

**University of North Dakota
Budget 230
Senate Bill Nos. 2003, 2266**

	FTE Positions	General Fund	Other Funds	Total
2009-11 legislative appropriation	625.28	\$134,863,462 ¹	\$61,619,000	\$196,482,462
2007-09 legislative appropriation	<u>637.24</u>	<u>117,979,476²</u>	<u>77,920,000</u>	<u>195,899,476</u>
2009-11 appropriation increase (decrease) to 2007-09 appropriation	(11.96)	\$16,883,986	(\$16,301,000)	\$582,986

¹This amount includes \$7,178,674 of one-time funding. Excluding this amount, the agency's ongoing general fund appropriation is \$127,684,788.

²This amount includes a \$2,858,771 general fund deficiency appropriation for the 2007-09 biennium approved by the 2009 Legislative Assembly for 1997 flood-related expenses.

NOTE: The 2009-11 legislative appropriation amounts include:

- \$97,460 from the general fund for the institution's share of the \$750,000 security and emergency preparedness funding pool appropriated to the North Dakota University System office.
- \$250,000 from the general fund for the institution's share of the \$1.5 million science, technology, engineering, and mathematics (STEM) funding pool appropriated to the University System office.

Item Description

Enrollment - At the end of the 2009 Legislative Assembly, the University of North Dakota's FTE student enrollment projection for the 2009-11 biennium was 11,264 for the fall 2009 semester and 11,437 for the fall 2010 semester.

Tuition collections - The University of North Dakota estimated tuition revenue of \$127,184,150 for the 2009-10 fiscal year.

Federal fiscal stimulus funds - In Section 4 of Senate Bill No. 2003 and Section 3 of Senate Bill No. 2266, the Legislative Assembly appropriated \$11.7 million of federal fiscal stabilization - other government uses funds made available to the Governor under the American Recovery and Reinvestment Act of 2009 to the University of North Dakota for the Education Building renovation project (\$11.2 million) and the Nursing Education Consortium simulation laboratory project (\$500,000). The University System may seek Emergency Commission and Budget Section approval for authority to spend any additional federal funds received under the American Recovery and Reinvestment Act of 2009 in excess of the amounts appropriated.

One-time funding - In Section 7 of Senate Bill No. 2003, the Legislative Assembly identified \$59,233,248 from the general fund and \$10.4 million from the permanent oil tax trust fund for one-time funding items for the University System. Of this amount, \$7,178,674 from the general fund is for deferred maintenance at the University of North Dakota. This amount is not to be considered part of the agency's base budget for preparing the 2011-13

Status/Result

The University of North Dakota's fall 2009 semester FTE enrollment was 11,306, 42 more than projected and 169 more than the fall 2008 semester.

The University of North Dakota's current estimate for tuition collections for the 2009-10 fiscal year is \$127,744,168, \$560,018 more than projected.

The status of the use of the funding is as follows:

- Education Building renovation - See the **Capital projects** section below.
- Nursing Education Consortium simulation laboratory - The university is working with other campuses to develop a nursing education simulation program. The university anticipates all of the \$500,000 will be used for the program.

The University of North Dakota anticipates using all the funds provided for deferred maintenance during the 2009-11 biennium.

executive budget, and the University of North Dakota is to report to the Appropriations Committees during the 2011 legislative session on the use of this funding.

Capital projects - The Legislative Assembly authorized the following capital projects for the University of North Dakota for the 2009-11 biennium:

	General Fund	Other Funds	Total
College of Business and Public Administration Building renovation		\$20,500,000	\$20,500,000
Energy and Environmental Research Center storage and support building		1,540,000	1,540,000
Indoor track and practice facility		19,500,000	19,500,000
Relocation and renovation of the Oxford House		750,000	750,000
Renovation and addition to the Education Building		11,200,000 ¹	11,200,000
Starcher Hall emergency generator		600,000	600,000
School of Medicine and Health Sciences forensic pathology facility		129,000	129,000
Airport hangar renovation		1,500,000 ²	1,500,000
School of Medicine and Health Sciences Bismarck Family Practice Center		5,400,000 ³	5,400,000
Total	\$0	\$61,119,000	\$61,119,000

¹Funding is provided from federal fiscal stabilization - other government services funds made available to the Governor through the American Recovery and Reinvestment Act of 2009.

²The Legislative Assembly provided revenue bonding authority of \$1.5 million for the airport hangar renovation, and Section 39 of Senate Bill No. 2003 allows the State Board of Higher Education to enter an agreement with a private entity to finance the project.

³Funding is provided from the permanent oil tax trust fund.

Science, technology, engineering, and mathematics - The University of North Dakota received an allocation of \$250,000 from the general fund for the institution's share of the STEM funding pool appropriated to the University System office.

The status of each project as of May 2010 is as follows:

- College of Business and Public Administration Building renovation - The project is not expected to begin during the 2009-11 biennium.
- Energy and Environmental Research Center storage and support building - The project has not commenced.
- Indoor track and practice facility - The project has not commenced.
- Relocation and renovation of the Oxford House - The project has not commenced.
- Renovation and addition to the Education Building - The university received Budget Section approval in March 2010 to increase the funding authority for the project from \$11.2 million to \$12.6 million. The additional funding for the project will be from local funds and the project is estimated to be completed in August 2011.
- Starcher Hall emergency generator - The project has not commenced.
- School of Medicine and Health Sciences forensic pathology facility - The School of Medicine and Health Sciences has entered a lease agreement to house the facility at an off-campus location. The school is leasing 7,269 square feet at an estimated annual cost of \$94,535.
- Airport hangar renovation - Revenue bonds were issued for the project, and the project is anticipated to be completed in July 2010.
- School of Medicine and Health Sciences Bismarck Family Practice Center - A location has been selected for the facility in downtown Bismarck, and site work is expected to begin during the summer of 2010. The project is estimated to be completed in July 2011.

The University of North Dakota has purchased a GeoDome theater to provide kindergarten through grade 12 students and teachers with an interactive 3-dimensional planetary learning tool.

President's house - The University of North Dakota received Budget Section approval in October 2007 to accept a new president's house from the University of North Dakota Foundation at a construction cost of \$900,000. In December 2009 the Budget Section increased the project authorization from \$900,000 to \$1,262,705.

A performance audit conducted by the State Auditor's office determined the actual cost of the house to be \$1,313,205. This amount includes brick valued at \$50,000 that was left over from another project and used on the president's house. All other costs related to the project were paid by the University of North Dakota Foundation.