONSECUTIVE YEAR TO SURPASS \$2 MILLION

25

NDSU RANKED 25TH OUT OF 50 LAND-GRANT UNIVERSITIES

(AUTM 2013 LICENSING SURVEY)

NDSU RANKED 6TH OUT OF 22 LAND-GRANT UNIVERSITIES WITHOUT A MEDICAL SCHOOL

(AUTM 2012 LICENSING SURVEY)



6 STARTUPS BASED UPON NDSU TECHNOLOGIES AND/OR IP SINCE 2010:

Elinor Specialty Coatings, LLC

Treeminer, Inc.

c2renew Inc.

Renuvix, LLC

HQC Biosciences Inc.

C2sensor Inc.

Five of these six startups are in North Dakota and located in the NDSU RTP Incubator facility; two more are in negotiation.

BUSINESS STARTUPS FIND SUCCESS

Fargo-based Elinor Specialty Coatings, LLC was selected as a 2014 TechConnect National Innovation Awardee for Aluma45 MgRP, a chromium-free magnesium-rich primer for use on aluminum-alloys and composites in ship, automotive and construction materials manufacturing. The core technologies were initially developed by researchers at NDSU and licensed to the company.

NDSU-related startup and graduate of the NDSU Technology Incubator, Myriad Mobile, has grown to more than 60 employees since started by two NDSU students in 2011. The company designs, develops and consults on mobile applications for business, and was selected by Entrepreneur magazine as a Top 30 StartUps to Watch.

WESTERN NORTH DAKOTA RESEARCH

NDSU announced funding for road dust research in North Dakota's Bakken region, with coverage by the Associated Press and in many national publications, including the Kansas City Star, the Miami Herald and Businessweek. NDSU research on population projections, law enforcement needs, soil conservation and other topics provides community leaders with planning tools amidst unprecedented growth.

CORPORATE PARTNERS

N.D.-BASED OPERATIONS:

American Crystal Sugar Marvin Windows & Doors
Amity MidAmerica/MOOG

Appareo Monsanto
Bobcat/Doosan Infracore NODAK Coolers
c2renew corporation Packet Digital

Caterpillar Pedigree Technologies, Inc.

Datacom International, Inc. Phoenix International

Deere & Company Renuvix

Elinor Specialty Coatings LLC Sanford Health

Intelligent InSites Space Age Synthetics, Inc.
Killdeer Mountain Mfg. Tecton

U.S.-BASED OR WORLDWIDE OPERATIONS:

3M Lord Corp.
Agvise Labs Nissan Chemical
AkzoNobel Okori Group
Alien Technologies Paratek
Arkema Paratel

Bayer Peregrine Semiconductor

Cardolite Corp
Cameron Intl Corp. Phone Halo
Cargill PPG Industries

CertainTeed Pulsar Exploration/L&W

Cogi Survey
Crane Rapid Engines

Dow ChemicalsRIEDuPontSatconEastman ChemicalSilexosFrostimeSRAM

Hansaton Acoustics Starkey Laboratories

Hercules/Ashland Tessera

HempelTextron Defense SystemsHoneywellTriton Systems, Inc.IntegenXUnited Technologies

Intel Uniqarta







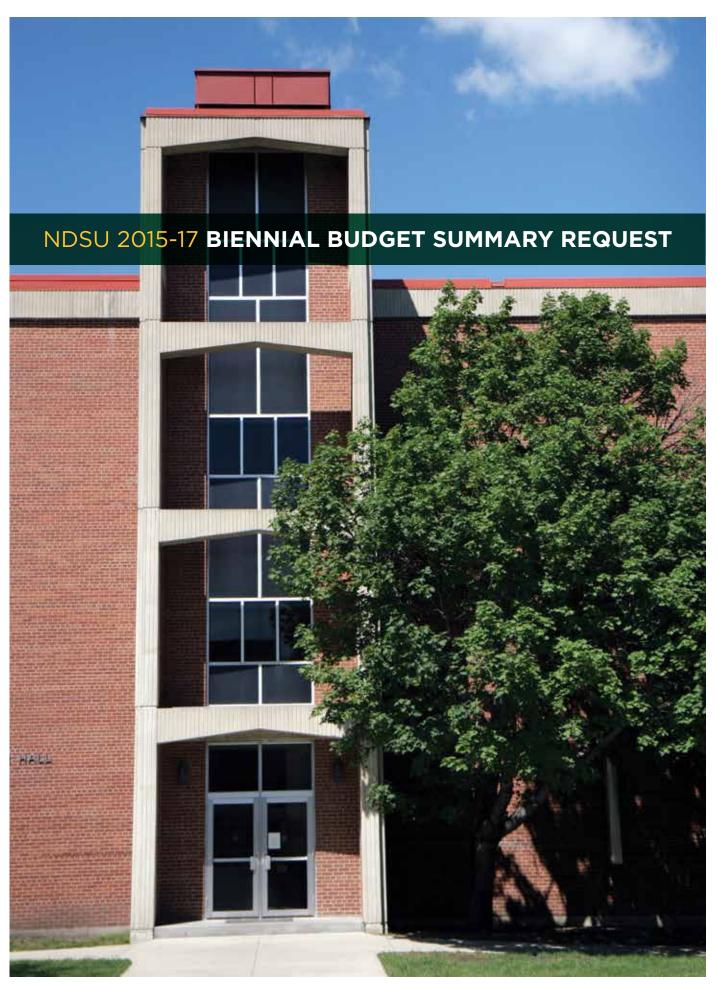
AGENCY FUTURE CRITICAL ISSUES

NDSU's productivity and national visibility combined with the attractiveness of the surrounding community and the state's current economic strength have led to over a decade of increases in demand by both undergraduate and graduate students, scholars and entrepreneurs eager to bring their research and business ideas to an environment that supports their success. Our future strategic focus will be toward science, engineering, technology, public health and agricultural fields represented by the STEM disciplines. In order to meet the continued demand, NDSU's future critical issues are:

- Provide resources to support faculty and staffing of academic areas and support functions while meeting the needs of student demand. Maintaining reasonable faculty-to-student ratios, has required an increasing utilization of non-tenured, part-time and other staffing options.
- Provide up to date classroom facilities equipped to meet the educational, technological and physical needs of our students.
- Maintain campus facilities that are increasingly falling behind on even minimal levels of maintenance and renovation as confirmed in the recently completed review of university system facilities by VFA and Paulien & Associates, Inc.
- Continue to provide and maintain a safe and secure environment for students, faculty and staff.

NDSU understands its responsibility to evaluate and purposefully consider opportunities for collaboration and to find efficiencies across its academic programs and all other activities. Over the past three years we have undergone a comprehensive strategic-planning process to evaluate those areas in which it is best positioned to lead, support, collaborate or contribute to the success of its constituencies. Additionally, NDSU has also identified those areas in which it is not best positioned or cannot efficiently lead with excellence in addressing demands of the state and nation, and must support collaboration with or redirection of state necessities to NDUS institutions better positioned to meet such demands.

At the same time, the university has also pursued a number of initiatives ranging from curriculum reviews, and restructuring of tuition, fees and course-load expectations to purposeful collaboration with other state post-secondary institutions. Just a few current examples of such collaboration include development of undergraduate and graduate programs with Minot State (social work and human development), and NDSCS (the "Pathways" program, and the establishment of a two-year liberal arts preparatory program in the Fargo area).



NDSU 2015-17 BIENNIAL BUDGET REQUEST SUMMARY

| BASE BUDGET REQUEST | |
|--|-------------|
| Costs to continue | 6,805,980 |
| Facility and Infrastructure repair and maintenance: 50% of OMB formula | 8,421,144 |
| Funding for this request will increase the base from \$2,732,244 to \$11,153,388 | -,, |
| Governor's Funding Model | 11,352,682 |
| Total Base Funding Increase Requested | 26,579,806 |
| | , , |
| OPTIONAL FUNDING REQUESTS | |
| Base Funding | |
| Campus Security and Emergency Preparedness | 205,500 |
| One-time Funding | , |
| Campus Security | 1,120,000 |
| Special Assessments | 407,089 |
| Total Optional Funding Requested | 1,732,589 |
| | |
| CAPITAL PROJECTS | |
| State Funded | |
| Life Safety Priority | |
| Dunbar Hall II | 45,900,000 |
| Program/Accreditation Priority | |
| Sudro Hall Addition | 32,700,000 |
| Engineering | 27,200,000 |
| Total Capital Projects-State Funded | 105,800,000 |
| | |
| Non-State Funded – Revenue Bonds | |
| Aquatic Center | 11,000,000 |
| | |
| Re-authorization | |
| Minard Hall | 600,000 |
| Increase authorization from \$22,874,300 to \$23,474,300 | |
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NDSU 2015-17 BIENNIAL BUDGET REQUEST SUMMARY

BASE AND OPTIONAL FUNDING DETAILS

| BASE FUNDING REQUEST | \$26,579,806 |
|---|--------------|
| Costs to continue legislatively funded salary increases | \$2,785,403 |
| -includes the state and student share | |
| Estimated operating inflation of 2.4%/2.5% | \$3,127,577 |
| Estimated utilities cost increases for facilities coming on-line in 2015-17 | \$893,000 |
| -STEM Classroom building | |
| Facility and Infrastructure repair and maintenance | \$8,421,144 |

This 2015-17 request is for an increase from an average of 12.7% to an equivalent of 50% of OMB building and infrastructure formulas. Base funding currently received in 2013-15 is \$2,732,244 and the requested increase for 2015-17 is \$11,153,388. NDSU has prioritized a preliminary list of projects, however priorities can change due to unforeseen circumstances and emergencies.

Governors funding model increase

\$11,352,682

OPTIONAL BUDGET REQUEST

\$1,732,589

Base funding: Campus Security and Emergency Preparedness

\$205,500

NDSU requests 1 FTE Emergency Manager Position to develop and implement plans required under SBHE Policy 906 to facilitate appropriate emergency preparedness on campus, which must be tailored to each individual campus and local and regional law enforcement and emergency services. These plans are intended to provide the framework to address the immediate requirements for a major disaster or emergency in which normal operations are interrupted and special measures must be taken to:

- Protect the lives of students, employees and the public
- Provide essential services and operations
- · Manage immediate communications and information regarding emergency operations
- Manage university resources effectively in emergency operations
- Provide and analyze information to support decision-making.

Emergency response is based on the Incident Command System (ICS), the management structure adopted throughout the United States and internationally, and a requirement of the State of North Dakota and various US Department of Homeland Security Presidential Directives and Nation Incident Management Systems (NIMS) guidance.

One-time funding: Campus Security

\$1,120,000

NDSU requests one-time funds for campus security in order to provide security cameras/surveillance equipment \$520,000 and keyless card entry/locking systems \$600,000

One-time funding: 2015-17 Special Assessments installment payments

\$407,089

Estimated special assessment payoff for remaining balance: \$1,591,426.

Estimated savings by paying off balance early: \$1,762,946.

NDSU 2015-17 MAJOR CAPITAL PROJECT REQUESTS

| RANK | PROJECT | | AMOUNT |
|------|---------------------------------------|--------------|--------------|
| 1 | Dunbar II – Life Safety Priority | | \$45,900,000 |
| 2 | Accreditation projects | | \$59,000,000 |
| | Pharmacy, Nursing and Allied Sciences | \$32,700,000 | |
| | Engineering | \$27,200,000 | |

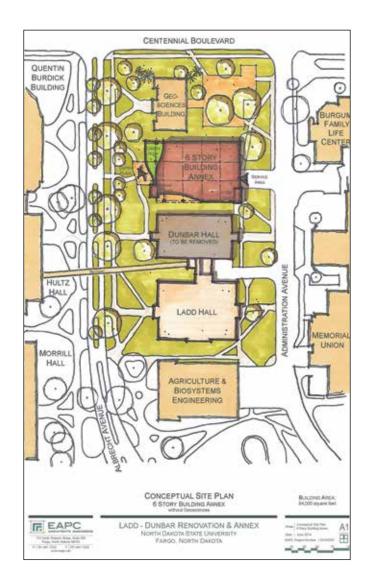


CAPITAL PROJECT PRIORITY
RANKED #2 BY SBHE ON LIFE-SAFETY PRIORITIES LIST
RANKED #1 BY NDSU

DUNBAR II

NEW SIX-STORY BUILDING REPLACEMENT - \$45,900,000

- ~106,000 square feet of new construction
- Minimizes research and educational programs having to be off-line during renovation
 - No other facilities on campus contain infrastructure where activities could be moved
- · Consolidates Departments of:
 - › Chemistry and Biochemistry
 - > Geosciences
 - > Center for Protease Research shared CORE laboratories
- Accommodates:
 - Upper-level undergraduate students
 - › Graduate students
 - > Faculty (offices, research)
 - > Improved lab areas
- · Address safety and code concerns
- · Address deferred maintenance
- · Improve undergraduate and graduate experience
 - Provide additional square footage needed to handle current growth of undergraduate students
 - Address the need for space for the growing number of graduate students
 - Update laboratory spaces
 - > Improve ventilations and conditions
 - Create an accessible building
 - Non-ADA compliant building entrances currently need to go through Ladd or Hultz Halls
 - » Necessary for students to walk through labs to access faculty offices
- Match the facility to NDSU's recognition as one of the Top 108 public and private institutions according to Carnegie Commission on Higher Education
- · Address needs for faculty
 - Create facilities to retain and attract top researchers and faculty
 - > Create space for all faculty needing research space
 - > Help fill the nation's need for research in the science field
- · Removal of an inefficient building
 - Proposed demolition of original Dunbar (with substantial deferred maintenance) at the completion of Dunbar II



| CAPITAL PROJECT RANKIN | G MATRIX FOR 2015-17 PROJECT PRIORITIZATION |
|--|--|
| Life Safety | Inadequate/malfunctioning HVAC facilities; general building and fume hood ventilation for safe handling of dangerous chemicals; outdated fire system that does not match chemicals used in building; no central storage system for chemicals; faculty offices access through research labs; undersized research lab spaces with very poor circulation; safety issues more critical because of building's location in center of campus |
| Statutory Compliance | Fire code standard violations; control areas for hazardous materials; fire separation at control areas; lack of accessibility in research areas; excessive quantities of chemicals stored for laboratory use (reoccurring code violation from City of Fargo Fire Department); sanitary/storm sewer code; ADA - both main entrances are inaccessible |
| Deferred/Critical Maintenance | Calculated at \sim \$2.3 million in 2008 by Sasaki/JLG; list and inflation has grown since then; facility condition assessment listed Dunbar as one of top three deficient major academic buildings on campus |
| Program or Accreditation | Insufficient space to hire additional faculty; lack of faculty and adequate space restricts ability to train new graduate students and for current students to continue in their programs; physical separation of faculty also significantly diminishes what can be accomplished in advancing education and resulting research of, by and for students |
| Partial Legislative Funding | N/A |
| Significant Outside Support | N/A |
| High Priority for State | Science field is vital to North Dakota; Chemistry, Biochemistry, Geosciences all important disciplines for energy, biomedical and high-technology manufacturing industries in state |
| Urgent Infrastructure Need | Definite urgent needs - electrical systems at full capacity, obsolete HVAC systems; life/health/safety, research and education funding, ability to accommodate current operations and future growth |
| Master Plan Consistency | #1 priority for NDSU; Chemistry is one of the original departments at NDSU; its students have long been vital to NDSU; its research has benefitted state, region, nation for 100+ years; disruptions to research and graduate education by having to stop operations during renovations vs. constructing a new building (or trying to conduct activities in outdated facilities) will severely hinder deliverables for major new grant in Chemistry and Biochemistry |
| Existing Space Condition | Complex is old, out-of-date, presents significant safety concerns for occupants; safety issues more critical because of building's location in center of campus |
| Consolidation of Services and Efficiencies | Consolidate Chemistry, Biochemistry, Geoscience, shared core laboratories and resultant equipment, personnel, methods and storage into single building; improved student educational opportunities; modern research laboratories planned for needs in accordance with current IBC standards |
| Removal of Existing Facilities | Current Dunbar Hall and possibly Geosciences Hall |
| Space Efficiency | Inadequate amount and quality of space for current level of activity; little to no growth capacity in either research or teaching limits growth in all other accredited STEM-related campus programs that depend heavily on sciences |

CAPITAL PROJECT PRIORITY #1 - DUNBAR II

DUNBAR - CURRENT FACILITY



Outdated Geosciences lab/classroom



Equipment and materials blocking aisles due to lack of space



Line dividing lab space from office/ computer space

Cones, sign and chain addressing a hazardous area



Storage placed in corridor due to lack of space



Storage converted to lab and support space

Temporary mechanical installed for ventilation



Storage issue in lab

No workbench space due to equipment space needs



Students exposed to lab conditions in order to access faculty

Grad office located in lab space

Non-compliant chemical storage



Obsolete and inadequate fume hoods



Student access to faculty office through lab, past experiments and temporary safety cabinets



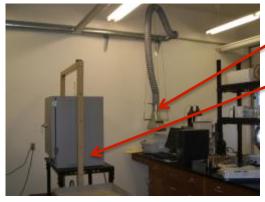
Grad office immediately adjacent to lab workbench in non-climate controlled lab



ADA accessibility to Dunbar is through Ladd Hall, then with the use of this freight elevator



Plumbing issues in building necessitate accessing infrastructure through existing walls in order to make repairs



Makeshift ventilation

Temporary equipment support



CAPITAL PROJECT PRIORITY
RANKED #1 BY SBHE FOR PROGRAM/ACCREDITATION PRIORITIES
RANKED #2 BY NDSU

PHARMACY, NURSING AND ALLIED SCIENCES

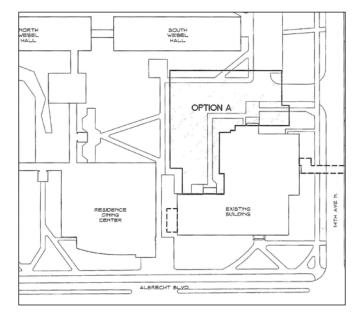
SUDRO ADDITION - \$32,700,000

Five-to-six story building, ~93,000 square feet of new construction

- Also includes partial renovation, update and repurpose of existing building
- · Results in reduction of deferred maintenance backlog

Includes:

