

**Lake Region State College
Budget 228
House Bill No. 1003**

	FTE Positions	General Fund	Other Funds	Total
1999-2001 legislative appropriation	41.34	\$5,137,908	\$8,352,572	\$13,490,480
1997-99 legislative appropriation	<u>42.42</u>	<u>4,467,985</u>	<u>3,387,917</u>	<u>7,855,902</u>
1999-2001 appropriation increase (decrease) to 1997-99 appropriation	(1.08)	\$669,923	\$4,964,655	\$5,634,578

NOTE: The 1999-2001 appropriation amounts include the following general fund allocations for the agency's share of the funding pools appropriated to the Office of Management and Budget (OMB) and the University System:

- \$2,198 of the \$1.4 million funding pool appropriated to OMB for assisting agencies in providing the \$35 per month minimum salary increases in July 1999 and July 2000.
- \$23,641 of the \$2,630,992 critical salary funding pool appropriated to the University System to provide market and equity salary increases, in addition to legislatively appropriated salary increases.
- \$103,980 of the \$4,290,128 equity and special needs funding pool appropriated to the University System to address equity funding issues and academic program needs.

Item Description

Work force training initiative - Section 8 of 1999 House Bill No. 1443 provides a general fund appropriation of \$875,000 for contracting with higher education institutions assigned primary responsibility for work force training programs.

1997-99 biennium carryover - Section 7 of 1999 House Bill No. 1003 provides that any unexpended general fund appropriations or excess income from the 1997-99 biennium can be expended, as directed by the State Board of Higher Education, for capital repairs and improvements, equipment, and other one-time expenditures.

Student enrollment - During the first year of the 1999-2001 biennium, FTE enrollment at Lake Region State College was estimated to average 450 students.

Tuition income - The Lake Region State College budget for the first year of the biennium includes tuition and student fee collections of \$719,850.

Status/Result

Lake Region State College received an allocation of \$87,938 for the first year of the biennium. The college business plan for work force training indicates that the general fund allocation will be supplemented with training revenue of \$100,000; contributions from business, industry, and the community of \$57,000; and institutional funds of \$44,000, for total first year (1999-2000) training revenue and other funding sources of \$288,938.

Expenditures for the first year of the biennium are estimated to be \$70,000 for expenses directly related to training, \$164,205 for salaries and wages, \$29,725 for operating expenses, and \$25,000 for startup costs for the work force training division, for total expenses of \$288,930.

Lake Region State College had \$88,127 of unexpended 1997-99 biennium appropriation authority available to be spent in the 1999-2001 biennium. Of this amount, \$35,127 was used for equipment, \$41,100 for capital repairs and improvements, and \$11,900 for supplies and small equipment items (operating expenses).

Average FTE enrollment for the 1999-2000 school year was 455, five FTE students more than anticipated.

Due to higher than anticipated enrollment and a higher than anticipated

Auditorium renovation project - The 1999 Legislative Assembly appropriated \$994,544, \$499,544 from the general fund and \$495,000 from other funds for the auditorium renovation project at Lake Region State College. Section 8 of House Bill No. 1003 provides that the \$495,000 of other funds for the project must be provided by the college from local funds, and the college may use additional local funds for the project with the approval of the Budget Section.

number of part-time students, actual fiscal year 2000 tuition and fee income is anticipated to be approximately \$130,000 more than originally estimated.

Bids received for the project were higher than anticipated and the college plans to submit a request to the Budget Section in June 2000 to spend an additional \$190,000 of local funds for the project.