

**Minot State University
Budget No. 241
Senate Bill No. 2003**

	FTE Positions	General Fund	Other Funds	Total
2009-11 executive budget (bills as introduced)	190.82	\$38,766,984	\$17,250,000	\$56,016,984
2009-11 legislative appropriations	189.82	39,565,688	27,250,000	66,815,688
Legislative increase (decrease) to executive budget	(1.00)	\$798,704	\$10,000,000	\$10,798,704
Legislative increase (decrease) to 2007-09 appropriations	4.99	\$1,298,287	\$25,843,385	\$27,141,672

ONGOING AND ONE-TIME GENERAL FUND APPROPRIATIONS

	Ongoing General Fund Appropriation	One-Time General Fund Appropriation	Total General Fund Appropriation
2007-09 legislative appropriations	\$30,691,992	\$7,575,409	\$38,267,401
2009-11 legislative appropriations	35,220,577	4,345,111	39,565,688
2009-11 legislative increase (decrease) to 2007-09 appropriations	\$4,528,585	(\$3,230,298)	\$1,298,287
Percentage increase (decrease) to 2007-09 appropriations	14.8%	(42.6%)	3.4%
2009-11 legislative increase (decrease) to executive budget	\$798,704	\$0	\$798,704
Percentage increase (decrease) to executive budget	2.3%	0.0%	2.1%

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			Total
	FTE Positions	General Fund	Other Funds	
The legislative action:				
Removed funding and a related FTE position added in the executive budget for campus security and emergency preparedness	(1.00)	(\$84,000)		(\$84,000)
Added funding to limit tuition increases		693,392		693,392
Adjusted the distribution of campus equity payments included in the executive budget		189,312		189,312

Added funding for major capital projects, including the Student Wellness Center (\$5 million) and Swain Hall (\$5 million)			\$10,000,000	10,000,000
Total	<u>(1.00)</u>	<u>\$798,704</u>	<u>\$10,000,000</u>	<u>\$10,798,704</u>

FTE Changes

The Legislative Assembly provided funding for 189.82 FTE positions, an increase of 4.99 FTE positions from the authorized number of FTE positions for the 2007-09 biennium. The Legislative Assembly removed 1 FTE security and emergency preparedness position added in the executive budget. The remaining increase in 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 University System. Of this amount, \$3,750,000 from the general fund is for the boiler project and \$595,111 from the general fund is for deferred maintenance at Minot State University. This amount is not to be considered part of the agency's base budget for preparing the 2011-13 executive budget and Minot State University is to report to the Appropriations Committees during the 2011 legislative session on the use of this funding.

Federal Fiscal Stimulus Funding

In Section 4 of Senate Bill No. 2003, the Legislative Assembly appropriated \$5 million of federal fiscal stabilization - other government services funds made available to the Governor under the federal American Recovery and Reinvestment Act of 2009 to Minot State University for the Swain Hall renovation project. The University System may seek Emergency Commission and Budget Section approval for authority to spend any additional federal funds received under the federal American Recovery and Reinvestment Act of 2009 in excess of the amounts appropriated. This amount is not to be considered part of the agency's base budget for the 2011-13 biennium. Any program expenditures made with these funds will not be replaced with state funds after the federal American Recovery and Reinvestment Act of 2009 funds are no longer available.

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 Minot 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 at two-year campuses for the 2009-11 biennium. Of this amount, Minot State University received \$693,392. 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 this amount, the Legislative Assembly appropriated \$462,110 to Minot State University, an increase of \$189,312 from the executive budget recommendation of \$272,798.

Extraordinary Repairs

The Legislative Assembly did not change the executive recommendation to provide funding of \$1,191,981 from the general fund for extraordinary repairs, a decrease of \$260,763 from the 2007-09 biennium legislative appropriation of \$1,452,744. Of the \$1,191,981, \$596,870 is considered base funding and \$595,111 is considered one-time funding.

Capital Projects

The Legislative Assembly authorized the following projects:

	2009-11 Executive Budget Recommendation			2009-11 Legislative Appropriation		
	General Fund	Other Funds	Total	General Fund	Other Funds	Total
Parking lot repair		\$1,000,000	\$1,000,000		\$1,000,000	\$1,000,000
Student Wellness Center		10,000,000 ¹	10,000,000		15,000,000 ¹	15,000,000
Boiler replacement	\$3,750,000	6,250,000	10,000,000	\$3,750,000 ²	6,250,000	10,000,000
Swain Hall renovation					5,000,000 ³	5,000,000
Total	\$3,750,000	\$17,250,000	\$21,000,000	\$3,750,000	\$27,250,000	\$31,000,000

¹The executive budget recommendation included revenue bonding authority of \$5 million and special funds spending authority of \$5 million from student fees for the Student Wellness Center project. The Legislative Assembly increased the revenue bonding authority amount for the project to \$10 million.

²Sections 22 and 23 of Senate Bill No. 2003 provide that of the \$3,750,000 designated for the boiler project, \$2,500,000 may be used for a geothermal energy system and \$1,250,000 may be used for the Swain Hall project.

³Funding is provided from federal fiscal stabilization - other government services federal stimulus funds made available to the Governor.