- Offices, classrooms, research and clinical labs, student study and library space, technology
- Additional space for:
 - > Master of Public Health
 - > Master of Health Administration
 - › American Indian Public Health Resource Center
 - > Health Science Branch Library
- · Address accreditation concerns
- · Address space shortage issues
 - > Leased space
 - Repurposed student space due to programming needs
 - > Shared faculty offices (FERPA issues)
- Improve undergraduate and graduate experience
 - Provide additional square footage needed to handle current growth of undergraduate students
 - Address the need for space for the growing number of professional students
 - > Expand and update classroom and laboratory spaces
- Match the facility to NDSU's recognition as one of the Top 108 public and private institutions according to Carnegie Commission on Higher Education
- · Address needs for faculty
 - > Provide additional space to address growth in faculty
 - Create facilities to retain and attract the top researchers/faculty
 - > Create space for all faculty needing research space
 - Help fill the nation's need for research in the Health Sciences field



| CAPITAL PROJECT RANKIN | G MATRIX FOR 2015-17 PROJECT PRIORITIZATION |
|--|---|
| Life Safety | Adequate space for teaching and research labs in medical health field important for life, health and safety protocols |
| Statutory Compliance | N/A |
| Deferred/Critical Maintenance | Project results in ability to address deferred maintenance in existing building |
| Program or Accreditation | Needed to address ACPE (Pharmacy) accreditation Physical Facilities standard violation; progress report on status of bringing it into full compliance expected within two years of the March 2014 ACPE Focused On-Site Evaluation visit; report stated: "The space available to the College is not keeping pace with its current rate of growth and limits the success of the pharmacy program. Managing growth of the College is the biggest issue facing the program."; failure could result in negative accreditation against Pharmacy program, negative impact in ability to continue current and future research growth, funding, quality of education and training for health profession students North Dakota Board of Nursing expects quality improvements in NDSU's program, including provision of appropriate space for simulation education, to satisfy Board of Nursing standards and criteria for continued program approval |
| Partial Legislative Funding | N/A |
| Significant Outside Support | N/A |
| High Priority for State | Only Pharmacy program in state; supplies 90% of current practicing pharmacists in North Dakota serving citizens' health care needs; 70-85% of Nursing graduates remain in state to practice nursing |
| Urgent Infrastructure Need | N/A |
| Master Plan Consistency | PNAS exemplifies three principal responsibilities of a land-grant university — Teaching, Research, Public Service; serves state, region, nation through programs providing education, research, patient care and public service; project essential to address goals of program expansion, growth in Nursing, Master of Public Health (MPH), two-way distance ed with Bismarck, new interprofessional education training requirements and new programs in Master of Health Administration (MHA), international nursing partnerships, nursing genetic counseling |
| Existing Space Condition | Recent on-site evaluations from accrediting bodies (Nursing and Pharmacy) cited both programs for lack of sufficient space, impacting programs' ability to address important quality improvements needed to meet current accreditation standards; non-compliance will place health profession programs at risk of possible negative accreditation action, negatively impacting ability to continue current (and future) growth of research programs and funding |
| Consolidation of Services and Efficiencies | All PNAS components incorporated into one area/facility, creating efficiencies and providing better opportunity for education within PNAS; returns components currently located in leased space into one facility |
| Removal of Existing Facilities | N/A |
| Space Efficiency | Unprecedented PNAS growth since mid 1990's - from 650 students and 40 employees to current 2,000 students and 156 employees, with only modest changes to physical facilities; resultant insufficient and inefficient quantity and quality of space attributing to accreditation issues; locating components to leased facilities necessitated due to lack of space |

NDSU

CAPITAL PROJECT PRIORITY #2 — PHARMACY, NURSING AND ALLIED SCIENCES

SUDRO - CURRENT FACILITY



Storage

Faculty office

Simulation lab



Office converted to core lab room



Hallways converted to student study space



Common computer cluster used as grad space



Lab that should be clean room space

Tape designates "walls" of clean room



Concept Pharmacy lab space: inadequate for number of students who use it



Joint storage issues -Pharmacy, Nursing and Allied Sciences



Lack of space requires that numerous night classes now be offered



Faculty sharing minimal office space (possible FERPA issue)



Graduate student office located in aisle way of lab; egress issue



Office converted to a Biosafety II lab; inadequate space for lab



Conference room located in a skills assessment teaching lab



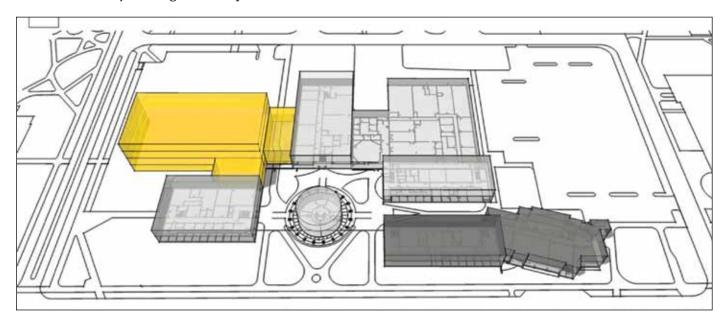
Access to shared faculty office through a space also used as a shared faculty office (by different departments -Pharmaceuticals and Nursing)

CAPITAL PROJECT PRIORITY #3

ENGINEERING

NEW CONSTRUCTION - \$27,200,000

Three-to-four story building, 79,100 square feet



- Connecting to Electrical and to Civil and Industrial Engineering buildings
- · All Engineering disciplines located in new facility
- Separation of space for disciplines
- Projects 2 7 will be requested in future biennia
- · Address accreditation concerns
- Address space shortage issues
 - Leased space off-campus
- > Repurposed student space due to programming needs
- > Shared faculty offices (FERPA issues)
- $\bullet\,$ Improve undergraduate and graduate experience
 - Provide additional square footage needed to handle current growth of undergraduate students
 - Provide reasonable and adequate space for senior students to complete their design/capstone projects
 - Address the need for space for the growing number of graduate students
 - › Update laboratory spaces

- Match the facility to NDSU's recognition as one of the Top 108 public and private institutions according to Carnegie Commission on Higher Education
- · Address needs for faculty
- Create facilities to retain and attract the top researchers and faculty
- › Create space for all faculty needing research space
- Help fill the nation's need for research in the engineering field

| CAPITAL PROJECT RANKING | G MATRIX FOR 2015-17 PROJECT PRIORITIZATION |
|-------------------------------|--|
| Life Safety | Eliminate current life, health, safety issues; includes addition of adequate infrastructure to handle current needs; eliminate many multifunctional areas (i.e., research lab also operating as classroom and/or graduate student offices) that create health and safety issues; research and specialty equipment better served in new space vs. trying to make existing space fit need |
| Statutory Compliance | ADA compliance – only access to 2nd floor in CIE and ECE buildings is through Dolve Hall, use of freight elevator and then traveling outside on catwalks around Admin building to access other areas in complex; renovations will bring buildings up to current code; all new additional square footage will meet current codes |
| Deferred/Critical Maintenance | 2008 report by Sasaki Strategies indicated deferred maintenance for Engineering facilities in excess of \$3,000,000; list has continued to grow |
| Program or Accreditation | Critical needs maintaining future accreditation of engineering and construction management programs; recent EAC (Engineering Accreditation Commission) report - Criterion 7. Facilities – "requires that classrooms, offices, labs, and associated equipment be adequate to support attainment of student outcomes and to provide atmosphere conducive to learning"; report cited unresolved concerns on inadequate and outdated space for modern engineering instruction, laboratory experiences and computer (technology) applications and "the potential exists for programs to fall out of compliance with this criterion in the future"; teaching, research and graduate student projects presently all housed in same rooms and facilities designed for smaller college serving undergraduate students and only a few Master's students – college currently houses 2,100+ undergraduate and 350 graduate students in Master's and Ph.D. programs; lack of space and current conditions have direct bearing on faculty recruitment and providing students with what could be construed as an incomplete education due to lack of appropriate space to meet academic needs; next general accreditation in college slated for 2018, allowing time to initiate and implement program of work to meet accreditation needs through 2024 and beyond |
| Partial Legislative Funding | N/A |
| Significant Outside Support | N/A |
| High Priority for State | Engineering is a critical need within state; firms are continually asking how to increase number of graduates from NDSU; infrastructure needs, expanding technology corridor activities and new start up companies seeking high quality graduates from NDSU |
| Urgent Infrastructure Need | College has limitations for academic success with current conditions; adequate infrastructure needed |
| Master Plan Consistency | Project has been listed in previous master plans; has been placed in top three project needs for current 2014 master plan revision |
| Existing Space Condition | No significant improvement to facilities since completed in late 1960's (55 years); space inadequate and outdated for modern engineering instruction, laboratory experiences and computer (technology) applications; recent accreditations commented about low quality and limited space in college not meeting current needs for undergraduate students in an engineering college; teaching, research and graduate student projects presently all housed in same rooms and facilities designed for smaller college serving undergraduate students and only a few Master's students – college currently houses 2,100+ undergraduate and 350 graduate students in Master's and Ph.D. programs; lack of space and current conditions have direct bearing on faculty recruitment and providing students with what could be construed as an incomplete education due to lack of appropriate space to meet academic needs; college is also leasing 5,000 square feet off campus due to lack of space. |

CAPITAL PROJECT RANKING MATRIX FOR 2015-17 PROJECT PRIORITIZATION (CONTINUED)

Consolidation of Services and Efficiencies

Recently completed College of Engineering master plan identified numerous efficiency needs within its areas; needs were in classrooms, storage, office space, student spaces and labs; efficiencies will be achieved if plan followed

Removal of Existing Facilities

N/A

Space Efficiency

Same space previously dedicated to undergraduate education now houses more than 2,100 undergraduate and nearly 350 graduate students; space availability critically low; college lacks office space for new faculty, staff and graduate students; lacks adequate teaching lab, research, and teaching classroom space; spaces originally planned for 20 students in lab environment now serve four or five sections of 20 students per week, provide graduate research project space and are main labs for faculty research; college installed 24-hour card access to allow students time to complete work due to lack of space - not conducive to high quality education students deserve; faculty office space availability non-existent; conversion of smaller classrooms for new offices not possible due to campus classroom availability issues; courses being taught with no companion lab class due of lack of space; lack of quality lab space impacts ability to provide faculty with space needed to be competitive in research and in attracting best graduate students; recruiting best faculty also impaired by lack of space; STEM building will impact students taking general courses in first two years of education – however, were unable to program discipline-specific engineering courses and labs into STEM building

CAPITAL PROJECT PRIORITY #3

ENGINEERING - CURRENT FACILITY



Materials teaching lab used by multiple disciplines (Civil, Construction Engineering)



Teaching lab for 8-12 students shared with grad student office/cluster located in back of area



Storage issues in that same lab



Electrical room converted to faculty/ research lab



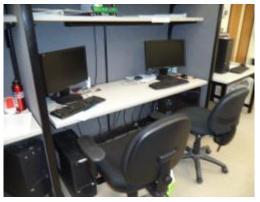
Lab not offered because lab size too small to accommodate 15 students



Grad offices located in aisle way to same lab, impeding egress



Senior design studio (13'x15') with four work stations used by 13 students



Two grad students sharing 2'x5' office space

CAPITAL PROJECT PRIORITY #3

ENGINEERING - CURRENT FACILITY

Biomed lab sharing space with grad/ senior design students



IME room 133 Area 1: Teaching classroom for 12



Faculty use hallway as office to consult with students, grade papers, etc. due to lack of space



IME room 133 Area 2: Material storage in room; narrow aisle is safety concern



Several hundred dollar (donated) robotic piece of equipment not used because of a lack of space and infrastructure



IME room 133 Area 3: Storage issue; chairs pulled into classroom area when in use



IME room 133 Area 4: Faculty/ research lab with station for department support technician



NDSU 2015-17 MAJOR CAPITAL PROJECT REQUESTS

NON-STATE FUNDED (\$1 MILLION OR GREATER)

| RANK | PROJECT | FUNDING | AMOUNT |
|------|----------------|------------|--------------|
| 1 | Aquatic Center | Bond/Local | \$11,000,000 |

CAPITAL PROJECT PRIORITY #1

AQUATIC CENTER

EXPANSION TO WELLNESS CENTER FACILITIES

~29,000 square feet



- Locker facilities
- Aquatics facilities
 - > Including indoor leisure and indoor competition pool
- Support facilities
- Provide facilities for NDSU students to swim for new exercise options and relaxation
 - › Lifetime recreational activity
 - > Component of physical wellness not offered
 - » Lack of functional swimming pool
- Expand teaching abilities
- Add intermural sporting options
- · Also open for use by faculty and staff

- Student body voted and approved project
- > April 2013 student-wide vote/approval
- > Information presented to/through:
- » ~50-60 student organizations
- » Two student open forums
- » Multiple informational email messages via listserv to entire student body and all 285 student organizations
- » Posters placed in Memorial Union and Wellness Center
- » Published in student newspaper (NDSU Spectrum)

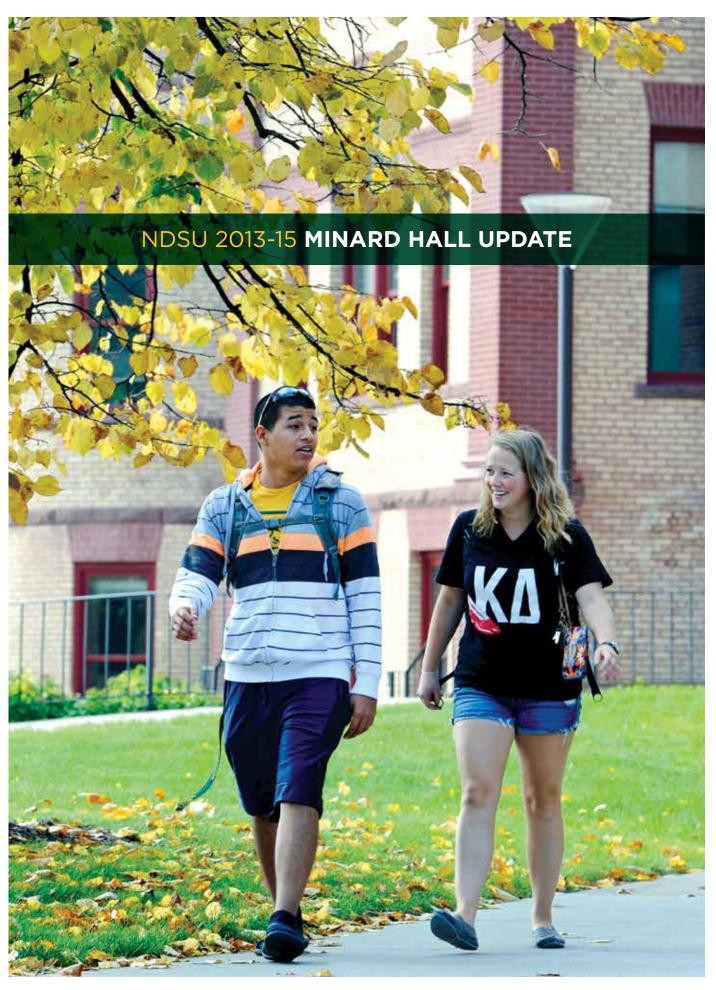
MINARD HALL – CAPITAL PROJECT REAUTHORIZATION

NDSU REQUESTS LEGISLATIVE AUTHORIZATION TO INCREASE THE TOTAL AUTHORIZATION FOR THE MINARD HALL PROJECT FROM \$22,874,300 TO \$23,474,300 AN INCREASE OF \$600,000.

As noted in a letter dated August 29, 2014 from the ND University System legal counsel, the increased authorization is needed because of a contractor on the Minard Hall project has made a claim for additional compensation. After receiving the contractor claim, contractually mandated mediation was held however the contractors claim was not settled during the mediation. A lawsuit has been commenced against the State of ND, the ND Board of Higher Education and NDSU by the contractor. NDSU requests an additional authorization of \$600,000 in order to cover a potential award in favor of the contractor and to pay for legal fees, expert fees and other costs associated with the ongoing litigation. This request was approved by the State Board of Higher Education on September 3, 2014.

The litigations related to this incident are on-going with the discovery process being scheduled to be complete as of June 30, 2014. Thereafter, expert disclosures and expert depositions will be started. The trial is scheduled for July 2015. Litigation costs have been higher than anticipated due to the fact that additional parties were required to be included in the litigation because of information revealed during the discovery process.

If legal settlements are less than the estimated costs, NDSU would seek direction from the SBHE for options to pay for the costs incurred, including the possible request for a deficiency appropriation from the Legislative Assembly. Updates on the project progress are provided regularly to the ND University System Chancellor and State Board of Higher Education.



PROJECT STATUS UPDATE - MINARD HALL

FINANCIAL STATUS REPORT AS OF DECEMBER 31, 2014:

| | | Project | Remaining |
|------------------|---------------|---------------|---------------|
| | Authorization | Expenditures | Authorization |
| Phase I, II, III | \$ 18,000,000 | \$ 17,879,134 | \$ 120,866 |
| Collapse | \$ 4,874,300 | \$ 4,384,221 | \$ 490,079 |
| Total | \$ 22,874,300 | \$ 22,263,355 | \$ 610,945 |
| | | | |

INCREASED AUTHORIZATION REQUEST:

Current Authorization: \$22,874,300

Increased Authorization: \$23,474,300 – increase of \$600,000 Approved by the State Board of Higher

Education on September 3, 2014.

Source of Funds: Insurance proceeds, legal settlements, deficiency appropriations and other

available funds

Narrative: See memorandum dated 8-29-14 from Christopher Wilson and Dan Hull





Office of Concrel Counsel - Margo North Debots State University 202 Old Mart 20 Dox 6050 Rargo, ND 58108-6050 701,231,8741 Pax 701,231,8309 www.pdsu.edu/ceneral_counsel

MEMORANDUM

To: Bruce Ballinger

From: Christopher Wilson-

Dan Hull AMA

Re: Request for Increase to Minard Hall Project Authorization

Date: August 29, 2014

NDSU will likely need to increase its current state appropriated authorization on the Minard Hall project from \$22,874,300 to \$23,474,300. The increased authorization is needed because a contractor on the Minard Hall Project, Grant's Mechanical, Inc. ("GMI"), has made a claim for additional compensation.

After receiving GMI's claim, an initial determination was made by the project architect that GMI was entitled to an additional sum of \$137,000. GMI rejected this sum and proceeded with contractually mandated mediation. During the mediation, the contractor demanded an additional sum of \$450,000. The contractor's claim was not settled during mediation. A lawsuit has now been commenced against the State of North Dakota, the North Dakota Board of Higher Education and NDSU by the contractor. GMI did not specify its damages in the litigation, so NDSU utilized GMI's mediation demand as the basis for potential damages.

NDSU requests an additional authorization of \$600,000 in order to cover a potential award in favor of the contractor and to pay for legal fees, expert fees and other costs associated with the ongoing litigation.

The Month Dators University System in coveraged by the State Board of Higher Education and includes:
Dismarch State College • Embara Callege of Anthress • Pickinson State University • Ence Region State College • Rayvilla State
Deliversity • Primon Joses University • North Eather Robber College of Science • North Eather State University • University of Roych
Dators • Valley City State University • Williston State College

COST RECOVERY/LITIGATION STATUS AS OF DECEMBER 11, 2013:

- Two additional defendants have been added to the lawsuit against JLG Architects, Heyer Engineering and Northern Technologies, Inc. The new parties are Meinecke-Johnson (the project's general contractor) and Earth Developers (the project's excavating contractor). The new claims are based upon, among other things, defective means and methods allegedly used in the construction of the excavation.
- Written discovery is voluminous and took longer than anticipated, especially with the addition of two new defendants. Five depositions were taken in November, 2013 and additional depositions will be conducted. The trial in the lawsuit against the JLG and others is scheduled to commence on March 3, 2015. The Court has not yet set a trial date in the lawsuit against the State Fire and Tornado Fund.
- General Counsel Budget Section testimony next page

PROJECT STATUS AS OF DECEMBER 11, 2013:

- The Minard Hall project is substantially complete and as of the fall 2013 academic term is in full operation. Remaining punch list items are being reviewed and finalized. We continue to work with contractors on project closeout documents and remaining/outstanding payment requests; continued document review before final pay applications are approved.
- Collapse related costs continue to be incurred as a result of three items:
 - 1. Ongoing Legal fees;
 - 2. Contractors have requested additional costs be covered due to project delays;
 - 3. Replacement of furniture lost due to the collapse.

