



Presented to the

Budget Section

September 15, 2011



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Office of Management and Budget

ECONOMIC INDICATORS

National

Consumer Prices - The 12-month percent change in the non-seasonally adjusted consumer price index (CPI), as reported by the Bureau of Labor Statistics, was 3.6% in July 2011, a significant increase from the annual average in 2010 of only 1.6%. The CPI has spiked in recent months, increasing steadily from the 1.5% annualized rate recorded in December 2010 to over 3.0% for each of the past four months. According to *Moody's Analytics*, the CPI is expected to average 3.0% for 2011, then fluctuate between 2.0% and 3.0% during the long-term forecast through 2015.

Money Markets – The average yield on a three-month Treasury bill is currently .02%. Rates have remained below .1% for all of the second quarter of 2011. *Moody's* expects three month T-bill rates to average .1% for 2011 and remain nearly unchanged through 2012. For subsequent years, the longer-term forecast projects 91-day T-bill rates to be between .4% and 2.9% through 2015. *Moody's* predicts that the prime rate, which has averaged 3.3% since 2009, will continue nearly unchanged through 2013. Their forecast provides for a sharp increase in the ensuing years, to 5.2% in 2014 and 7.0% in 2015.

Personal Income – Personal income, as reported by *Moody's* in inflation adjusted 2005 dollars, rose by 1.9% during 2010. Quarterly data show strong growth of 4.0% during third quarter 2010, followed by 3.8% during first quarter 2011. However, as economic growth has slowed, personal income growth has slowed as well, rising just 2.6% year over year during second quarter 2011. *Moody's* predicts personal income growth will average 2.8% during all of 2011, followed by annual growth of 3.0% to 4.6% through 2015.

Commodity Prices – Agricultural prices rose by an average of 7.5% during 2010, led by a robust 16.4% increase in livestock prices. The outlook is extremely positive for 2011, with agricultural prices expected to increase 24.6% over 2010 levels. However, the longer-term forecast shows much more modest levels of growth, averaging only 1.7% to 4.4% per year through 2015. The outlook for West Texas Intermediate crude, the benchmark oil forecast for *Moody's Analytics*, is increased slightly from previous months. *Moody's* predicts prices to be fairly stable, fluctuating in a narrow band from \$98 to \$104 per barrel through 2015.

Local

Unemployment – North Dakota's non-seasonally adjusted unemployment rate in July 2011 remains the lowest in the nation at only 3.3%, down from the June rate of 3.8%. The national average unemployment rate was 9.3% in both June and July.

Energy – The April 2011 legislative forecast is based on oil production increasing from 390,000 barrels per day at the start of the 2011-13 biennium to 425,000 barrels per day by the end of the biennium. North Dakota crude oil prices are estimated to range from \$72 per barrel to \$75 per barrel during that time. Currently, the posted price for North Dakota sweet crude is around \$84 per barrel. With warm dry weather, July saw a surge in production of nearly 40,000 barrels per day. The current rig count is 198 rigs, 52 rigs more than the number operating in the state one year ago. Price, production, and drilling activity are summarized on the following table:

	July 2011	June 2011	May 2011
Actual average price per barrel	\$91.79	\$91.49	\$95.79
Production (barrels/day)	423,600	384,800	363,400
Drilling permits	136	138	154
Producing wells	5,756	5,558	5,579
Rig count	177	175	175

Mortgage Rates – Mortgage rates remain low. Thirty-year fixed rate mortgages are available locally for 4.0% to 4.375%. Fifteen-year fixed rates are between 3.125% and 3.375%.

**GENERAL FUND STATUS STATEMENT
FINAL 2009-11 BIENNIUM**

Beginning balance:		
Beginning unobligated balance - July 1, 2009	\$361,893,515	
Balance obligated for authorized carryover of appropriations	<u>72,744,745</u>	
Total beginning balance		\$434,638,260
Revenues		<u>3,242,759,200</u>
Total available		\$3,677,397,460
Expenditures:		
Original appropriations - One time	(\$278,984,727)	
Original appropriations - Ongoing	(2,970,380,754)	
Contingent appropriations - One time	(5,000,000)	
Authorized carryover from previous biennium	(72,744,745)	
2009-11 authority used in 2007-09 pursuant to emergency clause	10,130,986	
2011-13 authority used in 2009-11 pursuant to emergency clause	(1,415,625)	
Supplemental appropriations by 2011 legislature	<u>(37,230,168)</u>	
Total authorized expenditures		(3,355,625,033)
Unspent general fund authority		46,753,449
Transfers and adjustments:		
Transfer from permanent oil tax trust fund	\$689,935,590	
Transfer to budget stabilization fund	(61,414,562)	
Net effect of transfers, adjustments, and fund balance obligations	<u>(214,193)</u>	
Total transfers and adjustments		<u>628,306,835</u>
Ending unobligated balance - June 30, 2011		<u><u>\$996,832,711</u></u>

**PERMANENT OIL TAX TRUST FUND STATUS STATEMENT
FINAL 2009-11 BIENNIUM**

Beginning balance - July 1, 2009		\$489,727,017
Revenues		<u>981,554,724</u>
Total available		\$1,471,281,741
Expenditures and transfers:		
Transfer to general fund - authorized by 2009 legislature	(\$140,000,000)	
Transfer to general fund - Mill levy reduction program	(295,000,000)	
Transfer to property tax sustainability fund	(299,233,000)	
Transfer to disaster relief fund	(22,000,000)	
Other expenditures	(25,113,151)	
Transfer of remaining balance to general fund	<u>(689,935,590)</u>	
Total expenditures and transfers		<u>(1,471,281,741)</u>
Ending balance - June 30, 2011		<u><u>\$0</u></u>

2009-2011 General Fund Turnback

Agency	Appropriation	Total Unexpended	% Returned
101 - Governor's Office	3,474,358.00	266,688.00	7.68%
108 - Secretary of State	5,843,009.00	9,218.00	0.16%
109 - Sec of State Public Printing	337,000.00	44,799.00	13.29%
110 - OMB	71,564,501.00	1,308,583.00	1.83%
112 - ITD	19,670,743.00	277,206.00	1.41%
117 - Auditor's Office	6,762,229.00	82,824.00	1.22%
120 - Treasurer's Office	37,317,985.00	281,965.00	0.76%
125 - Attorney General	29,052,432.00	50,537.00	0.17%
127 - Tax Commissioner	46,330,106.00	808,059.00	1.74%
150 - Legislative Assembly	18,196,970.61	0.00	0.00%
160 - Legislative Council	12,007,679.24	0.00	0.00%
181 - Supreme Court	10,526,942.00	357,154.00	3.39%
182 - District Courts	71,563,790.00	4,102,973.00	5.73%
183 - Judicial Conduct Comm/Disc Brd	499,283.00	11,738.00	2.35%
188 - Legal Counsel for Indigents	9,470,148.00	40,482.00	0.43%
192 - Public Employees Retirement Syste	13,000.00	13,000.00	100.00%
201 - Public Instruction	1,114,666,854.00	1,440,706.00	0.13%
215 - University System	59,142,952.20	517,072.00	0.87%
227 - Bismarck State College	27,849,535.00	0.00	0.00%
228 - Lake Region State College	10,765,011.00	0.00	0.00%
229 - Williston State College	9,900,383.10	0.00	0.00%
230 - UND	141,927,847.00	18,473.00	0.01%
232 - UND Medical Center	41,115,401.00	0.00	0.00%
235 - NDSU	157,314,878.21	0.00	0.00%
238 - College of Science	39,156,042.00	0.00	0.00%
239 - Dickinson State University	24,228,225.76	0.00	0.00%
240 - Mayville State University	19,018,467.38	0.00	0.00%
241 - Minot State University	44,162,070.37	0.00	0.00%
242 - Valley City State University	19,336,905.36	0.00	0.00%
243 - MSU-Bottineau	7,211,198.45	0.00	0.00%
244 - Forest Service	3,855,768.00	0.00	0.00%
250 - State Library	4,651,028.00	918.00	0.02%
252 - School for the Deaf	7,405,115.22	7,717.00	0.10%
253 - School for the Blind	3,510,068.00	6,474.00	0.18%
270 - Vocational Education	25,981,008.00	0.00	0.00%
301 - Health Department	27,734,265.00	2,222,716.00	8.01%

