

1.1 Senator ..... moves to amend S.F. No. 3058 as follows:

1.2 Delete everything after the enacting clause and insert:

1.3 "Section 1. Minnesota Statutes 2004, section 135A.031, subdivision 7, is amended  
1.4 to read:

1.5 Subd. 7. **Reports.** Instructional expenditure and enrollment data ~~for each~~  
1.6 ~~instructional category~~ shall be submitted to the Office of Higher Education and the  
1.7 Department of Finance and included in the biennial budget document. The specific data  
1.8 shall be submitted only after the director of the Office of Higher Education has consulted  
1.9 with a data advisory task force to determine the need, content, and detail of the information.

1.10 Sec. 2. Minnesota Statutes 2004, section 135A.034, subdivision 1, is amended to read:

1.11 Subdivision 1. **Operating budget.** The governing boards of the University of  
1.12 Minnesota, and the Minnesota State Colleges and Universities shall each develop, for  
1.13 legislative and executive branch acceptance, its highest budget priorities in accordance  
1.14 with statewide objectives for higher education. ~~It is the intent of the legislature to~~  
1.15 ~~appropriate at least 67 percent of the total cost of instruction after adjusting for inflation~~  
1.16 ~~and enrollment changes. However, in the event of a budget shortfall, or if funding of~~  
1.17 ~~inflation is not possible, available funding shall first be applied to the agreed upon budget~~  
1.18 ~~priorities.~~

1.19 Sec. 3. **[135A.043] RESIDENT TUITION.**

1.20 (a) A student shall qualify for a resident tuition rate or its equivalent at state  
1.21 universities and colleges, including the University of Minnesota, if the student meets  
1.22 all of the following requirements:

1.23 (1) high school attendance within the state for three or more years;

1.24 (2) graduation from a state high school or attainment within the state of the  
1.25 equivalent of high school graduation; and

1.26 (3) registration as an entering student at, or current enrollment in, a public institution  
1.27 of higher education.

1.28 (b) This section is in addition to any other statute, rule, or higher education  
1.29 institution regulation or policy providing eligibility for a resident tuition rate or its  
1.30 equivalent to a student.

1.31 (c) To qualify for resident tuition under this section an individual who is not a citizen  
1.32 or permanent resident of the United States must provide the college or university with  
an affidavit that the individual will file an application to become a permanent resident at  
1.34 the earliest opportunity the individual is eligible to do so.

2.1 **EFFECTIVE DATE.** This section is effective the day following final enactment  
2.2 and applies to tuition for school terms commencing on or after that date.

2.3 Sec. 4. Minnesota Statutes 2004, section 135A.053, subdivision 2, is amended to read:

2.4 Subd. 2. **Performance and accountability.** Higher education systems and  
2.5 campuses are expected to achieve the objectives in subdivision 1 and will be held  
2.6 accountable for doing so. The legislature is increasing the flexibility of the systems and  
2.7 campuses to provide greater responsibility to higher education in deciding how to achieve  
2.8 statewide objectives, and to decentralize authority so that those decisions can be made  
2.9 at the level where the education is delivered. ~~To demonstrate their accountability, the~~  
2.10 ~~legislature expects each system and campus to measure and report on its performance,~~  
2.11 ~~using meaningful indicators that are critical to achieving the objectives in subdivision 1,~~  
2.12 ~~as provided in section 135A.033.~~ Nothing in this section precludes a system or campus  
2.13 from determining its own objectives and performance measures beyond those identified  
2.14 in this section.

2.15 Sec. 5. Minnesota Statutes 2005 Supplement, section 135A.52, subdivision 1, is  
2.16 amended to read:

2.17 Subdivision 1. **Fees and tuition.** Except for an administration fee established by the  
2.18 governing board at a level to recover costs, to be collected only when a course is taken for  
2.19 credit, a senior citizen who is a legal resident of Minnesota is entitled without payment  
2.20 of tuition or activity fees to attend courses offered for credit, audit any courses offered  
2.21 for credit, or enroll in any noncredit courses in any state supported institution of higher  
2.22 education in Minnesota when space is available after all tuition-paying students have been  
2.23 accommodated. A senior citizen enrolled under this section must pay any materials,  
2.24 personal property, or service charges for the course. In addition, a senior citizen who is  
2.25 enrolled in a course for credit must pay an administrative fee in an amount established  
2.26 by the governing board of the institution to recover ~~the course~~ costs. There shall be no  
2.27 administrative fee charges to a senior citizen auditing a course. For the purposes of this  
2.28 section and section 135A.51, the term "noncredit courses" shall not include those courses  
2.29 designed and offered specifically and exclusively for senior citizens.

2.30 The provisions of this section and section 135A.51 do not apply to noncredit courses  
2.31 designed and offered by the University of Minnesota, and the Minnesota State Colleges  
2.32 and Universities specifically and exclusively for senior citizens. Senior citizens enrolled  
2.33 under the provisions of this section and section 135A.51 shall not be included by such  
2.34 institutions in their computation of full-time equivalent students when requesting staff  
2.35 or appropriations.

3.1 Sec. 6. Minnesota Statutes 2005 Supplement, section 135A.52, subdivision 2, is  
3.2 amended to read:

3.3 Subd. 2. **Term; income of senior citizens.** (a) Except under paragraph (b), there  
3.4 shall be no limit to the number of terms, quarters, or semesters a senior citizen may attend  
3.5 courses, nor income limitation imposed in determining eligibility.

3.6 (b) A senior citizen enrolled in a closed enrollment contract training ~~or professional~~  
3.7 ~~continuing education~~ program is not eligible for benefits under subdivision 1.

3.8 Sec. 7. Minnesota Statutes 2004, section 136A.101, subdivision 8, is amended to read:

3.9 Subd. 8. **Resident student.** "Resident student" means a student who meets one of  
3.10 the following conditions:

3.11 (1) a student who has resided in Minnesota for purposes other than postsecondary  
3.12 education for at least 12 months without being enrolled at a postsecondary educational  
3.13 institution for more than five credits in any term;

3.14 (2) a dependent student whose parent or legal guardian resides in Minnesota at the  
3.15 time the student applies;

3.16 (3) a student who graduated from a Minnesota high school, if the student was a  
3.17 resident of Minnesota during the student's period of attendance at the Minnesota high  
3.18 school and the student is physically attending a Minnesota postsecondary educational  
3.19 institution; or

3.20 (4) a student who, after residing in the state for a minimum of one year, earned a  
3.21 high school equivalency certificate in Minnesota;

3.22 (5) a member, spouse, or dependent of a member of the armed forces of the United  
3.23 States stationed in Minnesota on active federal military service as defined in section  
3.24 190.05, subdivision 5c;

3.25 (6) a person or spouse of a person who relocated to Minnesota from an area that  
3.26 is declared a presidential disaster area within the preceding 12 months if the disaster  
3.27 interrupted the person's postsecondary education; or

3.28 (7) a person defined as a refugee under United States Code, title 8, section  
3.29 1101(a)(42), who, upon arrival in the United States, moved to Minnesota and has  
3.30 continued to reside in Minnesota.

3.31 Sec. 8. Minnesota Statutes 2004, section 136A.15, subdivision 9, is amended to read:

3.32 Subd. 9. **Minnesota resident student.** "Minnesota resident student" means a  
3.33 student who meets one of the following conditions in section 136A.101, subdivision 8.:

3.34 (1) a student who has resided in Minnesota for purposes other than postsecondary  
3.35 education for at least 12 months without being enrolled at a postsecondary educational  
3.36 institution for more than five credits in any term;

4.1 (2) a dependent student whose parent or legal guardian resides in Minnesota at the  
4.2 time the student applies;

4.3 (3) a student who graduated from a Minnesota high school, if the student was a  
4.4 resident of Minnesota during the student's period of attendance at the Minnesota high  
4.5 school and the student is physically attending a Minnesota postsecondary-educational  
4.6 institution; or

4.7 (4) a student who, after residing in the state for a minimum of one year, earned a  
4.8 high school equivalency certificate in Minnesota.

4.9 Sec. 9. Minnesota Statutes 2004, section 136A.15, is amended by adding a subdivision  
4.10 to read:

4.11 Subd. 10. Eligible cosigner. "Eligible cosigner" means a cosigner who:

4.12 (1) is creditworthy. "Creditworthy" means one who has:

4.13 (i) no credit bureau balances discharged through bankruptcy;

4.14 (ii) no garnishments, attachments, foreclosure, repossession, or suit;

4.15 (iii) no delinquent or unsatisfied credit obligation, such as tax or mechanics liens  
4.16 or judgments; and

4.17 (iv) no more than five percent of current credit bureau balances past due.

4.18 A cosigner is considered creditworthy if the total obligation in subclause (iii) or the  
4.19 amount past due in subclause (iv) does not exceed \$50 and all other requirements under  
4.20 this clause are met;

4.21 (2) is at least 24 years old;

4.22 (3) is a United States citizen or permanent resident;

4.23 (4) permanently resides in the United States; and

4.24 (5) agrees to the release of information to a consumer credit reporting agency, as  
4.25 specified in section 136A.162, paragraph (b).

4.26 The office may establish alternative credit requirements using credit scoring.

4.27 Sec. 10. Minnesota Statutes 2004, section 136A.16, is amended by adding a  
4.28 subdivision to read:

4.29 Subd. 16. Interest rate swaps and other agreements. (a) The office may enter into  
4.30 interest rate exchange or swap agreements, hedges, forward purchase or sale agreements,  
4.31 or other comparable interest rate protection agreements with a third party in connection  
4.32 with the issuance or proposed issuance of bonds, outstanding bonds or notes, or existing  
4.33 comparable interest rate protection agreements.