FINANCIAL STATUS REPORT AS OF OCTOBER 31, 2013:

| | | | Commitm | nents | _ | | |
|----------------|---------------|--------------|----------------------------|-----------------|---------------|-------|----------|
| | | | Construction Change | | Project Total | | |
| | | Project | Orders | Other-Including | with | Rem | aining |
| | Authorization | Expenditures | Approved/Potential | Contigencies | Commitments | Autho | rization |
| Phase I,II,III | \$ 18,000,000 | \$16,989,678 | \$ 106,026 | \$ 904,296 | \$ 18,000,000 | \$ | - |
| Collapse | 4,874,300 | 4,030,516 | 221,666 | 622,118 | 4,874,300 | | |
| Total | \$ 22,874,300 | \$21,020,194 | \$ 327,692 | \$ 1,526,414 | \$ 22,874,300 | \$ | - |

General Counsel Testimony: Budget Section December 11, 2013

My name is Christopher Wilson, and I am the General Counsel of North Dakota State University. I am here today to update the Budget Committee on the University's on-going efforts to recover its damages, expenses and costs resulting from the collapse of Minard Hall.

As I have previously reported, attorney Daniel Hull with the law firm of Anderson, Bottrell, Sanden & Thompson in Fargo represent NDSU in its recovery efforts. Through Mr. Hull's efforts, NDSU has commenced two different lawsuits pertaining to the Minard collapse. Both lawsuits are venued in the State District Court in Fargo (East Central Judicial District).

In the first litigation, NDSU brought suit against the North Dakota State Fire and Tornado Fund which provides property insurance to NDSU. After the collapse, the Fund denied that there was coverage for the collapse. As a result, NDSU commenced a declaratory judgment action against the Fund. NDSU is requesting a judgment that the Fund's insurance policy covers damages sustained by NDSU as a result of the collapse.

In the second lawsuit, the plaintiff is the State of North Dakota, by and through NDSU and the North Dakota State Board of Higher Education. The initial defendants were JLG Architects, Heyer Engineering and Northern Technologies, Inc., which were the project's architectural firm, the structural engineering firm and the geotechnical engineering firm. The lawsuit alleged, among other things, that the defendants:

- Failed to obtain, require or recommend sufficient soil testing and evaluation to properly
 design a deep basement and the associated excavation adjacent to the north end of Minard
 Hall;
- (2) Provided a defective design for the excavation adjacent to the north end of Minard Hall; and
- (3) Failed to determine that the excavation was defective prior to the collapse and take steps to prevent the collapse.

Earlier this year, two additional defendants were added to the second lawsuit. They are Meinecke-Johnson, the project's general contractor, and Earth Developers, the project's excavating contractor. The new claims are based upon, among other things, defective means and methods allegedly used in the construction of the excavation.

In both lawsuits, written discovery and depositions are ongoing, including five depositions which were taken in November of 2013. The trial in the lawsuit against the JLG and others is scheduled to commence on March 3, 2015. The Court has not yet set a trial date in the lawsuit against the State Fire and Tornado Fund.

That concludes our prepared statements, and we would be happy to answer any questions that you may have. Thank you.

arc f/148/265/sbhe/c/wilson doc 12-4-13

PROJECT STATUS AS OF SEPTEMBER 24, 2013, SBHE MEETING:

- The Minard Hall project is substantially complete and is in full operation for the Fall 2013 academic term with remaining punch list items being reviewed and completed.
- The collapse-related costs continue to be realized as a result of three items:
 - 1. Legal fees continue to be incurred.
 - 2. Contractors have asked for delay-related expenses that are being reviewed.
 - 3. Replacement of furniture lost due to the collapse.

FINANCIAL STATUS REPORT AS OF AUGUST 31, 2013:

| | | | COMMIT | MENTS | | |
|------------------|---------------|--------------|--------------------|---------------|--------------|---------------|
| | | During | Construction | Other – | | D i i |
| | | Project | Change Orders | Including | | Remaining |
| | Authorization | Expenditures | Approved/Potential | Contingencies | | Authorization |
| Phase I, II, III | \$18,000,000 | \$16,939,294 | \$131,361 | \$929,345 | \$18,000,000 | - |
| Collapse | 4,874,300 | 4,006,485 | 244,020 | 623,795 | 4,874,300 | |
| Total | \$22,874,300 | \$20,945,779 | \$375,381 | \$1,553,140 | \$22,874,300 | - |

COST RECOVERY/LITIGATION STATUS AS OF SEPTEMBER 24, 2013:

- Two additional defendants have been added to the second lawsuit. They are Meinecke-Johnson, the project's general contractor, and Earth Developers, the project's excavating contractor. The new claims are based upon, among other things, defective means and methods allegedly used in the construction of the excavation.
- Written discovery is voluminous and has taken longer than anticipated, especially with the addition of two new defendants, but it is estimated that it will soon be complete and depositions will then begin. It is unknown when the trials will occur, but they would be at least one year away.

NDSU IS REQUESTING THAT THE SBHE CONSIDER AND PASS THE FOLLOWING MOTIONS AS OF SEPTEMBER 24, 2013:

First Motion: To amend the following underlined part of a motion previously approved by the SBHE on November 17, 2011, which currently reads:

Authorize NDSU to proceed with completion of the Minard Hall at an estimated cost of \$22,874,300 to be funded with \$17,500,000 million in state general fund appropriation, \$500,000 gift funds, and \$4,874,300 from a 2011-13 deficiency appropriation.

with the following underlined language:

Authorize NDSU to proceed with completion of the Minard Hall at an estimated cost of \$22,874,300 to be funded with \$17,500,000 million in state general fund appropriation, \$500,000 gift funds, and \$4,874,300 from a <u>future</u> deficiency appropriation.

Second Motion: To amend the following underlined part of a motion previously approved by the SBHE on November 17, 2011, which currently reads:

Authorize NDSU to carry a deficit fund balance on the Minard Hall project as a temporary funding source after the original \$18,000,000 of appropriated authority has been expended, until a state general fund deficiency appropriation for NDSU is authorized during the <u>2013</u> legislative session.

with the following underlined language:

Authorize NDSU to carry a deficit fund balance on the Minard Hall project as a temporary funding source after the original \$18,000,000 of appropriated authority has been expended, until a state general fund deficiency appropriation for NDSU is authorized during the <u>2015 or later</u> legislative session.

MOTIONS PASSED AT SEPTEMBER 24, 2013 SBHE MEETING

MINARD HALL COLLAPSE COST RECOVERY/LITIGATION STATUS AS OF DECEMBER 31, 2012:

- NDSU retained the services of attorney Daniel Hull with the law firm of Anderson, Bottrell, Sanden & Thompson in Fargo to represent the University in its recovery efforts.
- Through Mr. Hull's efforts, NDSU has commenced two different lawsuits pertaining to the Minard collapse.
 Both lawsuits are venued in the State District Court in Fargo (East Central Judicial District).
- In the first litigation, NDSU brought suit against the North Dakota State Fire and Tornado Fund which provides property insurance to NDSU. After the collapse, the Fund denied that there was coverage for the collapse. As a result, NDSU commenced a declaratory judgment action against the Fund. NDSU is requesting a judgment that the Fund's insurance policy covers damages sustained by NDSU as a result of the collapse.
- In the second lawsuit, the plaintiff is the State of North Dakota, by and through NDSU and the North Dakota State Board of Higher Education. The defendants are JLG, Heyer Engineering and NTI, which are the architectural firm, the structural engineering firm and the geotechnical engineering firm involved in the Minard

Hall project. The lawsuit alleges, among other things, that the defendants:

- failed to obtain, require or recommend sufficient soil testing and evaluation to properly design a deep basement and the associated excavation adjacent to the north end of Minard Hall;
- (2) provided a defective design for the excavation adjacent to the north end of Minard Hall; and
- (3) failed to determine that the excavation was defective prior to the collapse and take steps to prevent the collapse.
- In accordance with the construction contract, claims also have been initiated against the project's general contractor, Meinecke-Johnson. The claims are based upon, among other things, defective means and methods allegedly used in the construction of the excavation.
- Written discovery is voluminous and has taken longer than anticipated, but it is estimated that it will soon be complete and depositions will then begin. It is unknown when the trials will occur, but they would be at least one year away.

FINANCIAL STATUS REPORT AS OF DECEMBER 31, 2012:

COMMITMENTS

| | Authorization | Project Expenditures | Construction Change Orders Approved/Potential | Other – Including Contingencies | | Remaining Authorization |
|------------------|---------------|-------------------------|---|---------------------------------------|--------------|----------------------------|
| Phase I, II, III | \$18,000,000 | \$14,899,879 | \$2,462,018 | \$638,103 | \$18,000,000 | - |
| Collapse | 4,874,300 | 2,880,503 | 588,124 | 1,405,673 | 4,874,300 | |
| Total | \$22,874,300 | \$17,780,382 | \$3,050,142 | 2,043,776 | \$22,874,300 | - |

AUGUST 31, 2012: 1901 (SOUTH) BUILDING SECTION RENOVATION:

Estimated completion date: Mid-to-late spring 2013

- Asbestos abatement process (referenced in this summary) began the first of September and was completed the first week of November 2011
- Project scope was complex with demolishing much of the interior, building new structural framing system to support attic office space and new roof, creating more efficient space
- Structural voids and lack of structural integrity discovered once framing of bearing walls was exposed; resulted in additional design time, pricing time, material costs, wall reframing, and project completion time
- Poor masonry bearing wall conditions were uncovered:
 - Masonry wall at NW portion of 4th floor found to be in poor condition; required complete removal down to third floor level; testing currently under way to verify compressive strength and physical characteristics of remaining masonry to ensure ability to support new roof loads; could delay completion of 1901 section, but impact won't be known until final test results are received
 - > Poor 4th floor bearing wall between 1901 and 1918 sections (masonry intermixed with wood) required removal and rebuilding/infilling of the wall
 - > Openings cut through bearing masonry walls had no or very inadequate lintels requiring new masonry infill or installation of new lintels to carry load above opening

- Issues required numerous job site trips by structural engineer and architect to re-engineer/redesign modifications to existing structural system
- Renovation work on section estimated to be completed mid-to-late spring 2013, depending on testing results stated previously



1901 (south) building section: mortar issues in the brick masonry

1918 (CENTER) BUILDING SECTION RENOVATION *Estimated completion date: December 2012*

 Work progressing on schedule for December 2012 completion date; however, some systems and components are tied to 1901 section, so full utilization may not be realized until 1901 area is completed



NORTH ADDITION

Estimated Completion Date: December 2012

- Footings and foundation walls were completed in October 2011
- Steel frame installations also began at that time
- Sheet rocking is progressing, windows are installed, brick exterior is approximately 30% completed, and most infrastructure items are installed
- Substantial completion of the project is expected in December 2012

North Addition
Rebuilt collapsed area
1929 section



1929 (NORTH) BUILDING AND COLLAPSED AREA RENOVATION

Estimated completion date: December 2012

 Portion of the 1929 section was completed in 2011 and occupied for fall 2011; remaining portion and also collapsed area following north addition schedule, being completed at same time



1929 (north) building section: classroom currently in use; renovated in 2011

FINANCIAL STATUS REPORT AS OF AUGUST 31, 2012

| COMMITMEN | ITS | | Construction | Other – | | |
|------------------|---------------|-------------------------|-------------------------------------|----------------------------|--------------|----------------------------|
| | Authorization | Project Expenditures | Change Orders Approved/Potential | Including Contingencies | Total | Remaining Authorization |
| Phase I, II, III | \$18,000,000 | \$13,266,150 | \$1,674,331 | \$3,059,519 | \$18,000,000 | - |
| Collapse | 4,874,300 | 2,629,280 | 1,150,461 | 1,094,559 | 4,874,300 | - |
| Total | \$22,874,300 | \$15,895,430 | \$3,050,142 | \$4,154,078 | \$22,874,300 | - |

COST RECOVERY / LITIGATION STATUS:

NDSU is actively seeking to recover its damages, expenses and costs resulting from the collapse of Minard Hall. Two civil lawsuits have been commenced. Both lawsuits are venued in the State District Court in Fargo (East Central Judicial District). A forensic study has occurred involving all of the parties. Discovery, including the production of voluminous documents, is ongoing.

In the first litigation, NDSU brought suit against the ND State Fire and Tornado Fund which provides property insurance to NDSU. After the collapse of Minard Hall, the fund denied there was coverage for the collapse. As a result, NDSU commenced a declaratory judgment action against the fund. NDSU is requesting a judgment that the fund's insurance policy covers damages sustained by NDSU as a result of the collapse.

In the second lawsuit, the plaintiff is the State of North Dakota, by and through NDSU and SBHE. The defendants

are JLG, Heyer Engineering and 3 NTI, which are the architectural firm, the structural engineering firm, and the geotechnical engineering firm involved in the Minard Hall project. In this lawsuit, the State of North Dakota is seeking to recover damages sustained as a result of the collapse of Minard Hall and as a result of the redesign of the north addition to Minard Hall. The lawsuit alleges, among other things, that the defendants: (1) failed to obtain, require or recommend sufficient soil testing and evaluation to properly design a deep basement and the associated excavation adjacent to the north end of Minard Hall, (2) provided a defective design for the excavation adjacent to the north end of Minard Hall, and (3) failed to determine that the excavation was defective prior to the collapse and take steps to prevent the collapse.

It is estimated that written discovery will be completed within approximately two months. Depositions will then begin. At this point, it is unknown when the trials will occur, but they would be at least one year away.

DECEMBER 13, 2011:

NDSU presented a request to the Budget Section for approval to increase the project authorization of the Minard Hall project by \$4,874,300 from \$18,000,000 to \$22,874,300 under Section 48-01.2-25, and to authorize under Section 15-10-12.3 the additional funding from insurance proceeds, legal settlements, and other available funds. The following motion carried on a roll call vote:

 To approve the NDSU request to increase the project authorization of the Minard Hall project by \$4,874,300 from \$18,000,000 to \$22,874,300 under Section 48-01.2-25, and to authorize under Section 15-10-12.3 the additional funding from insurance proceeds, legal settlements, and other available funds.

NOVEMBER 17, 2011: (MOTIONS PASSED AT THE NOVEMBER 17, 2011, SBHE MEETING)

NDSU presented a brief update on the Minard Hall construction to the SBHE. The following motions were approved by the SBHE:

- 1. To proceed with completion of the Minard Hall at an estimated cost of \$22,874,300 to be funded with \$17,500,000 million in state general fund appropriation, \$500,000 gift funds, and \$4,874,300 future 2011-13 deficiency appropriation.
- 2. To seek Budget Section approval for increased spending authorization for Minard Hall from \$18,000,000 to \$22,874,300, an increase of \$4,874,300, with the intent that up to this amount (less any recovered from insurance or legal action) be ultimately funded by a state general fund deficiency appropriation per NDCC 48-01.2-25.
- 3. To carry a deficit fund balance on the Minard Hall project as a temporary funding source after the original \$18,000,000 of appropriated authority has been expended, until a state general fund deficiency appropriation for NDSU is authorized during the 2013 legislative session.
- 4. To take any necessary action, including litigation, to seek recovery of damages, expenses, and costs resulting from the collapse of Minard Hall, with any recovery being used to offset the ongoing costs of the Minard Hall project or, if the project is complete at the time of any recovery, to reimburse the State of North Dakota for the costs of the project to the extent that recovery dollars are available, following consultation with the chancellor.

NOVEMBER 9, 2011:

The Budget, Audit and Finance Committee held an executive session regarding Minard Hall and was satisfied with the progress of litigation.

SEPTEMBER 30, 2011: OVERVIEW AND PROJECT STATUS SUMMARY PRESENTED TO SBHE

Minard Hall is the largest academic facility located in the historical district on NDSU's campus.

The following departments have classrooms and offices in Minard Hall: Psychology, mathematics, communication, English, modern languages, history, philosophy, religion, sociology, anthropology, emergency management, English as a second language.

Minard Hall was built in three sections: 1901-south, 1918-center, 1929-north. Academic departments located in the 1929-north section were relocated to other areas across campus due to the collapse. However, academic departments located in the 1901-south section have remained during the renovation/construction process.

The \$18,000,000 Minard Hall authorized renovation and addition project scope consists of roof and window

replacements, utility and infrastructure (steam, water, and sewer) work and relocation, asbestos abatement, interior redesign/remodeling, new space allocation, new west and north additions, and architect/engineering fees. Additionally, the project includes replacement of the HVAC system, general construction, and electrical work to complete the project. As of December 27, 2009, the project scope also includes the collapsed north wall repair.

Authorized funding for the project is \$18,000,000: \$17,500,000 general funds and \$500,000 special/local funds.

Project scope includes the following square footage:

- Renovation of existing sections 72,141
- Additions west and north 30,755
- Collapse 6,965 of existing section north wall

Consultants and contractors on the project:

- Consultants
- > JLG (architect lead of project)
- > NTI (geotechnical)
- > Martin Mech (mechanical)
- > Heyer (structural)
- > Land elements (landscape)
- > MBN (electrical)
- Contractors
- > Grants Mechanical (mech)
- > Meinecke-Johnson (gen)
- > Bergstrom Elec (elec)
- > Veit (shoring)
- > Earth developers (sub)

Minard Hall experienced an unprecedented partial collapse of the north wall in the early morning hours of December 27, 2009. The building had been partially occupied during construction activities for the renovation; however, the building was unoccupied at the time of the collapse due to the Christmas holiday break. All construction was halted so that project activities could focus on preventing any further collapse, settling or additional failure to the building. Utility connections, temporary heat, air handling and electricity was re-established; a security company was hired to prevent unauthorized access to unsafe areas and to prevent theft; and a moving company was hired to help relocate faculty, offices and classrooms from Minard to other areas on campus because NDSU was not staffed to handle this activity.

During the same time period, the decision was made not to salvage the collapsed area building materials because of safety concerns. Demolition of this area could not take place unless shoring systems were designed and installed to prevent any further collapse. Access to faculty offices and classroom space in the collapsed area also needed to be addressed while the remainder of the building was evaluated for safety concerns. The challenge continued as the north end of the building became contaminated with asbestos material requiring specialized cleaning and removal.

Further testing and evaluations, demolition of the collapsed area, stabilization of the building, and shoring of the roofs and flooring were continued during the next

four to five months. Construction activities continued on the main project, and the west addition progressed slowly because many of the resources were being focused on the collapsed area. While this work was occurring, plans were being developed to determine the cause of the collapse. All parties (contractors and sub-contractors) were given the opportunity to participate in the proposed forensic study. This allowed all parties an opportunity to review the same data and make field observations. All parties participating in the proposed forensic study hired experts to determine the testing needed to determine the footing failure. In order for the review to occur, the collapsed portion of the building, excluding the footings and foundation, needed to be removed. During this removal, asbestos contaminated soils were discovered below the original building area that was collapsed. This area needed to be properly contained and removed before the last floor section could be removed.