Agency	Appropriation	Total Unexpended	% Returned
313 - Veterans' Home	16,843,623.00	341,915.00	2.03%
316 - Indian Affairs Commission	688,585.00	40,046.00	5.82%
321 - Veterans Affairs Dept	1,040,837.07	7,395.00	0.71%
325 - Human Services	654,746,899.00	26,433,365.00	4.04%
360 - Protection & Advocacy	1,725,815.00	165.00	0.01%
380 - Job Service	1,574,731.60	227,116.00	14.42%
405 - Industrial Commission	14,957,254.00	293,178.00	1.96%
406 - Labor Commissioner	1,421,583.00	89,590.00	6.30%
408 - Public Service Commission	5,677,015.00	504,047.00	8.88%
412 - Aeronautics Commission	550,000.00	0.00	0.00%
414 - Securities Commissioner	1,798,362.00	161,162.00	8.96%
471 - Bank of North Dakota	11,100,000.00	1,000,000.00	9.01%
504 - Highway Patrol	31,357,985.00	526,736.00	1.68%
530 - Corrections & Rehab	168,092,913.00	2,852,876.00	1.70%
540 - Adjutant General	36,217,088.55	210,270.00	0.58%
601 - Commerce Department	59,470,541.00	1,147,387.00	1.93%
602 - Agriculture Department	7,557,383.00	4,046.00	0.05%
627 - Transportation Institute	1,589,793.00	0.00	0.00%
630 - NSDU Extension Service	22,000,412.00	0.00	0.00%
638 - Northern Crops Institute	1,439,221.00	0.00	0.00%
640 - Main Research Station	66,360,764.44	0.00	0.00%
641 - Dickinson Research Center	2,353,771.00	0.00	0.00%
642 - Cent Grasslands Research Cent	1,486,428.00	0.00	0.00%
643 - Hettinger Research Center	1,349,649.00	0.00	0.00%
644 - Langdon Research Center	1,217,179.00	0.00	0.00%
645 - North Cent Research Center	1,486,111.00	0.00	0.00%
646 - Williston Research Center	1,922,183.00	0.00	0.00%
647 - Carrington Research Center	2,551,869.00	0.00	0.00%
665 - Fair Association	15,697,150.00	0.00	0.00%
670 - ND Racing Commission	295,000.00	106.00	0.04%
701 - Historical Society	52,993,612.71	0.00	0.00%
709 - Arts Council	1,368,734.00	90,953.00	6.65%
750 - Parks & Recreation Department	16,405,118.49	157,760.00	0.96%
770 - Water Commission	14,124,223.34	796,034.00	5.64%
801 - Department of Transportation	4,600,000.00	0.00	0.00%
Appropriated Totals	3,355,625,033.10	46,753,449.00	1.39%

**GENERAL FUND STATUS STATEMENT
2011-13 BIENNIUM
AS OF AUGUST 31, 2011**

Beginning balance:		
Beginning unobligated balance - July 1, 2011	\$996,832,711	
Balance obligated for authorized carryover of appropriations	<u>106,945,443</u>	
Total beginning balance		\$1,103,778,154
Revenues:		
Revenues collected to date	\$626,818,340	
Remaining forecasted revenues	<u>2,870,242,307</u>	
Total revenues		<u>3,497,060,647</u>
Total available		\$4,600,838,801
Expenditures:		
Legislative appropriations - One time	(\$533,958,760)	
Legislative appropriations - Ongoing	(3,532,895,032)	
Authorized carryover from previous biennium	(106,945,443)	
2011-13 authority used in 2009-11 pursuant to emergency clause	519,254	
Estimated deficiency requests	<u>0</u>	
Total authorized expenditures		<u>(4,173,279,981)</u>
Estimated ending balance - June 30, 2013		<u><u>\$427,558,820</u></u> ^{\1}

\1 NDCC Section 54-27.2-02 provides that any end of biennium balance in excess of \$65.0 million must be transferred to the budget stabilization fund, up to a cap of 9.5 percent of general fund appropriations.

