

**University of North Dakota School of Medicine and Health Sciences
Budget No. 232
Senate Bill No. 2003**

	FTE Positions	General Fund	Other Funds	Total
2005-07 executive budget (bills as introduced)	0.00	\$0	\$0	\$0
2005-07 legislative appropriations	178.56	31,361,002		31,361,002
Legislative increase (decrease) to executive budget	178.56	\$31,361,002	\$0	\$31,361,002
Legislative increase (decrease) to 2003-05 appropriations	(20.35)	\$1,195,137	\$0	\$1,195,137

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

Salaries and Wages

The University System budget request included funding for parity to provide for inflationary costs, including the general fund share of salary and health insurance increases. This method of funding these costs was not changed by the executive budget or the Legislative Assembly.

	Major Items FTE Positions	General Fund	Other Funds	Total
The legislative action:				
Allocated funding from the recommended University System office campus operations line item to individual higher education institutions		\$31,375,828		\$31,375,828
Reduced parity funding to recognize the reduction in state employee health insurance premiums from \$559.15 to \$553.95 per month per policy		(14,826)		(14,826)
Total	0.00	\$31,361,002	\$0	\$31,361,002

FTE Changes

The Legislative Assembly did not change the executive recommendation which included funding for 178.56 FTE positions, a decrease of 20.35 FTE positions from the authorized number of FTE positions for the 2003-05 biennium. The decrease in FTE positions reflects agency reductions and adjusts the number of FTE positions to the level supported by the general fund. Pursuant to Section 13 of Senate Bill No. 2003, 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 2007-09 budget request.

Other Income

The Legislative Assembly approved the executive recommendation, as provided in Section 11 of Senate Bill No. 2003 and Senate Bill No. 2034, to appropriate on a continuing basis (through June 30, 2007) all other funds, including tuition income, received by the institutions of higher education during the 2005-07 biennium. Consequently, the legislative appropriation for University of North Dakota School of Medicine and Health Sciences does not include a specific appropriation of other funds.

Performance Audit

During the April 5, 2005, Legislative Audit and Fiscal Review Committee meeting, a motion was approved by the committee that pursuant to North Dakota Century Code Section 54-10-01(4), the State Auditor's office be requested to conduct a performance audit of the University of North Dakota School of Medicine and Health Sciences. Section 44 of House Bill No. 1015 (2005) provides that the State Auditor's office may not conduct a performance audit during the 2005-07 biennium of the University of North Dakota School of Medicine and Health Sciences until the completion of the school's accreditation process.