Initial forensic testing was completed during July 12-15, 2010. Once completed, the second and final portion of the testing was to excavate the footing area and remove the failed material. All parties agreed an action plan should be developed to ensure soil conditions could handle excavating down to the footing level to expose the soils. Parties did not agree upon a plan until October 2010, and November 8 was set for the start of the deep excavation. No work could continue on the north addition or the collapsed area until this forensic testing was completed.

The original renovation project continued during this time. Temporary air conditioning was installed in classrooms during the summer of 2010 as the building was occupied while the renovation work was under way. Some soil data became available in October 2010, and concerns surfaced about a footing system for the collapsed area, along with concerns regarding the soil conditions at the north addition site. The project architect presented multiple recommendations for proceeding with the north addition and replacement of the collapsed area. Concerns surfaced at this time about continuing with a basement plan for the addition, so budget pricing was solicited on available options for proceeding. At this point, NDSU had a recommendation regarding how to move forward with the project, but needed guidance and approval from the SBHE.

At the December 16, 2010, SBHE meeting, NDSU was given approval for the following five items:

- To expand the original scope of the project and timeline to include a redesign of the collapsed portion of building
- To redesign the Minard Hall north addition to relocate the mechanical space, which will need to be relocated from a planned basement space, which is no longer feasible due to soil conditions
- 3. To allow collapse-related expenses to be funded from general funds currently available for the project
- 4. To administratively combine the three building phases into one project for management purposes
- 5. To authorize NDSU to seek appropriate legislative authorization and funding to complete the project in the most appropriate manner.

After obtaining the SBHE approval, the architects and consultants were directed to proceed with redesigning the north addition, removing the basement mechanical room and relocating that equipment to a 5th floor or penthouse. A revised design was completed for the north addition in mid-February 2011. The plan was approved and proposal requests were sent out to the contractors for pricing. At the same time, proposals were modified slightly for the collapsed area in order to tie in all connections and utilities to the revised plan. Proper documentation and supporting information for the pricing were received and approved change orders were created in April and May of

2011. Priorities at this time were to remove the loose sand fill in the basement area and to fill it in with a compacted engineered fill. Once this was completed, the collapsed structure and north addition footings could be started. Locations logistics for the building occupants have been an ongoing consideration and concern. (To date, permanent locations are not available.) Therefore, the impetus was to complete the west addition and part of the 1918 and the 1929 construction zones so space would be available for the fall 2011 academic semester. Temporary life/safety systems, air conditioning and heating would need to be installed due to the 5th floor mechanical equipment not being installed until sometime in 2012. Due to a tight project timeline and because of space limitations, a moving company was hired to relocate the departments and to store any materials that were not necessary during the next 12 months. This task was completed in August 2011.

With the 1901 building and the remaining 1918 building now vacated, the next milestone was to remove the remaining known asbestos in these areas. This process began the first of September and will not be completed until the first week of November 2011. The work is being done by floor so that the other contractors can follow behind and complete the needed demolition. The north addition footings and foundation walls were completed in October 2011 and steel frame installations are currently under way. Substantial completion of the project is expected December 2012.

FINANCIAL STATUS REPORT AS OF SEPTEMBER 30, 2011

| | Biennium | Local Match | State General Funds | |
|--|----------------------------|----------------------|------------------------|----------------|
| Legislative/appropriation authoriaztion | | | | |
| Phase I and II | 2007-09 | \$500,000 | \$4,500,000 | \$5,000,000 |
| Phase III | 2009-11 | | \$13,000,000 | \$13,000,00 |
| | | Total legislative | e authorization | \$18,000,000 |
| Expenditures as of 9/30/2011 | | | | (\$12,507,864) |
| | | Remaining legis | slative authorization | \$5,492,136 |
| Outstanding construction commitments a | and contingencies as of 9/ | /30/2011 | | |
| Construction Commitments | · · | | | \$8,753,819 |
| Contingencies: | | | | |
| Construction | | | | \$1,112,617 |
| Legal | | | | \$500,000 |
| Total outstanding commitments ar | nd contingencies | | | \$10,366,436 |
| Increased amount of Legislative spending | authorization requested | by NDSU due to colla | pse | \$4,874,300 |
| | | Construction | Collapse | Total |
| Expenditures | | \$10,609,197 | \$1,898,667 | \$12,507,864 |
| Commitments | | 7,048,186 | 1,705,633 | \$8,753,819 |
| Contingencies: | | | | |
| Construction | | 342,617 | 770,000 | \$1,112,617 |
| Legal | | - | 500,000 | \$500,000 |
| | | \$18,000,000 | \$4,874,300 | \$22,874,300 |
| | | | | |

2011-13 HB1003, SECTION 8. NORTH DAKOTA STATE UNIVERSITY-MINARD HALL-BUDGET SECTION REPORT:

North Dakota State University may use unspent funding from the \$5,000,000 appropriation received during the biennium beginning July 1, 2007, and ending June 30, 2009, and unspent funding from the \$13,000,000 appropriation, received during the biennium beginning July 1, 2009, and ending June 30, 2011, for the Minard Hall project, for the biennium beginning July 1, 2011, and ending June 30, 2013. North Dakota State University shall report to the budget section regarding the status of the Minard Hall project and may request increased spending authorization from the budget section for the project.

NDSU IS REQUESTING THAT THE SBHE PASS THE FOLLOWING MOTIONS:

(motions passed at the November 17, 2011, SBHE meeting)

- 1. Authorize NDSU to proceed with completion of the Minard Hall at an estimated cost of \$22,874,300 to be funded with \$17,500,000 million in state general fund appropriation, \$500,000 gift funds, and \$4,874,300 future 2011-13 deficiency appropriation.
- **2.** Grant NDSU authority to seek Budget Section approval for increased spending authorization for Minard Hall from \$18,000,000 to \$22,874,300, an increase of \$4,874,300, with the intent that up to this amount (less any recovered from insurance or legal action) be ultimately funded by a state general fund deficiency appropriation per NDCC 48-01.2-25.
- **3.** Authorize NDSU to carry a deficit fund balance on the Minard Hall project as a temporary funding source after the original \$18,000,000 of appropriated authority has been expended, until a state general fund deficiency appropriation for NDSU is authorized during the 2013 legislative session.
- 4. Authorize NDSU to take any necessary action, including litigation, to seek recovery of damages, expenses, and costs resulting from the collapse of Minard Hall, with any recovery being used to offset the ongoing costs of the Minard Hall project or, if the project is complete at the time of any recovery, to reimburse the State of North Dakota for the costs of the project to the extent that recovery dollars are available, following consultation with the chancellor.



APPENDIX - MINARD HALL

BUDGET SECTION MINUTES

15.5050.03000 **Budget Section**

UNIVERSITY SYSTEM CAPITAL PROJECTS CONTINGENCY POOL

Mr. Rick Tonder, Director of Facilities Planning, North Dakota University System, presented information (Appendix K) regarding funds distributed from the capital projects contingency pool pursuant to Section 24 of 2013 Senate Bill No. 2003. He said the 2013 Legislative Assembly provided \$5,483,413 for the capital projects contingency pool. He said the University System allocated \$858,984 for a campus drive project at Williston State College (\$90,000), a Stevens Hall renovation project at Williston State College (\$517,551), and an Erlandson remodel and expansion project at Lake Region State College (\$251,433). He said there is \$4,624,429 remaining in the capital projects contingency pool for future allocations.

NORTH DAKOTA STATE UNIVERSITY MINARD HALL PROJECT

Mr. Michael Ellingson, Director of Facilities Management, North Dakota State University, presented information (Appendix L) regarding the status of the Minard Hall project at North Dakota State University (NDSU) pursuant to Section 22 of 2013 Senate Bill No. 2003. He said construction of Minard Hall is substantially complete, and the building was fully occupied for the fall 2013 semester.

Mr. Christopher Wilson, General Counsel, North Dakota University System, presented information (Appendix M) regarding the legal proceedings related to the Minard Hall project. He said the law firm Anderson, Bottrell, Sanden, and Thompson is representing NDSU in two separate litigation proceedings. He said NDSU brought suit against the state fire and tornado fund, which provides property insurance for NDSU. He said NDSU has also brought suit against selected project contractors. He said written discovery and depositions are ongoing for both lawsuits. He said a trial date has not yet been set for the lawsuit against the state fire and tornado fund. He said the trial date for the lawsuit against the project contractors will be in March 2015.

In response to a question from Representative Brandenburg, Mr. Ellingson said approximately \$4.8 million of the \$22.9 million total project cost is associated with the collapse of Minard Hall.

UNIVERSITY SYSTEM - CHANGES TO CAPITAL PROJECTS North Dakota State University

Sanford Health Athletic Complex Project

Mr. Ellingson presented information (Appendix N) regarding a request for Budget Section approval to increase spending authority related to the Sanford Health Athletic Complex project. He said the request is the result of actual bids exceeding the project estimates. He said the scope of the project has not changed.

In response to a question from Representative Streyle regarding leaseback agreements, Mr. Bruce Bollinger, Vice President of Finance and Administration, North Dakota State University, said the Sanford Health Athletic Complex does not include any leaseback agreements. Mr. Bollinger said he would provide information regarding the terms of a leaseback agreement between NDSU and the NDSU Development Foundation related to Richard H.

In response to a question from Representative Delzer, Mr. Bollinger said maintenance of the Sanford Athletic Health Complex will be paid from local funds at NDSU and not state funds.

It was moved by Senator Grindberg, seconded by Senator Klein, and carried on a roll call vote that the Budget Section approve the North Dakota State University request pursuant to Section 15-10-12.1 to increase spending authority from private donations by \$5,595,644, from \$35,404,356 to \$41,000,000, related to the Sanford Athletic Health Complex project. Representatives Pollert, Boe, Brandenburg, Delzer, Devlin, Dosch, Guggisberg, Holman, Kempenich, Kreidt, Martinson, Mock, Nelson, Onstad, Sanford, Streyle, Thoreson, Vigesaa, Wieland, and Williams and Senators Bowman, Carlisle, Erbele, Grindberg, Heckaman, Holmberg, Kilzer, Klein, Krebsbach, Lee, Mathern, Robinson, Schneider, Wanzek, and Wardner voted "aye." No negative votes were

Center for Computationally Assisted Science and Technology Project

Dr. Philip Boudjouk, Professor of Chemistry, North Dakota State University, presented information (Appendix O) regarding a request for Budget Section approval to increase spending authority and to increase the scope of the Center for Computationally Assisted Science and Technology project.

In response to a question from Representative Delzer, Dr. Boudjouk said the increase includes the purchase of computer hardware, cooling systems, and electrical transformers. He said the equipment is needed to comply with the requirements of an additional federal grant.

Budget Section 5 December 13, 2011

Christmann, Erbele, Holmberg, Kilzer, Krebsbach, O'Connell, Robinson, Schneider, Taylor, Wanzek, Wardner, and Warner and Representatives Carlson, Dahl, Dosch, Drovdal, Kelsh, Kempenich, Kreidt, Kroeber, Martinson, Metcalf, Monson, Nelson, Pollert, Vigesaa, Wieland, and Williams voted "aye." Representatives Bellew, Brandenburg, Delzer, and Klein voted "nay."

North Dakota State University -Batcheller Building - Center for Biopharmaceutical Research and Production Centers of Excellence Program

Mr. Bruce Bollinger, Vice President for Finance and Administration, North Dakota State University, Fargo, presented a request for Budget Section approval under Section 15-10-12.1 of project authorization of \$1.75 million from the Center for Biopharmaceutical Research and Production centers of excellence program required cash match for the Batcheller Building first floor construction project in the Research and Technology Park. Dr. Satish Chandran, Director, Center for Biopharmaceutical Research and Production, North Dakota State University, Fargo, was also present.

In response to a question from Representative Carlson, Mr. Bollinger said a \$2 million grant from the Greater Fargo Moorhead Economic Development Corporation is contingent upon Budget Section approval of the request.

It was moved by Representative Carlson, seconded by Senator Schneider, and carried on a roll call vote that the Budget Section approve under Section 15-10-12.1 project authorization of \$1.75 million from the Center Biopharmaceutical Research and Production centers of excellence program required cash match for the Batcheller Building first floor construction project in the Research and Technology Park. Senators Grindberg, Bowman, Christmann, Erbele, Holmberg, Kilzer, Krebsbach, O'Connell, Robinson, Schneider, Taylor, Wanzek, Wardner, and Warner and Representatives Carlson, Dahl, Dosch, Kelsh, Kreidt, Kroeber, Martinson, Metcalf, Nelson, Thoreson, Vigesaa, Wieland, and Williams voted "aye." Representatives Bellew, Brandenburg, Delzer, Drovdal, Kempenich, Monson, and Pollert voted "nay."

North Dakota State University -Minard Hall

Mr. Bollinger presented a request for Budget Section approval to increase the project authorization of the Minard Hall project by \$4,874,300 from \$18,000,000 to \$22,874,300 under Section 48-01.2-25 and to authorize under Section 15-10-12.3 the additional funding from insurance proceeds, legal settlements, and other available funds. Mr. Michael Ellingson, Facilities Management Director, North Dakota State University, Fargo, and Mr. Dan Hull,

attorney, Anderson, Bottrell, Sanden & Thompson Law Firm representing North Dakota State University (NDSU) in legal action regarding Minard Hall were also present. Mr. Bollinger said NDSU has pursued a lawsuit against its insurance carrier seeking payment for insured damages estimated at \$4.8 million. He said any settlement amount will be used for the additional costs relating to the project.

In response to a question from Representative Carlson, Mr. Hull said the scope of the project is not increasing. He said the increased project authorization is for the additional costs resulting from damages incurred due to the Minard Hall collapse.

In response to a question from Representative Delzer, Mr. Ellingson said \$4.8 million is the estimate of the additional costs. He said all expenditures related to the Minard Hall collapse are being separately recorded and verified by legal counsel.

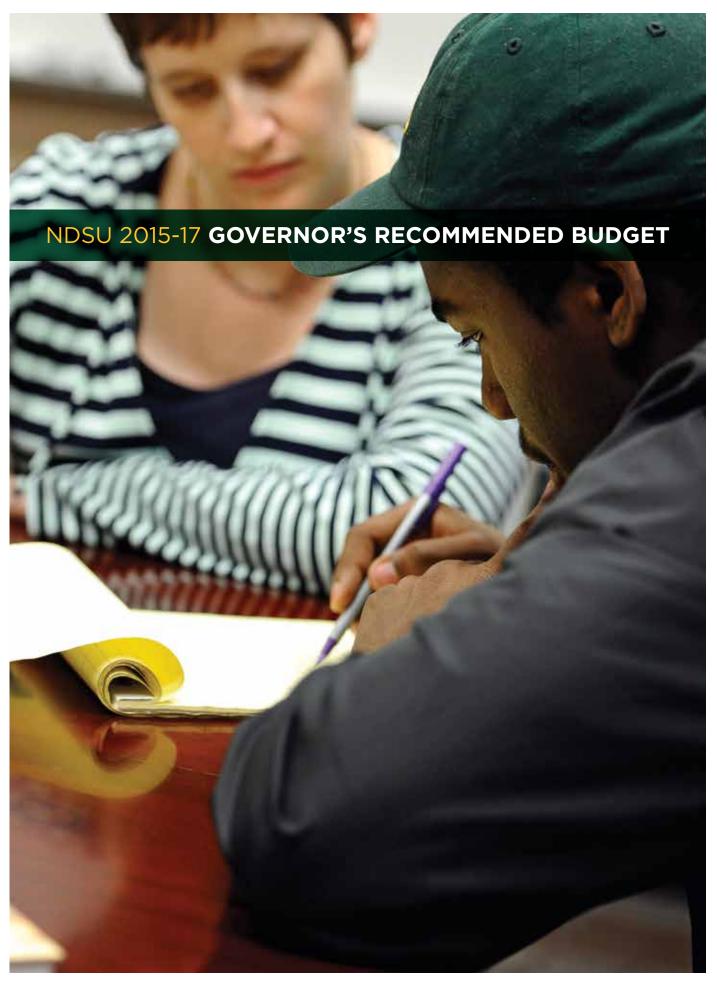
In response to a question from Senator Bowman, Mr. Bollinger said if legal settlement proceeds are less than the estimated \$4.8 million of additional costs, NDSU would seek direction from the State Board of Higher Education for options to pay for the costs incurred, including the possible request for a deficiency appropriation from the Legislative Assembly in 2013.

Senator Christmann asked whether NDSU is also seeking cost recovery from the contractor responsible for causing the damages. Mr. Hull said cost recoveries are being sought from all parties involved but is unable to provide details since the case is currently in progress.

It was moved by Senator Krebsbach, seconded by Senator Taylor, and carried on a roll call vote that the Budget Section approve the NDSU request to increase the project authorization of the Minard Hall project by \$4,874,300 from \$18,000,000 to \$22,874,300 under Section 48-01.2-25 and to authorize under Section 15-10-12.3 the additional funding from insurance proceeds, legal settlements, and other available funds. Senators Grindberg, Erbele, Holmberg, Krebsbach, O'Connell, Robinson, Schneider, Taylor, Wardner, and Warner and Representatives Carlson, Dahl, Dosch, Drovdal, Kelsh, Kempenich, Klein, Kroeber, Martinson, Metcalf, Monson, Nelson, Pollert, Thoreson, Vigesaa, Wieland, and Williams voted "aye." Senators Bowman, Christmann, Kilzer, and Wanzek and Representatives Bellew, Brandenburg, Delzer, and Kreidt voted "nay."