**SELECTED SPECIAL FUNDS
AUGUST 31, 2011 FUND BALANCES**

Fund	Balance
Budget stabilization fund	\$386,351,110
Legacy fund	\$0 ^{\1}
Foundation aid stabilization fund	\$140,193,764

\1 First legacy fund deposit was \$34.3 million in September 2011.

STATEMENT OF GENERAL FUND REVENUES AND FORECASTS
Compared to the Legislative Forecast
2011-13 Biennium
August 2011

Revenues and Transfers	Fiscal Month			Biennium To Date		
	April 2011 <u>Leg. Forecast</u>	<u>Actual</u>	<u>Variance</u>	April 2011 <u>Leg. Forecast</u>	<u>Actual</u>	<u>Variance</u>
Sales Tax	64,392,000	84,265,196	19,873,196	126,953,000	147,099,236	20,146,236
Motor Vehicle Excise Tax	7,173,000	11,377,744	4,204,744	14,134,000	17,845,841	3,711,841
Individual Income Tax	18,974,000	27,772,883	8,798,883	58,239,000	67,248,852	9,009,852
Corporate Income Tax		472,365	472,365		766,306	766,306
Insurance Premium Tax	3,100,000	5,361,639	2,261,639	3,250,000	5,654,851	2,404,851
Financial Institutions Tax		(4,087)	(4,087)		4,599	4,599
Oil & Gas Production Tax	43,987,000	43,986,646	(354)	43,987,000	43,986,646	(354)
Oil Extraction Tax	30,366,000	31,686,624	1,320,624	30,366,000	31,686,624	1,320,624
Gaming Tax	771,813	1,330,112	558,299	1,231,838	1,817,090	585,252
Lottery						
Cigarette & Tobacco Tax	1,994,000	2,446,071	452,071	3,970,000	4,319,516	349,516
Wholesale Liquor Tax	612,000	668,986	56,986	1,285,000	1,403,412	118,412
Coal Conversion Tax	1,452,000	1,852,268	400,268	1,452,000	1,852,268	400,268
Mineral Leasing Fees	1,416,667	2,377,392	960,725	2,833,334	4,731,456	1,898,122
Departmental Collections	1,527,435	1,583,927	56,492	3,317,121	2,469,623	(847,498)
Interest Income	850,000	596,218	(253,782)	1,300,000	746,400	(553,600)
State Mill & Elevator-Transfer						
Major Special Fund Transfers				295,000,000	295,000,000	0
Other Transfers		(5)	(5)	185,625	185,620	(5)
Total Revenues and Transfers	176,615,915	215,773,980	39,158,065	587,503,918	626,818,340	39,314,422
			22.2%			6.7%

STATEMENT OF GENERAL FUND REVENUES AND FORECASTS
Compared to the Previous Biennium Revenues
2011-13 Biennium
August 2011

