

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

	FTE Positions	General Fund	Other Funds	Total
2011-13 legislative appropriation	37.50	\$10,024,981 ¹	\$0	\$10,024,981
2009-11 legislative appropriation	<u>37.50²</u>	<u>10,765,011</u>	<u>2,609,920</u>	<u>13,374,931</u>
2011-13 appropriation increase (decrease) to 2009-11 appropriation	0.00	(\$740,030)	(\$2,609,920)	(\$3,349,950)

¹This amount includes \$866,000 of one-time funding. Excluding this amount, the agency's ongoing general fund appropriation is \$9,158,981.

²The number of FTE positions for the 2009-11 biennium has been adjusted by 4.53 to 37.50 from 32.97, pursuant to Section 20 of 2009 Senate Bill No. 2003 which authorizes the State Board of Higher Education to adjust FTE positions as needed subject to the availability of funds for institutions and entities under its control.

NOTE: The 2011-13 legislative appropriations amounts have been adjusted to include:

- \$384,371 from the general fund for the institution's share of the \$15,240,565 equity and student affordability funding pool appropriated to the North Dakota University System office.

Item Description

Enrollment - At the end of the 2011 regular legislative session, Lake Region State College's FTE enrollment projection for the 2011-13 biennium was 890 for both the fall 2011 semester and the fall 2012 semester.

Tuition collections - Lake Region State College estimated net tuition revenue of \$4,545,000 for the 2011-12 fiscal year.

One-time funding - In Section 2 of 2011 House Bill No. 1003, the Legislative Assembly identified \$49,260,357 of funding from the general fund as one-time funding items for the University System. Of this amount, \$866,000 is for capital projects--roof replacement projects--at Lake Region State College.

Workforce training - The Legislative Assembly appropriated \$3 million from the general fund to the Department of Career and Technical Education for workforce training grants to the institutions of higher education assigned primary responsibility for workforce training in the state.

Wind energy project - The Legislative Assembly in 2009 appropriated \$2,609,920 of federal stimulus funds from the American Recovery and Reinvestment Act of 2009 for a wind energy project at Lake Region State College and provided that funding of \$2,609,920 from the general fund for the project included in the executive budget is only to be used to the extent that federal fiscal stimulus funds are not available. Any unspent general fund appropriation related to the project must be returned to the general fund.

Status/Result

The fall 2011 semester FTE enrollment was 988, 98 more than estimated and 67 more than the fall 2010 semester.

The current estimate for net tuition collections for the 2011-12 fiscal year is \$4,695,000, \$150,000 more than projected.

Lake Region State College anticipates using all the funds for roof projects during the 2011-13 biennium.

Lake Region State College was allocated \$535,492 of the \$3 million appropriation. The college received \$267,746 of state workforce training funds during fiscal year 2012, leaving \$267,746 for distribution during fiscal year 2013.

Lake Region State College was unsuccessful in securing federal fiscal stimulus funds from the American Recovery and Reinvestment Act of 2009 for the project due to federal requirements prohibiting the supplanting of funding from the general fund. Therefore, the college has decided to proceed with the project using the funding of \$2,609,920 from the general fund.

At this time, the total estimated cost of the project has increased by at least \$1.2 million from \$6,132,000, of which \$2,609,920 was from the general fund and the remainder of \$3,522,080 was from an energy performance contract, as estimated during the 2009 legislative session to \$7.2 million due to an increase in

the cost of the wind turbine and additional costs associated with changing the proposed location of the wind turbine.