Mayville State University -Science-Library Complex

Mr. Steven Bensen, Vice President for Business Affairs, Mayville State University, Mayville, presented a request for Budget Section approval under Section 48-01.2-25 to increase the science-library complex project authorization by \$95,000 from \$5,138,328 to \$5,233,328 for additional project improvements that are either complete or partially complete and under Section 15-10-12.3 to use institutional collection reserves (\$50,000), library local funds (\$25,000), and



Comparison of General Fund Budget Request And Executive Recommendation

| | North D | akota State Univ | ersity |
|--|---|---|---|
| 2013-15 Adjusted General Fund Appropriation | SBHE 2015-17 GF Budget Request \$ 176,840,714 | Executive Recommendation \$ 176,840,714 | Executive Recommendatio n Over (Under) Budget Request |
| Base Adjustments | (33,766,930) | (33,766,930) | <u> </u> |
| 2013-15 Adjusted General Fund Appropriation, Net of Base Adjustments | 143,073,784 | 143,073,784 | - |
| 2015-17 Requested Base Increases: | | | |
| Funding model inflation adjustment includes: | | | |
| Cost to continue FY15 salary increases | 2,785,403 | 1,671,242 | (1,114,161) |
| Operating Inflation (2.4%/2.5%) | 3,127,577 | | |
| Utilities increases (usage, rates & new facilities) | 893,000 | 535,800 | (357,200) |
| 2015-17 Salary increases (4%/year) | - | 7,508,485 | 7,508,485 |
| 2015-17 Health insurance increases | - | 3,194,811 | 3,194,811 |
| 2015-17 Retirement increases (1% effective 1/1/16) | - | 798,619 | 798,619 |
| SMHS Rural Med program increase | | | - |
| Funding model adjustment for SCH changes | 10,268,987 | 10,268,987 | - 1/ |
| Funding model rebalancing adjustment to average of top 2 | | | |
| within tier (Requested highest in tier) | 1,083,694 | 2,824,466 | 1,740,772 2 / |
| Campus Security/System Emergency/Continuity of Operations | | | |
| Planning | 205,500 | - | (205,500) |
| Remove document imaging at campuses, funded CTS | - | (121,794) | (121,794) 3/ |
| Remove PAR/Starfish/Hobsons at campuses, funded CTS Remove internal audit campus assessments, funded in NDUS | - | - | - 3/ |
| Office | - | (143,624) | (143,624) 3 / |
| Increase base extraordinary repairs | 8,421,144 | 1,729,111 | (6,692,033) 4/ |
| Total Requested Increase in GF Base Funding | 26,785,305 | 28,266,103 | 4,608,375 |
| Total Base General Fund Request & Recommendation | 169,859,089 | 171,339,887 | 4,608,375 |
| 2015-17 Requested One-time Increases: | | | |
| Campus Security | 1,120,000 | 840,000 | (280,000) 5 / |
| 2015-17 Special assessments | 407,089 | 1,591,426 | 1,184,337 6 / |
| Total One-time Recommendation | 1,527,089 | 2,431,426 | 904,337 |
| 2015-17 State-funded Capital Projects | 105,800,000 | - | (105,800,000) |
| Total 2015-17 General Fund Request & Recommendation | \$ 277,186,178 | \$ 173,771,313 | \$ (100,287,288) |

^{1/} Provides additional base general fund dollars for increase in student credit hours produced during 2013-15 including formula adjustments.

- 3/ Removes funding from campuses for system led initiatives (no assessments will be required from campuses).
- 4/ Provides additional base general fund dollars for extraordinary repairs to reach 20% of OMB formula.
- 5/ Provides one-time general fund dollars for keyless entry locks and security cameras (75% of request).
- 6/ Provides one-time general fund dollars for payoff of special assessment principle and interest balance.

^{2/} Provides additional base general fund dollars to equalize per credit funding to \$79.05 for the research universities.

NDSU
Analysis of 2015-17 Executive Recommendation by Line Item

| | | | Incr (Decr) over | 2013-15 |
|---|----------------|---------------|------------------|----------|
| | 2015-17 Exec | 2013-15 Adj | | |
| | Recommendation | Appropriation | \$\$ Change | % Change |
| | | | | |
| Operations | 140,341,540 | 125,015,305 | | |
| CTC/Sal/Util | 13,708,957 | 10,231,144 | | |
| SCH change adjustment | 10,268,988 | - | | |
| True-up/Equalization | 2,824,466 | 6,431,392 | | |
| One time Campus Security | 840,000 | - | | |
| Campus Assessment/Doc Imaging | (265,418) | (1,336,301) | | |
| Subtotal General Fund Approp-Operations | 167,718,533 | 140,341,540 | 27,376,993 | 19.5% |
| | | | | |
| Capital Assests | 2,732,244 | 2,732,244 | | |
| One time DM/Extraordinary repairs | - | 2,480,703 | | |
| Incr base DM/Extraordinary repairs | 1,729,111 | - | | |
| Special Assessment Payoff | 1,591,426 | - | | |
| Subtotal General Fund-Capital Assets | 6,052,781 | 5,212,947 | 839,834 | 16.1% |
| Total Operations and Capital Assets | 173,771,314 | 145,554,487 | 28,216,827 | 19.4% |
| Major Capital Assets General Fund | | | | |
| STEM Classroom Bldg | - | 29,367,709 | | |
| Carryover Capital projects | - | 1,918,518 | | |
| Total General Fund Appropriation | 173,771,314 | 176,840,714 | | |

North Dakota State University

Statutory Authority

ND Constitution Section 215, North Dakota Century Code Chapter 15-12.

Agency Description

and funding opportunities with other leading universities, private entities and federal survey. Those rankings have opened up a steady progression of new partnerships North Dakota State University (NDSU) has become the first and remains the only million in annual scholarly research activity reported for the most recent national research universities (39th of those without a medical school), with over \$150.0 Higher Education and the ranks of the National Science Foundation's top 100 North Dakota university ranked in the top tier of the Carnegie Commission on agencies, never before possible for a North Dakota university.

institution. It embraces that responsibility as a cornerstone of its future productivity, NDSU is proud of its tradition as the state's student focused, land-grant, research and the contributions it can increasingly provide to North Dakota and the state's residents, as well as the nation's current and future interests. The University hosts a large and diverse student profile and is home for the largest environment that compliments and blends the experiences of its students, faculty full-time, on campus enrollment in the states's university system. Located in a and staff with the community in which they live while attending the university. vibrant and growing area of the state, and with a growing number of major corporate partners, NDSU has shared a responsibility for creation of an

- both the Carnegie Commission on Higher Education and the National Science Foundation. Classified by the Carnegie Commission on Higher Education as Major Accomplishments
 1. Ranked as the top and only ND research university in the nation based on "Research University/Very High Research Activity"
 - Received \$6.4 million in equalization funding from the new higher education funding formula which 100 percent was used to support Academic Affairs. ĸi
 - Initiated construction for a new state funded STEM Classroom building to meet student demand in the science, technology, engineering and math က်

Agency 235

- Continued demand by prospective undergraduate and graduate students, has been reflected in new full time student enrollment records every year for the past decade, with the fall of 2013 enrollment over 14,600 students. 4.
 - Continued diversity of the NDSU student body, including in the fall of 2013, 1,101 international students representing 87 countries, and an increasing number of U.S. born students reflecting ethnic, cultural and geographical S.
- Achieved a record 89 percent success for student job placement in their major field of study. ø.
- Initiated and continued efforts for student success through improved sense of welcome and support; retention and graduation rates; focus on students from nistorically under-represented populations, veterans, and others; and addressed high risk behaviors and other student issues. 7.
 - Completed construction of a major indoor track facility, initiated a renovation of the Sanford Health Athletic Complex. œ.
 - Expanded academic collaborations include development of undergraduate and graduate programs with Minot State and NDSCS. 6
- Provided system wide support of academic support functions in IT-based data supercomputing facility for the state), communication, emergency response institutions and the support of their collective academic communities. and support technologies that provide the backbone of many NDUS storage, academic computing (NDSU is the SBHE recognized 6.
- Continued involvement with the Research and Technology Park and emerging technology firms that have created several thousand new jobs, including employment of over 100 NDSU undergraduate and graduate students. 7.
 - athletic programs in the nation. NDSU recorded league championships in nine sports, the most recorded in a single year in the storied history of NDSU Solidified NDSU as one of the most successful overall NCAA Division-I 12.

- Executive Budget Recommendation
 Provides \$171.3 million from the general fund for the state share of campus operations at \$79.05 per adjusted student credit hour.
 - Approves \$1.6 million to pay campus special assessment balances.
 - Recommends \$840,000 for one-time campus security needs.

| REQUEST/RECOMMENDATION COMPARISON | | SUMMARY | | | | | | |
|---|--------------|-------------------|------------------------|---------------|-------------|----------------|---------------|-------------|
| 235 North Dakota State University Biennium: 2015-2017 | | | Bill#: | Bill#: HB1003 | | | | |
| | Expenditures | Present Budget | 2015-2017 Poguestod | 177 190 | Requested | 2015-2017 | 117 ndod | Executive |
| Description | 2011-2013 | 2013-2015 | Incr(Decr) | % Cha | 2015-2017 | Incr(Decr) % C | % Cha | 2015-2017 |
| By Major Program North Dakota State University | 168.056.552 | 247.096.407 | 45.284.958 | 18.3% | 292.381.365 | (61 725 093) | (25.0%) | 185 371 314 |
| Total Major Programs | 168,056,552 | 247,096,407 | 45,284,958 | 18.3% | 292,381,365 | (61,725,093) | (25.0%) | 185,371,314 |
| | | | | | | | | |
| Operating Expenses | 140,145,495 | 139,591,540 | 18,908,662 | 13.5% | 158,500,202 | 28,126,993 | 20.1% | 167,718,533 |
| Capital Assets | 2,613,583 | 35,330,656 | 81,622,732 | 231.0% | 116,953,388 | (29,277,875) | (82.9%) | 6,052,781 |
| Capital Assets Carryover | 6,419,048 | 1,918,518 | (1,918,518) | (100.0%) | 0 | 0 | 0.0% | 0 |
| Capital Projects - Non-State | 9,875,842 | 14,413,460 | 2,514,315 | 17.4% | 16,927,775 | (2,813,460) | (19.5%) | 11,600,000 |
| Capital Projects Carryover - Non-State | 9,002,584 | 55,842,233 | (55,842,233) | (100.0%) | 0 | 0 | ` 0.0 ` | 0 |
| Total Line Items | 168,056,552 | 247,096,407 | 45,284,958 | 18.3% | 292,381,365 | (61,725,093) | (25.0%) | 185,371,314 |
| By Funding Source | | | | | | | | |
| General Fund | 149,178,126 | 176,840,714 | 98,612,876 | 25.8% | 275,453,590 | (3,069,400) | (1.7%) | 173,771,314 |
| Federal Funds | 0 | 4,270,000 | (4,270,000) | (100.0%) | 0 | (4,270,000) | (100.0%) | 0 |
| Special Funds | 18,878,426 | 65,985,693 | (49,057,918) | (74.3%) | 16,927,775 | (54,385,693) | (82.4%) | 11,600,000 |
| Total Funding Source | 168,056,552 | 247,096,407 | 45,284,958 | 18.3% | 292,381,365 | (61,725,093) | (25.0%) | 185,371,314 |
| Total FTE | 495.21 | 537.10 | 0.00 | 0.0% | 537.10 | 0.00 | 0.0% | 537.10 |



NDUS 2015-17 Major Capital Projects Executive Recommendation

| (1) | (2) | (3) | (4) | (5) | ĭ | (11) | (12) | (13) | | ^{12/5/2014} (15) |
|--|------------------|---|-----------|--------------------|-------|------------------|--------------|----------------|--|---------------------------|
| SBHE | Campus | Dynicat December | C | Project | | Ctata | | Recommendation | | Deferred Maint |
| Rank | Priority | Project Description | Campus | Type Rn=renovat | | State | Other | Total | Other Source | Addressed |
| TOTAL -NDUS Projects Included in the 2015-17 Budget Request | | | | | | \$145,009,901 | \$44,848,194 | \$189,858,095 | | \$46,994,087 |
| Sectio | n 1: CAN | IPUSES - <u>STATE FUNDED</u> PROJECTS RECOM | MENDED b | y SBHE F | OR IN | ICLUSION IN 2015 | -17 BUDGET R | EQUEST | | |
| 63rd Le | gislative A | ction | | | | | | | | |
| N/A | 1 | SMHS Completion | UND | A, Rn, NC | | \$62,000,000 | | \$62,000,000 | | \$0 |
| Valley C | City Flood I | Mitigation | | | | | | | | |
| N/A | 2 | Fine Arts Bldg, including demolition of Foss and McCarthy | VCSU | NC | | \$25,850,000 | | \$25,850,000 | | \$7,763,660 |
| Life-Saf | ety Prioriti | es | | | | | | | | |
| 1 | | Heating Plant Replacement | VCSU | NC | | \$14,289,000 | | \$14,289,000 | | \$12,426,504 |
| 2 | 1 | Dunbar Hall II, including demolition of Dunbar | NDSU | NC | | \$0 | | \$0 | | \$0 |
| 3 | | Nelson Science Center | DCB | Rn | | \$1,098,789 | | \$1,098,789 | | \$525,000 |
| | | UND Airport Apron Renovation | БСВ | | | | | | | |
| 4 | | | | Rp | | \$16,000,000 | | \$16,000,000 | | \$10,054,504 |
| | | ife-Safety Priorities | | | | \$31,387,789 | | \$31,387,789 | | \$12,951,504 |
| Deferre | | nce Priorities | 1 | | | | | | | |
| 1 | 1 | Major Campus Infrastructure | BSC | Rp | | \$1,575,000 | | \$1,575,000 | | \$1,200,000 |
| 2 | 1 | Campus Water, Sewer Infrastructure | NDSCS | Rp | | \$13,298,000 | | \$13,298,000 | | \$13,298,000 |
| 3 | 1 | Switchgear, Electrical Service, Window Replacement | LRSC | Rp | | \$1,648,423 | | \$1,648,423 | | \$1,648,423 |
| | Subtotal E | Deferred Maintenance Priorities | | | | \$16,521,423 | | \$16,521,423 | | \$16,146,423 |
| Progran | n/Accredita | ation Priorities | | | | | | | | |
| 1 | 1 | Accreditation Projects (Sudro Hall Addition) | NDSU | A/Rn | | \$0 | | \$0 | | \$0 |
| 2 | 1 | Strategic Renovation/Renewal | UND | Rn/Rp | | \$0 | | \$0 | | \$0 |
| 3 | 1 | Allied Health Facility | WSC | NC | | \$0 | | \$0 | | \$0 |
| 4 | | Fargo Expansion Phase 1 | NDSCS | NC | | \$0 | | \$0 | | \$0 |
| 5 | | Career and Technical Education (CTE) | MiSU | NC | | \$0 | | \$0 | | \$0 |
| 6 | | Accreditation Projects (Engineering) – Phase 1 | NDSU | NC,Rn | | \$0 | | \$0 | | |
| | | | 14000 | 140,1111 | | | | | | \$0 |
| | Subtotal F | Program/Accreditation Priorities | | | | \$0 | | \$0 | | \$0 |
| | | | | | | | | | | |
| System | -wide Proje | | | | | | | | | |
| | | 2015-17 Special Assessments Installment (\$4,250,690 Payoff) | System | | | \$4,250,689 | | \$4,250,689 | | |
| | | Deferred maintenance pool | System | | | \$5,000,000 | | \$5,000,000 | | \$5,000,000 |
| | Cb | · | | | | | | | | |
| | Suptotal S | ystem-wide Projects | | | | \$9,250,689 | | \$9,250,689 | | \$5,000,000 |
| | | Total State Funded Projects Requested - Campuses | | | | \$145,009,901 | | \$145,009,901 | | \$41,861,587 |
| | | , | | | | Ţ,000,001 | | Ţ,000,001 | | Ţ,OO1,OO1 |
| Section | n 3: <u>No</u> n | -State Funded (Unranked) Projects Recommen | ded by SB | HE for Incl | ısion | in 2015-17 Budge | et Request | | I | I |
| | | Student Union LL Renovation | BSC | Rn | | | \$600,000 | \$600,000 | Local | N/A |
| | | | | Misc Rn's | | | | | Private | IN/P |
| | | Student Engagement | UND | | | | \$6,000,000 | \$6,000,000 | | |
| | | Aquatic Center | NDSU | E | | | \$11,000,000 | \$11,000,000 | Rev bonds/local | |
| - | | Memorial Union Dining Center Expansion & Accessibility | NDSU | A/Rn | | | \$0 | \$0 | Local | |
| | | Residence Dining Center Kitchen Remodel & Roof Replacement | NDSU | Rn | | | \$0 | \$0 | Local | \$300,000 |
| L_ T | | Low Rise Lavatories-Phases IV and V | NDSU | Rn | | | \$0 | \$0 | Local | \$1,582,500 |
| | | Minard Hall Mediation Settlement – Increased Authorization | NDSU | | | | \$600,000 | \$600,000 | Insurance proceeds, legal settlements, possible deficiency appropriation & other available funds | N/A |
| | | | | _ | | | | | | |
| | | Robertson Hall Restroom Renovation | NDSCS | Rn | l | | \$0 | \$0 | Private/local | \$1,000,000 |

NDUS 2015-17 Major Capital Projects Executive Recommendation

| (1) | (2) | (3) | (4) | (5) |
|--------------|--------------------|---|--------|-------------------------------|
| SBHE Rank | Campus Priority | Project Description | Campus | Project Type Rn=renovat |
| | | Woods Hall Renovation | DSU | Rn |
| | | Health, Wellness, and Physical Education Facility | VCSU | NC |
| | | Dorm Updates and Remodeling | DCB | Rn |
| | | Health and Wellness Facility | DCB | NC |
| | | Total Non-State Funded Projects - Campuses | | |

| (11) | (12) | (13) | (14 | ^{2/5/2014} (15) |
|-------|--------------|---------------|--|--------------------------|
| | Executive R | ecommendation | | Deferred Maint |
| State | Other | Total | Other Source | Addressed |
| | | | | |
| | \$0 | \$0 | Local/oil impact grant/ revenue bonds | \$2,250,000 (est) |
| | ΨΟ | ψΟ | TOVOTIGO BOTIGO | ΨΣ,Σ30,000 (CSt) |
| | \$16,000,000 | \$16,000,000 | Private/local | N/A |
| | \$3,784,076 | \$3,784,076 | Local | N/A |
| | \$6,864,118 | \$6,864,118 | Private/local | N/A |
| | \$44,848,194 | \$44,848,194 | | \$5,132,500 |

2015-17 Requested Base Increase (Per Funding Model), Excluding \$2.5 million added to WSC and MiSU (in the formula calculation)

| | (1) | (2) | (3) | (4) | (9) | (2) | (8) | (6) |
|--|---------------------|------------------------|--------------------|----------------------------------|-----------------------------------|----------------------------|---|-------------------|
| | 2013-15 Base | | 2013-15 Base | | Prelim ASCH x 2013-15 Base Per | 2015-17 Increase | Final ASCH x 2013-15 Highest Base Per SCH | 2015-17 Increase |
| | Operating Budget | 96% Minimum Fundina | Per SCH Funding | Final ASCH for 15-17 Calculation | SCH (Col 3 x Col 5) | (Decrease) (Col6- Col1) | (Col 3 x Col 4 high/sector) | (Decrease) (Col5- |
| BSC | \$33,071,327 | \$31,748,474 | 109.82 | 289,484 | \$31,791,133 | (\$1,280,194) | \$35,172,306 | \$2,100,979 |
| DCB | \$8,006,050 | \$7,685,808 | 110.87 | 75,764 | \$8,399,933 | \$393,883 | \$9,205,302 | \$1,199,252 |
| LRSC | \$12,584,464 | \$12,081,085 | 110.36 | 130,465 | \$14,398,073 | \$1,813,609 | \$15,851,449 | \$3,266,985 |
| NDSCS | \$39,193,835 | \$37,626,082 | 109.77 | 412,290 | \$45,257,073 | \$6,063,238 | \$50,093,235 | \$10,899,400 |
| WSC | \$10,481,307 | \$10,062,055 | 121.50 | 86,732 | \$10,537,908 | \$56,601 | \$10,537,908 | \$56,601 |
| 2-Year Sector | \$103,336,983 | | | 994,734 | \$110,384,120 | \$7,047,137 | \$120,860,199 | \$17,523,216 |
| | | | - | | | | | |
| DSU* | \$26,708,305 | \$25,639,973 | 105.38 | 234,079 | \$25,639,973 | (\$1,068,332) | \$25,639,973 | (\$1,068,332) |
| MaSU | \$14,723,416 | \$14,134,479 | 103.56 | 155,960 | \$16,151,218 | \$1,427,802 | \$16,781,296 | \$2,057,880 |
| VCSU | \$21,099,454 | \$20,255,476 | 103.84 | 229,393 | \$23,820,159 | \$2,720,705 | \$24,682,676 | \$3,583,222 |
| Misu | \$42,209,831 | \$40,521,438 | 107.60 | 412,985 | \$44,437,186 | \$2,227,355 | \$44,437,186 | \$2,227,355 |
| 4-Year Sector | \$104,741,006 | | | 1,032,417 | \$110,048,535 | \$5,307,529 | \$111,541,131 | \$6,800,125 |
| | | | 1 | | | | | |
| NDSO | \$143,073,784 | \$137,350,833 | (10.75 | 2,167,389 | \$153,342,772 | \$10,268,988 | \$154,426,466 | \$11,352,682 |
| QND | \$206,857,161 | \$198,582,875 | 71.25 | 3,090,436 | \$220,193,565 | \$13,336,404 | \$220,193,565 | \$13,336,404 |
| NDSU/UND | \$349,930,945 | | ' | 5,257,825 | \$373,536,337 | \$23,605,392 | \$374,620,031 | \$24,689,086 |
| Total | \$558,008,934 | | · | 7,284,976 | \$593,968,991 | \$35,960,057 | \$607,021,361 | \$49,012,427 |
| *DSU - 96% minimum in column 5 because base x ASCH is less than the minimum guarantee. | in column 5 because | e base x ASCH is | less than the mir | nimum guarantee. | | | | |