Revenues and Transfers	Fiscal Month				Biennium To Date			
	August 2009	August 2011	Variance	Percent	2009-11	2011-13	Variance	Percent
Sales Tax	46,231,940	84,265,196	38,033,256	82.3%	98,428,485	147,099,236	48,670,751	49.4%
Motor Vehicle Excise Tax	4,055,163	11,377,744	7,322,581	180.6%	9,264,860	17,845,841	8,580,981	92.6%
Individual Income Tax	4,369,801	27,772,883	23,403,082	535.6%	51,289,158	67,248,852	15,959,694	31.1%
Corporate Income Tax	181,146	472,365	291,220	160.8%	2,355,104	766,306	(1,588,799)	-67.5%
Insurance Premium Tax	1,998,249	5,361,639	3,363,390	168.3%	2,276,378	5,654,851	3,378,473	148.4%
Financial Institutions Tax	(647,069)	(4,087)	642,982	-99.4%	(647,069)	4,599	651,668	-100.7%
Oil & Gas Production Tax	17,910,110	43,986,646	26,076,536	145.6%	17,910,110	43,986,646	26,076,536	145.6%
Oil Extraction Tax	10,904,102	31,686,624	20,782,522	190.6%	10,904,102	31,686,624	20,782,522	190.6%
Gaming Tax	1,352,056	1,330,112	(21,944)	-1.6%	2,157,925	1,817,090	(340,835)	-15.8%
Lottery								
Cigarette & Tobacco Tax	2,008,822	2,446,071	437,249	21.8%	4,112,517	4,319,516	206,999	5.0%
Wholesale Liquor Tax	697,070	668,986	(28,084)	-4.0%	1,405,619	1,403,412	(2,207)	-0.2%
Coal Conversion Tax	1,780,612	1,852,268	71,656	4.0%	1,780,612	1,852,268	71,656	4.0%
Mineral Leasing Fees	1,189,681	2,377,392	1,187,711	99.8%	1,997,696	4,731,456	2,733,760	136.8%
Departmental Collections	4,184,236	1,583,927	(2,600,310)	-62.1%	5,248,413	2,469,623	(2,778,791)	-52.9%
Interest Income	1,130,425	596,218	(534,207)	-47.3%	1,560,273	746,400	(813,872)	-52.2%
State Mill & Elevator-Transfer								
Major Special Fund Transfers					295,000,000	295,000,000	0	0.0%
Other Transfers	2,080	(5)	(2,085)	-100.2%	164,773	185,620	20,847	12.7%
Total Revenues and Transfers	97,348,424	215,773,980	118,425,555	121.7%	505,208,957	626,818,340	121,609,383	24.1%

ARRA Funding in North Dakota

About \$520 million have been awarded to North Dakota through the American Recovery and Reinvestment Act to be distributed through state agencies. Most of the funding will be channeled through three agencies: the Department of Public Instruction, the Department of Human Services, and the Department of Transportation.

During the quarter ended June 30, 2011, 724.99 North Dakota jobs were funded with these ARRA dollars. The vast majority of these jobs are in public school districts.

Public School Districts	Non-profit Organizations	Private Sector	State Agencies	Local Governments
425.14	127.24	126.17	38.24	8.20

In many cases, particularly with state agencies and public school districts, these were not new positions; rather they existed prior to ARRA. When the ARRA funding expires, the positions will revert to their original funding sources. If additional funding is not available, the positions will be eliminated.

