

**State Historical Society
Budget 701
House Bill Nos. 1018, 1481**

	FTE Positions	General Fund	Other Funds	Total
2009-11 legislative appropriation	62.00	\$52,474,252 ¹	\$16,371,837	\$68,846,089
2007-09 legislative appropriation	<u>60.00</u>	<u>10,374,412</u>	<u>5,336,292</u>	<u>15,710,704</u>
2009-11 appropriation increase (decrease) to 2007-09 appropriation	2.00	\$42,099,840	\$11,035,545	\$53,135,385

¹This amount includes \$41,121,500 of one-time funding. Excluding this amount, the agency's ongoing general fund appropriation is \$11,352,752.

NOTE: The 2009-11 legislative appropriation amounts include \$328,000, of which \$300,000 is from the general fund, for the agency's share of the \$16 million funding pool appropriated to the Office of Management and Budget for special market equity adjustments for executive branch employees.

Item Description

FTE changes - The 2009-11 biennium appropriation includes funding for 62 FTE positions, an increase of 2 FTE positions from the 2007-09 biennium authorized level of 60 FTE positions. The legislative action did not change the executive recommendation to add 1 FTE archivist position and 1 FTE position for the Cold War missile site.

One-time funding - The Legislative Assembly identified \$41,121,500 from the general fund as one-time funding for the 2009-11 biennium. These funds, which are summarized below, are not to be considered part of the agency's base budget for preparing the 2011-13 executive budget and the State Historical Society is to report to the Appropriations Committees during the 2011 legislative session on the use of this funding.

Marketing	\$75,000
Compact shelving - Archives	350,000
New exhibit development	330,000
Extraordinary repairs and small capital projects	666,500
Heritage Center expansion	39,700,000
Total	\$41,121,500

Status/Result

As of March 18, 2010, the State Historical Society has filled both of the new FTE positions authorized for the 2009-11 biennium.

The following is a summary of the status of the State Historical Society's one-time funding:

Marketing	As of January 31, 2010, the agency has spent \$45,322 on marketing and anticipates spending the remaining funds over the remainder of the biennium.
Compact shelving - Archives	The compact shelving on the third floor of the archives addition has been installed. Installation of the compact shelving on the second floor will be completed during the spring of 2010.
New exhibit development	The temporary exhibit "Gardening" has been installed at the Heritage Center and site exhibit updates will begin in the spring of 2010.
Extraordinary repairs and small capital projects	Major projects include security system updates, Fort Totten building repairs, Fort Buford maintenance shop, and Chateau de Mores State Historic Site repairs. The projects are anticipated to be completed throughout the biennium.
Heritage Center expansion	See Heritage Center expansion project section below.
Note: See the Capital projects section below for additional information.	

Federal fiscal stimulus funding - The Legislative Assembly appropriated \$685,000 of federal fiscal stimulus funds from the American Recovery and Reinvestment Act of 2009 to the State Historical Society for a protective structure for the locomotive at the Camp Hancock State Historic Site (\$150,000), Fort Totten State Historic Site commissary storehouse exhibit and signage (\$385,000), and geographic information system scanning and integration (\$150,000). The State Historical Society may seek Emergency Commission and Budget Section approval for authority to spend any additional federal funds received under the American Recovery and Reinvestment Act of 2009 in excess of the amounts appropriated. This amount is not to be considered part of the agency's base budget for the 2011-13 biennium. Any program expenditures made with these funds will not be replaced with state funds after the American Recovery and Reinvestment Act of 2009 funds are no longer available.

Capital projects - The Legislative Assembly appropriated a total of \$56,281,212 for capital projects as follows:

Project	General Fund	Other Funds	Total
Exhibits*	\$330,000		\$330,000
Security card reader at the Heritage Center*	145,000		145,000
Fort Totten State Historic Site building repairs and maintenance*	250,000	\$800,000	1,050,000
Chateau de Mores house repairs*	150,000		150,000
Base budget funding for extraordinary repairs	251,319		251,319
Compact shelving for the state archives*	350,000		350,000
Maintenance shop at Fort Buford State Historic Site*	100,000	25,000	125,000
Equipment over \$5,000	81,000		81,000
Other capital payments ¹	1,359,060	33,333	1,392,393
Sprinkler system at Chateau de Mores Interpretive Center*	16,500		16,500
de Mores Memorial Park repairs*	5,000		5,000
Shelter/conservation of train at Camp Hancock State Historic Site		150,000	150,000
Fort Totten State Historic Site commissary storehouse exhibit and signage		385,000	385,000
Geographic information system scanning and integration		150,000	150,000

The agency has been informed by the Department of Transportation that federal fiscal stimulus funding will be provided for the protective structure for the locomotive at Camp Hancock State Historic Site. The agency anticipates beginning work on the protective structure in the summer of 2010.

The agency does not anticipate receiving federal fiscal stimulus funding for the remaining two projects--the geographic information system scanning and integration and the Fort Totten State Historic Site commissary storehouse exhibit and signage.