S:\Budget\SHARED\NDSU Biennial Budgets\2015-17 Biennium\2015-17 IBARS\Emails Prep info\#2 7.8.14\[SBHE Approved Request - 06 26 14.xlsx]Base GF

NDUS Institutions 2015-17 General Fund Operating Appropriation

| | | | 2013-15 | ١d | justed Bas | e Fı | unding per | SC | Н | | |
|-------------|---|----|--|----|---------------------------------------|------|--|----|------------------------|-----|-----------------------|
| Institution | 2009-11 Adjusted Student Credit Hours (ASCH) | | 2013-15 ppropriated ase per ASCH | | 013-15 Base Budget ppropriation | En | Adjust for ergy Impact I Flood Funds | | 2013-15 Base Budget | 201 | 3-15 Base per ASCH |
| BSC | 301,144 | \$ | 109.82 | \$ | 33,071,327 | | | \$ | 33,071,327 | \$ | 109.82 |
| DCB | 72,210 | \$ | 110.87 | \$ | 8,006,050 | | | \$ | 8,006,050 | \$ | 110.87 |
| LRSC | 114,027 | \$ | 110.36 | \$ | 12,584,464 | | | \$ | 12,584,464 | \$ | 110.36 |
| NDSCS | 357,064 | \$ | 109.77 | \$ | 39,193,835 | | | \$ | 39,193,835 | \$ | 109.77 |
| WSC | 86,265 | \$ | 150.48 | \$ | 12,981,307 | \$ | (2,500,000) | \$ | 10,481,307 | \$ | 121.50 |
| DSU | 253,455 | \$ | 105.38 | \$ | 26,708,305 | | | \$ | 26,708,305 | \$ | 105.38 |
| MASU | 142,172 | \$ | 103.56 | \$ | 14,723,416 | | | \$ | 14,723,416 | \$ | 103.56 |
| MISU | 392,279 | \$ | 113.97 | \$ | 44,709,831 | \$ | (2,500,000) | \$ | 42,209,831 | \$ | 107.60 |
| VCSU | 203,189 | \$ | 103.84 | \$ | 21,099,454 | | | \$ | 21,099,454 | \$ | 103.84 |
| NDSU | 2,022,290 | \$ | 70.75 | \$ | 143,073,784 | | | \$ | 143,073,784 | \$ | 70.75 |
| UND / Med | 2,903,224 | \$ | 71.25 | \$ | 206,857,161 | | | \$ | 206,857,161 | \$ | 71.25 |
| TOTALS | 6,847,319 | , | | \$ | 563,008,934 | \$ | (5,000,000) | \$ | 558,008,934 | | |

| | | | | 201 | 3-15 Adjuste | d | Base Fundi | ng | per ASCH | | |
|-------------|----|-----------------------|----|---|---|----|-------------------------|----|-----------------------------------|---|--------------------------------|
| Institution | 2 | 013-15 Base Budget | Fu | 6% Minimum nding Level per DCC 15-18.2-06 | 2011-13 Adjusted Student Credit Hours (ASCH) | 2 | 013-15 Base per ASCH | Ca | Iculated Per SCH Funding Level | 2015-17 Base udget (Higher of Calculated or Minimum) | H Production Adjustment |
| BSC | \$ | 33,071,327 | \$ | 31,748,474 | 289,484 | \$ | 109.82 | \$ | 31,791,133 | \$ 31,791,133 | \$ (1,280,194) |
| DCB | \$ | 8,006,050 | \$ | 7,685,808 | 75,764 | \$ | 110.87 | \$ | 8,399,933 | \$ 8,399,933 | \$ 393,883 |
| LRSC | \$ | 12,584,464 | \$ | 12,081,085 | 130,465 | \$ | 110.36 | \$ | 14,398,073 | \$ 14,398,073 | \$ 1,813,609 |
| NDSCS | \$ | 39,193,835 | \$ | 37,626,082 | 412,290 | \$ | 109.77 | \$ | 45,257,073 | \$ 45,257,073 | \$ 6,063,238 |
| WSC | \$ | 10,481,307 | \$ | 10,062,055 | 86,732 | \$ | 121.50 | \$ | 10,537,908 | \$ 10,537,908 | \$ 56,601 |
| DSU | \$ | 26,708,305 | \$ | 25,639,973 | 234,079 | \$ | 105.38 | \$ | 24,667,250 | \$ 25,639,973 | \$ (1,068,332) |
| MASU | \$ | 14,723,416 | \$ | 14,134,479 | 155,960 | \$ | 103.56 | \$ | 16,151,218 | \$ 16,151,218 | \$ 1,427,802 |
| MISU | \$ | 42,209,831 | \$ | 40,521,438 | 412,985 | \$ | 107.60 | \$ | 44,437,186 | \$ 44,437,186 | \$ 2,227,355 |
| VCSU | \$ | 21,099,454 | \$ | 20,255,476 | 229,393 | \$ | 103.84 | \$ | 23,820,159 | \$ 23,820,159 | \$ 2,720,705 |
| NDSU | \$ | 143,073,784 | \$ | 137,350,833 | 2,167,389 | \$ | 70.75 | \$ | 153,342,772 | \$ 153,342,772 | \$ 10,268,988 |
| UND / Med | \$ | 206,857,161 | \$ | 198,582,875 | 3,090,436 | \$ | 71.25 | \$ | 220,193,565 | \$ 220,193,565 | \$ 13,336,404 |
| TOTALS | \$ | 558,008,934 | \$ | 535,688,578 | 7,284,977 | | | \$ | 592,996,270 | \$ 593,968,993 | \$ 35,960,059 |

| | | | | | | 2 | 015-17 Bud | lge | t before Reba | ıla | ncing | | | | |
|-------------|----|-----------------------|----|-----------------------------|---------------------------|----|--------------|-----|--------------------------|-----|---|--|----|---------------|----------------------------------|
| Institution | 2 | 013-15 Base Budget | S | CH Production Adjustment | nflationary Adjustment | 2 | 4/7 Security | | Extraordinary Repairs | As | Document Imaging sessment / PAR Starfish | Eliminate nternal Audit Assessment | Т | uition Freeze | 015-17 Budget ore Rebalancing |
| BSC | \$ | 33,071,327 | \$ | (1,280,194) | 2,967,080 | \$ | 505,500 | \$ | 219,002 | \$ | (19,667) | \$ (20,155) | \$ | 975,753 | \$ 36,418,646 |
| DCB | \$ | 8,006,050 | \$ | 393,883 | 599,767 | \$ | 337,000 | \$ | 57,055 | \$ | (4,806) | \$ (3,562) | \$ | 197,133 | \$ 9,582,520 |
| LRSC | \$ | 12,584,464 | \$ | 1,813,609 | 1,020,638 | \$ | 405,500 | \$ | 141,616 | \$ | (6,833) | \$ (5,253) | \$ | 336,184 | \$ 16,289,925 |
| NDSCS | \$ | 39,193,835 | \$ | 6,063,238 | 2,839,481 | \$ | 252,750 | \$ | 585,109 | \$ | (21,560) | \$ (16,769) | \$ | 933,718 | \$ 49,829,802 |
| WSC | \$ | 10,481,307 | \$ | 56,601 | 988,279 | \$ | - | \$ | 194,957 | \$ | (6,597) | \$ (9,879) | \$ | 323,934 | \$ 12,028,602 |
| DSU | \$ | 26,708,305 | \$ | (1,068,332) | 2,353,994 | \$ | - | \$ | 400,663 | \$ | (10,269) | \$ (17,334) | | | \$ 28,367,027 |
| MASU | \$ | 14,723,416 | \$ | 1,427,802 | 1,186,866 | \$ | 405,500 | \$ | 154,494 | \$ | (9,841) | \$ (10,023) | | | \$ 17,878,214 |
| MISU | \$ | 42,209,831 | \$ | 2,227,355 | 4,447,379 | \$ | - | \$ | 503,247 | \$ | (23,402) | \$ (31,429) | | | \$ 49,332,981 |
| VCSU | \$ | 21,099,454 | \$ | 2,720,705 | 1,650,973 | \$ | 505,500 | \$ | 145,685 | \$ | (42,153) | \$ (8,463) | | | \$ 26,071,701 |
| NDSU | \$ | 143,073,784 | \$ | 10,268,988 | 13,708,957 | \$ | - | \$ | 1,729,111 | \$ | (121,794) | \$ (143,624) | | | \$ 168,515,422 |
| UND / Med | \$ | 206,857,161 | \$ | 13,336,404 | 22,334,272 | \$ | - | \$ | 2,271,772 | \$ | (324,403) | \$ (165,136) | | | \$ 244,310,070 |
| TOTALS | \$ | 558,008,934 | \$ | 35,960,059 | \$ 54,097,686 | \$ | 2,411,750 | \$ | 6,402,711 | \$ | (591,325) | \$ (431,627) | \$ | 2,766,722 | \$ 658,624,910 |

| | | | | 2015-17 O | per | ating Approp | riation | | | | | |
|-------------|---------------------------------------|--|---------|-------------------------|-----|----------------------------|-------------------------------|----|-----------------------------|--------------------------------------|----|------------------------------|
| Institution | 15-17 Budget before Rebalancing | 2011-13 Adjusted Student Credit Hours (ASCH) | Per SCH | Balancing Adjustment | Rel | balanced 2015-17 Budget | 2015-17 Base per ASCH Rate | - | 13-15 Energy Flood Funds | 2015-17 Operating ppropriation | 20 | 15-17 Total per ASCH Rate |
| BSC | \$ 36,418,646 | 289,484 | 125.81 | 1,961,946 | \$ | 38,380,592 | 132.58 | | | \$ 38,380,592 | \$ | 132.58 |
| DCB | \$ 9,582,520 | 75,764 | 126.48 | 462,481 | \$ | 10,045,001 | 132.58 | | | \$ 10,045,001 | \$ | 132.58 |
| LRSC | \$ 16,289,925 | 130,465 | 124.86 | 1,007,487 | \$ | 17,297,412 | 132.58 | | | \$ 17,297,412 | \$ | 132.58 |
| NDSCS | \$ 49,829,802 | 412,290 | 120.86 | 4,832,751 | \$ | 54,662,553 | 132.58 | | | \$ 54,662,553 | \$ | 132.58 |
| WSC | \$ 12,028,602 | 86,732 | 138.69 | - | \$ | 12,028,602 | 138.69 | \$ | 2,500,000 | \$ 14,528,602 | \$ | 167.51 |
| DSU | \$ 28,367,027 | 234,079 | 121.19 | - | \$ | 28,367,027 | 121.19 | | | \$ 28,367,027 | \$ | 121.19 |
| MASU | \$ 17,878,214 | 155,960 | 114.63 | 886,921 | \$ | 18,765,135 | 120.32 | | | \$ 18,765,135 | \$ | 120.32 |
| MISU | \$ 49,332,981 | 412,985 | 119.45 | 357,447 | \$ | 49,690,428 | 120.32 | \$ | 2,500,000 | \$ 52,190,428 | \$ | 126.37 |
| VCSU | \$ 26,071,701 | 229,393 | 113.66 | 1,528,905 | \$ | 27,600,606 | 120.32 | | | \$ 27,600,606 | \$ | 120.32 |
| NDSU | \$ 168,515,422 | 2,167,389 | 77.75 | 2,824,466 | \$ | 171,339,888 | 79.05 | | | \$ 171,339,888 | \$ | 79.05 |
| UND / Med | \$ 244,310,070 | 3,090,436 | 79.05 | - | \$ | 244,310,070 | 79.05 | | | \$ 244,310,070 | \$ | 79.05 |
| TOTALS | \$ 658,624,910 | 7,284,977 | | 13,862,405 | \$ | 672,487,315 | | \$ | 5,000,000 | \$ 677,487,315 | • | |

| Average | \$ 127.34 | |
|---------------|--------------|--|
| Average Top 2 | \$ 132.58 | |
| High | \$ 138.69 | |
| Average | \$ 117.23 | |
| Average Top 2 | \$ 120.32 | |
| High | \$ 121.19 | |
| Average | \$ 78.40 | |
| High | \$ 79.05 | |

| Two-Year Only | ו מונוסוו בו פבקב | 975,753 | 197,133 | 336,184 | 323,934 | | | | | 933,718 | | | | | 2,766,722 |
|--|-------------------|-----------|---------|-----------|-----------|------------|-----------|----------------|------------|-----------|-----------|-----------|-----------|-----------|-----------------------|
| | | 3,146,261 | 648,454 | 1,150,169 | 1,166,760 | 19,218,071 | 4,898,434 | 24,116,505 | 15,172,650 | 3,386,262 | 2,727,054 | 1,321,496 | 4,895,795 | 1,746,043 | 59,477,448 |
| | | 73,500 | | | 25,983 | 1,756,761 | | 1,756,761 | 535,800 | | | 56,055 | 36,400 | 35,557 | 2,520,056 |
| 5 | 4 | | | | | 2,403,092 | | 2,403,092 | | | | 75,549 | 566,102 | | 3.044.743 |
| , Marie | COLOMIN | (20,155) | (3,562) | (5,253) | (6,879) | (165, 136) | | (165,136) | (143,624) | (16,769) | (17,334) | (10,023) | (31,429) | (8,463) | (431,626) |
| M % CE 34 | ASED % IN | | | | | (192,300) | | (192,300) | | | | | | (32,200) | (224,500) |
| d SMENTS D | JNENIS, D | (19,667) | (4,806) | (6,833) | (6,597) | (132,103) | | (132,103) | (121,794) | (21,560) | (10,269) | (9,841) | (23,402) | (8,953) | (366.823) |
| A PART OF A BOOK SOM BONE NITE BASED WING THE WAR A PART OF THE WA | OVE COMP | 156,381 | 32,747 | 860'09 | 45,059 | 802,391 | 277,274 | 1,079,665 | 798,619 | 160,058 | 119,246 | 58,736 | 276,799 | 90,756 | 2.878.162 |
| A TO TO | ACH OF AB | 794,699 | 200,048 | 290,388 | 213,589 | 3,149,059 | 617,146 | 3,766,205 | 3,194,811 | 834,547 | 555,331 | 340,600 | 1,008,192 | 490,053 | 11.688.464 |
| | | 1,588,181 | 304,635 | 557,951 | 605,156 | 7,591,009 | 2,533,175 | 10,124,184 | 7,508,485 | 1,515,617 | 1,389,109 | 538,947 | 2,091,256 | 853,306 | 27,076,827 11,688,464 |
| TABCETED STATE SUABE OF | EIED SIAIE S | 573,321 | 119,391 | 253,818 | 293,450 | 4,005,299 | 1,470,838 | 5,476,137 | 3,400,353 | 914,370 | 690,971 | 271,474 | 971,877 | 326,986 | 13.292.147 |
| TAB | IARG | | | | | | 996,843 | 996,843 | | | | | | | 996.843 |
| | | 219,002 | 52,055 | 141,616 | 194,957 | 2,271,772 | | 2,271,772 | 1,729,111 | 585,109 | 400,663 | 154,494 | 503,247 | 145,685 | 6.402.711 |
| | | 354,319 | 62,336 | 112,202 | 98,493 | 1,733,527 | 473,995 | 2,207,522 | 1,671,242 | 329,261 | 290,308 | 116,980 | 468,630 | 181,301 | 5.892.593 |
| | | BSC | DCB | LRSC | NSC | JND | JND SMHS | Total-UND/SMHS | NDSU | NDSCS | OSC | MaSU | Misu | vcsu | Subtotal |

NORTH DAKOTA UNIVERSITY SYSTEM 2015-17 MAJOR CAPITAL PROJECTS (Comparison of 2015-17 Executive Recommendation to the Budget Request)

| | 3 | (2) | (3) | (4) | (5) | (9) | (2) | (8) | (6) | (10) |
|---|------------|-------------|-------------------------------|----------|----------------|--|-----------|------------------------|---------|--|
| | | 2015-17 Exe | 5-17 Executive Recommendation | endation | | | 2015- | 2015-17 Budget Request | est | |
| | General | Revenue | Other | Federal | Total Funds | General | Revenue | Other | Federal | Total Funds |
| BSC: Major Remodeling & Infrastructure Major Campus Infrastructure | 1,575,000 | | . 000 | | 1,575,000 | 1,575,000 | | . 600 000 | | 1,575,000 |
| Subtotal (HB1003) | 1,575,000 | | 000,000 | | 2,175,000 | 1,575,000 | | 000'009 | | 2,175,000 |
| LRSC: Infrastructure Switchaast, Electrical Service, Window Replacement | 1,648,423 | | , | | 1,648,423 | 1,648,423 | | | | 1,648,423 |
| Subtotal (HB1003) | 1,648,423 | | | | 1,648,423 | 1,648,423 | | | | 1,648,423 |
| WSC: New Construction Allied Health Facility | | | | | | 14,000,000 | | | | 14,000,000 |
| Subtotal (HB1003) | | | | | | 14,000,000 | | | | 14,000,000 |
| UND and SMHS: New Construction/Additions/Renovations SMHS Completion UND Airport Project Strategic Renovation/Renewal Projects Strategic Renovation/Renewal Projects | 62,000,000 | *** | 60 00 9 | | 62,000,000 | 62,000,000 16,000,000 10,000,000 | | 000 000 | | 62,000,000 16,000,000 10,000,000 6,000,000 |
| Subtotal (HB1003) | 78,000,000 | | 6,000,000 | | 84,000,000 | 88,000,000 | | 6,000,000 | | 94,000,000 |
| NDSU: New Construction/Additions/Renovations Dunbar Hall II, Including Demolition of Dunbar Accreditation Project-Sudro Hall Addition/Renovation Accreditation Project-Engineering (Phase I) Agustic Center Expansion | | 000'005'6 | 1,500,000 | **** | 11,000,000 | 45,900,000 32,700,000 27,200,000 | 000,003,6 | 1,500,000 | ,,,, | 45,900,000 32,700,000 27,200,000 11,000,000 |
| Other - Minard Hall Increased Other Fund Authorization | | | 600.000 | | 000'009 | | | 000'009 | | 600,000 |
| Subtotal (HB1003) | | 9,500,000 | 2,100,000 | | 11,600,000 | 105,800,000 | 9,500,000 | 2,100,000 | | 117,400,000 |
| NDSCS: New Construction & Infrastucture Fargo Expansion Phase 1 | 13 298 000 | | | | 13.298.000 | 10,000,000 | | | | 10,000,000 |
| Subtotal (HB1003) | 13,298,000 | | | | 13,298,000 | 23,298,000 | | | | 23,298,000 |
| DSU: Major Renovations Woods Hall Renovation | | | | | . . | | 6,100,000 | 1,400,000 | | 7,500,000 |
| Subtotal (TD 1003) | | | | | | | | | | |
| Neso Neso Construction/Additions Career and Technical Education (CTE) | | | | | | 8,000,000 | | | | 8,000,000 |
| Subtotal (HB1003) | | | | | | 8,000,000 | | | | 8,000,000 |

