

FISCAL NOTE

Requested by Legislative Council
12/22/2000

REVISION

Bill/Resolution No.: SB 2037

Amendment to:

1A. State fiscal effect: *Identify the state fiscal effect and the fiscal effect on agency appropriations compared to funding levels and appropriations anticipated under current law.*

	1999-2001 Biennium		2001-2003 Biennium		2003-2005 Biennium	
	General Fund	Other Funds	General Fund	Other Funds	General Fund	Other Funds
Revenues	\$0	\$0	\$0	\$0	\$0	\$0
Expenditures	\$0	\$0	\$0	\$0	\$0	\$0
Appropriations	\$0	\$0	\$0	(\$767,000,000)	\$0	\$0

1B. County, city, and school district fiscal effect: *Identify the fiscal effect on the appropriate political subdivision.*

1999-2001 Biennium			2001-2003 Biennium			2003-2005 Biennium		
Counties	Cities	School Districts	Counties	Cities	School Districts	Counties	Cities	School Districts

2. Narrative: *Identify the aspects of the measure which cause fiscal impact and include any comments relevant to your analysis.*

3. State fiscal effect detail: *For information shown under state fiscal effect in 1A, please:*

A. Revenues: *Explain the revenue amounts. Provide detail, when appropriate, for each revenue type and fund affected and any amounts included in the executive budget.*

B. Expenditures: *Explain the expenditure amounts. Provide detail, when appropriate, for each agency, line item, and fund affected and the number of FTE positions affected.*

Slight reduction in accounting and reporting costs since funds no longer need to be submitted to and drawn down through the Office of Management and Budget.

C. Appropriations: *Explain the appropriation amounts. Provide detail, when appropriate, of the effect on the biennial appropriation for each agency and fund affected and any amounts included in the executive budget. Indicate the relationship between the amounts shown for expenditures and appropriations.*

Tuition and miscellaneous income currently appropriated as estimated income; and local funds, including room and board revenues, gifts, financial aid, federal grants and contracts, and other income, appropriated in a special line item would be retained at the campus level and not be specifically appropriated by the legislature. Rather these

non-state general fund sources of revenues would be appropriated through a continuing appropriation. Unexpended funds at the end of the biennium would remain at the campus. This is consistent with the specific recommendation of the Roundtable as follows: "Executive and Legislative branches:

- a. Remove all income, including tuition, which is in addition to the state general fund appropriation, from the specific appropriation process.
- b. Modify processes to provide campuses budgetary flexibility by: removing restrictions on the use of carryover funds from one biennial period to the next."

Allowing campuses to retain revenues locally creates additional operating flexibility and will allow campuses to be more entrepreneurial and able to maximize the use of all funds.

(01-03 amounts reflect tuition, miscellaneous income, local funds and carryover, except major capital projects funded from other fund sources, included in the 01-03 needs-based budget request submitted by the State Board of Higher Education.)

Name: Laura Glatt
Phone Number: 328-2960

Agency: North Dakota University System
Date 01/04/2001
Prepared: