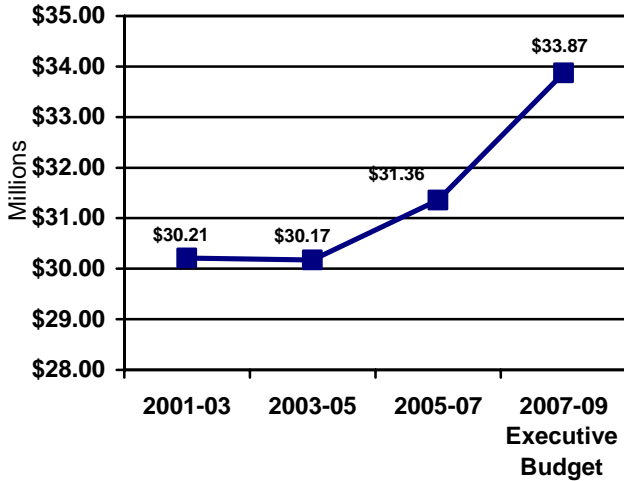


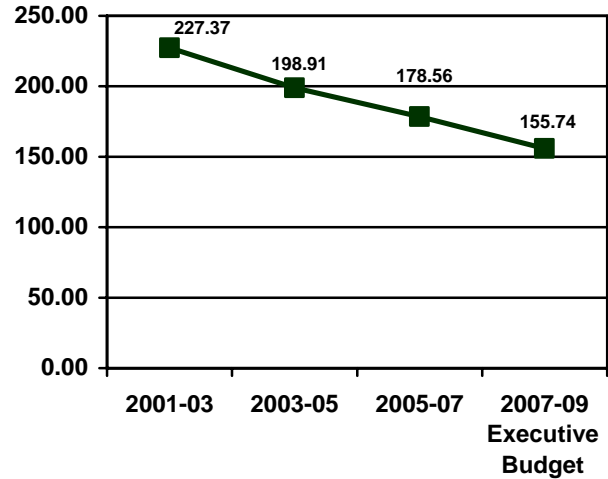
**Department 232 - University of North Dakota School of Medicine and Health Sciences  
 House Bill No. 1003**

	FTE Positions	General Fund	Other Funds	Total
2007-09 Executive Budget	155.74	\$33,874,938	\$0	\$33,874,938
2005-07 Legislative Appropriations	178.56	31,361,002	0	31,361,002
Increase (Decrease)	(22.82)	\$2,513,936	\$0	\$2,513,936

**Agency Funding - General Fund**



**FTE Positions**



**First House Action**

Attached is a summary of first house changes.

**Executive Budget Highlights  
 (With First House Changes in Bold)**

	General Fund	Other Funds	Total
1. Provides parity funding of \$2,503,374 for the following:			
Costs to continue fiscal year 2007 legislatively funded salary increases	\$366,790		\$366,790
5 percent per year salary increases	1,627,290		1,627,290
Estimated health insurance increases	305,657		305,657
2.4 percent per year operating inflation	203,637		203,637
Total (The executive recommendation only includes approximately 98 percent of the total general fund portion of parity costs of \$2,562,563. Operating inflation of \$59,189 is not included in the executive recommendation.) <b>The House reduced parity funding by \$335,975 from the general fund to reflect 4 percent per year salary increases. In addition, the House provided funding of \$700,000 from the general fund for recruiting two new faculty in bacteriology and immunology.</b>	\$2,503,374		\$2,503,374
2. Provides equity funding of \$758,452. (The executive recommendation includes a \$10 million increase for equity distributed among the 11 higher education institutions. The amount distributed to each institution was determined by considering both the institution's dollar difference from their peer benchmark as well as giving a greater weighting factor to those institutions that are the furthest behind their peer benchmark.)	\$758,452		\$758,452

3. Transfers the Center for Biomedical Research to the University of North Dakota per accreditation requirements, which provides that the reporting of the Center for Biomedical Research be under the Vice President of Research at the University of North Dakota
- (\$747,890) (\$747,890)

### **Other Sections in Bill**

**Transfer authority** - Section 13 provides that the State Board of Higher Education may transfer funds from an institution's operations line item to the institution's capital assets line item if the board determines that additional funds are needed for capital projects or extraordinary repairs.

**FTE positions** - Section 14 authorizes the State Board of Higher Education to adjust FTE positions as needed for institutions and entities under its control.

### **Continuing Appropriations**

**Special revenue funds** - NDCC Section 15-10-12 - Provides the continuing appropriation authority for higher education institutions' special revenue funds, including tuition, through June 30, 2007.

### **Major Related Legislation**

**House Bill Nos. 1030, 1031, and 1032** - These bills provide for the continuation of the following statutory provisions through June 30, 2009:

- The continuing appropriation authority for higher education institutions' special revenue funds, including tuition.
- The requirement that the budget request for the North Dakota University System include budget estimates for block grants for a base funding component and for an initiative funding component and a budget estimate for an asset funding component and the requirement that the appropriation for the University System include block grants for a base funding appropriation and for an initiative funding appropriation and an appropriation for asset funding.
- The North Dakota University System's authority to carry over at the end of the biennium unspent general fund appropriations.

ATTACH:1