

**Dakota College at Bottineau  
Budget No. 243  
House Bill No. 1003**

	<b>FTE Positions</b>	<b>General Fund</b>	<b>Other Funds</b>	<b>Total</b>
2019-21 legislative appropriation	82.29	\$7,740,826	\$16,525,915	\$24,266,741
2017-19 legislative appropriation	<u>84.30</u>	<u>8,682,539<sup>1</sup></u>	<u>9,629,173</u>	<u>18,311,712</u>
2019-21 appropriation increase (decrease) to 2017-19 appropriation	(2.01)	(\$941,713)	\$6,896,742	\$5,955,029

<sup>1</sup>This amount includes a supplemental appropriation of \$1 million provided in Senate Bill No. 2297 (2019) for the dining facility and other capital projects.

**Item Description**

**Enrollment** - At the end of the 2019 regular legislative session, the Dakota College at Bottineau (DCB) FTE student enrollment projection for the 2019-21 biennium was 575 for the fall 2019 semester and 590 for the fall 2020 semester.

**Tuition collections** - Dakota College at Bottineau estimated net tuition revenue for the 2019-20 fiscal year to be \$2.3 million.

**Higher education challenge matching grant program** - In Section 1 of House Bill No. 1003, the Legislative Assembly appropriated \$9.4 million from the general fund to the University System office for the higher education challenge matching grant program. Dakota College at Bottineau may be awarded up to \$350,000 under the program.

**Extraordinary repairs** - The Legislative Assembly, in House Bill No. 1003, appropriated \$114,007 from the general fund to DCB for extraordinary repairs. The funding is considered Tier I of the new capital building fund program, but is included in the institution's capital assets line item. Pursuant to Senate Bill No. 2015 (2019), an institution may transfer funding from its capital assets line item to its operations line item after it has matched and used 75 percent of the funding appropriated from the general fund for extraordinary repairs.

**Capital building fund** - In addition to appropriating funding for specific capital projects, the 2019 Legislative Assembly established a capital building fund program for the 2019-21 biennium. The Legislative Assembly appropriated \$10 million from Bank of North Dakota profits as Tier II funding under the capital building fund program. The Tier II funding is appropriated directly to each institution and must be matched by the institutions with \$1 from operations or other sources for each \$1 from Bank profits. The Legislative Assembly appropriated \$9 million, including \$7 million from Bank profits and \$2 million from the general fund, as Tier III funding under the capital building

**Status/Result**

The actual fall 2019 semester FTE enrollment was 596, 21 more than projected and 6 more than the fall 2018 semester.

Dakota College at Bottineau has implemented annual 4 percent tuition increases for the 2019-20 and 2020-21 academic years. The current estimate for net tuition collections for the 2019-20 fiscal year is \$2.3 million, the same amount as projected.

Through April 2020, DCB has not received any grant funding through the program; however, the institution is submitting a request for \$33,500 through the program.

Through April 2020, DCB has matched and committed approximately \$23,772 of the funding appropriated in Tier I. The institution plans to spend approximately \$342,021 on extraordinary repairs during the 2019-21 biennium, including the entire \$114,007 appropriated from the general fund and \$228,014 from other local funds.

Dakota College at Bottineau does not anticipate using funding from Tier II or Tier III of the capital building fund program during the 2019-21 biennium. The institution anticipates completing the Nelson Science Center Phase 2 renovations using funding appropriated in Senate Bill No. 2297. See the **Capital projects** section below for additional information regarding the status of the Nelson Science Center project.

fund program. The Tier III funding is appropriated to the University System office, to be allocated to the institutions as matching funds are committed and must be matched by the institutions with \$2 from operations or other sources for each \$1 appropriated as Tier III funding. After an institution has matched 75 percent of the funding appropriated from the general fund as Tier I for institution extraordinary repairs and subject to State Board of Higher Education approval, each institution may use money from Tier II and Tier III of its capital building fund for extraordinary repairs and deferred maintenance projects that do not exceed \$700,000 and do not increase the square footage of a building.

Dakota College at Bottineau was appropriated \$106,064 from Bank profits in Tier II and was allocated \$500,000 from Tier III under the capital building fund program. The Legislative Assembly appropriated \$1,177,758 from the DCB capital building fund or other funds for Phase 2 of the Nelson Science Center project.

**Capital projects** - The Legislative Assembly, in Senate Bill No. 2297, provided a 2017-19 biennium supplemental appropriation of \$1 million from the general fund to DCB for the dining facility and other capital projects. House Bill No. 1003 also includes \$2.5 million of revenue bond authority for the dining facility project.

Dakota College at Bottineau is spending approximately \$875,000 from the general fund for a backup boiler and Phase 2 renovations of the Nelson Science Center. The institution was able to reduce the cost of the Nelson Science Center renovations by implementing a different design for the heating, ventilation, and air conditioning system. Dakota College at Bottineau anticipates the Nelson Science Center renovations will be completed in the fall of 2020.

The institution intends to use the entire \$2.5 million revenue bond and the remaining \$125,000 from the 2017-19 biennium supplemental appropriation toward the dining facility project. Dakota College at Bottineau anticipates beginning construction on the dining facility in the spring of 2021.