

**North Dakota State University
Budget No. 235
House Bill No. 1003**

	FTE Positions	General Fund	Other Funds	Total
2011-13 executive budget (bills as introduced)	584.88	\$130,186,316	\$36,100,000	\$166,286,316
2011-13 legislative appropriations	584.88	121,939,625	36,100,000	158,039,625
Legislative increase (decrease) to executive budget	0.00	(\$8,246,691)	\$0	(\$8,246,691)
Legislative increase (decrease) to 2009-11 appropriations	0.00	(\$6,823,499)	(\$22,000,000)	(\$28,823,499)

ONGOING AND ONE-TIME GENERAL FUND APPROPRIATIONS

	Ongoing General Fund Appropriation	One-Time General Fund Appropriation	Total General Fund Appropriation
2009-11 legislative appropriations	\$110,407,307	\$18,355,817	\$128,763,124
2011-13 legislative appropriations	121,666,942	272,683	121,939,625
2011-13 legislative increase (decrease) to 2009-11 appropriations	\$11,259,635	(\$18,083,134)	(\$6,823,499)
Percentage increase (decrease) to 2009-11 appropriations	10.2%	(98.5%)	(5.3%)
2011-13 legislative increase (decrease) to executive budget	(\$6,199,674)	(\$2,047,017)	(\$8,246,691)
Percentage increase (decrease) to executive budget	(4.8%)	(88.2%)	(6.3%)

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

Salaries and Wages

The executive recommendation for the North Dakota University System included funding for parity to provide the general fund share of 3 percent annual salary increases and health insurance increases. This method of funding these costs was not changed by the Legislative Assembly.

	Major Items FTE Positions	General Fund	Other Funds	Total
The legislative action:				
Removed funding added in the executive budget for campus equity payments (\$4,698,999) and for limiting tuition increases (\$1,858,284) (see Equity and Student Affordability Funding Pool section below).		(\$6,557,283)		(\$6,557,283)
Removed funding for science, technology, engineering, and mathematics teacher education enhancement.		(250,000)		(250,000)

Adjusted funding for special assessments at institutions to remove funding to pay off special assessment balances as provided in the executive recommendation and provide funding for 2011-13 special assessment payments only.		(2,047,017)		(2,047,017)
Adjusted funding for a joint master's in public health program (the executive recommendation provided all funding for the program to the University of North Dakota School of Medicine and Health Sciences).		607,609		607,609
Total	<u>0.00</u>	<u>(\$8,246,691)</u>	<u>\$0</u>	<u>(\$8,246,691)</u>

FTE Changes

The Legislative Assembly did not change the executive recommendation which included funding for 584.88 FTE positions, the same as the 2009-11 biennium. Pursuant to Section 13 of House Bill No. 1003, 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 submission of the 2013-15 budget request.

One-Time Funding

In Section 2 of House Bill No. 1003, the Legislative Assembly identified \$49,260,357 of funding from the general fund as one-time funding items for the University System. Of this amount, \$272,683 is for special assessment payments at North Dakota State University (NDSU). This amount is not to be considered part of the agency's base budget for preparing the 2013-15 executive budget and NDSU is to report to the Appropriations Committees during the 2013 legislative session on the use of this funding.

Other Income

The Legislative Assembly approved the executive recommendation, as provided in House Bill No. 1035, to appropriate on a continuing basis (through June 30, 2013) all other funds, including tuition income, received by the institutions of higher education during the 2011-13 biennium. Consequently, the legislative appropriation for NDSU does not include a specific appropriation of other funds, except for capital projects.

Equity and Student Affordability Funding Pool

The executive budget recommendation included \$10 million for equity payments to campuses and \$6,640,563 for limiting tuition increases to 2.5 percent annually at four-year institutions and providing for no tuition increases at two-year institutions. The Legislative Assembly removed the funding for these items and appropriated \$15,240,565 to the University System office for an equity and student affordability funding pool to be allocated to institutions as determined by the State Board of Higher Education.

Extraordinary Repairs

The Legislative Assembly did not change the executive recommendation to provide \$2,732,244 from the general fund for extraordinary repairs, a decrease of \$4,315,798 from the 2009-11 biennium appropriation of \$7,048,042. The following is a summary of funding for extraordinary repairs:

	2009-11 Legislative Appropriation	2011-13 Legislative Appropriation	Increase (Decrease)
Ongoing funding from the general fund	\$1,692,225	\$2,732,244	\$1,040,019
One-time funding from the general fund	5,355,817		(5,355,817)
Total	\$7,048,042	\$2,732,244	(\$4,315,798)

Capital Projects

The Legislative Assembly did not change the executive recommendation to provide \$36 million of special fund authority for the Bison Sports Arena renovation project (\$29.1 million), the indoor practice facility project (\$5 million), and for information technology infrastructure projects (\$2 million).

Minard Hall Project

Section 8 of House Bill No. 1003 authorizes NDSU to continue unspent 2007-09 and 2009-11 biennium appropriation authority for the Minard Hall project into the 2011-13 biennium. North Dakota State University is to provide reports to the Budget Section during the 2011-12 interim regarding the status of the project.