

FISCAL NOTE
Requested by Legislative Council
11/07/2011

Bill/Resolution No.: HB 1477

1A. State fiscal effect: *Identify the state fiscal effect and the fiscal effect on agency appropriations compared to funding levels and appropriations anticipated under current law.*

	2009-2011 Biennium		2011-2013 Biennium		2013-2015 Biennium	
	General Fund	Other Funds	General Fund	Other Funds	General Fund	Other Funds
Revenues						
Expenditures			\$3,500,000		\$1,615,000	
Appropriations			\$3,500,000		\$1,615,000	

1B. County, city, and school district fiscal effect: *Identify the fiscal effect on the appropriate political subdivision.*

2009-2011 Biennium			2011-2013 Biennium			2013-2015 Biennium		
Counties	Cities	School Districts	Counties	Cities	School Districts	Counties	Cities	School Districts

2A. Bill and fiscal impact summary: *Provide a brief summary of the measure, including description of the provisions having fiscal impact (limited to 300 characters).*

Changes revenue bond from Schulz to Riley Hall at NDSCS. Appropriates \$2.0 M in one-time state funds to WSC, with possible continuation funding in 13-15 and \$1.5 million in state funds to DSU, with Budget Section approval, to address campus needs related to oil activity impact in western ND.

B. Fiscal impact sections: *Identify and provide a brief description of the sections of the measure which have fiscal impact. Include any assumptions and comments relevant to the analysis.*

Section 1 and 2: no fiscal impact

Section 3: Appropriates \$840,626 for faculty and staff retention and \$150,000 for campus security officer at WSC, with continued funding consideration in 13-15. Also, appropriates \$216,000 for campus security improvements and \$793,374 for other campus needs at WSC.

Section 4: Appropriates \$1.5 million in state funds to DSU for projects and program needs, with uses contingent on Budget Section approval.

3. State fiscal effect detail: *For information shown under state fiscal effect in 1A, please:*

A. Revenues: *Explain the revenue amounts. Provide detail, when appropriate, for each revenue type and fund affected and any amounts included in the executive budget.*

B. Expenditures: *Explain the expenditure amounts. Provide detail, when appropriate, for each agency, line item, and fund affected and the number of FTE positions affected.*

WSC and DSU anticipate utilizing full \$3.5 million in 11-13 biennium. The cost to continue salary increases and campus security position at WSC in 13-15 is estimated to be, at a minimum, \$1.040 million, and may be higher if some of the \$793,374 is used for other ongoing costs including campus counseling needs. This full amount of \$1.040 million would need to be appropriated in 13-15, since the 11-13 appropriation is from one-time funds.

The cost to continue \$1.5 million used for 11-13 salary increases at DSU is estimated to require at a minimum, an additional \$575,000, in the 13-15 biennium, in order to fund the cost to continue the second year salary increase and new salary increases in 13-15 biennium. This reflects only the incremental cost increase since the \$1.5 million is

considered base funding.

- C. **Appropriations:** *Explain the appropriation amounts. Provide detail, when appropriate, for each agency and fund affected. Explain the relationship between the amounts shown for expenditures and appropriations. Indicate whether the appropriation is also included in the executive budget or relates to a continuing appropriation.*

Assumes that expenditures identified in (B) above are funded 100% from the state general fund.

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