NORTH DAKOTA UNIVERSITY SYSTEM 2015-17 MAJOR CAPITAL PROJECTS (Comparison of 2015-17 Executive Recommendation to the Budget Request)

| | (1) | (2) | (3) | (4) | (2) | (9) | (2) | (8) | (6) | (10) |
|---|-------------|------------|----------------------------------|----------|-------------|-------------|------------|------------------------|---------|-------------|
| | | 2015-17 Ex | 2015-17 Executive Recommendation | endation | | | | 2015-17 Budget Request | est | |
| | General | Revenue | Other | Federal | Total | General | Revenue | Other | Federal | Total |
| | Fund | Bonding | Funds | Funds | Funds | Fund | Bonding | Funds | Funds | Funds |
| VCSU: | | | | | | | | | | |
| New Construction | | | | | | | | | | |
| McCarthy | 25,850,000 | | × | × | 25,850,000 | 25,850,000 | | | • | 25,850,000 |
| Heating Plant Replacement | 14,289,000 | | ٠ | | 14,289,000 | 14,289,000 | ٠ | | | 14,289,000 |
| Health, Wellness and Physical Education Facility | | | 16,000,000 | | 16,000,000 | | | 16,000,000 | | 16,000,000 |
| Subtotal (HB1003) | 40,139,000 | | 16,000,000 | | 56,139,000 | 40,139,000 | | 16,000,000 | | 56,139,000 |
| Dakota College at Bottineau: | | | | | | | | | | |
| New Construction/Renovation | | | | | | | | | | |
| Nelson Scienc Center Renovation | 1,098,789 | | | | 1,098,789 | 1,098,789 | | | | 1,098,789 |
| Dormitory Upgrades/Remodeling | | | 3,784,076 | | 3,784,076 | , | | 3,784,076 | | 3,784,076 |
| Health and Wellness Facility | | | 6,864,118 | | 6,864,118 | | | 6,864,118 | | 6,864,118 |
| Subtotal (HB1003) | 1,098,789 | | 10,648,194 | | 11,746,983 | 1,098,789 | | 10,648,194 | | 11,746,983 |
| Campus Total (HB1003) | 135,759,212 | 9,500,000 | 35,348,194 | | 180,607,406 | 283,559,212 | 15,600,000 | 36,748,194 | | 335,907,406 |
| Main Station: | | | | | | | | | | |
| New Construction/Additions | | | | | | | | | | |
| Veterinary Diagnostic Lab (Main REC) | 18,000,000 | | × | | 18,000,000 | 18,000,000 | | | | 18,000,000 |
| Meats Lab Facility (Main REC) | | | | ٠ | | 7,600,000 | | | • | 7,600,000 |
| Seed Conditioning Plants (CREC, LREC, NCREC & WREC) | | | | | | 5,250,000 | | | | 5,250,000 |
| Agronomy Lab (CGREC) Additional Appropriation | | | | | | | | | | |
| Total Requested Authorization = \$1.183.796 | 783,796 | | | | 783,796 | 783,796 | | | | 783,796 |
| Total (HB1020) | 18,783,796 | | | | 18,783,796 | 31,633,796 | | | 4 | 31,633,796 |
| | | | | | | | | | | |
| TOTAL-ALL | 154,543,008 | 9,500,000 | 35,348,194 | | 199,391,202 | 315,193,008 | 15,600,000 | 36,748,194 | | 367,541,202 |
| | | | | | | | | | | |

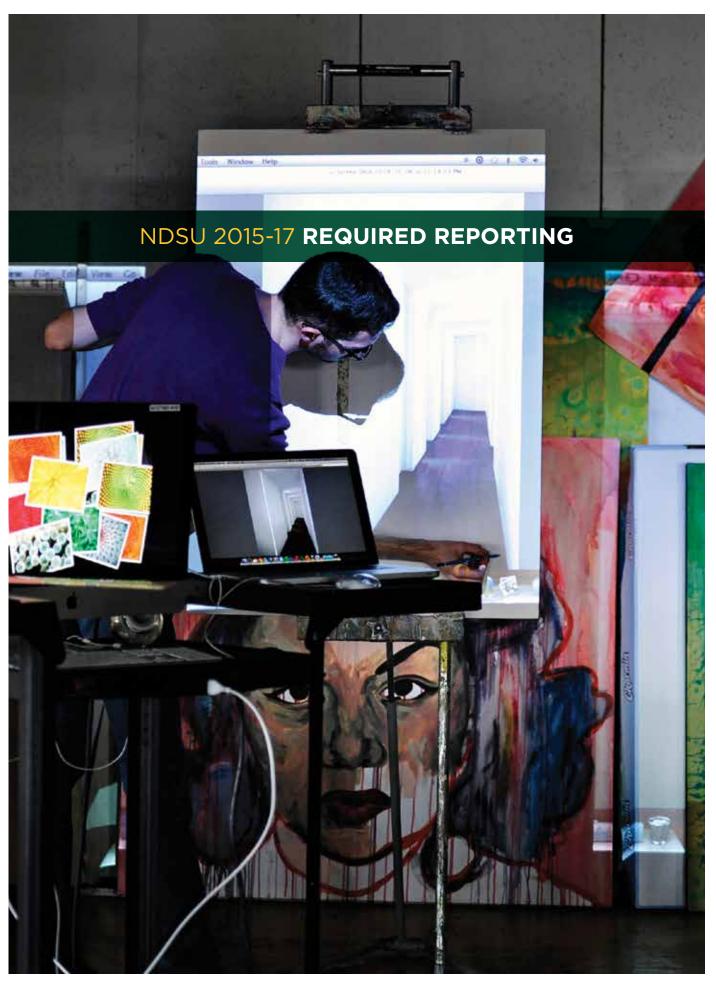
GCCATIFY EXCILIBITIONAL BITIXETS 2015-17 Executive Recommendation [Ext Rep-MCP Scholzba/ExtRep-Other Recom 154,543,008 TOTAL-ALL

NORTH DAKOTA UNIVERSITY SYSTEM

2015-17 Executive Recommendation - Extraordinary Repairs/Other

| | Ð | (2) | (3) | (4) | (2) | (9) |
|------------------------|---------------|--------------|--------------|-----------------|-----------------|--------------|
| | Base | Base incr to | | | | |
| | extraordinary | 20pct OMB | | Pay off special | One-time | |
| Institution | repairs | formula | Def Mnt Pool | assessments | campus security | TOTAL |
| BSC | \$417,673 | \$219,002 | \$0 | \$1,357,600 | \$337,500 | \$2,331,775 |
| LRSC | 155,367 | 141,616 | • | 1 | \$0 | \$296,983 |
| WSC | 197,801 | 194,957 | | 285,000 | \$866,250 | \$1,544,008 |
| UND | 4,411,566 | 2,271,772 | | 241,585 | \$0 | \$6,924,923 |
| NDSU | 2,732,244 | 1,729,111 | • | 1,591,426 | \$0 | \$6,052,781 |
| NDSCS | 1,012,379 | 585,109 | • | 275,098 | \$0 | \$1,872,586 |
| DSU | 409,078 | 400,663 | • | 1 | \$0 | \$809,741 |
| MASU | 358,992 | 154,494 | | 228,285 | \$435,000 | \$1,176,771 |
| MISU | 899,620 | 503,247 | 1 | • | \$814,500 | \$2,217,367 |
| VCSU | 408,319 | 145,685 | , | 243,238 | \$544,441 | \$1,341,683 |
| DCB | 114,007 | 57,055 | | 28,457 | \$187,500 | 387,019 |
| Subtotal | 11,117,046 | 6,402,711 | | 4,250,689 | 3,185,191 | 24,955,637 |
| NDUS Office | | | 5,000,000 | • | \$0 | \$5,000,000 |
| Forest Service | 44,962 | 44,260 | • | r | \$0 | \$89,222 |
| NDSU Extension Service | | | | | \$0 | \$0 |
| NDSU-Main Research | 1,340,465 | | | 1 | \$0 | 1,340,465 |
| Subtotal | 1,385,427 | 44,260 | 5,000,000 | , | | 6,429,687 |
| Total | \$12,502,473 | \$6,446,971 | \$5,000,000 | \$4,250,689 | \$3,185,191 | \$31,385,324 |

G:\CATHY\EXCELFIL\BIENNIAL BUDGETS\2015-17\Executive Recommendation\[Ext Rep-MCP Sched.xlsx]ExtrRep-Other Recom



REQUIRED REPORTING

SB2003:

Section 2 and 3

- One-time Funding
- Deferred Maintenance Pool
- Capital Project Carryover Status
- Higher Education Challenge Fund

HOUSE APPROPRIATION HEARING REQUESTED INFORMATION:

- 2011-13 Agency update
- 2013-15 Appropriations by line item
- Base Level funding major components
- 2015-17 Budget Request
- Financial Statement Audit Findings
 - o NDSU had no formal audit findings during the FY2013 financial statement audit period.

| MAJOR CAPITAL PROJECTS New Construction STEM Classroom Building Add'l authorization approved from capital contingency pool by SBHE June 2014 Status: Construction underway, expected completion December 2015 Remodeling Low Rise Renovation-Phase I Status: Complete FY2014 Low Rise Renovation-Phase II Status: Substantially complete August 2014; final close out expected Winter 2015 Memorial Union Food Court | PO | FED CAPITAL CONTINGENCY | ADD'L | TOTAL | AS OF 12/31/14 | |
|--|------------|-------------------------|-----------|---------------|----------------|------------|
| rom capital contingency pool by SBHE June 2014 y, expected completion December 2015 l August 2014; final close out expected Winter 2015 | | POOL | | AUTHORIZATION | | |
| rom capital contingency pool by SBHE June 2014 y, expected completion December 2015 August 2014; final close out expected Winter 2015 | | | | | | |
| Add'l authorization approved from capital contingency pool by SBHE June 2014 Status: Construction underway, expected completion December 2015 Remodeling Low Rise Renovation-Phase I Status: Complete FY2014 Low Rise Renovation-Phase II Status: Substantially complete August 2014; final close out expected Winter 2015 Memorial Union Food Court | 20,000 | 1,247,709 | | 29,367,709 | 5,123,496 | 24,244,213 |
| Status: Construction underway, expected completion December 2015 Remodeling Low Rise Renovation-Phase I Status: Complete FY2014 Low Rise Renovation-Phase II Status: Substantially complete August 2014; final close out expected Winter 2015 Memorial Union Food Court | | | | | | |
| Remodeling Low Rise Renovation-Phase I Status: Complete FY2014 Low Rise Renovation-Phase II Status: Substantially complete August 2014; final close out expected Winter 2015 Memorial Union Food Court | | | | | | |
| Low Rise Renovation-Phase I Status: Complete FY2014 Low Rise Renovation-Phase II Status: Substantially complete August 2014; final close out expected Winter 2015 Memorial Union Food Court | | | | | | |
| Status: Complete FY2014 Low Rise Renovation-Phase II Status: Substantially complete August 2014; final close out expected Winter 2015 Memorial Union Food Court | 1,000,000 | | | 1,000,000 | 892,619 | 107,381 |
| Low Rise Renovation-Phase II Status: Substantially complete August 2014; final close out expected Winter 2015 Memorial Union Food Court | | | | | | |
| Status: Substantially complete August 2014; final close out expected Winter 2015 Memorial Union Food Court | 1,030,000 | | | 1,030,000 | 822,789 | 207,211 |
| Memorial Union Food Court | | | | | | |
| Memorial Union Food Court | | | | | | |
| | 975,000 | | | 975,000 | 748,488 | 226,512 |
| Status: Complete December 2013 | | | | | | |
| Nutrition Distatics & Hognitality 1 ab | 750 000 | | | 750 000 | 611 170 | 138 851 |
| THE CL. 11 Comment of the commen | | | | 0000 | 011,110 | 10000 |
| Status: Substantially complete Fall 2014; final close out expected Spring 2015 | | | | | | |
| | | | | | | |
| Sanford Health Athletic Complex | | | | | | |
| Reauthorization of 2007-09 project | 35,404,356 | | 5,595,644 | 41,000,000 | 15,075,647 | 25,924,353 |
| Additional Authorization approved SBHE Nov 2013/Budget Section Dec 2013 | | | | | | |
| Status: Construction underway, expected completion October 2016 | | | | | | |
| | | | | | | |
| Center for Computationally Assisted Science & lecnnology | | 000,000 | 3,610,000 | 4,270,000 | | 4,270,000 |
| 2013-15 Authorization: \$660,000 | | | | | | |
| Additional Authorization approved SBHE Nov 2013/Budget Section Dec 2013 | | | | | | |
| Status: Not started | | | | | | |
| | | | | | | |
| TOTAL 2013-15 MAJOR CAPITAL PROJECTS ONE-TIME FUNDING 28,120,000 | 39,159,356 | 660,000 1,247,709 | 9,205,644 | 78,392,709 | 23,274,188 | 55,118,521 |

SB2003-SECTION 2: DEFERRED MAINTENANCE POOL

| Utilities and Infrastructure \$750,000 \$74 -water/sewer replacement | \$748,735 | \$1,265 |
|--|-----------|-------------|
| -water/sewer replacement | | |
| | | |
| Mechanical and Electrical Upgrades 1,730,703 \$32 | \$32,382 | \$1,698,321 |
| -heating plant boiler replacement | | |
| | | |
| NDSU DEFERRED MAINTENANCE POOL ALLOCATION TOTAL \$2,480,703 \$78 | \$781,117 | \$1,699,586 |

| SB2003-SECTION 19: CAPITAL PROJECT CARRYOVER STATUS | Authorization | u | | | TOTAL | REMAINING |
|---|---------------|------------|-----|------------------------|----------------|---------------|
| | GF | 90 1 | FED | TOTAL AUTHORIZATION | AS OF 12/31/14 | AUTHORIZATION |
| Extraordinary Repairs/Deferred Maintenance | | | | | | |
| Ceres Hall roof: completed February 2014 | 679,442 | | | 679,442 | 573,748 | 105,694 |
| Steamline replace-Hultz Hall: completed August 2013 | 10,220 | | | 10,220 | 10,220 | ı |
| Special Assessments 2011-13: paid 2014 | 1,682 | | | 1,682 | 1,682 | 1 |
| | | | | | | |
| Minard Hall | 1,227,174 | 899,673 | | 2,126,847 | 1,498,132 | 628,715 |
| Status: See 'Minard Hall Status Update' separate tab section | | | | | | |
| for a complete project status update | | | | | | |
| | | | | | | |
| Research 1 | | 22,244,931 | | 22,244,931 | 8,910,404 | 13,334,527 |
| Status: Construction complete Sept 2014; Equipment and FFE complete Fall 2014 | | | | | | |
| | | | | | | |
| Indoor Track Facility | | 256,110 | | 256,110 | 245,951 | 10,159 |
| Status: Completed April 2014 | | | | | | |
| | | | | | | |
| Sanford Health Athletic Complex: update included with major capital projects | | | | | | |
| | | | | | | |
| TOTAL 2013-15 CAPITAL PROJECT CARRYOVER STATUS | 1,918,518 | 23,400,714 | | 25,319,232 | 11,240,137 | 14,079,095 |



ND HIGHER EDUCATION CHALLENGE FUND QUARTERLY REPORT NORTH DAKOTA UNIVERSITY SYSTEM



The purpose of the Quarterly Report is to inform members of the Higher Education Challenge Committee and other stakeholders, of the status, progress and use of the state funds appropriated from the Higher Education Challenge Fund. Specifically, the report is to provide an update on the amount of funds distributed, assurances that private sector funds pledged are collected as anticipated and provide an opportunity for institutions to report any modifications or accomplishments as a result of the funding.