4.34 (b) The agreements authorized by this subdivision include, without limitation, master  
4.35 agreements, options, or contracts to enter into those agreements in the future and related

5.1 agreements, including, without limitation, agreements to provide credit enhancement,  
5.2 liquidity, or remarketing.

5.3 (c) The agreements authorized by this subdivision may be entered into on the basis  
5.4 of negotiation with a qualified third party or through a competitive proposal process on  
5.5 terms and conditions as and with covenants and provisions approved by the office and  
5.6 may include, without limitation:

5.7 (1) provisions establishing reserves;

5.8 (2) pledging assets or revenues of the office for current or other payments or  
5.9 termination payments;

5.10 (3) contracting with the other parties to the agreements to provide for the custody,  
5.11 collection, securing, investment, and payment of money of the office or money held in  
5.12 trust; or

5.13 (4) requiring the issuance of bonds or other agreements authorized by this section  
5.14 in the future.

5.15 (d) With respect to bonds or notes outstanding or proposed to be issued bearing  
5.16 interest at a variable rate, the office may agree to pay sums equal to interest at a fixed rate  
5.17 or at a different variable rate determined in accordance with a formula set out in the  
5.18 agreement on an amount not exceeding the outstanding principal amount of the bonds or  
5.19 notes at the time of payment in exchange for an agreement by the third party to pay sums  
5.20 equal to interest on a like amount at a variable rate determined according to a formula  
5.21 set out in the agreement.

5.22 (e) With respect to bonds or notes outstanding or proposed to be issued bearing  
5.23 interest at a fixed rate or rates, the office may agree to pay sums equal to interest at a  
5.24 variable rate determined in accordance with a formula set out in the agreement on an  
5.25 amount not exceeding the outstanding principal amount of the bonds or notes at the time of  
5.26 payment in exchange for an agreement by the third party to pay sums equal to interest on a  
5.27 like amount at a fixed rate or rates determined according to a formula set in the agreement.

5.28 (f) Subject to any applicable covenants of the office, payments required to be made  
5.29 by the office under the agreement, including termination payments, may be made from  
5.30 amounts pledged or available to pay debt service on the bonds or notes with respect to  
5.31 which the agreement was made or from assets of the loan capital fund of the office.

5.32 The office may issue bonds or notes to provide for any payments, including, without  
5.33 limitation, a termination payment due or to become due under an agreement authorized  
5.34 under this section.

5.35 Sec. 11. Minnesota Statutes 2004, section 136A.162, is amended to read:

5.36 **136A.162 CLASSIFICATION OF DATA.**

6.1 All data on applicants for financial assistance collected and used by the Higher  
6.2 Education Services Office for student financial aid programs administered by that office  
6.3 shall be classified as private data on individuals under section 13.02, subdivision 12.

6.4 Exceptions to this classification are that:

6.5 (a) ~~the names and addresses of program recipients or participants are public data;~~  
6.6 ~~(b)~~ data on applicants may be disclosed to the commissioner of human services  
6.7 to the extent necessary to determine eligibility under section 136A.121, subdivision 2,  
6.8 clause (5); and

6.9 ~~(c)~~ (b) the following data collected in the Minnesota supplemental loan program  
6.10 under section 136A.1701 may be disclosed to a consumer credit reporting agency only  
6.11 if the borrower and the cosigner give informed consent, according to section 13.05,  
6.12 subdivision 4, at the time of application for a loan:

- 6.13 (1) the lender-assigned borrower identification number;
- 6.14 (2) the name and address of borrower;
- 6.15 (3) the name and address of cosigner;
- 6.16 (4) the date the account is opened;
- 6.17 (5) the outstanding account balance;
- 6.18 (6) the dollar amount past due;
- 6.19 (7) the number of payments past due;
- 6.20 (8) the number of late payments in previous 12 months;
- 6.21 (9) the type of account;
- 6.22 (10) the responsibility for the account; and
- 6.23 (11) the status or remarks code.

6.24 Sec. 12. Minnesota Statutes 2004, section 136A.1701, subdivision 4, is amended to  
6.25 read:

6.26 Subd. 4. **Terms and conditions of loans.** (a) The office may loan money upon such  
6.27 terms and conditions as the office may prescribe. The principal amount of a loan to an  
6.28 undergraduate student for a single academic year shall not exceed \$6,000 for grade levels  
6.29 1 and 2 effective July 1, 2006, through June 30, 2007. Effective July 1, 2007, the principal  
6.30 amount of a loan for grade levels 1 and 2 shall not exceed \$7,500. The principal amount  
6.31 of a loan for grade levels 3, 4, and 5 shall not exceed \$7,500 effective July 1, 2006. The  
6.32 aggregate principal amount of all loans made under this section to an undergraduate  
6.33 student shall not exceed ~~\$25,000~~ \$34,500 through June 30, 2007, and \$37,500 after June  
6.34 30, 2007. The principal amount of a loan to a graduate student for a single academic year  
6.35 shall not exceed \$9,000. The aggregate principal amount of all loans made under this  
6.36 section to a student as ~~a~~ an undergraduate and graduate student shall not exceed ~~\$40,000.~~

7.1 \$52,500 through June 30, 2007, and \$55,500 after June 30, 2007. The amount of the loan  
7.2 may not exceed the cost of attendance less all other financial aid, including PLUS loans or  
7.3 other similar parent loans borrowed on the student's behalf. The cumulative SELF loan  
7.4 debt must not exceed the borrowing maximums in paragraph (b).

7.5 (b) The cumulative undergraduate borrowing maximums for SELF loans are:

7.6 (1) effective July 1, 2006, through June 30, 2007:

7.7 (i) grade level 1, \$6,000;

7.8 (ii) grade level 2, \$12,000;

7.9 (iii) grade level 3, \$19,500;

7.10 (iv) grade level 4, \$27,000; and

7.11 (v) grade level 5, \$34,500; and

7.12 (2) effective July 1, 2007:

7.13 (i) grade level 1, \$7,500;

7.14 (ii) grade level 2, \$15,000;

7.15 (iii) grade level 3, \$22,500;

7.16 (iv) grade level 4, \$30,000; and

7.17 (v) grade level 5, \$37,500.

7.18 Sec. 13. Minnesota Statutes 2004, section 136A.1701, subdivision 7, is amended to  
7.19 read:

7.20 Subd. 7. **Repayment of loans.** (a) The office shall establish repayment procedures  
7.21 for loans made under this section, but in no event shall the period of permitted repayment  
7.22 for SELF II or SELF III loans exceed ten years from the eligible student's termination of  
7.23 the student's postsecondary academic or vocational program, or 15 years from the date of  
7.24 the student's first loan under this section, whichever is less.

7.25 (b) For SELF loans from phases after SELF III, eligible students with aggregate  
7.26 principal loan balances from all SELF phases that are less than \$18,750 shall have a  
7.27 repayment period not exceeding ten years from the eligible student's graduation or  
7.28 termination date. For SELF loans from phases after SELF III, eligible students with  
7.29 aggregate principal loan balances from all SELF phases of \$18,750 or greater shall  
7.30 have a repayment period not exceeding 15 years from the eligible student's graduation  
7.31 or termination date. For SELF loans from phases after SELF III, the loans shall enter  
7.32 repayment no later than seven years after the first disbursement date on the loan.

7.33 Sec. 14. Minnesota Statutes 2005 Supplement, section 136A.1701, subdivision 12,  
7.34 is amended to read:

7.35 Subd. 12. **Eligible student.** "Eligible student" means a student who is a Minnesota  
7.36 resident who is enrolled or accepted for enrollment at an eligible institution in Minnesota

8.1 or in another state ~~or province~~. Non-Minnesota residents are eligible students if they are  
8.2 enrolled or accepted for enrollment in a minimum of one course of at least 30 days in  
8.3 length during the academic year that requires physical attendance at an eligible institution  
8.4 located in Minnesota. Non-Minnesota resident students enrolled exclusively during the  
8.5 academic year in correspondence courses or courses offered over the Internet are not  
8.6 eligible students. Non-Minnesota resident students not physically attending classes in  
8.7 Minnesota due to enrollment in a study abroad program for 12 months or less are eligible  
8.8 students. Non-Minnesota residents enrolled in study abroad programs exceeding 12  
8.9 months are not eligible students. For purposes of this section, an "eligible student" must  
8.10 also meet the eligibility requirements of section 136A.15, subdivision 8.

8.11 Sec. 15. Minnesota Statutes 2004, section 136A.1701, is amended by adding a  
8.12 subdivision to read:

8.13 Subd. 13. Cosigner requirement. All borrowers under this section must have an  
8.14 eligible cosigner. The cosigner is jointly and separately responsible for making loan  
8.15 payments, including principal, interest, and other charges.

8.16 Sec. 16. [136A.1704] LOAN REHABILITATION.

8.17 (a) For SELF loans that have defaulted, the borrower or cosigner has the option to  
8.18 rehabilitate the loan, as loan rehabilitation is not prohibited under any federal or state  
8.19 statute, rule, regulation, act, or requirement.

8.20 (b) A defaulted SELF loan can be rehabilitated only once and rehabilitation can  
8.21 only be attempted twice per loan.

8.22 (c) An agreement specifying the required payment amount and payment due date  
8.23 must be signed by the borrower or cosigner prior to the start of the rehabilitation process  
8.24 and within two years of the default date.

8.25 (d) Twelve consecutive months of on-time payments are required to consider the  
8.26 loan rehabilitated. There is a five business day grace period.

8.27 (e) If the loan is paid in full within 90 days of default, the loan will be considered  
8.28 rehabilitated upon receipt of a rehabilitation request.

8.29 (f) Rehabilitation results in removal of the defaulted status, but not the past due  
8.30 history, from the credit bureau.

8.31 Sec. 17. [136A.1705] TEMPORARY TOTAL DISABILITY.

8.32 A temporary total disability for up to three years may be granted to a borrower upon  
8.33 medical certification that the total disability is expected to last four months or longer. The  
8.34 total disability must have originated after the loan was fully disbursed. The borrower is  
8.35 required to provide a certification from a qualified physician. A qualified physician is a



9.1 doctor of medicine or osteopathy who is legally authorized to practice medicine. Periodic  
9.2 recertifications of the total disability status must be provided upon request. During the  
9.3 approved total disability period, the loan does not accrue interest. The borrower shall be  
9.4 given the option to sign a payment extension agreement at the time payments are resumed.

9.5 Sec. 18. Minnesota Statutes 2004, section 136A.233, subdivision 3, is amended to read:

9.6 Subd. 3. **Payments.** Work-study payments shall be made to eligible students by  
9.7 postsecondary institutions as provided in this subdivision.

9.8 (a) Students shall be selected for participation in the program by the postsecondary  
9.9 institution on the basis of student financial need.

9.10 (b) In selecting students for participation, priority must be given to students enrolled  
9.11 for at least 12 credits. In each academic year, a student may be awarded work-study  
9.12 payments for one period of nonenrollment or less than half-time enrollment if the student  
9.13 enrolls on at least a half-time basis during the following academic term.

9.14 (c) Students will be paid for hours actually worked and the maximum hourly rate  
9.15 of pay shall not exceed the maximum hourly rate of pay permitted under the federal  
9.16 college work-study program.

9.17 (d) Minimum pay rates will be determined by an applicable federal or state law.

9.18 (e) The office shall annually establish a minimum percentage rate of student  
9.19 compensation to be paid by an eligible employer.

9.20 (f) Each postsecondary institution receiving money for state work-study grants  
9.21 shall make a reasonable effort to place work-study students in employment with eligible  
9.22 employers outside the institution. However, a public employer other than the institution  
9.23 may not terminate, lay off, or reduce the working hours of a permanent employee for the  
9.24 purpose of hiring a work-study student, or replace a permanent employee who is on layoff  
9.25 from the same or substantially the same job by hiring a work-study student.

9.26 (g) The percent of the institution's work-study allocation provided to graduate  
9.27 students shall not exceed the percent of graduate student enrollment at the participating  
9.28 institution.

9.29 (h) An institution may use up to 30 percent of its allocation for student internships  
9.30 with private, for-profit employers.

9.31 Sec. 19. Minnesota Statutes 2004, section 136F.42, subdivision 1, is amended to read:

9.32 Subdivision 1. **Time reporting.** As provided in Executive Order 96-2, the board,  
9.33 in consultation with the commissioners of employee relations and finance, may develop  
9.34 policies to allow system office or campus employees on salaries, as defined in section  
9.35 43A.17, subdivision 1, to use negative time reporting in which employees report only that  
9.36 time for which leave is taken. ~~By the end of the 1997 fiscal year, the board, in consultation~~

10.1 ~~with the commissioners of employee relations and finance, shall evaluate the use of~~  
10.2 ~~negative time reporting and its potential for use with other state employees.~~

10.3 Sec. 20. Minnesota Statutes 2004, section 136F.71, subdivision 2, is amended to read:

10.4 Subd. 2. **Activity funds.** All receipts attributable to the state colleges and  
10.5 universities activity funds ~~and deposited in the state treasury~~ are appropriated to the board  
10.6 and are not subject to budgetary control as exercised by the commissioner of finance.

10.7 Sec. 21. Minnesota Statutes 2004, section 136F.71, is amended by adding a subdivision  
10.8 to read:

10.9 Subd. 4. **Banking services.** Notwithstanding section 16A.27, the board shall  
10.10 have authority to control the amount and manner of deposit of all receipts described in  
10.11 subdivision 2 in depositories selected by the board. The board's authority shall include  
10.12 specifying the considerations, financial activities, and conditions required from the  
10.13 depository, including the requirement of collateral security or a corporate surety bond  
10.14 as described in section 118A.03. The board may compensate the depository, including  
10.15 paying a reasonable charge to the depository, maintaining appropriate compensating  
10.16 balances with the depository, or purchasing non-interest-bearing certificates of deposit  
10.17 from the depository for performing depository-related services.

10.18 Sec. 22. Minnesota Statutes 2004, section 137.17, subdivision 1, is amended to read:

10.19 Subdivision 1. **Establish.** The Board of Regents may establish a ~~school of~~  
10.20 ~~professional and graduate studies as a nonresidential~~ branch campus of the University of  
10.21 Minnesota; in Rochester, to serve the educational needs of working adults and other  
10.22 nontraditional students in southeastern Minnesota and to foster the economic goals of the  
10.23 region and the state. The legislature intends that the University of Minnesota expand higher  
10.24 education offerings in Rochester. It is the intent of the legislature that this be achieved  
10.25 in part by developing new and strengthening existing partnerships with higher education  
10.26 institutions in Rochester and the region in which the state already has a significant  
10.27 investment. The campus shall be a joint partnership of the University of Minnesota with  
10.28 Rochester Community and Technical College, and Winona State University.

10.29 ~~The Board of Trustees of the Minnesota State Colleges and Universities shall~~  
10.30 ~~cooperate to achieve the foregoing.~~

10.31 Sec. 23. Minnesota Statutes 2004, section 137.17, subdivision 3, is amended to read:

10.32 Subd. 3. **Missions.** The legislature intends that the mission of the expanded  
10.33 education offerings in Rochester be congruent with the university's unique core mission of  
10.34 teaching, research, and outreach in order to support the educational needs and economic  
10.35 development of this region and the state. The legislature recognizes that the distinctiveness

11.1 of each of the ~~partner higher education~~ institutions in Rochester must be maintained to  
11.2 achieve success in serving the higher education needs of the community and the economic  
11.3 goals of the state. ~~Further, the legislature intends that the University of Minnesota and the~~  
11.4 ~~other partner institutions avoid duplicative offerings of courses and programs. Therefore,~~  
11.5 ~~the University of Minnesota, Winona State University, and Rochester Community and~~  
11.6 ~~Technical College shall develop jointly a statement of missions, roles, and responsibilities~~  
11.7 ~~for the programs and services at Rochester which shall be submitted to the legislature by~~  
11.8 ~~January 30, 2000, and any time thereafter that the missions, roles, and responsibilities~~  
11.9 ~~change.~~

11.10 Sec. 24. **MINNESOTA STATE UNIVERSITY, MANKATO, CONSTRUCTION**  
11.11 **AUTHORIZATION.**

11.12 The Board of Trustees of the Minnesota State Colleges and Universities may design,  
11.13 construct, furnish, and equip an academic building on the Minnesota State University,  
11.14 Mankato campus for the College of Business at a site approved by the board using  
11.15 nonstate money.

11.16 Sec. 25. **REVISOR'S INSTRUCTION.**

11.17 The revisor of statutes shall delete the term "sections 136A.15 to 136A.1702" and  
11.18 insert "sections 136A.15 to 136A.1705" wherever it appears in Minnesota Statutes and  
11.19 Minnesota Rules.

11.20 Sec. 26. **EXPIRATION OF RULE.**

11.21 Minnesota Rules, part 4830.0100, subpart 5, item F, expires on the effective date  
11.22 of this section.

11.23 Sec. 27. **REPEALER.**

11.24 Minnesota Statutes 2004, sections 135A.01; 135A.031, subdivisions 1, 2, 5, and 6;  
11.25 135A.032; 135A.033; 136A.15, subdivision 5; 136A.1702; and 137.17, subdivisions  
11.26 2 and 4, and Minnesota Statutes 2005 Supplement, section 135A.031, subdivisions 3  
11.27 and 4, and Minnesota Rules, part 4850.0011, subparts 9, 10, 14, and 27; and 4850.0014,  
11.28 subpart 1, are repealed."

1.1 Senator ..... moves to amend the delete-everything amendment  
1.2 (SCS3058A-5) to S.F. No. 3058 as follows:

1.3 Page 3, after line 7, insert:

1.4 "Sec. 7. Minnesota Statutes 2004, section 136A.101, subdivision 4, is amended to  
1.5 read:

1.6 Subd. 4. **Eligible institution.** "Eligible institution" means a postsecondary  
1.7 educational institution that:

1.8 (1) is located in this state or in a state with which the office has entered into a higher  
1.9 education reciprocity agreement on state student aid programs~~that either (1);~~

1.10 (2) is operated by this state or by the University of Minnesota, or (2) is operated  
1.11 publicly or privately and, as determined by the office, maintains academic standards  
1.12 substantially equivalent to those of comparable institutions operated in this state; and

1.13 (3) is licensed or registered as a postsecondary institution by the Office of Higher  
1.14 Education or another state agency.

1.15 Eligible institutions must participate in federal student aid programs under Title IV  
1.16 of the Higher Education Act of 1965, as amended. An institution that participated in  
1.17 the state grant program in fiscal year 2007 but did not participate in federal student aid  
1.18 programs under Title IV of the Higher Education Act of 1965, as amended, must become  
1.19 a participant in the federal student aid programs by July 1, 2009, or lose eligibility to  
1.20 participate in the state grant program. "

1.21 Page 3, after line 30, insert:

1.22 "Sec. 9. Minnesota Statutes 2004, section 136A.15, subdivision 6, is amended to  
1.23 read:

1.24 Subd. 6. **Eligible institution.** "Eligible institution" means a postsecondary  
1.25 educational institution that ~~either:~~

1.26 (1) is operated or regulated by this state or by the University of Minnesota, or (2) is  
1.27 operated publicly or privately in another state, is approved by the United States Secretary  
1.28 of Education, and, as determined by the office, maintains academic standards substantially  
1.29 equal to those of comparable institutions operated in this state. ~~It also includes any~~  
1.30 ~~institution chartered in a province;~~ or

1.31 (2) is licensed or registered as a postsecondary institution by the Office of Higher  
1.32 Education or another state agency.

33 Eligible institutions must participate in federal student aid programs under Title  
1.34 IV of the Higher Education Act of 1965, as amended. An institution that participated  
1.35 in the SELF program in fiscal year 2007 but did not participate in federal student aid  
1.36 programs under Title IV of the Higher Education Act of 1965, as amended, must become

2.1 a participant in the federal student aid programs by July 1, 2009, or lose eligibility to  
2.2 participate in the SELF program.

2.3 An eligible institution must sign an institutional loan participation agreement with  
2.4 the office that lists the duties and responsibilities of both the institution and the office."

2.5 Renumber the sections in sequence and correct the internal references

2.6 Amend the title accordingly

1.1 Senator ..... moves to amend the delete-everything amendment  
1.2 (SCS3058A-5) to S.F. No. 3058 as follows:

1.3 Page 3, after line 30, insert:

1.4 "Sec. 8. Minnesota Statutes 2004, section 136A.121, subdivision 5, is amended to  
1.5 read:

1.6 Subd. 5. **Grant stipends.** The grant stipend shall be based on a sharing of  
1.7 responsibility for covering the recognized cost of attendance by the applicant, the  
1.8 applicant's family, and the government. The amount of a financial stipend must not  
1.9 exceed a grant applicant's recognized cost of attendance, as defined in subdivision 6, after  
1.10 deducting the following:

1.11 (1) the assigned student responsibility of at least ~~46~~ 45 percent of the cost of  
1.12 attending the institution of the applicant's choosing;

1.13 (2) the assigned family responsibility as defined in section 136A.101; and

1.14 (3) the amount of a federal Pell grant award for which the grant applicant is eligible.

1.15 The minimum financial stipend is \$100 per academic year."

1.16 Renumber the sections in sequence and correct the internal references

1.17 Amend the title accordingly

1.1 Senator ..... moves to amend the delete-everything amendment  
1.2 (SCS3058A-5) to S.F. No. 3058 as follows:

1.3 Page 10, after line 2, insert:

1.4 "Sec. 20. Minnesota Statutes 2004, section 136F.02, subdivision 1, is amended to  
1.5 read:

1.6 Subdivision 1. **Membership.** The board consists of 15 members appointed by the  
1.7 governor with the advice and consent of the senate. At least one member of the board  
1.8 must be a resident of each congressional district. Three members must be students who are  
1.9 enrolled at least half time in a degree, diploma, or certificate program or have graduated  
1.10 from an institution governed by the board within one year of the date of appointment. The  
1.11 student members shall include: one member from a community college, one member from  
1.12 a state university, and one member from a technical college. The remaining members must  
1.13 be appointed to represent the state at large. At least two members must be representatives  
1.14 of organized labor.

1.15 **EFFECTIVE DATE.** This section is effective the day following final enactment,  
1.16 applies to appointments to the board made on and after that date, and must be complied  
1.17 with as soon as vacancies can be filled."

1.18 Renumber the sections in sequence and correct the internal references

1.19 Amend the title accordingly

1.1 Senator ..... moves to amend the delete-everything amendment  
1.2 (SCS3058A-5) to S.F. No. 3058 as follows:

1.3 Page 11, after line 9, insert:

1.4 "Sec. 24. TEMPORARY PROVISION FOR APPROVAL OF CERTAIN  
1.5 HIGHER EDUCATION DEGREES.

1.6 Subdivision 1. Supersede. This section supersedes any conflicting Minnesota  
1.7 Statute or Rule.

1.8 Subd. 2. Degree approval. A school licensed pursuant to Minnesota Statutes,  
1.9 chapter 141, may not grant a degree as defined in Minnesota Statutes, section 136A.62,  
1.10 subdivision 4, unless the degree is approved by the Office of Higher Education.

1.11 Subd. 3. Approval criteria. A school licensed pursuant to Minnesota Statutes,  
1.12 chapter 141, to obtain approval to grant a degree must provide evidence to the Office of  
1.13 Higher Education that the following requirements are met:

1.14 (1) the school employs qualified teaching personnel to provide the educational  
1.15 programs for each degree for which approval is sought;

1.16 (2) the educational program is appropriate to each degree for which approval is  
1.17 sought;

1.18 (3) the school has appropriate and accessible library, laboratory, and other physical  
1.19 facilities to support the education program for each degree for which approval is sought;  
1.20 and

1.21 (4) the school makes a rationale showing that the degree programs are consistent  
1.22 with the school's mission and goals.

1.23 Subd. 4. Effect of approval. Approval to grant a degree under this section has the  
1.24 same effect as approval under Minnesota Statutes, section 136A.65.

1.25 Subd. 5. Notice of changes. A school authorized to grant a degree under this section  
1.26 must notify the Office of Higher Education of proposed changes to the degree and the  
1.27 addition of majors or specialty areas to a degree.

1.28 Subd. 6. Expiration. This section expires June 30, 2007.

1.29 EFFECTIVE DATE. This section is effective the day following final enactment."

1.30 Renumber the sections in sequence and correct the internal references

1 Amend the title accordingly



1.1 Senator ..... moves to amend the delete-everything amendment  
1.2 (SCS3058A-5) to S.F. No. 3058 as follows:

1.3 Page 11, after line 9, insert:

1.4 "Sec. 24. **HIGHER EDUCATION TEXTBOOK COST STUDY.**

1.5 The Minnesota Office of Higher Education shall convene an advisory task force  
1.6 to study the costs of required textbooks for students attending public and nonpublic  
1.7 postsecondary institutions. The task force must, at a minimum, include students, faculty,  
1.8 and administrators. The study must, without limitation, examine textbook pricing trends  
1.9 and strategies, the practice of textbook rental, policies related to repurchase of textbooks  
1.10 from students, textbook selection policies, and purchasing practices of colleges and  
1.11 universities. The task force must review the findings and recommendations of other  
1.12 existing studies and any state or national laws that have been considered or adopted to  
1.13 reduce the financial burden of textbook costs. The office must report on its findings and  
1.14 present any recommendations by January 15, 2007, to the legislative committees with  
1.15 jurisdiction over higher education policy and finance."

1.16 Renumber the sections in sequence and correct the internal references

1.17 Amend the title accordingly

- 1.1 Senator ..... moves to amend the delete-everything amendment
- 1.2 (SCS3058A-5) to S.F. No. 3058 as follows:
- 1.3 Page 4, line 21, after the semicolon, insert "and"
- 1.4 Page 4, delete lines 22 and 23
- 1.5 Page 4, line 24, delete "(5)" and insert "(3)"
- 1.6 Page 4, delete line 26

1.1 Senator ..... moves to amend the delete-everything amendment  
1.2 (SCS3058A-5) to S.F. No. 3058 as follows:

1.3 Page 3, after line 30, insert:

1.4 "Sec. 8. Minnesota Statutes 2005 Supplement, section 136A.121, subdivision 7a,  
1.5 is amended to read:

1.6 Subd. 7a. **Surplus appropriation.** If the amount appropriated is determined by the  
1.7 office to be more than sufficient to fund projected grant demand in the second year of the  
1.8 biennium, the office may increase the living and miscellaneous expense allowance in the  
1.9 second year of the biennium by up to an amount that retains sufficient appropriations  
1.10 to fund the projected grant demand. The adjustment may be made one or more times.  
1.11 In making the determination that there are more than sufficient funds, the office shall  
1.12 balance the need for sufficient resources to meet the projected demand for grants with the  
1.13 goal of fully allocating the appropriation for state grants. An increase in the living and  
1.14 miscellaneous expense allowance under this subdivision does not carry forward into a  
1.15 subsequent biennium. ~~This subdivision expires June 30, 2007.~~"

1.16 Renumber the sections in sequence and correct the internal references

1.17 Amend the title accordingly

**Minnesota Statutes 2005, 135A.01**

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[Minnesota Statutes 2005, Table of Chapters](#)

[Table of contents for Chapter 135A](#)

**135A.01 Funding policy.**

It is the policy of the legislature to provide stable funding, including recognition of the effects of inflation, for instructional services at public postsecondary institutions and that the state and students share the cost of those services. The legislature intends to provide at least 67 percent of the instructional services costs for each postsecondary system. It is also the policy of the legislature that the budgetary process serves to support high quality public postsecondary education.

HIST: 1983 c 258 s 29; 1Sp1985 c 11 s 14; 1994 c 532 art 3 s 1

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**Minnesota Statutes 2005, 135A.031**

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Minnesota Statutes 2005, Table of Chapters

Table of contents for Chapter 135A

**135A.031 Appropriations for instructional services.**

Subdivision 1. **Determination of appropriation.** The direct appropriation to each board for instructional services shall equal 67 percent of the estimated total cost of instruction for the University of Minnesota, the state universities, and the community colleges, and, for technical colleges, at least 67 percent of the estimated total cost of instruction.

Subd. 2. **Appropriations for certain enrollments.** The state share of the estimated expenditures for instruction shall vary for some categories of students, as designated in this subdivision.

(a) The state must provide at least 67 percent of the estimated expenditures for:

(1) students who resided in the state for at least one calendar year prior to applying for admission or dependent students whose parent or legal guardian resides in Minnesota at the time the student applies;

(2) Minnesota residents who can demonstrate that they were temporarily absent from the state without establishing residency elsewhere;

(3) residents of other states or provinces who are attending a Minnesota institution under a tuition reciprocity agreement;

(4) students who have been in Minnesota as migrant farmworkers, as defined in the Code of Federal Regulations, title 20, section 633.104, over a period of at least two years immediately before admission or readmission to a Minnesota public postsecondary institution, or students who are dependents of such migrant farmworkers; and

(5) persons who: (i) were employed full time and were relocated to the state by the person's current employer, or (ii) moved to the state for employment purposes and, before moving and before applying for admission to a public postsecondary institution, accepted a job in the state, or students who are spouses or dependents of such persons.

(b) The definition of full year equivalent for purposes of the formula calculations in this chapter is twice the normal value for the following enrollments:

(1) students who are concurrently enrolled in a public secondary school and for whom the institution is receiving any compensation under the Postsecondary Enrollment Options Act; and

(2) students enrolled under the student exchange program of the Midwest Compact.

**Subd. 3. Determination of instructional services base.**

The instructional services base for each public postsecondary system is the sum of: (1) the state share; and (2) the legislatively estimated tuition for the second year of the most recent biennium; and (3) performance as calculated in subdivision 5.

**Subd. 4. Enrollments for budgeting.** For all purposes where student enrollment is used for budgeting purposes, student enrollment shall be measured in full-year equivalents and shall include only enrollments in courses that award credit or otherwise satisfy any of the requirements of an academic or vocational program.

**Subd. 5. Adjustment for performance.** Each public postsecondary system's instructional services base shall be adjusted, up to one percent, if the system meets the performance standards established by the system's governing board as part of the biennial budget document.

**Subd. 6. Adjustment for change items.** The instructional services base may be adjusted for change items as determined by the governor and the legislature after adjustments for inflation, enrollments, and performance.

**Subd. 7. Reports.** Instructional expenditure and enrollment data for each instructional category shall be submitted in the biennial budget document.

HIST: 1994 c 532 art 3 s 2; 1995 c 212 art 2 s 1; 1Sp2001 c 1 art 2 s 6; 2005 c 107 art 2 s 1,2

\* NOTE: The amendments to subdivisions 3 and 4 by Laws 2005, chapter 107, article 2, sections 1 and 2, respectively, are effective June 30, 2007. Laws 2005, chapter 107, article 2, sections 1 and 2, the effective dates.

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**Minnesota Statutes 2005, 135A.032**

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[Table of contents for Chapter 135A](#)

**135A.032 Appropriations for noninstructional services.**

Subdivision 1. **Determination of noninstructional appropriations base.** The noninstructional services base for each public postsecondary system is the state share for the second year of the most recent biennium plus adjustments for inflation and for performance as specified in subdivision 2. The cost of technical college extension programs shall be included in noninstructional services.

Subd. 2. **Adjustment for performance.** The noninstructional services base shall be increased, up to one percent, if the system meets the performance standards established by the system's governing board as part of the biennial budget document.

Subd. 3. **Adjustment for change items.** The noninstructional services base may be adjusted for change items as determined by the governor and the legislature after noninstructional base adjustments for inflation and performance.

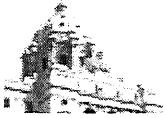
HIST: 1994 c 532 art 3 s 3

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[Table of contents for Chapter 135A](#)

**135A.033 Performance funding.**

The governing boards of the University of Minnesota and the Minnesota State Colleges and Universities, in conjunction with their respective campuses, shall each specify performance categories and indicators relating to section [135A.053](#), subdivision 1, to be used for policy and appropriations decisions, as well as allocations for rewarding campuses that achieve performance levels and assisting campuses that are unable to achieve these levels. Because the mission of each system and type of campus varies, categories and indicators shall vary accordingly.

HIST: 1994 c 532 art 3 s 4; 1996 c 398 s 26

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## CHAPTER 135A

### PUBLIC POSTSECONDARY EDUCATION

135A.031	Appropriations for instructional services.	135A.30	Minnesota academic excellence scholarship.
135A.052	Postsecondary missions.	135A.52	Program and qualifications.
135A.165	Deaf students; tuition assistance.		

#### 135A.031 APPROPRIATIONS FOR INSTRUCTIONAL SERVICES.

*[For text of subs 1 and 2, see M.S.2004]*

Subd. 3. **Determination of instructional services base.** The instructional services base for each public postsecondary system is the sum of: (1) the state share; and (2) the legislatively estimated tuition for the second year of the most recent biennium; and (3) performance as calculated in subdivision 5.

Subd. 4. **Enrollments for budgeting.** For all purposes where student enrollment is used for budgeting purposes, student enrollment shall be measured in full-year equivalents and shall include only enrollments in courses that award credit or otherwise satisfy any of the requirements of an academic or vocational program.

*[For text of subs 5 to 7, see M.S.2004]*

**History:** 2005 c 107 art 2 s 1,2

**NOTE:** The amendments to subdivisions 3 and 4 by Laws 2005, chapter 107, article 2, sections 1 and 2, respectively, are effective June 30, 2007. Laws 2005, chapter 107, article 2, sections 1 and 2, the effective dates.

#### 135A.052 POSTSECONDARY MISSIONS.

Subdivision 1. **Statement of missions.** The legislature recognizes each type of public postsecondary institution to have a distinctive mission within the overall provision of public higher education in the state and a responsibility to cooperate with each other. These missions are as follows:

- (1) the technical colleges shall offer vocational training and education to prepare students for skilled occupations that do not require a baccalaureate degree;
- (2) the community colleges shall offer lower division instruction in academic programs, occupational programs in which all credits earned will be accepted for transfer to a baccalaureate degree in the same field of study, and remedial studies, for students transferring to baccalaureate institutions and for those seeking associate degrees;
- (3) consolidated community technical colleges shall offer the same types of instruction, programs, certificates, diplomas, and degrees as the technical colleges and community colleges offer;
- (4) the state universities shall offer undergraduate and graduate instruction through the master's degree, including specialist certificates, in the liberal arts and sciences and professional education, and may offer applied doctoral degrees in education, business, psychology, physical therapy, audiology, and nursing; and
- (5) the University of Minnesota shall offer undergraduate, graduate, and professional instruction through the doctoral degree, and shall be the primary state supported academic agency for research and extension services.

It is part of the mission of each system that within the system's resources the governing board, board of trustees, chancellor, or president shall endeavor to:

(d) use technology where appropriate to increase system customer service, increase public access to information about the public participation in the business of the system;

(e) utilize constructive and cooperative labor-management practices otherwise required by chapters 43A and 179A; and

(f) recommend to the legislature appropriate changes in law to carry out the mission of the system.

**History:** 2005 c 107 art 2 s 3

#### 135A.165 DEAF STUDENTS; TUITION ASSISTANCE.

(a) For the purpose of this section, a "deaf person" means a person with a hearing loss of such severity that the individual must depend on sign language, communication, such as writing, lip reading, manual communication, or other means of communication.

(b) A deaf person, who is a resident student as defined in subdivision 8, is entitled to tuition assistance for the tuition and fees, including any federal or state grants or other public or private grants, less any deduction of any federal or state grants or other public or private grants, at a Minnesota university or the University of Minnesota. A deaf person must receive a Pell grant or a state grant under section 136A.121 for a term of assistance for that term.

**History:** 2005 c 107 art 2 s 4

#### 135A.30 MINNESOTA ACADEMIC EXCELLENCE SCHOLARSHIP.

*[For text of subs 1 and 2, see M.S.2004]*

Subd. 3. **Selection of recipients.** The governing board of an eligible institution may determine, in consultation with its campuses, application dates and methods to be considered, and methods of selecting students to receive scholarship awards, with the approval of its governing board, may award a scholarship in accordance with this section.

Subd. 4. **Amount of scholarship.** The amount of the scholarship awarded to students at public institutions, up to the cost of tuition and fees for full-time instruction, or (2) at private institutions, an amount up to the cost of tuition and fees charged by the institution or the tuition and fees in the institution. Scholarships awarded under this section must not exceed the amount of a student's financial need as provided in section 136A.121.

Subd. 5. **Renewals.** The scholarship may be renewed yearly for one or more additional academic years, if the student:

- (1) maintains full-time enrollment with a grade point average of at least 2.0 on a four point scale;
- (2) pursues studies and continues to demonstrate outstanding ability and potential in the field for which the award was made; and
- (3) is achieving satisfactory progress toward a degree.

*[For text of subs 6 to 8, see M.S.2004]*

**History:** 2005 c 107 art 2 s 5-7

#### 135A.52 PROGRAM AND QUALIFICATIONS.

Subdivision 1. **Fees and tuition.** Except for an administration fee, the governing board at a level to recover costs to the institution.

1.1 Section 1. Laws 2005, chapter 107, article 1, section 1, is amended to read:

1.2 Section 1. **HIGHER EDUCATION APPROPRIATIONS**

1.3 The sums in the columns marked "APPROPRIATIONS" are appropriated from the  
 1.4 general fund, or other named fund, to the agencies and for the purposes specified in this  
 1.5 article. The listing of an amount under the figure "2006" or "2007" in this article indicates  
 1.6 that the amount is appropriated to be available for the fiscal year ending June 30, 2006, or  
 1.7 June 30, 2007, respectively. "The first year" is fiscal year 2006. "The second year" is fiscal  
 1.8 year 2007. "The biennium" is fiscal years 2006 and 2007.