NDCC 54-27-25
Tobacco Settlement Trust Fund - Fund 407

Date	Total Received	Community Health Trust Fund - 10%	Commons School Trust Fund - 45%	Water Development Trust Fund - 45%
12/14/99	9,036,985.38	903,698.54	4,066,643.42	4,066,643.42
1/3/00	7,871,639.19	787,163.91	3,542,237.64	3,542,237.64
4/18/00	12,875,523.14	1,287,552.32	5,793,985.41	5,793,985.41
4/19/00	169,475.62	16,947.56	76,264.03	76,264.03
5/4/00	984.72	98.48	443.12	443.12
9/13/00	363.38	36.34	163.52	163.52
1/2/01	8,011,307.29	801,130.73	3,605,088.28	3,605,088.28
1/17/01	1,505.95	150.59	677.68	677.68
4/17/01	14,690,317.34	1,469,031.74	6,610,642.80	6,610,642.80
4/27/01	221,405.57	22,140.55	99,632.51	99,632.51
6/15/01	21,277.38	2,127.74	9,574.82	9,574.82
11/19/01	181,556.56	18,155.66	81,700.45	81,700.45
1/2/02	7,115,019.43	711,501.95	3,201,758.74	3,201,758.74
1/14/02	2,071.14	207.12	932.01	932.01
4/16/02	18,872,853.92	1,887,285.40	8,492,784.26	8,492,784.26
4/23/02	609,210.48	60,921.04	274,144.72	274,144.72
1/2/03	5,869,683.32	586,968.34	2,641,357.49	2,641,357.49
1/16/03	1,960,169.68	196,016.96	882,076.36	882,076.36
4/16/03	18,051,398.80	1,805,139.88	8,123,129.46	8,123,129.46
4/23/03	668,581.37	66,858.13	300,861.62	300,861.62
7/1/03	305,817.91	30,581.79	137,618.06	137,618.06
10/3/03	230,963.18	23,096.32	103,933.43	103,933.43
4/15/04	21,899,894.49	2,189,989.45	9,854,952.52	9,854,952.52
4/21/04	852,398.02	85,239.80	383,579.11	383,579.11
8/30/04	255,371.41	25,537.15	114,917.13	114,917.13
4/19/05	22,261,451.85	2,226,145.19	10,017,653.33	10,017,653.33
4/20/05	809,930.77	80,993.07	364,468.85	364,468.85
10/6/05	262,051.11	26,205.11	117,923.00	117,923.00
4/17/06	19,898,716.49	1,989,871.65	8,954,422.42	8,954,422.42
4/19/06	1,253,301.83	125,330.19	563,985.82	563,985.82
12/22/06	196,418.35	19,641.83	88,388.26	88,388.26
4/17/07	20,664,718.59	2,066,471.85	9,299,123.37	9,299,123.37
4/19/07	1,379,744.44	137,974.44	620,885.00	620,885.00
6/5/07	173,167.26	17,316.72	77,925.27	77,925.27
4/16/08	34,965,293.50	3,496,529.34	15,734,382.08	15,734,382.08
4/17/08	1,515,783.61	151,578.37	682,102.62	682,102.62
7/7/08	91.50	9.14	41.18	41.18
2/26/09	1,978,845.20	197,884.52	890,480.34	890,480.34
4/20/09	23,035,384.29	2,303,538.43	10,365,922.93	10,365,922.93
4/15/10	19,759,434.19	1,975,943.41	8,891,745.39	8,891,745.39
4/19/10	1,057,430.92	105,743.10	475,843.90	475,843.91
4/20/11	19,736,098.42	1,973,609.84	8,881,244.29	8,881,244.29
Totals	298,723,636.99	29,872,363.69	134,425,636.64	134,425,636.65

NDCC 54-27-25
Tobacco Prevention and Control Trust Fund - Fund 369

Date	Total Received
4/20/2009	14,138,010.91
4/15/2010	11,817,519.68
4/19/2010	456,873.60
4/20/2011	11,186,238.40
Totals	<u>37,598,642.59</u>

COMMUNITY HEALTH, WATER DEVELOPMENT, AND TOBACCO PREVENTION AND CONTROL TRUST FUNDS
REVENUES AND EXPENDITURES
DECEMBER 1, 1999, THROUGH AUGUST 31, 2011

	1999-2001	2001-03	2003-05	2005-07	2007-09	2009-11	2011-13 To Date	Total To Date
<u>Community Health Trust Fund</u>								
Deposits	\$5,290,079	\$5,363,636	\$4,631,001	\$4,382,812	\$6,149,540	\$4,084,269	\$408,237	\$30,309,574
Expenditures	0	4,900,626	5,881,565	6,492,393	7,243,242	5,791,605	4,260	<u>30,313,691</u>
Current balance								<u><u>(\$4,117)</u></u>
<u>Water Development Trust Fund</u>								
Deposits	\$23,805,353	\$24,136,363	\$20,839,504	\$19,722,653	\$27,672,929	\$18,248,834	\$0	\$134,425,636
Expenditures	0	38,532,205	17,048,776	23,932,939	15,652,299	14,050,061	6,704,734	<u>115,921,014</u>
Current balance								<u><u>\$18,504,622</u></u>
<u>Tobacco Prevention and Control Trust Fund</u>								
Deposits/Interest					\$14,146,301	\$23,567,542	\$3,951	\$37,717,794
Expenditures					38,815	8,118,602	297,985	<u>8,455,402</u>
Current balance								<u><u>\$29,262,392</u></u>

N.D.C.C. 54-14-03.1

Fiscal Irregularities

June - August 2011

Pay Adjustment

June 2011

253 ND Vision Services/School for the Blind

Kenneth Dockter	\$2,504.04
Linda Kraft	962.92
Lanna Slaby	1,223.75
Tracy Eileen Wicken	1,208.50
Cynthia Williams	801.76

Summer contract outside of their nine month teaching contract.