Complete form for only those projects that have been approved by the Challenge Grant Review Committee. Form is due no later than 30 days after the quarter close

| Date Submitted: January 9, 2015 | | Name of College or University: North Dakota State University | y: North Dakota | State Universit | 2 | | | |
|---|--|--|--|-------------------------------------|----------------|---|--------------------------------------|---|
| Name of Contact: Ann Young | Daytime Tek | Daytime Telephone: 701-231-8356 | | Email Address: ann.young@ndsu.edu | ann.young@nds | npens | | |
| Quarter (check applicable quarter) Quarter 1, Activity between January 1-March 31 Quarter 2, Activity between April 1-June 30 Quarter 3, Activity between July 1-September 30 Quarter 4, Activity between October 1-December 31 | inter) etween January 1-M etween April 1-June etween July 1-Septe | arch 31 30 mber 30 ecember 31 | - | | | | | |
| | | | Priva | Private Funds Collected | ected | | | Expenditures/Uses |
| Name of Project | Date Project Approved by Challenge Grant Review Committee | State Challenge Funds Award Amount | Total Project Cash/Pledge Approved | Amt. Rec'd in Current Quarter | Total Rec'd to | Total Distributed/ Distributed/ Expensed in Expensed to Current Quarter Date | Total Distributed/ Expensed to | Summary Description of Expenditures |
| Food Production Laboratory Equipment & Technology Endowment Fund | 3/5/2014 | \$25,000.00 | \$37,984.65 / \$12,015.35 | \$0.00 | \$50,240.15 | \$0.00 | \$0.00 | |
| American Indian Public Health Resource Center | 3/5/2014 | \$726,304.00 | \$1,452,607 / \$0.00 | | \$450,867.00 | \$169,296.90 | \$319,430.23 | Salaries, Fringe, Travel, Supplies, Other Operating |
| Food Production Laboratory Complex | 1/14/2014 | \$203,716.30 | \$334,819.52 / \$22,616.67 \$72,613.05 | \$22,616.67 | \$371,432.91 | \$258,633.08 | \$611,148.87 | Building Costs, Electrical Costs and Mechanical Costs |
| Performing Arts Endowment 2 | 5/9/2014 | \$122,725.61 | \$153,926.43/ | \$10,297.65 | \$175,878.85 | \$0.00 | \$0.00 | |
| Performing Arts Endowment (Challey) | 5/9/2014 | \$1,000,000.00 | \$0.00 / \$2,000,000.00 | \$0.00 | \$300,000.00 | \$0.00 | \$0.00 | |
| Psychology Colloquium Series, Outside Speakers Fund | 5/9/2014 | \$80,000.00 | \$0.00 | \$0.00 | \$160,000.00 | \$0.00 | \$0.00 | |
| Gertrude Weigum Hinsz Lecture | 5/9/2014 | \$25,000.00 | \$50,000.00 / | \$0.00 | \$50,000.00 | \$0.00 | \$0.00 | |
| University Mentoring Award | 5/9/2014 | \$25,000.00 | \$50,000.007 | \$0.00 | \$50,000.00 | \$0.00 | \$0.00 | |
| Hinsz Scholarship Program | 5/9/2014 | \$30,000.00 | \$60,000.00 / \$0.00 | \$0.00 | \$60,000.00 | \$0.00 | \$0.00 | |
| NDSU Center for Risk & Trading 2 – Barry Foundation (1 & 2 & 3) | 10/8/2014 11/17/2014 12/17/2014 | \$1,837,435.50 | \$474,500.00 / \$3,194,935.50 / \$5,435.50 | \$680,574.53 | \$680,574.53 | \$0.00 | \$0.00 | Private Funds Collected Note: Cash/Pledges/Stock amounts are shown in the Total Project Cash/Pledge Approved column. This project is being reported for the first time. Some payments were received prior to Q4, but are included in Amt. Rec'd in Currer to Quarter. |
| Endowed Chair of Potato Pathology (1 & 2) | 10/8/2014 11/17/2014 12/17/2014 | \$1,967,500.00 | \$215,000 / \$3,720,000 | \$547,000.00 | \$547,000.00 | \$0.00 | \$0.00 | Private Funds Collected Note: This project is being reported for the first time. Some payments were received prior to Q4, but are included in Amt. Rec'd in Current Quarter. |

| Harlyn Thompson Travel Scholarship Fund | 10/8/2014 | \$50,000.00 | \$75,000 / \$25,000 | \$100,000.00 | \$100,000.00 | \$0.00 | \$0.00 | Private Funds Collected Note: This project is being reported for the first time. Some payments were received prior to Q4, but are |
|--|------------|--------------|------------------------------------|----------------|---|--------|--------|--|
| Susan Ferguson Andrews Endowment Fund | 12/17/2014 | \$36,599.79 | \$73,199.58 / \$0 | \$73,199.58 | \$73,199.58 | \$0.00 | \$0.00 | Private Funds Collected Note: This project is being reported for the first time. Some yamments were received prior to Q4, but are included in Amt. Bare Jument Private District. |
| Osher Reentry Scholarship Endowment | 12/17/2014 | \$500,000.00 | \$1,000,000.00 / \$0 | \$1,000,000.00 | 000.00 \$1,000,000.00 \$1,000,000.00 \$0.00 | \$0.00 | \$0.00 | Private Funds Collected Note: This project is being reported for the first time. The payment was received prior to Q4, but is included in Amt. Rec'd in Current Quarter. |
| Rase Family Scholarship Fund | 12/17/2014 | \$28,031.06 | \$56,062.11 / \$0 | \$56,062.11 | \$56,062.11 | \$0.00 | \$0.00 | Private Funds Collected Note: This project is being reported for the first time. Some payments were received prior to Q4, but are included in Amt. Receipt in Current Outsides. |
| Rachel K. Roen Memorial Scholarship Endowment Fund | 12/17/2014 | \$41,000.00 | \$82,000.00 / \$0 | \$82,000.00 | \$82,000.00 | \$0.00 | \$0.00 | Private Funds Collected Note: This project is being reported for the first time. Some payments were received prior to Q4, but are included in Amt. Rec'd in Current Ouarier. |
| John L. Rust Mechanical Engineering Fund | 12/17/2014 | \$40,000.00 | \$10,000.007 | \$10,000.00 | \$10,000.00 | \$0.00 | \$0.00 | Private Funds Collected Note: This project is being reported for the first time. Some payments were received prior to Q4, but are included in Amt. Rec'd in Current Ouarier. |
| Dr. Josephine Bartow Ruud Scholarship Endowment Fund | 12/17/2014 | \$37,500.00 | \$75,000.00 / \$0 | \$75,000.00 | \$75,000.00 | \$0.00 | \$0.00 | Private Funds Collected Note: This project is being reported for the first time. Some payments were received prior to Q4, but are included in Amt. Rec'd in Current Quarter. |
| Roger & Ruth Van Prooien Scholarship | 12/17/2014 | \$111,166.39 | \$222,332.77 / \$222,332.77 \$0 | \$222,332.77 | \$222,332.77 | \$0.00 | \$0.00 | Private Funds Collected Note: This project is being reported for the first time. Some payments were received prior to Q4, but are included in Amt. Rec'd in Current Ouaries. |
| Dr. E.P. & Lucy E. Wenz Endowment Fund | 12/17/2014 | \$50,000.00 | \$100,000.00 / \$100,000.00 | \$100,000.00 | \$100,000.00 | \$0.00 | \$0.00 | Private Funds Collected Note: This project is being reported for the first time. Some payments were received prior to Q4, but are included in Amt. Rec'd in Current Quarter. |
| Lucy E. Wenz, RN, NDSU Class of 78 Scholarship Endowment Fund | 12/17/2014 | \$25,000.00 | \$50,000.00 / | \$50,000.00 | \$50,000.00 | \$0.00 | \$0.00 | |
| Jay and Andy Alsop Family Athletics Scholarship Endowment | 12/17/2014 | \$25,000.00 | \$50,000.00 | \$7,142.90 | \$7,142.90 | \$0.00 | \$0.00 | |
| Larry & A.J. Dahlstrom Athletic Scholarship | | \$25,000.00 | \$10,000.00 / \$40,000.00 | \$10,000.00 | \$10,000.00 | \$0.00 | \$0.00 | |
| Dr. Todd & Deborah DeBates Family Football Scholarship Endowment | 12/17/2014 | \$25,000.00 | \$1,000.007 | \$8,142.90 | \$8,142.90 | \$0.00 | \$0.00 | |
| Hulstrand Family Scholarship 12/17/2014 Endowment | 12/17/2014 | \$25,000.00 | \$50,000.007 | \$50,000.00 | \$50,000.00 | \$0.00 | \$0.00 | |
| Jim & Joyce Johnston Ag Scholarship Endowment | 12/17/2014 | \$25,000.00 | \$50,000.007 | \$50,000.00 | \$50,000.00 | \$0.00 | \$0.00 | |
| Jim & Joyce Johnston Math Scholarship Endowment | 12/17/2014 | \$25,000.00 | \$50,000.00 / \$0 | \$50,000.00 | \$50,000.00 | \$0.00 | \$0.00 | |
| Ross Keller Business Scholarship Endowment | 12/17/2014 | \$25,000.00 | \$7,142.90 / \$42,857.10 | \$7,142.90 | \$7,142.90 | \$0.00 | \$0.00 | |
| Moore Engineering Civil Engineering Scholarship Endowment | 12/17/2014 | | \$0 / | \$100,000.00 | \$100,000.00 | \$0.00 | 80.00 | |
| Don & Sue Morton Family Football Scholarship | 12/17/2014 | | \$7,604.48 / \$42,395.52 | \$13,977.83 | \$13,977.83 | \$0.00 | \$0.00 | Private Funds Collected Note: This project is being reported for the first time. Some payments were received prior to Q4, but are included in Amt. Rec'd in Current Quarter. |
| James & Marlene Normark Trust Scholarship | 12/17/2014 | \$30,000.00 | \$60,000.00 / | \$60,000.00 | \$60,000.00 | \$0.00 | \$0.00 | Private Funds Collected Note: This project is being reported for the first time. Some payments were received prior to Q4, but are |

| | | | | | | | | included in Amt. Rec'd in Current Quarter. |
|--|-----------------------|---------------------|---------------------------|-----------------|------------------|-------------------|------------------|---|
| Rear Admiral & Mrs. Fred Paavola MPH Scholarship Endowment | 12/17/2014 | \$25,000.00 | \$20,000.00 / | \$20,000.00 | \$20,000.00 | \$0.00 | \$0.00 | Private Funds Collected Note: This project is being reported for the first time. Some payments were received prior to Q4, but are included in Amt. Bond in Current Quadra |
| Leo & Shirley Richard Family 12/17/2014 Football Scholarship Endowment | 12/17/2014 | \$25,000.00 | \$50.00 / \$49,950.00 | \$50.00 | \$50.00 | \$0.00 | \$0.00 | THE COLUMN COURSE. |
| STEM Scholarship Endowment | 12/17/2014 | \$1,500,000.00 | \$3,000,000.00 | \$500,000.00 | \$500,000.00 | \$0.00 | \$0.00 | |
| Ralph & Loanne Thrane Scholarship Endowment | 12/17/2014 | \$25,000.00 | \$50,000.007 \$50,000.00 | \$50,000.00 | \$50,000.00 | \$0.00 | \$0.00 | |
| Michael Vipond Athletics Scholarship Endowment | 12/17/2014 | \$25,000.00 | \$14,285.70 / \$35,714.30 | \$14,285.70 | \$14,285.70 | \$0.00 | \$0.00 | |
| Volk Family Civil Engineering 12/17/2014 Scholarship Endowment | 12/17/2014 | \$25,000.00 | \$50,000.00 | \$50,000.00 | \$50,000.00 | \$0.00 | \$0.00 | |
| Cy Zweber Pharmacy Scholarship | 12/17/2014 | \$25,000.00 | \$0 / | \$50,000.00 | \$50,000.00 | \$0.00 | \$0.00 | |
| Please provide any milestones, challenges or significant changes in campus fundraising or general operations due to the Challenge Fund. (Optional) | s, challenges or sign | nificant changes ir | campus fundr | aising or gener | al operations du | e to the Challeng | e Fund. (Optiona | O Company |
| | | | | | | | | |
| President's Signature: | June | , , | | | Date: | 1-12-15 | | |

Please send to:

ND University System – Laura Glatt Office of the Governor – Kayla Effertz 600 East Boulevard Avenue, Dept. 101 Bismarck, ND 58505-0100 Bismarck, ND 58505-0100 kmefflerz@nd.gov

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AGENCY UPDATE

ANALYSIS OF 2013-15 FINAL ENGROSSED SB2003 NORTH DAKOTA STATE UNIVERSITY

| | FINAL SB 2003 |
|--|---------------|
| 0044 4D.0 1F 1A 14 | |
| 2011-13 General Fund Appropriation | 125,015,305 |
| 2011-13 Deferred Maintenance/Extraordinary Repairs Base | 2,732,244 |
| 2011-13 Adjusted General Fund Appropriation | 127,747,549 |
| SBHE Needs Based Request: | |
| 1/ Equalization/equity payment - SB2200 New funding model | 6,431,392 |
| 2/ Formula/inflation payment: as calculated by OMB, | |
| which includes costs to continue salary and operating utilities | 10,231,144 |
| Move audit and legal positions to NDUS Office | (1,336,301) |
| Total Increase in GF Base Funding | 15,326,235 |
| NDSU's base funding increase over 2011-13 | 12.0% |
| Total Base General Fund Request, Recommendation and Final Engrossed SB2003 | 143,073,784 |
| Capital Projects-General funds: STEM Classroom Building | 28,120,000 |
| Total General Fund Request, Recommendation and Final Engrossed SB 2003 | \$171,193,784 |

1/ Equalization payment-New student credit hour (SCH) funding model:

Base general fund dollars to adjust funding to the average of the top two funding per adjusted student credit hour (ASCH) between the campuses within each of the three tiers, (i.e. 2-year campuses, 4-year campuses and research universities), based on the new SCH funding model as provided in SB2200.

At NDSU, 100% of the amount received was used to provide additional operating or funding for approximately 23 FTE positions in Academic Affairs.

2/ Formula/inflation payment:

The formula/inflation payment includes an increase of 5% per year on the annualized GF base (after equalization/ equity payment) to fund a portion of the "state share" of the cost to continue FY13 salary and retirement increases, operating inflation, utility increases and 2013-15 salary, health insurance and retirement increases.

Appropriation Status Report For the Month Ending Dec 31, 2014 Percent of Biennium Remaining 25%

Run Date: Jan 14, 2015

4310AA

Business Unit: 23500 NDSU

| | Original Appropriation | Current Appropriation | Expenditures | Remaining Appropriation | Encumbrances | % Remaining |
|-------------------------------------|---------------------------|--------------------------|---------------|----------------------------|--------------|----------------|
| Expenditures by Line Item | | | | | | |
| 23530 Operating Expenses | 140,341,540.00 | 136,606,540.00 | 82,767,355.00 | 53,839,185.00 | | 39% |
| 23550 Capital Assets | 70,671,600.00 | 38,315,656.00 | 6,650,770.90 | 31,664,885.10 | | 83% |
| 23551 Capital Assets-Carryover | | 1,918,517.97 | 1,691,957.60 | 226,560.37 | | 12% |
| 23552 Capital Improv-Off System | | 14,413,460.34 | | 14,413,460.34 | | 100% |
| 23553 Cap Proj-Off System-Carryover | | 55,842,233.15 | | 55,842,233.15 | | 100% |
| Total Expendiutres | 211,013,140.00 | 247,096,407.46 | 91,110,083.50 | 155,986,323.96 | | %89 |
| | | | | | | |
| Expenditures by Funding Source | | | | | | |
| General Funds | 171,193,784.00 | 176,840,713.97 | 91,110,083.50 | 85,730,630.47 | | 48% |
| Federal Funds | | 4,270,000.00 | | 4,270,000.00 | | 100% |
| Special Funds | 39,819,356.00 | 65,985,693.49 | | 65,985,693.49 | | 100% |
| Total Expenditures by Source | 211,013,140.00 | 247,096,407.46 | 91,110,083.50 | 155,986,323.96 | | 63% |

North Dakota State University-235 2013-15 Major Components of current base level funding By line and functional classification

| | | | | Deferred Maintenance/Ex traordinary | |
|---------------------------|-------------|------------|-----------|---|-------------|
| Operating Base | Personnel | Operating | Equipment | Repairs | Total |
| Academic Support | 17,007,456 | 4,255,259 | 251,781 | - | 21,514,496 |
| Community Service | 23,387 | 17,497 | - | - | 40,884 |
| Institutional Support | 9,689,640 | 3,060,816 | 351,741 | - | 13,102,197 |
| Instruction | 63,040,300 | 6,997,584 | 141,189 | - | 70,179,073 |
| Facilities | 8,217,417 | 14,033,130 | 173,739 | 3,735,000 | 26,159,286 |
| Research | 88,453 | 541,872 | 110,514 | - | 740,839 |
| Student Services | 7,972,682 | 632,084 | - | - | 8,604,766 |
| Total Operating | 106,039,335 | 29,538,242 | 1,028,964 | 3,735,000 | 140,341,541 |
| Deferred Maintenance Base | | | | | 2,732,244 |
| Total Base level funding | | | | _ | 143,073,785 |

Above information does not include any one-time capital project information; Capital projects are reported separately.

NDSU 2015-17 BIENNIAL BUDGET REQUEST SUMMARY

| BASE BUDGET REQUEST | |
|--|-------------|
| Costs to continue | 6,805,980 |
| Facility and Infrastructure repair and maintenance: 50% of OMB formula | 8,421,144 |
| Funding for this request will increase the base from \$2,732,244 to \$11,153,388 | 0,121,111 |
| Governor's Funding Model | 11,352,682 |
| Total Base Funding Increase Requested | 26,579,806 |
| | , , |
| OPTIONAL FUNDING REQUESTS | |
| Base Funding | |
| Campus Security and Emergency Preparedness | 205,500 |
| One-time Funding | |
| Campus Security | 1,120,000 |
| Special Assessments | 407,089 |
| Total Optional Funding Requested | 1,732,589 |
| CAPITAL PROJECTS | |
| State Funded | |
| Life Safety Priority | |
| Dunbar Hall II | 45,900,000 |
| Program/Accreditation Priority | 10,000,000 |
| Sudro Hall Addition | 32,700,000 |
| Engineering | 27,200,000 |
| Total Capital Projects-State Funded | 105,800,000 |
| , | ,, |
| Non-State Funded – Revenue Bonds | |
| Aquatic Center | 11,000,000 |
| | |
| Re-authorization | |
| Minard Hall | 600,000 |
| Increase authorization from \$22,874,300 to \$23,474,300 | |
| | |
| | |
| | |
| | |
| | |
| | |
| | |

NDSU 2015-17 BIENNIAL BUDGET REQUEST SUMMARY

BASE AND OPTIONAL FUNDING DETAILS

| BASE FUNDING REQUEST | \$26,579,806 |
|---|--------------|
| Costs to continue legislatively funded salary increases | \$2,785,403 |
| -includes the state and student share | |
| Estimated operating inflation of 2.4%/2.5% | \$3,127,577 |
| Estimated utilities cost increases for facilities coming on-line in 2015-17 | \$893,000 |
| -STEM Classroom building | |
| Facility and Infrastructure repair and maintenance | \$8,421,144 |

This 2015-17 request is for an increase from an average of 12.7% to an equivalent of 50% of OMB building and infrastructure formulas. Base funding currently received in 2013-15 is \$2,732,244 and the requested increase for 2015-17 is \$11,153,388. NDSU has prioritized a preliminary list of projects, however priorities can change due to unforeseen circumstances and emergencies.

Governors funding model increase

\$11,352,682

OPTIONAL BUDGET REQUEST

\$1,732,589

Base funding: Campus Security and Emergency Preparedness

\$205,500

NDSU requests 1 FTE Emergency Manager Position to develop and implement plans required under SBHE Policy 906 to facilitate appropriate emergency preparedness on campus, which must be tailored to each individual campus and local and regional law enforcement and emergency services. These plans are intended to provide the framework to address the immediate requirements for a major disaster or emergency in which normal operations are interrupted and special measures must be taken to:

- Protect the lives of students, employees and the public
- Provide essential services and operations
- Manage immediate communications and information regarding emergency operations
- Manage university resources effectively in emergency operations
- Provide and analyze information to support decision-making.

Emergency response is based on the Incident Command System (ICS), the management structure adopted throughout the United States and internationally, and a requirement of the State of North Dakota and various US Department of Homeland Security Presidential Directives and Nation Incident Management Systems (NIMS) guidance.

One-time funding: Campus Security

\$1,120,000

NDSU requests one-time funds for campus security in order to provide security cameras/surveillance equipment \$520,000 and keyless card entry/locking systems \$600,000

One-time funding: 2015-17 Special Assessments installment payments

\$407,089

Estimated special assessment payoff for remaining balance: \$1,591,426.

Estimated savings by paying off balance early: \$1,762,946.



NDSU 2015-17 MAJOR CAPITAL PROJECT REQUESTS

| RANK | PROJECT | | AMOUNT |
|------|---------------------------------------|--------------|--------------|
| 1 | Dunbar II – Life Safety Priority | | \$45,900,000 |
| 2 | Accreditation projects | | \$59,000,000 |
| | Pharmacy, Nursing and Allied Sciences | \$32,700,000 | |
| | Engineering | \$27,200,000 | |





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