

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

	FTE Positions	General Fund	Other Funds	Total
2009-11 executive budget (bills as introduced)	517.76	\$127,545,474	\$58,100,000	\$185,645,474
2009-11 legislative appropriations	515.76	128,415,664	58,100,000	186,515,664
Legislative increase (decrease) to executive budget	(2.00)	\$870,190	\$0	\$870,190
Legislative increase (decrease) to 2007-09 appropriations	17.64	\$29,585,031 ¹	\$11,600,000	\$41,185,031

¹This amount reflects a \$527,842 general fund deficiency appropriation for the 2007-09 biennium approved by the 2009 Legislative Assembly for 2000 flood-related expenses.

ONGOING AND ONE-TIME GENERAL FUND APPROPRIATIONS

	Ongoing General Fund Appropriation	One-Time General Fund Appropriation	Total General Fund Appropriation
2007-09 legislative appropriations	\$91,285,856	\$7,544,777	\$98,830,633
2009-11 legislative appropriations	110,059,847	18,355,817	128,415,664
2009-11 legislative increase (decrease) to 2007-09 appropriations	\$18,773,991	\$10,811,040	\$29,585,031
Percentage increase (decrease) to 2007-09 appropriations	20.6%	143.3%	29.9%
2009-11 legislative increase (decrease) to executive budget	\$870,190	\$0	\$870,190
Percentage increase (decrease) to executive budget	0.8%	0.0%	0.7%

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

Salaries and Wages

The North Dakota 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:				
Removed funding and related FTE positions added in the executive budget for campus security and emergency preparedness	(2.00)	(\$192,116)		(\$192,116)
Added funding to limit tuition increases		1,916,408		1,916,408

Adjusted the distribution of campus equity payments included in the executive budget		(854,102)		(854,102)
Total	<u>(2.00)</u>	<u>\$870,190</u>	<u>\$0</u>	<u>\$870,190</u>

FTE Changes

The Legislative Assembly provided funding for 515.76 FTE positions, an increase of 17.64 FTE positions from the authorized number of FTE positions for the 2007-09 biennium. The Legislative Assembly removed 2 FTE security and emergency preparedness positions added in the executive budget. The remaining increase of 17.64 FTE positions reflects the adjustment in the number of FTE positions to the level supported by the general fund. Pursuant to Section 20 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 the submission of the 2011-13 budget request.

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 North Dakota 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.

Other Income

The Legislative Assembly approved the executive recommendation, as provided in Section 16 of Senate Bill No. 2003 and Section 1 of Senate Bill No. 2038, to appropriate on a continuing basis (through June 30, 2011) all other funds, including tuition income, received by the institutions of higher education during the 2009-11 biennium. Consequently, the legislative appropriation for North Dakota State University does not include a specific appropriation of other funds, except for capital projects.

Tuition Increases

The Legislative Assembly provided a total of \$8,215,467 from the general fund to higher education institutions to limit annual tuition increases to 4 percent at four-year campuses and provided for no tuition increases of two-year campuses for the 2009-11 biennium. Of this amount, North Dakota State University received \$1,916,408. Section 30 of Senate Bill No. 2003 provided that an institution may not increase tuition by more than 4 percent annually without Budget Section approval.

Equity Funding

The Legislative Assembly did not change the executive budget recommendation to provide a total of \$10 million from the general fund to higher education institutions for equity payments. Of the total amount, the Legislative Assembly appropriated \$4,108,963 to North Dakota State University, a decrease of \$854,102 from the executive budget recommendation of \$4,963,065.

Extraordinary Repairs

The Legislative Assembly did not change the executive recommendation to provide funding of \$7,048,042 from the general fund for extraordinary repairs, an increase of \$2,838,881 from the 2007-09 biennium legislative appropriation of \$4,209,161. Of the \$7,048,042, \$1,692,225 is considered base funding and \$5,355,817 is considered one-time funding.

Capital Projects

The Legislative Assembly did not change the executive recommendation for the following projects:

	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.