August 2011

601 Department of Commerce

Sandra McMerty	\$500.00
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Additional workload to build the ND disaster website.

Severance Pay

June 2011

308 Job Service North Dakota

Duane Broshat	\$12,248.00
Marilyn Freidt	5,712.00
Elizabeth Glaspell	6,562.00
Randy Spitzer	10,298.00

Voluntary Reductions in Force due to reductions in federal funding.

601 Department of Commerce

Ryan Messer	\$5,815.04
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Restructuring of program.

N.D.C.C. 54-06-30
Performance Bonuses

Agency	25% of Total FTE	Additional Performance Bonuses Given	Total Performance Bonuses Given
Secretary of State	6	6	12
Treasurer	1	1	2

Report on Federal Grants Per NDCC 54-27-27

June 2011 – August 2011


Agency	Time Period of Grant	Amount of Grant
ITD – ND Center for Distance Education	1/1/2012 – 12/31/2016	\$1,800,000
ND Council on the Arts	3/1/12 – 2/28/15	\$200,000
Department of Transportation (SaDIP)	9/1/11 – 8/31/11	\$50,000
Department of Transportation (TIGGER III)	8/25/11 – 9/30/13	\$14,652,842



AGENCY REPORT ON FEDERAL GRANTS
OFFICE OF MANAGEMENT AND BUDGET
SFN 39976 (Rev. 7/26/2011)

This form is for all **NEW** Federal grants that the agency is applying for over \$25,000. Complete Section 1, retain copy, and return original to OMB *prior to submitting grant application*. Within 30 days of notification of grant award/decline, complete Section 2 and send a copy to OMB. Mail to: OMB, Attn: Federal Grant Report, 600 East Boulevard Avenue, Dept. 110, Bismarck ND 58505-0400 or e-mail to omb@nd.gov.

SECTION 1

Agency Name: ND Center for Distance Education	Agency/Department Number:	Date Form Completed: July 29, 2011
Contact Name: Dr. Alan J. Peterson	Contact Telephone Number: 701-231-6007	Date Grant Application Due: August 2, 2011
Title of Grant: Investing in Innovation Fund (i3) US Department of Education	Time Period Covered by Grant: 1/1/2012 – 12/31/2016	Amount of Grant Request: \$1,800,000.00
Purpose of Grant: i3 Grants are given to selected Local Education Associations (LEA) like schools, school districts, consortia, and non-profits that have an innovation they wish to develop, or an innovation they wish to validate, or one they wish to scale up. The 2011 i3 Grant has prioritized the following categories as having critical importance: STEM education, rural education, educational technology and educational productivity. ND Center for Distance Education is seeking to develop a model that enables all rural ND students, regardless of location and size, to engage in learning activities that are currently not available or easily accessible to their local school. The model seeks to supplement the local school through innovation methods, technology and knowhow.		
Additional Employees (FTE) Required Due to Grant Award: No additional FTE's will be sought. The model focuses on using the human assets already in place, providing supplementation/enhancement through technology and collaboration.		
Grant Requirements (include state matching requirements, maintenance of effort requirements and any other requirements): No state match is required. Private match is encouraged, but is not required. Yearly reporting is required. Sustainability is considered as a criterion in the application process, but it is not a requirement that is attached to the grant's actual support.		
Authorized Department Signature: 	Authorized Name (Printed): Dr. Alan J. Peterson	Date Signed: July 29, 2011

SECTION 2

Notification Date of Grant Award/Decline:	Amount of Grant Received:
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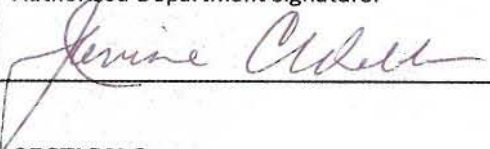
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SECTION 1

