

**Bismarck State College
Budget No. 227
Senate Bill No. 2003**

	FTE Positions	General Fund	Other Funds	Total
2013-15 executive budget (bills as introduced)	130.96	\$48,714,535	\$0	\$48,714,535
2013-15 legislative appropriations	126.96	45,706,327	6,665,000	52,371,327
Legislative increase (decrease) to executive budget	(4.00)	(\$3,008,208)	\$6,665,000	\$3,656,792
Legislative increase (decrease) to 2011-13 appropriations	0.00	\$12,602,407	(\$1,870,000)	\$10,732,407

ONGOING AND ONE-TIME GENERAL FUND APPROPRIATIONS

	Ongoing General Fund Appropriation	One-Time General Fund Appropriation	Total General Fund Appropriation
2011-13 legislative appropriations	\$28,045,987	\$5,057,933	\$33,103,920
2013-15 legislative appropriations	33,071,327	12,635,000	45,706,327
2013-15 legislative increase (decrease) to 2011-13 appropriations	\$5,025,340	\$7,577,067	\$12,602,407
Percentage increase (decrease) to 2011-13 appropriations	17.9%	149.8%	38.1%
2013-15 legislative increase (decrease) to executive budget	(\$2,343,208)	(\$665,000)	(\$3,008,208)
Percentage increase (decrease) to executive budget	(6.6%)	(5.0%)	(6.2%)

SUMMARY OF LEGISLATIVE CHANGES TO THE EXECUTIVE BUDGET AND MAJOR FUNDING ITEMS

Salaries and Wages

The Legislative Assembly provided inflation funding payments to institutions that are to be used to provide salary increases, health insurance increases, and retirement contribution increases during the 2013-15 biennium.

	FTE Positions	General Fund	Other Funds	Total
The legislative action:				
Removed funding included in the executive budget for institution equalization payments.		(\$3,537,996)		(\$3,537,996)
Provided adjusted institution equity funding payments in accordance with the higher education funding formula included in Senate Bill No. 2200.		2,589,392		2,589,392
Removed funding included in the executive budget for institution inflation and initiative payments.	(4.00)	(3,830,552)		(3,830,552)

Provided institution inflation funding payments based on 5 percent annual inflation adjustments made to institutions' base budgets.	2,335,948		2,335,948
Added funding for campus security.	100,000		100,000
Reduced general fund support for the Communications and Creative Arts Center project by 5 percent and added special funds authority for the project (See Capital Projects section below).	(665,000)	6,665,000	6,000,000
Total	<u>(4.00)</u>	<u>(\$3,008,208)</u>	<u>\$6,665,000</u>
			<u>\$3,656,792</u>

FTE Changes

The Legislative Assembly included funding for 126.96 FTE positions, the same as the 2011-13 biennium. The Legislative Assembly removed 4 FTE positions included in the executive budget recommendation for various campus initiatives. Pursuant to Section 36 of Senate Bill No. 2003, the State Board of Higher Education is authorized to adjust FTE positions as needed for institutions of higher education. Any FTE position adjustments must be reported to the Office of Management and Budget prior to submission of the 2015-17 budget request.

One-Time Funding

In Section 2 of Senate Bill No. 2003, the Legislative Assembly identified \$223,358,169 of funding from the general fund as one-time funding for the North Dakota University System. Of this amount, \$12,635,000 is for the Communications and Creative Arts Center project at Bismarck State College. This amount is 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 64th Legislative Assembly on the use of this funding.

Other Income Appropriation

Section 34 of Senate Bill No. 2003 appropriates on a continuing basis all other funds, including tuition income, received by the institutions of higher education during the 2013-15 biennium. As a result, the legislative appropriations for higher education institutions do not include a specific appropriation of other funds, except for capital projects.

Capital Projects

The Legislative Assembly reduced general fund appropriations included in the executive recommendation for University System capital projects by 5 percent. The appropriation for the University System office includes \$5,483,413 from the general fund for a capital projects contingency pool that may be transferred to institutions if the lowest acceptable bid for a project exceeds the legislative appropriation for the project. Section 24 of Senate Bill No. 2003 provides guidelines for the use of funding from the capital projects contingency pool. Section 25 of Senate Bill No. 2003 provides each capital project authorized by the State Board of Higher Education must have adequate project management oversight by either an institution official or a representative of an external entity.

The Legislative Assembly appropriated \$19.3 million for the Bismarck State College Communications and Creative Arts Center project. The Legislative Assembly reduced the general fund appropriation included in the executive recommendation for the project by \$665,000, from \$13,300,000 to \$12,635,000. The Legislative Assembly also added \$6,665,000 of special funds authority for the project. Section 26 of Senate Bill No. 2003 authorizes Bismarck State College to use the special funds appropriation for the project to construct a theater as part of the project and for other project enhancements.