

Valley City State University  
 Budget No. 242  
 House Bill No. 1003

	FTE Positions	General Fund	Other Funds	Total
2015-17 legislative appropriations	105.59	\$39,758,668	\$16,000,000	\$55,758,668
2015-17 base budget	97.29	21,099,454	0	21,099,454
Legislative increase (decrease) to base budget	8.30	\$18,659,214	\$16,000,000	\$34,659,214

**ONGOING AND ONE-TIME GENERAL FUND APPROPRIATIONS**

	Ongoing General Fund Appropriation	One-Time General Fund Appropriation	Total General Fund Appropriation
2015-17 legislative appropriations	\$25,469,668	\$14,289,000	\$39,758,668
2013-15 legislative appropriations	21,099,454	4,337,153 <sup>1</sup>	25,436,607 <sup>1</sup>
2015-17 legislative increase (decrease) to 2013-15 appropriations	\$4,370,214	\$9,951,847	\$14,322,061
Percentage increase (decrease) to 2013-15 appropriations	20.7%	229.5%	56.3%

<sup>1</sup>The 2013-15 biennium general fund appropriations reflect a deficiency appropriation of \$152,000 made in Senate Bill No. 2023. See the **Deficiency Appropriations** section below for additional information.

**SUMMARY OF LEGISLATIVE CHANGES TO THE BASE BUDGET AND MAJOR FUNDING ITEMS**

**Salaries and Wages**

The Legislative Assembly provided higher education funding formula and base credit rate adjustments to institutions that are to be used to provide salary increases and health insurance increases during the 2015-17 biennium.

	Changes to Base Budget			
	FTE Positions	General Fund	Other Funds	Total
The legislative action:				
Provided for higher education funding formula adjustments.		\$3,807,016		\$3,807,016
Provided for base credit rate adjustments.		563,198		563,198
Added one-time funding for the heating plant replacement project.		14,289,000		14,289,000
Added one-time other funds authority for the health and wellness facility project.			\$16,000,000	16,000,000
Adjusted FTE positions pursuant to Section 36 of 2013 Senate Bill No. 2003.	8.30			
Total	8.30	\$18,659,214	\$16,000,000	\$34,659,214

### FTE Changes

The Legislative Assembly authorized 105.59 FTE positions for Valley City State University for the 2015-17 biennium, an increase of 8.30 FTE positions from the number authorized by the 2013 Legislative Assembly. The 8.30 FTE positions were added pursuant to Section 36 of 2013 Senate Bill No. 2003, which authorized the State Board of Higher Education to adjust FTE positions at institutions under its control. Section 36 of 2015 House Bill No. 1003 continues the authorization of the board to adjust positions at institutions under its control during the 2015-17 biennium.

### One-Time Funding

In Section 2 of House Bill No. 1003, the Legislative Assembly identified \$137,115,518 of funding from the general fund as one-time funding for the North Dakota University System. Of this amount, \$14,289,000 is for the heating plant replacement project at Valley City State University. These amounts are not to be considered part of the institution's base budget for the 2015-17 biennium, and the institution is to report to the Appropriations Committees of the 65<sup>th</sup> Legislative Assembly on the use of this funding.

### Deficiency Appropriations

The Legislative Assembly, in Senate Bill No. 2023, provided a 2013-15 biennium general fund deficiency appropriation of \$152,000 for the demolition of a retired science building at Valley City State University. The bill also provided a 2013-15 biennium deficiency appropriation of \$3 million from the state disaster relief fund for the university's share of a flood protection project.

### Other Income Appropriation

Section 31 of House Bill No. 1003 appropriates on a continuing basis all other funds, including tuition income, received by the institutions of higher education during the 2015-17 biennium. As a result, the legislative appropriations for higher education do not include a specific appropriation of other funds, except for capital projects.

### Capital Projects

The following is a summary of capital projects authorized by the Legislative Assembly for Valley City State University during the 2015-17 biennium:

	General Fund	Other Funds	Total
Heating plant replacement	\$14,289,000		\$14,289,000
Health and wellness facility		\$16,000,000	16,000,000
Total	\$14,289,000	\$16,000,000	\$30,289,000

### Contingent Appropriation for Fine Arts Building Project

Section 8 of Senate Bill No. 2015 provides a contingent general fund appropriation of \$25.85 million for the Fine Arts Building project at Valley City State University. The appropriation is contingent on general fund revenues exceeding legislative estimates made at the close of the 2015 legislative session for either the first six months of the 2015-17 biennium or the first year of the 2015-17 biennium by at least \$126 million.

### Other Sections in Bill

**FTE position adjustments** - Section 36 provides that the State Board of Higher Education may adjust FTE positions as needed, subject to the availability of funds, for institutions and entities under its control during the 2015-17 biennium.

**Extraordinary repairs funding - Matching funds** - Section 38 requires an institution to provide \$2 of matching funds from operations or other sources for each dollar of base extraordinary repairs funding used.

**Tuition rate increase limitations** - Section 39 limits tuition rate increases to 2.5 percent per year during the 2015-17 biennium at University System institutions unless an institution receives Budget Section approval.