

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

	FTE Positions	General Fund	Other Funds	Total
2009-11 legislative appropriation	515.76	\$128,763,124 ¹	\$58,100,000	\$186,863,124
2007-09 legislative appropriation	<u>498.12</u>	<u>98,830,633²</u>	<u>46,500,000</u>	<u>145,330,633</u>
2009-11 appropriation increase (decrease) to 2007-09 appropriation	17.64	\$29,932,491	\$11,600,000	\$41,532,491

¹This amount includes \$18,355,817 of one-time funding. Excluding this amount, the agency's ongoing general fund appropriation is \$110,407,307.

²This amount includes a \$527,842 general fund deficiency appropriation for the 2007-09 biennium approved by the 2009 Legislative Assembly for 2000 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, North Dakota State University's FTE student enrollment projection for the 2009-11 biennium was 11,900 for the fall 2009 semester and 12,100 for the fall 2010 semester.

Tuition collections - North Dakota State University estimated tuition revenue of \$66,711,232 for the 2009-10 fiscal year.

One-time funding - In Section 7 of Senate Bill No. 2003, the Legislative Assembly identified \$59,233,248 from the general fund and \$10,400,000 from the permanent oil tax trust fund for one-time funding items for the University System. Of this amount, \$13,000,000 from the general fund is for the Minard Hall renovation project and \$5,355,817 from the general fund is for deferred maintenance at North Dakota State University. This amount is not to be considered part of the agency's base budget for preparing the 2011-13 executive budget, and North Dakota State University is to report to the Appropriations Committees during the 2011 legislative session on the use of this funding.

Status/Result

North Dakota State University's fall 2009 semester FTE enrollment was 12,577, 677 more than projected and 783 more than the fall 2008 semester.

North Dakota State University's current estimate for tuition collections for the 2009-10 fiscal year is \$68,294,395, \$1,583,163 more than projected.

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

See the **Capital projects** section below for information regarding the status of the Minard Hall project.

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

	General Fund	Other Funds	Total
West Dining Center		\$7,000,000 ¹	\$7,000,000
Bison Sports Arena renovation		25,500,000	25,500,000
Ellig Sports Complex renovation		4,500,000	4,500,000
Niskanen Apartments		20,000,000 ¹	20,000,000
Minard Hall - Phase 3 renovation	\$13,000,000		13,000,000
Student health services expansion		1,100,000	1,100,000
Total	\$13,000,000	\$58,100,000	\$71,100,000

¹The Legislative Assembly did not change the executive recommendation to provide revenue bonding authority of \$7 million for the West Dining Center project and \$20 million for the Niskanen Apartments project.

Science, technology, engineering, and mathematics - North Dakota State University 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.

President's house - North Dakota State University received Budget Section approval in October 2007 to accept a new president's house from the North Dakota State University Development Foundation at a construction cost of \$900,000.

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

- West Dining Center - The project is estimated to be completed in August 2010.
- Bison Sports Arena renovation - The university is seeking State Board of Higher Education approval to begin a portion of the project.
- Ellig Sports Complex renovation - The project has not been started.
- Niskanen Apartments - The project is estimated to be completed in July 2010.
- Minard Hall - Phase 3 renovation - The project began as scheduled but has been delayed due to the collapse of a section on the north side of the building. Work is anticipated to continue on the north side of the building after forensic work is completed to determine the cause of the collapse. The university may seek a deficiency appropriation if the university is liable for the additional costs associated with the collapse.
- Student health services expansion - The project is expected to be completed in July 2010.

North Dakota State University is developing an engineering education option to emphasize the creation and assessment of new middle and secondary school curricula focused on engineering. The university is also expanding its "STEM Kids" summer program with focuses on informal science, engineering, and mathematics enrichment for students in grades 4 to 6.

A performance audit conducted by the State Auditor's office determined the actual cost of the house to be \$2,605,983. Of this amount, approximately \$1.9 million was paid by the North Dakota State University Development Foundation, \$403,147 was donated materials and labor, and \$302,836 was paid by North Dakota State University from public funds.