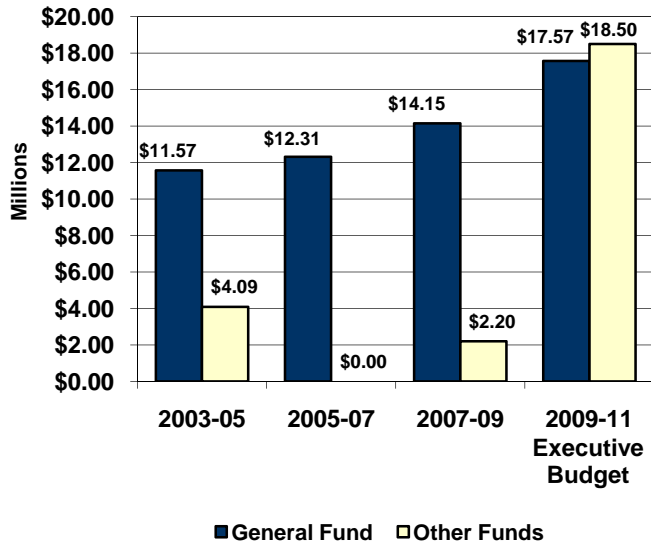


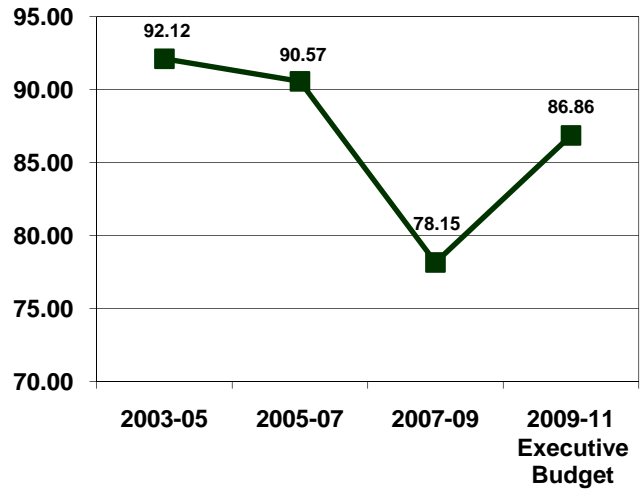
**Department 242 - Valley City State University  
 Senate Bill No. 2003**

	FTE Positions	General Fund	Other Funds	Total
2009-11 Executive Budget	86.86	\$17,572,585	\$18,500,000	\$36,072,585
2007-09 Legislative Appropriations	78.15	14,146,372	2,200,000	16,346,372
Increase (Decrease)	8.71	\$3,426,213	\$16,300,000	\$19,726,213

**Agency Funding**



**FTE Positions**



**Ongoing and One-Time General Fund Appropriations**

	Ongoing General Fund Appropriation	One-Time General Fund Appropriation	Total General Fund Appropriation
2009-11 Executive Budget	\$15,267,664	\$2,304,921	\$17,572,585
2007-09 Legislative Appropriations	13,608,553	537,819	14,146,372
Increase (Decrease)	\$1,659,111	\$1,767,102	\$3,426,213

**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 \$1,473,976 for the following:			
Costs to continue fiscal year 2009 salary increases	\$217,028		\$217,028
5 percent per year salary increases	695,031		695,031
Health insurance increases	375,505		375,505
Operating inflation (excluding utilities) of 2 percent for fiscal year 2010 and 2.2 percent for fiscal year 2011	82,110		82,110
Utility inflation of 6 percent for fiscal year 2010 and 8.5 percent for fiscal year 2011	104,302		104,302
<b>Total</b>	<b>\$1,473,976</b>		<b>\$1,473,976</b>
2. Provides equity funding of \$135,135 (The executive recommendation includes \$10 million for equity distributed among the 11 higher education institutions.)	\$135,135		\$135,135
3. Provides ongoing funding for extraordinary repairs of \$258,416, the same amount of extraordinary repairs base funding for the 2007-09 biennium			

4. Provides funding of \$50,000 for emergency preparedness and security. <b>The Senate removed this funding.</b>	\$50,000	\$50,000
5. Provides <b>one-time funding</b> for repairs, maintenance, and security	\$1,304,921	\$1,304,921
6. Provides <b>one-time funding</b> for the development of a campus master plan and campus maintenance	\$1,000,000	\$1,000,000
7. Provides <b>one-time funding</b> for major capital projects, including the renovation of Snoeyenbos Residence Hall (\$3,500,000) and an addition to the W. E. Osmon Fieldhouse (\$15,000,000)	\$18,500,000	\$18,500,000
8. Removes one-time funding for extraordinary repairs provided in the 2007-09 biennium	(\$537,819)	(\$537,819)
9. Removes one-time funding for major capital projects provided in the 2007-09 biennium (steamline replacement)	(\$2,200,000)	(\$2,200,000)
10. Adjusts the number of FTE positions by 8.71 FTE positions pursuant to Section 13 of House Bill No. 1003 (2007) which authorizes the State Board of Higher Education to adjust FTE positions as needed subject to the availability of funds for institutions and entities under its control		

### Other Sections in Bill

**Transfer authority** - Section 10 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. Section 11 provides that the State Board of Higher Education may transfer funds from an institution's deferred maintenance line item to the institution's capital assets line item or may transfer funds from an institution's capital assets line item to the deferred maintenance line item.

**Security and emergency preparedness transfers** - Section 12 provides that \$750,000 of the North Dakota University System office security and emergency preparedness line item be used for the benefit of institutions under its control.

**FTE positions** - Section 13 authorizes the State Board of Higher Education to adjust FTE positions as needed for institutions and entities under its control.

**Bonding authorization** - Section 15 authorizes the State Board of Higher Education to issue revenue bonds for the Snoeyenbos Residence Hall housing renovations (\$3,500,000).

### Continuing Appropriations

**Special revenue funds** - North Dakota Century Code (NDCC) Section 15-10-12 - Provides the continuing appropriation authority for higher education institutions' special revenue funds, including tuition, through June 30, 2009. Senate Bill No. 2038 (2009) would continue the continuing appropriation authority through June 30, 2011. See **Major Related Legislation** for more information.

### Major Related Legislation

**Senate Bill No. 2038** - This bill continues through June 30, 2011, the continuing appropriation of higher education institutions' special revenue funds and through July 31, 2011, the authority for the North Dakota University System to continue at the end of the biennium unspent general fund appropriations and the requirement that the budget request and appropriation of the North Dakota University System include block grants for a base funding component, an initiative funding component, and an asset funding component. The bill provides for a Legislative Council study of higher education and provides performance and accountability measures to be included in the State Board of Higher Education performance and accountability report pursuant to NDCC Section 15-10-14.2.

ATTACH:1