Agency Name: ND Council on the Arts	Agency/Department Number: 709	Date Form Completed: 9/1/2011
Contact Name: Jan Webb	Contact Telephone Number: 328-7592	Date Grant Application Due: 9/9/2011
Title of Grant: HUD Community Challenge Grant	Time Period Covered by Grant: 3/1/12 to 2/28/15	Amount of Grant Request: \$200,000
Purpose of Grant: NDCA will work with the community of Wahpeton to strengthen and diversify its economy through incorporation of the arts. The grant requests funding to determine the various resources - including artists, organizations, building structures, historic sites, etc., to conduct community meetings, to create and analyze responses to community and surrounding area surveys, and to work with a consultant in developing strategies based on the findings for the community.		
Additional Employees (FTE) Required Due to Grant Award: None		
Grant Requirements (include state matching requirements, maintenance of effort requirements and any other requirements): The grant requires a match that will be supplied by community, private funding sources, and the NDCA through in-kind and monetary dollars. NDCA will use staff time and a part of the operating budget as in-kind match. This project will require staff travel and time, but this will be incorporated into regular staff schedules by staff taking on fewer projects. This project will not interfere with the normal daily activities of the agency, including its grant programs.		
Authorized Department Signature: 	Authorized Name (Printed): Janine Webb	Date Signed: 9/1/2011

SECTION 2

Notification Date of Grant Award/Decline:	Amount of Grant Received:
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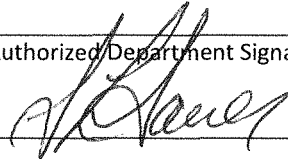
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SECTION 1

Agency Name: Department of Transportation	Agency/Department Number: 00801	Date Form Completed: 9/9/2011
Contact Name: Patty Schock	Contact Telephone Number: 701-328-1933	Date Grant Application Due: 10/31/2011
Title of Grant: Safety Data Improvement Program (SaDIP)	Time Period Covered by Grant: 9/1/2011-8/31/2011	Amount of Grant Request: \$50,000
Purpose of Grant: The Federal Motor Carrier Safety Administration (FMCSA) provides financial assistance through the Safety Data Improvement Program (SaDIP) grant program to State government agencies involved in the collection, analysis and reporting of large truck and bus crash and inspection data reported by the States to FMCSA. This grant will be used to update the crash reports for the Safety Division within the Department of Transportation.		
Additional Employees (FTE) Required Due to Grant Award: None		
Grant Requirements (include state matching requirements, maintenance of effort requirements and any other requirements): The cost sharing is 80/20 Federal/ State contributions.		
Authorized Department Signature: 	Authorized Name (Printed): Shannon L. Sauer	Date Signed: 9/9/2011

SECTION 2


Notification Date of Grant Award/Decline:	Amount of Grant Received:
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SECTION 1

Agency Name:	Agency/Department Number:	Date Form Completed:
Department of Transportation	00801	8/23/2011
Contact Name:	Contact Telephone Number:	Date Grant Application Due:
Patty Schock	701-328-1933	8/25/2011
Title of Grant:	Time Period Covered by Grant:	Amount of Grant Request:
TIGGER III	8/25/2011-9/30/2013	\$14,652,842
Purpose of Grant: The Transit Investments for Greenhouse Gas and Energy Reduction (TIGGER) program will be used to provide funding for local transit providers to replace transit vehicles past their useful lives with hybrid vehicles. In addition, two transit provider buildings will be rehabilitated as environmentally friendly. The NDDOT will also request a state wide transit asset management software to help manage the vehicles.		
Additional Employees (FTE) Required Due to Grant Award: None		
Grant Requirements (include state matching requirements, maintenance of effort requirements and any other requirements): This grant is 100% federally funded, there are no state matching requirements.		
Authorized Department Signature:	Authorized Name (Printed):	Date Signed:
	Shannon L. Sauer	9/9/11

SECTION 2

Notification Date of Grant Award/Decline:	Amount of Grant Received: