

**Minot State University
Budget No. 241
House Bill No. 1003**

	FTE Positions	General Fund	Other Funds	Total
2011-13 executive budget (bills as introduced)	187.83	\$38,810,736	\$5,050,000	\$43,860,736
2011-13 legislative appropriations	187.83	43,020,973	16,034,555	59,055,528
Legislative increase (decrease) to executive budget	0.00	\$4,210,237	\$10,984,555	\$15,194,792
Legislative increase (decrease) to 2009-11 appropriations	0.00	\$3,143,873	(\$11,215,445)	(\$8,071,572)

ONGOING AND ONE-TIME GENERAL FUND APPROPRIATIONS

	Ongoing General Fund Appropriation	One-Time General Fund Appropriation	Total General Fund Appropriation
2009-11 legislative appropriations	\$35,531,989	\$4,345,111	\$39,877,100
2011-13 legislative appropriations	38,170,973	4,850,000	43,020,973
2011-13 legislative increase (decrease) to 2009-11 appropriations	\$2,638,984	\$504,889	\$3,143,873
Percentage increase (decrease) to 2009-11 appropriations	7.4%	11.6%	7.9%
2011-13 legislative increase (decrease) to executive budget	(\$639,763)	\$4,850,000	\$4,210,237
Percentage increase (decrease) to executive budget	(1.6%)	100.0%	10.8%

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.

	FTE Positions	General Fund	Other Funds	Total
The legislative action:				
Removed funding added in the executive budget for campus equity payments (\$180,142) and for limiting tuition increases (\$439,621) (see Equity and Student Affordability Funding Pool section below).		(\$619,763)		(\$619,763)
Removed funding included in the executive budget for student mental health services.		(20,000)		(20,000)
Added funding for the geothermal energy project.		4,850,000	\$8,884,555	13,734,555

Added special fund authority for a food service remodeling project.			1,500,000	1,500,000
Added special fund authority for the plant services building project.			600,000	600,000
Total	<u>0.00</u>	<u>\$4,210,237</u>	<u>\$10,984,555</u>	<u>\$15,194,792</u>

FTE Changes

The Legislative Assembly did not change the executive recommendation which included funding for 187.83 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, \$4,850,000 is for the geothermal energy project at Minot State University. This amount is not to be considered part of the agency's base budget for preparing the 2013-15 executive budget, and Minot State University 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 Minot State University 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 \$899,620 from the general fund for extraordinary repairs, a decrease of \$292,361 from the 2009-11 biennium appropriation of \$1,191,981. 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	\$596,870	\$899,620	\$302,750
One-time funding from the general fund	595,111		(595,111)
Total	\$1,191,981	\$899,620	(\$292,361)

Capital Projects

The following is a summary of capital projects funding for Minot State University:

	2011-13 Executive Budget Recommendation			2011-13 Legislative Appropriation		
	General Fund	Other Funds	Total	General Fund	Other Funds	Total
Landscape plan		\$800,000	\$800,000		\$800,000	\$800,000
Old Main classroom remodel		750,000	750,000		750,000	750,000
Resident apartments		3,500,000 ¹	3,500,000		3,500,000 ¹	3,500,000
Geothermal energy project				\$4,850,000	8,884,555	13,734,555
Food service remodeling project					1,500,000	1,500,000
Plant services building					600,000	600,000
Total		\$5,050,000	\$5,050,000	\$4,850,000	\$16,034,555	\$20,884,555

¹Funding from revenue bonds.

Other Sections in Bill

Section 15 authorizes the State Board of Higher Education to issue \$40,225,000 of revenue bonds during the 2011-13 biennium, including \$3.5 million of revenue bonds for the Minot State University resident apartments project.