The following is a summary of the status of the State Historical Society's capital projects:

Exhibits	The temporary exhibit "Gardening" has been installed at the Heritage Center and site exhibit updates will begin in the spring of 2010.
Security card reader at the Heritage Center	Security system updates will begin in the spring of 2010
Fort Totten State Historic Site building repairs and maintenance	Building restoration at Fort Totten has begun and will continue throughout the biennium.
Chateau de Mores house repairs	Many of the repairs at the chateau have been completed. Remaining repairs are anticipated to be completed during the summer or fall of 2010.
Base budget funding for extraordinary repairs	Repairs at historic sites, including painting and reshingling will be completed throughout the biennium.
Compact shelving for the state archives	The compact shelving on the third floor of the archives addition has been installed. Installation of the compact shelving on the second floor will be completed during the spring of 2010.
Maintenance shop at Fort Buford State Historic Site	The maintenance shop at Fort Buford State Historic Site is anticipated to be completed during the summer or fall of 2010.
Equipment over \$5,000	The agency will purchase mowers, a Bobcat, and a scissors lift throughout the biennium.

Heritage Center expansion*	39,700,000	12,000,000	51,700,000
Total capital assets	\$42,737,879	\$13,543,333	\$56,281,212

These items are included in the **One-time funding** section.

NOTE: The total amount of \$56,281,212 consists of the capital assets line item (\$3,896,212) and the federal fiscal stimulus appropriation (\$685,000) in House Bill No. 1018 and the Heritage Center expansion project included in House Bill No. 1481 (\$51.7 million).

¹Other capital payments consist of bond payments for the archives and Chateau de Mores Interpretive Center projects authorized in the 2005-07 biennium.

Other capital payments	Bond payments totaling \$1.4 million will be made during the 2009-11 biennium for the archives addition and Chateau de Mores Interpretive Center projects authorized during the 2005-07 biennium.
Sprinkler system at Chateau de Mores Interpretive Center	The sprinkler system project is anticipated to be completed during the summer or fall of 2010.
de Mores Memorial Park repairs	Repairs at the park are anticipated to be completed during the summer or fall of 2010.
Shelter/conservation of train at Camp Hancock State Historic Site	The protective structure for the train is expected to be constructed during the summer of 2010.
Fort Totten State Historic Site commissary storehouse exhibit and signage	The agency does not anticipate receiving federal stimulus funding to complete this project.
Geographic information system scanning and integration	The agency does not anticipate receiving federal stimulus funding to complete this project.
Heritage Center expansion	See Heritage Center expansion project section below

Heritage Center expansion project - House Bill No. 1481 provides one-time funding of \$39.7 million from the general fund and \$12 million from other funds for the Heritage Center expansion project. Section 2 of the bill provides that construction may not begin until the State Historical Society certifies to the Office of Management and Budget that of the federal or special funds required to complete the project, cash or pledges with a discounted cash value of at least \$6 million has been received by the State Historical Society. Section 4 of the bill requires the director of the Facility Management Division of the Office of Management and Budget to serve as the project construction manager. Section 5 of the bill provides that the State Historical Society is to seek federal funds under the American Recovery and Reinvestment Act of 2009 for the Heritage Center expansion and any funds received are appropriated for the project.

Sibley-Sully historic trails linking study - Senate Bill No. 2309 (2009) directs the Parks and Recreation Department, State Historical Society, Game and Fish Department, and the Tourism Division of the Department of Commerce to conduct a study of the feasibility and desirability of linking and improving a series of public sites along the Sibley and Sully historic trails for purposes of historical education, heritage tourism, and access for public hunting. The Parks and Recreation Department is to serve as the lead agency for the study and report the findings and recommendations of the study to the Legislative Management by September 1, 2010.

As of May 24, 2010, the State Historical Society has received approximately \$6.25 million. The agency plans to certify funding to the Office of Management and Budget after raising additional funding to account for discounting. The State Historical Society anticipates the \$6 million goal will be met during the summer of 2010.

The State Historical Society does not anticipate receiving federal fiscal stimulus funding for the Heritage Center expansion project.

The State Historical Society has provided information to the Parks and Recreation Department relating to historic sites in North Dakota. The Legislative Management assigned responsibility to receive the study report to the interim Natural Resources Committee.

Salary equity adjustments - The State Historical Society received \$328,000, of which \$300,000 is from the general fund, for the agency's share of the \$16 million funding pool appropriated to the Office of Management and Budget for special market equity adjustments for classified employees.

The State Historical Society has allocated the equity funding to its employees. The table below provides information relating to the salary equity adjustments provided to employees of the State Historical Society beginning July 1, 2009:

	Number of Employees	Average Monthly Equity Award	Total Biennial Salary Adjustments
Accounting and support staff	9	\$137	\$29,592
Archives staff	9	115	24,840
Directors, staff officer	6	251	36,144
Education and communications staff	8	227	43,584
Historic preservation staff	9	117	25,272
Historic site staff	7	236	39,648
Museum staff	5	403	48,360
Security staff	7	220	36,960
Total	60		\$284,400¹

¹The remaining equity funds of \$43,600 are for fringe benefits on the increases provided.

Emergency Commission requests.

The State Historical Society has received Emergency Commission approval for the following request:

- Approval under the provisions of North Dakota Century Code Section 55-02-09 to increase spending authority and the grants line item by \$28,500 to accept other funds from the historical impact emergency fund for the emergency mitigation of historic properties damaged by tornadoes in or near Northwood in 2007.