

**University of North Dakota
Senate Bill Nos. 2003, 2023**

	FTE Positions	General Fund	Other Funds	Total
2001-03 executive budget (Governor Schafer) (bills as introduced)	917.17	\$83,798,583	\$15,200,785	\$98,999,368
2001-03 legislative appropriations	917.17	87,964,012	18,841,785	106,805,797
Legislative increase (decrease) to executive budget	0.00	\$4,165,429	\$3,641,000	\$7,806,429
Legislative increase (decrease) to 1999-2001 appropriations	(2.58)	(\$11,475,254)	(\$321,024,917)	(\$332,500,171)
 2001-03 Governor Hoeven's recommendation	 917.17	 \$83,798,583	 \$18,700,785	 \$102,499,368
Legislative increase (decrease) to Governor Hoeven's recommendation	0.00	\$4,165,429	\$141,000	\$4,306,429

GOVERNOR HOEVEN'S RECOMMENDATIONS

The Hoeven budget recommended authorization of \$3.5 million from student fees and bonding for renovation of the Memorial Student Union. The Legislative Assembly authorized this project.

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

Salaries and Wages

The legislative action affecting the recommended appropriation for the University of North Dakota is in accordance with the legislative salary and fringe benefits guidelines as contained in House Bill No. 1015. In addition to the above appropriations, Subdivision 2 of Section 1 of the bill includes a general fund appropriation of \$4,628,824 for an equity and special needs funding pool to be distributed by the State Board of Higher Education. A portion of the equity and special needs funding pool may be used for salary increases to address equity issues.

	Major Items FTE Positions	General Fund	Other Funds	Total
The legislative action:				
Reallocated funding from the system office for the compensation package		\$4,165,429		\$4,165,429
Authorized the purchase from the Burlington Northern and Santa Fe Railway Company of a tract of land adjacent to the University of North Dakota campus			\$141,000	141,000
Added funding in Senate Bill No. 2023 for the renovation of the Memorial Student Union as recommended by Governor Hoeven			3,500,000	3,500,000
Total	0.00	\$4,165,429	\$3,641,000	\$7,806,429

FTE Changes

The Legislative Assembly did not change the executive recommendation to transfer 2.58 FTE instructor positions associated with the athletic training program to the UND School of Medicine and Health Sciences. Pursuant to Section 9 of the bill, the State Board of Higher Education is authorized to adjust FTE positions as needed for the institutions of higher education. Any FTE adjustments must be reported to the Office of Management and Budget prior to submission of the 2003-05 biennium budget request.

Other Income

The Legislative Assembly did not change the executive recommendation, as provided in Sections 3 and 24 of Senate Bill No. 2003, to appropriate on a continuing basis (through June 30, 2003) all other funds received by the institutions of higher education during the 2001-03 biennium. Consequently, the legislative appropriation for the University of North Dakota does not include a specific appropriation of other funds except for capital projects.

Capital Improvements

The Legislative Assembly authorized the following projects:

	General Fund	Other Funds	Total
Carnegie Library renovation (SB 2003)		\$3,000,000	\$3,000,000
Smith Hall - Johnstone Hall - Fulton Hall renovation (SB 2003)		2,650,000	2,650,000
Wilkerson Hall loading dock (SB 2003)		1,700,000	1,700,000
Rural technology center (SB 2003)		3,800,000	3,800,000
Rural technology center canopy (SB 2003)		60,000	60,000
Sundry projects (SB 2023) (bonding)		3,990,785	3,990,785
Extraordinary repairs (SB 2003)	\$2,362,136		2,362,136
Land purchase (SB 2003)		141,000	141,000
Memorial Student Union renovation (SB 2023) (bonding)		3,500,000	3,500,000
Total	\$2,362,136	\$18,841,785	\$21,203,921

The capital assets line item appropriated to the University of North Dakota for the 2001-03 biennium of \$21,203,921 is \$3,641,000 more than the executive recommendation.

Other Sections in Senate Bill No. 2003

Deficiency appropriation - Section 5 provides a general fund deficiency appropriation of \$269,676 for defraying 1997 flood-related expenses. This is in addition to the deficiency appropriation included in House Bill No. 1026.

Land purchase - Sections 22 and 23 provide authorization of \$141,000 for the purchase of a tract of land adjacent to the University of North Dakota campus.

Related Legislation

Deficiency appropriation - House Bill No. 1026 provides a general fund deficiency appropriation for the 1999-2001 biennium to the University of North Dakota of \$3,115,908 relating to the 1997 flood.

Energy projects - Senate Bill No. 2023 provides special funds appropriation for state facility energy improvement projects. The Industrial Commission, acting as the North Dakota Building Authority, is to arrange for \$3,990,785 of energy projects at the University of North Dakota through bonding.

Authorization for campus improvements - Senate Bill No. 2039 allows the State Board of Higher Education to authorize campus improvements and building maintenance projects that are financed by donations, gifts, grants, and bequests if the cost of the improvement or maintenance is not more than \$385,000.