

SOUTH DAKOTA BOARD OF REGENTS

Policy Manual

SUBJECT: Higher Education Facilities Fund

NUMBER: 6:3

SDCL § 13-53-15 provides that of the tuition and fees collected, eighty percent shall be deposited in the BOR system tuition and fee fund and twenty percent shall be deposited into the higher education facilities fund (HEFF). SDCL § 13-53-15.3 requires that the first one hundred seventy-five thousand dollars of medical school higher education facilities fund shall be deposited in the BOR system tuition and fee fund. The remaining state medical school tuition collection in each fiscal year shall be allocated in accordance with § 13-53-15.

As provided in § 13-51-2 expenditures from HEFF are restricted to the following categories as authorized by the Legislature.

- A. Lease-purchase payments to the South Dakota Building Authority;
- B. Maintenance and Repair for existing facilities; and
- C. Build and equip new facilities.

No funding may be provided in any year for building and equipping facilities until the level of annual appropriations reaches three million dollars for maintaining and replacing existing facilities per § 13-51-2.

In conjunction with the budget request cycle the Board shall review the cash flow and the unobligated cash balance of the HEFF to determine the appropriate level of funding for each category.

The Board has established a \$1.0 million dollar minimum balance in unobligated cash for emergencies.

SOURCE: BOR, Jan. 1981; BOR, April 1992; BOR, October 1996; BOR, December 2003.