1.9 SUMMARY BY FUND

	2006	2007	TOTAL
		<del>1,395,500,000</del>	<del>2,761,000,000</del>
2 General	\$ 1,365,500,000	\$ <u>1,432,760,000</u>	\$ <u>2,798,260,000</u>
1.13 Health Care Access	2,157,000	2,157,000	4,314,000

1.14 SUMMARY BY AGENCY - ALL FUNDS

	2006	2007	TOTAL
1.16 <del>Higher Education Services</del>			
1.17 <del>Office</del> <u>Office of Higher</u>		<del>177,181,000</del>	<del>349,310,000</del>
1.18 <u>Education</u>	172,129,000	<u>184,081,000</u>	<u>356,210,000</u>
1.19 Board of Trustees of the			
1.20 Minnesota State Colleges		<del>602,194,000</del>	<del>1,202,888,000</del>
1.21 and Universities	600,694,000	<u>618,754,000</u>	<u>1,219,448,000</u>
1.22 Board of Regents of the		<del>616,736,000</del>	<del>1,210,084,000</del>
1.23 University of Minnesota	593,348,000	<u>630,536,000</u>	<u>1,223,884,000</u>
1.24 Mayo Medical Foundation	1,391,000	1,391,000	2,782,000
1.25 Minnesota Department of			
1.26 Health	95,000	155,000	250,000

1.27 APPROPRIATIONS

1.28 Available for the Year

Ending June 30  
 2006                      2007

1.31

1.32 Sec. 2. Laws 2005, chapter 107, article 1, section 2, subdivision 1, is amended to read:

2.1				<del>177,181,000</del>
2.2	<b>Subdivision 1. Total Appropriation</b>	\$	172,129,000	\$ <u>184,081,000</u>

2.3 The amounts that may be spent from this  
 2.4 appropriation for each purpose are specified  
 2.5 in the following subdivisions.

2.6 Sec. 3. Laws 2005, chapter 107, article 1, section 2, subdivision 2, is amended to read:

2.7				<del>144,756,000</del>
2.8	<b>Subd. 2. State Grants</b>		136,394,000	<u>151,656,000</u>

2.9 If the appropriation in this subdivision for  
 2.10 either year is insufficient, the appropriation  
 2.11 for the other year is available for it. For  
 2.12 the biennium, the tuition and fee maximum  
 2.13 shall be \$9,208 the first year and \$9,438 the  
 2.14 second year for students enrolled in four-year  
 2.15 programs and \$6,567 the first year and  
 2.16 \$6,436 the second year for students enrolled  
 2.17 in two-year programs. The funding base for  
 2.18 this program in fiscal years 2008 and 2009 is  
 2.19 \$151,606,000 per year.

2.20 ~~The Higher Education Services Office of~~  
 2.21 Higher Education must study the for-profit  
 2.22 postsecondary education sector licensed or  
 2.23 registered in Minnesota. The study must  
 2.24 examine tuition levels and program offerings,  
 2.25 student debt load, financial assistance, and  
 2.26 the impact of the tuition and fee maximums  
 2.27 set in law on this postsecondary sector and  
 2.28 its students. The study must also analyze the  
 2.29 relationship of the tuition and fee maximums  
 2.30 and tuition levels. The office must report on  
 2.31 the findings to the legislative committees  
 2.32 responsible for higher education finance by  
 2.33 November 15, 2006. This study may be done

3.1 in conjunction with the licensing study in  
3.2 article 3.

3.3 This appropriation sets the living and  
3.4 miscellaneous expense allowance at \$5,350  
3.5 each year.

3.6 This appropriation contains money to provide  
3.7 educational benefits to dependent children  
3.8 under age 23 and the spouses of public  
3.9 safety officers killed in the line of duty under  
3.10 Minnesota Statutes 2004, section 299A.45.

3.11 Sec. 4. Laws 2005, chapter 107, article 1, section 3, is amended to read:

3.12 Sec. 3.

3.13 **BOARD OF TRUSTEES OF THE**  
3.14 **MINNESOTA STATE COLLEGES AND**  
3.15 **UNIVERSITIES**

3.16 602,194,000

3.17 **Subdivision 1. Total Appropriation** 600,694,000 618,754,000

3.18 The amounts that may be spent from this  
3.19 appropriation for each purpose are specified  
3.20 in the following subdivisions.

3.21 The legislature estimates that instructional  
3.22 expenditures will be \$812,735,000 the first  
3.23 year and \$814,764,000 the second year. The  
3.24 legislature estimates that noninstructional  
3.25 expenditures will be \$58,868,000 the first  
3.26 year and \$59,015,000 the second year.

3.27 **Subd. 2. General Appropriation** 595,694,000 597,194,000

3.28 This appropriation includes \$12,000,000 to  
3.29 pay competitive compensation to faculty or  
3.30 staff for initiatives that promote excellence  
3.31 in student learning. This appropriation also  
3.32 includes funding for the recurring enrollment

4.1 adjustment and money to strengthen and  
 4.2 expand the Minnesota online program,  
 4.3 increase the capacity for training nurses  
 4.4 and teachers, provide for the management  
 4.5 education needs of farm and small business  
 4.6 owners, and provide services and outreach to  
 4.7 underserved populations.

4.8 **Subd. 3. Centers of Excellence** 5,000,000 5,000,000

4.9 This appropriation is for centers of  
 4.10 excellence under new Minnesota Statutes,  
 4.11 section 136F.31.

4.12 The board must develop a process to  
 4.13 designate centers of excellence under new  
 4.14 Minnesota Statutes, section 136F.31.

4.15 **Subd. 4. Technology infrastructure** -0- 15,000,000

4.16 This appropriation is for critical hardware,  
 4.17 network, security, and support stabilization  
 4.18 improvements to the technology  
 4.19 infrastructure. This funding may be  
 4.20 used to do the following:

4.21 (1) provide improvements to technology and  
 4.22 computer security infrastructure to meet the  
 4.23 increased demand for online academic and  
 4.24 administrative services;

4.25 (2) assess the system's vulnerability and  
 4.26 develop and implement a systemwide  
 4.27 security program;

4.28 (3) upgrade the computer system used by  
 4.29 all state colleges and universities to provide  
 4.30 services and collect data; and

4.31 (4) upgrade network hardware infrastructure  
 4.32 to meet growing demands and enhance

5.1 online services to students, including those  
5.2 serving in the military.

5.3 This appropriation is for fiscal year 2007 only.

5.4 Subd. 5. Global skills initiative 1,560,000

5.5 This appropriation is for the global skills  
5.6 initiative to build capacity to provide  
5.7 students with the skills they need to compete  
5.8 in a 21st century global economy, to foster  
5.9 institutional environments conducive to  
5.10 excellence in teaching and learning, and to  
5.11 enhance Minnesota’s economic growth and  
5.12 prosperity.

5.13 This funding may be used to do the following:

5.14 (1) build capacity to offer Chinese and other  
5.15 critical language instruction in the state’s  
5.16 colleges and universities;

5.17 (2) build capacity to infuse the curriculum  
5.18 in the state’s colleges and universities with  
5.19 relevant learning modules on global history  
5.20 and culture;

5.21 (3) build linkages to the K-12 schools to  
5.22 create greater future capacity to meet the  
5.23 rapidly changing skills and knowledge needs  
5.24 of Minnesota students;

5.25 (4) position the system to become the  
5.26 global leader in customized training in  
5.27 areas where market demand is high,  
5.28 such as aviation management and repair,  
5.29 automotive technology, home health care,  
5.30 and manufacturing; and

5.31 (5) develop international study abroad and  
5.32 exchange programs for students and faculty.

6.1 This appropriation is for fiscal year 2007  
6.2 only.

6.3

6.4 Sec. 5. Laws 2005, chapter 107, article 1, section 4, is amended to read:

6.5

6.6 Sec. 4.

6.7 **BOARD OF REGENTS OF THE**  
6.8 **UNIVERSITY OF MINNESOTA**

6.9 ~~616,736,000~~

6.10 Subdivision 1. **Total Appropriation** 593,348,000 630,536,000

6.11 The amounts that may be spent from this  
6.12 appropriation for each purpose are specified  
6.13 in the following subdivisions.

6.14 Subd. 2. **Operations and Maintenance** 527,824,000 551,212,000

6.15 The legislature estimates that instructional  
6.16 expenditures will be \$451,372,000 the first  
6.17 year and \$469,229,000 the second year. The  
6.18 legislature estimates that noninstructional  
6.19 expenditures will be \$290,275,000 the first  
6.20 year and \$301,758,000 the second year.

6.21 This appropriation includes \$13,000,000  
6.22 for competitive compensation to enable the  
6.23 university to attract and retain quality faculty  
6.24 members.

6.25 This appropriation includes funding for  
6.26 the recurring enrollment adjustment and  
6.27 the following initiatives: Biosciences for a  
6.28 Healthy Society to advance the university's  
6.29 expertise and to increase the university's  
6.30 competitiveness in leveraging new funding  
6.31 from federal and private sources; Preparing  
6.32 Students for the 21st Century to enhance

7.1	the ability of the university to attract and		
7.2	retain exceptional students; research support		
7.3	to provide resources for the university		
7.4	to maintain a competitive advantage in		
7.5	emerging and ongoing research initiatives;		
7.6	21st Century Technology to support		
7.7	enhancement to major university systems;		
7.8	and outreach services to historically		
7.9	underserved students.		
7.10	<b>Subd. 3. Health Care Access Fund</b>	2,157,000	2,157,000
7.11	This appropriation is from the health care		
2	access fund and is for primary care education		
7.13	initiatives.		
7.14	<b>Subd. 4. Special Appropriation</b>	63,367,000	63,367,000
7.15	(a) Agriculture and Extension Service		
7.16	50,625,000	50,625,000	
7.17	For the Agricultural Experiment Station,		
7.18	Minnesota Extension Service.		
7.19	(b) Health Sciences		
7.20	4,929,000	4,929,000	
7.21	For the rural physicians associates program,		
7.22	the Veterinary Diagnostic Laboratory, health		
7.23	sciences research, dental care, and the		
7.24	Biomedical Engineering Center.		
7.25	(c) Institute of Technology		
7.26	1,387,000	1,387,000	
7.27	For the Geological Survey and the Talented		
	Youth Mathematics Program.		
7.29	(d) System Specials		
7.30	6,426,000	6,426,000	



8.1 For general research, student loans matching  
 8.2 money, industrial relations education, Natural  
 8.3 Resources Research Institute, Center for  
 8.4 Urban and Regional Affairs, Bell Museum of  
 8.5 Natural History, and the Humphrey exhibit.

8.6 **Subd. 5. Academic Health Center**

8.7 The appropriation to the Academic Health  
 8.8 Center under Minnesota Statutes, section  
 8.9 297F.10, is anticipated to be \$20,890,000 in  
 8.10 the first year and \$20,474,000 in the second  
 8.11 year.

8.12 **Subd. 6. University of Minnesota - Rochester** -0- 5,000,000

8.13 This appropriation is for academic programs  
 8.14 supporting the University of Minnesota  
 8.15 - Rochester, including faculty, staff, and  
 8.16 program planning and development in  
 8.17 the areas of biomedical technologies,  
 8.18 engineering and computer technologies,  
 8.19 health care administration, and allied  
 8.20 health programs; ongoing operations of  
 8.21 industrial liaison activities; and operation of  
 8.22 leased facilities. The funding base for this  
 8.23 appropriation is \$5,000,000 for fiscal year  
 8.24 2008 and \$6,330,000 for fiscal year 2009.

8.25 **Subd. 7. Onetime appropriations** -0- 8,100,000

8.26 \$4,900,000 of this appropriation is to  
 8.27 purchase simulation workstations and  
 8.28 advanced simulation units for the School of  
 8.29 Dentistry simulation clinic at the Twin Cities  
 8.30 campus. \$3,200,000 of this appropriation  
 8.31 is to purchase state-of-the-art equipment  
 8.32 for clinical practice, research, therapy,  
 8.33 and teaching at the College of Veterinary  
 8.34 Medicine at the Twin Cities campus.

9.1 Equipment includes a magnetic resonance  
 9.2 imaging system, linear accelerator, and  
 9.3 radiology equipment. This appropriation is  
 9.4 for fiscal year 2007 only.

9.5 Subd. 8. West Central Research and  
 9.6 Outreach Center

-0-

700,000

9.7 This appropriation is to construct, furnish,  
 9.8 and equip a facility for the wind energy to  
 9.9 hydrogen to anhydrous ammonia pilot project  
 9.10 at the West Central Research and Outreach  
 9.11 Center in Morris. This appropriation is for  
 2 fiscal year 2007 only.

9.13

HIGHER EDUCATION BUDGET DIVISION

2006 Fiscal Tracking  
(All Dollars in Thousands)

9:08 AM 4/4/2006

	05 Appr. FY 2006-07	Feb. Forecast FY 2006-07	Gov. Rec. FY 2006	Gov. Rec. FY 2007	Gov. Rec. FY 2006-07	Senate FY 2006	Senate FY 2007	Senate FY 2006-07	Diff. Sen. - Feb. Fcst. FY 2006	Diff. Sen. - Feb. Fcst. FY 2007	Diff. Sen. - Feb. Fcst. FY 2006-07	Diff. Sen. - Gov. Rec. FY 2006	Diff. Sen. - Gov. Rec. FY 2007	Diff. Sen. - Gov. Rec. FY 2006-07
<b>OFFICE OF HIGHER EDUCATION</b>														
<u>Agency Administration</u>														
Student Financial Aid Services	1,070	1,070	535	535	1,070	535	535	1,070	-	-	-	-	-	-
Research & Program Services	716	716	358	358	716	358	358	716	-	-	-	-	-	-
Director & Council	346	346	173	173	346	173	173	346	-	-	-	-	-	-
Communication & Legislative Services	446	446	223	223	446	223	223	446	-	-	-	-	-	-
Financial Services	872	872	436	436	872	436	436	872	-	-	-	-	-	-
Human Resources & Agency Services	156	156	78	78	156	78	78	156	-	-	-	-	-	-
Program Services-College Savings Plan, Child Care, Learning Network	474	474	237	237	474	237	237	474	-	-	-	-	-	-
Information & Technology Services	622	622	311	311	622	311	311	622	-	-	-	-	-	-
Accountability Measurement System	400	400	100	300	400	100	300	400	-	-	-	-	-	-
State Grant Software Rewrite	310	310	310	-	310	310	-	310	-	-	-	-	-	-
<b>Subtotal: Agency Administration</b>	<b>5,412</b>	<b>5,412</b>	<b>2,761</b>	<b>2,651</b>	<b>5,412</b>	<b>2,761</b>	<b>2,651</b>	<b>5,412</b>	-	-	-	-	-	-
<u>Other Small Programs</u>														
Post Secondary Service Learning	230	230	115	115	230	115	115	230	-	-	-	-	-	-
Student and Parent Information	250	250	125	125	250	125	125	250	-	-	-	-	-	-
Get Ready Outreach Program	368	368	184	184	368	184	184	368	-	-	-	-	-	-
Intervention for College Access Program (ICAP)	992	992	496	496	992	496	496	992	-	-	-	-	-	-
<b>Subtotal: Other Small Programs</b>	<b>1,840</b>	<b>1,840</b>	<b>920</b>	<b>920</b>	<b>1,840</b>	<b>920</b>	<b>920</b>	<b>1,840</b>	-	-	-	-	-	-
<u>Financial Aid</u>														
State Grant Program	281,000	281,000	136,319	144,381	280,700	136,319	151,581	287,900	-	6,900	6,900	-	7,200	7,200
Safety Officer Survivor Program	150	150	75	75	150	75	75	150	-	-	-	-	-	-
<b>Subtotal: Financial Aid</b>	<b>281,150</b>	<b>281,150</b>	<b>136,394</b>	<b>144,456</b>	<b>280,850</b>	<b>136,394</b>	<b>151,656</b>	<b>288,050</b>	-	<b>6,900</b>	<b>6,900</b>	-	<b>7,200</b>	<b>7,200</b>

HIGHER EDUCATION BUDGET DIVISION

2006 Fiscal Tracking  
(All Dollars in Thousands)

9:08 AM 4/4/2006

	05 Apr. FY 2006-07	Feb. Forecast FY 2006-07	Gov. Rec. FY 2006	Gov. Rec. FY 2007	Gov. Rec. FY 2006-07	Senate FY 2006	Senate FY 2007	Senate FY 2006-07	Diff. Sen. - Feb. Fcst. FY 2006	Diff. Sen. - Feb. Fcst. FY 2007	Diff. Sen. - Feb. Fcst. FY 2006-07	Diff. Sen. - Gov. Rec. FY 2006	Diff. Sen. - Gov. Rec. FY 2007	Diff. Sen. - Gov. Rec. FY 2006-07
<b>Other Appropriations</b>														
Interstate Tuition Reciprocity	2,000	2,000	1,000	1,000	2,000	1,000	1,000	2,000	-	-	-	-	-	-
State Work Study	24,888	24,888	12,444	12,444	24,888	12,444	12,444	24,888	-	-	-	-	-	-
Child Care Grants	9,868	9,868	4,934	4,934	9,868	4,934	4,934	9,868	-	-	-	-	-	-
Minitex	8,762	8,762	4,381	4,381	8,762	4,381	4,381	8,762	-	-	-	-	-	-
MnLINK Gateway	800	800	400	400	800	400	400	800	-	-	-	-	-	-
Learning Network of Minnesota	8,450	8,450	4,225	4,225	8,450	4,225	4,225	8,450	-	-	-	-	-	-
Minnesota College Savings Plan	2,040	2,040	1,020	1,020	2,040	1,020	1,020	2,040	-	-	-	-	-	-
Midwest Higher Education Compact	180	180	90	90	180	90	90	180	-	-	-	-	-	-
Rochester Higher Education Development Cmte	3,200	3,200	3,200	-	3,200	3,200	-	3,200	-	-	-	-	-	-
United Family Practice Residency Program	720	720	360	360	720	360	360	720	-	-	-	-	-	-
<b>Subtotal: Other Appropriations</b>	<b>60,908</b>	<b>60,908</b>	<b>32,054</b>	<b>28,854</b>	<b>60,908</b>	<b>32,054</b>	<b>28,854</b>	<b>60,908</b>	-	-	-	-	-	-
Carryforward		485	485	-	485	485	-	485	-	-	-	-	-	-
<b>TOTAL: OFFICE OF HIGHER EDUCATION</b>	<b>349,310</b>	<b>349,795</b>	<b>172,614</b>	<b>176,881</b>	<b>349,495</b>	<b>172,614</b>	<b>184,081</b>	<b>356,695</b>	-	<b>6,900</b>	<b>6,900</b>	-	<b>7,200</b>	<b>7,200</b>
<b>MINNESOTA STATE COLLEGES &amp; UNIVERSITIES</b>														
General Appropriation	1,192,888	1,192,888	595,694	597,294	1,192,988	595,694	613,754	1,209,448	-	16,560	16,560	-	16,460	16,460
Centers of Excellence	10,000	10,000	5,000	5,000	10,000	5,000	5,000	10,000	-	-	-	-	-	-
<b>TOTAL: MNSCU</b>	<b>1,202,888</b>	<b>1,202,888</b>	<b>600,694</b>	<b>602,294</b>	<b>1,202,988</b>	<b>600,694</b>	<b>618,754</b>	<b>1,219,448</b>	-	<b>16,560</b>	<b>16,560</b>	-	<b>16,460</b>	<b>16,460</b>
<b>UNIVERSITY OF MINNESOTA</b>														
General Appropriation	1,079,036	1,079,036	527,824	551,212	1,079,036	527,824	551,212	1,079,036	-	-	-	-	-	-
University Rochester	-	-	-	5,000	5,000	-	5,000	5,000	-	5,000	5,000	-	-	-
Dentistry Equipment (Supplemental Request)	-	-	-	-	-	-	4,900	4,900	-	4,900	4,900	-	4,900	4,900
Veterinary Medicine (Supplemental Request)	-	-	-	-	-	-	3,200	3,200	-	3,200	3,200	-	3,200	3,200
West Central Research & Outreach Center	-	-	-	-	-	-	700	700	-	700	700	-	700	700
<b>Subtotal: University of Minnesota</b>	<b>1,079,036</b>	<b>1,079,036</b>	<b>527,824</b>	<b>556,212</b>	<b>1,084,036</b>	<b>527,824</b>	<b>565,012</b>	<b>1,092,836</b>	-	<b>13,800</b>	<b>13,800</b>	-	<b>8,800</b>	<b>8,800</b>
<b>Special Appropriation:</b>														
Agriculture and Extension Service	101,250	101,250	50,625	50,625	101,250	50,625	50,625	101,250	-	-	-	-	-	-
Health Sciences	9,858	9,858	4,929	4,929	9,858	4,929	4,929	9,858	-	-	-	-	-	-
Institute of Technology	2,774	2,774	1,387	1,387	2,774	1,387	1,387	2,774	-	-	-	-	-	-
System Specials	12,852	12,852	6,426	6,426	12,852	6,426	6,426	12,852	-	-	-	-	-	-
<b>Subtotal: Special Appropriation</b>	<b>126,734</b>	<b>126,734</b>	<b>63,367</b>	<b>63,367</b>	<b>126,734</b>	<b>63,367</b>	<b>63,367</b>	<b>126,734</b>	-	-	-	-	-	-
<b>TOTAL: UNIVERSITY OF MINNESOTA</b>	<b>1,205,770</b>	<b>1,205,770</b>	<b>591,191</b>	<b>619,579</b>	<b>1,210,770</b>	<b>591,191</b>	<b>628,379</b>	<b>1,219,570</b>	-	<b>13,800</b>	<b>13,800</b>	-	<b>8,800</b>	<b>8,800</b>

	05 Appr. FY 2006-07	Feb. Forecast FY 2006-07	Gov. Rec. FY 2006	Gov. Rec. FY 2007	Gov. Rec. FY 2006-07	Senate FY 2006	Senate FY 2007	Senate FY 2006-07	Diff. Sen. - Feb. Fcst. FY 2006	Diff. Sen. - Feb. Fcst. FY 2007	Diff. Sen. - Feb. Fcst. FY 2006-07	Diff. Sen. - Gov. Rec. FY 2006	Diff. Sen. - Gov. Rec. FY 2007	Diff. Sen. - Gov. Rec. FY 2006-07
<b>MAYO MEDICAL FOUNDATION</b>														
Medical School	1,028	1,028	514	514	1,028	514	514	1,028	-	-	-	-	-	-
Family Practice & Graduate Residency Program	1,062	1,062	531	531	1,062	531	531	1,062	-	-	-	-	-	-
St. Cloud Hospital-Mayo Family Practice Residency	692	692	346	346	692	346	346	692	-	-	-	-	-	-
<b>TOTAL: MAYO MEDICAL FOUNDATION</b>	<b>2,782</b>	<b>2,782</b>	<b>1,391</b>	<b>1,391</b>	<b>2,782</b>	<b>1,391</b>	<b>1,391</b>	<b>2,782</b>	-	-	-	-	-	-
<b>MINNESOTA DEPARTMENT OF HEALTH</b>														
Nursing Education Loan Repayment Program	250	250	95	155	250	95	155	250	-	-	-	-	-	-
<b>TOTAL: HIGHER EDUCATION BUDGET DIVISION</b>	<b>2,761,000</b>	<b>2,761,485</b>	<b>1,365,985</b>	<b>1,400,300</b>	<b>2,766,285</b>	<b>1,365,985</b>	<b>1,432,760</b>	<b>2,798,745</b>	-	<b>37,260</b>	<b>37,260</b>	-	<b>32,460</b>	<b>32,460</b>
OHE Carryforward						485	0	485						
<b>Adjusted General Fund-No Carryforward</b>						<b>1,365,500</b>	<b>1,432,760</b>	<b>2,798,260</b>						
Healthcare Access Fund						2157	2157	4314						
Higher Education: All Funds-No Carryforward						1,367,657	1,434,917	2,802,574						
<b>UofM Total w/Health Care Access Fund</b>						<b>593,348</b>	<b>630,536</b>	<b>1,223,884</b>						

**HIGHER EDUCATION BUDGET DIVISION**  
 2006 Supplemental Budget Recommendation  
 (All Dollars in Thousands)

9:08 AM 4/4/2006

	FY 06	FY 07	FY 06-07	FY 08	FY 09	FY 08-09
<b>Office of Higher Education</b>						
State Grant-Reduce Student Share	-	7,200	7,200	7,200	7,200	14,400
State Grant-Eligible Institutions Definition	-	(400)	(400)	(400)	(400)	(800)
State Grant-Minnesota Resident Definition	-	100	100	50	50	100
<b>TOTAL: OFFICE OF HIGHER EDUCATION</b>	-	<b>6,900</b>	<b>6,900</b>	<b>6,850</b>	<b>6,850</b>	<b>13,700</b>
<b>Minnesota State Colleges &amp; Universities</b>						
Global Skills Initiative	-	1,560	1,560	-	-	-
Technology (Supplemental)	-	15,000	15,000	-	-	-
<b>TOTAL: MNSCU</b>	-	<b>16,560</b>	<b>16,560</b>	-	-	-
<b>University of Minnesota</b>						
Rochester University	-	5,000	5,000	5,000	6,330	11,330
Dentistry Virtual Reality Equip (Supplemental)	-	4,900	4,900	-	-	-
College of Vet Medicine (Supplemental)	-	3,200	3,200	-	-	-
West Central Research & Outreach Center	-	700	700	-	-	-
<b>TOTAL: UNIVERSITY OF MINNESOTA</b>	-	<b>13,800</b>	<b>13,800</b>	<b>5,000</b>	<b>6,330</b>	<b>11,330</b>
<b>TOTAL: HIGHER EDUCATION BUDGET DIVISION</b>	-	<b>37,260</b>	<b>37,260</b>	<b>11,850</b>	<b>13,180</b>	<b>25,030</b>

**HIGHER EDUCATION BUDGET DIVISION**  
**2006 Supplemental Budget Recommendation**  
*(All Dollars in Thousands)*

9:08 AM 4/4/2006

	FY 06	FY 07	FY 06-07	FY 08	FY 09	FY 08-09
<u>Office of Higher Education</u>						
State Grant-Reduce Student Share	-	7,200	7,200	7,200	7,200	14,400
State Grant-Eligible Institutions Definition	-	(400)	(400)	(400)	(400)	(800)
State Grant-Minnesota Resident Definition	-	100	100	50	50	100
<b>TOTAL: OFFICE OF HIGHER EDUCATION</b>	-	<b>6,900</b>	<b>6,900</b>	<b>6,850</b>	<b>6,850</b>	<b>13,700</b>
<u>Minnesota State Colleges &amp; Universities</u>						
Global Skills Initiative	-	1,560	1,560	-	-	-
Technology (Supplemental)	-	15,000	15,000	-	-	-
<b>TOTAL: MNSCU</b>	-	<b>16,560</b>	<b>16,560</b>	-	-	-
<u>University of Minnesota</u>						
Rochester University	-	5,000	5,000	5,000	6,330	11,330
Dentistry Virtual Reality Equip (Supplemental)	-	4,900	4,900	-	-	-
College of Vet Medicine (Supplemental)	-	3,200	3,200	-	-	-
West Central Research & Outreach Center	-	700	700	-	-	-
<b>TOTAL: UNIVERSITY OF MINNESOTA</b>	-	<b>13,800</b>	<b>13,800</b>	<b>5,000</b>	<b>6,330</b>	<b>11,330</b>
<b>TOTAL: HIGHER EDUCATION BUDGET DIVISION</b>	-	<b>37,260</b>	<b>37,260</b>	<b>11,850</b>	<b>13,180</b>	<b>25,030</b>

**HIGHER EDUCATION BUDGET DIVISION**  
 2006 Supplemental Budget Recommendation  
 (All Dollars in Thousands)

9:08 AM 4/4/2006

	FY 06	FY 07	FY 06-07	FY 08	FY 09	FY 08-09
<u>Office of Higher Education</u>						
State Grant-Reduce Student Share	-	7,200	7,200	7,200	7,200	14,400
State Grant-Eligible Institutions Definition	-	(400)	(400)	(400)	(400)	(800)
State Grant-Minnesota Resident Definition	-	100	100	50	50	100
<b>TOTAL: OFFICE OF HIGHER EDUCATION</b>	-	<b>6,900</b>	<b>6,900</b>	<b>6,850</b>	<b>6,850</b>	<b>13,700</b>
<u>Minnesota State Colleges &amp; Universities</u>						
Global Skills Initiative	-	1,560	1,560	-	-	-
Technology (Supplemental)	-	15,000	15,000	-	-	-
<b>TOTAL: MNSCU</b>	-	<b>16,560</b>	<b>16,560</b>	-	-	-
<u>University of Minnesota</u>						
Rochester University	-	5,000	5,000	5,000	6,330	11,330
Dentistry Virtual Reality Equip (Supplemental)	-	4,900	4,900	-	-	-
College of Vet Medicine (Supplemental)	-	3,200	3,200	-	-	-
West Central Research & Outreach Center	-	700	700	-	-	-
<b>TOTAL: UNIVERSITY OF MINNESOTA</b>	-	<b>13,800</b>	<b>13,800</b>	<b>5,000</b>	<b>6,330</b>	<b>11,330</b>
<b>TOTAL: HIGHER EDUCATION BUDGET DIVISION</b>	-	<b>37,260</b>	<b>37,260</b>	<b>11,850</b>	<b>13,180</b>	<b>25,030</b>