

**North Dakota State University
Budget No. 235
Senate Bill Nos. 2003, 2023**

	FTE Positions	General Fund	Other Funds	Total
2005-07 executive budget (bills as introduced)	0.00	\$0	\$37,500,000	\$37,500,000
2005-07 legislative appropriations	<u>483.99</u>	<u>77,496,876</u>	<u>37,500,000</u>	<u>114,996,876</u>
Legislative increase (decrease) to executive budget	483.99	\$77,496,876	\$0	\$77,496,876
Legislative increase (decrease) to 2003-05 appropriations	(61.03)	\$2,815,279 ¹	\$11,500,000	\$14,315,279

¹This amount reflects the 2003-05 deficiency appropriation of \$1,500,000 from the general fund to North Dakota State University for 2000 flood disaster expenditures.

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

Salaries and Wages

The University System budget request included funding for parity to provide for inflationary costs, including the general fund share of salary and health insurance increases. This method of funding these costs was not changed by the executive budget or the Legislative Assembly.

	Major Items FTE Positions	General Fund	Other Funds	Total
The legislative action:				
Allocated funding from the recommended University System office campus operations line item to individual higher education institutions		\$75,867,399		\$75,867,399
Allocated funding from the recommended University System office contingency, extraordinary repairs, and capital emergency line item to individual higher education institutions		1,692,226		1,692,226
Reduced parity funding to recognize the reduction in state employee health insurance premiums from \$559.15 to \$553.95 per month per policy		(62,749)		(62,749)
Total	<u>0.00</u>	<u>\$77,496,876</u>	<u>\$0</u>	<u>\$77,496,876</u>

FTE Changes

The Legislative Assembly did not change the executive recommendation which included funding for 483.99 FTE positions, a decrease of 61.03 FTE positions from the authorized number of FTE positions for the 2003-05 biennium. The decrease in FTE positions reflects agency reductions and adjusts the number of FTE positions to the level supported by the general fund. Pursuant to Section 13 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 adjustment must be reported to the Office of Management and Budget prior to submission of the 2007-09 budget request.

Other Income

The Legislative Assembly approved the executive recommendation, as provided in Section 11 of Senate Bill No. 2003 and Senate Bill No. 2034, to appropriate on a continuing basis (through June 30, 2007) all other funds, including tuition income, received by the institutions of higher education during the 2005-07 biennium. Consequently, the legislative appropriation for North Dakota State University does not include a specific appropriation of other funds, except for capital projects.

Capital Improvements

The Legislative Assembly authorized the following projects:

	General Fund	Other Funds	Total
Hazardous material handling and storage facility (SB 2023) (bonding)		\$3,500,000	\$3,500,000
Memorial Union renovation and addition (SB 2003) (revenue bonds)		22,000,000	22,000,000
Wellness Center addition (SB 2003) (revenue bonds)		12,000,000	12,000,000
Extraordinary repairs (SB 2003)	\$1,692,226		1,692,226
Total	\$1,692,226	\$37,500,000	\$39,192,226

College of Business building - Section 15 of Senate Bill No. 2003 provides that the State Board of Higher Education may enter into an agreement or agreements with the North Dakota State University Foundation or other private entity to authorize construction by the foundation or other private entity of a College of Business building on the North Dakota State University campus, using donations, gifts, or other private funds.

Special assessment district - Section 19 of Senate Bill No. 2003 provides that the State Board of Higher Education may authorize North Dakota State University to request the city of Fargo to create a \$1,025,000 special improvement district to finance necessary repairs and improvements to 17th Avenue located on the North Dakota State University campus.